



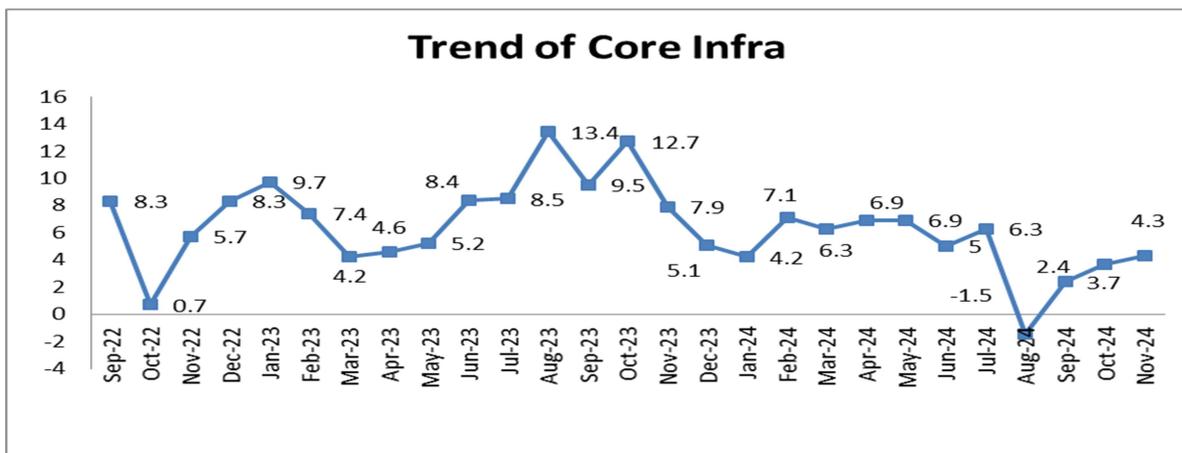
PHDCCI Analysis on Recent Economic Developments

1. Core infra increased by 4.3% in November 2024
2. Fiscal Deficit stands at 52.5% of actuals to BEs of November 2024
3. Gross GST revenue grows at 7.3% Y-O-Y in December 2024
4. Ministry of Finance, Government of India releases Quarterly Report on Public Debt Management, July-September, 2024

1. Core infra increased by 4.3% in November 2024

The combined Index of Eight Core Industries (ICI) increased by 4.3% (provisional) in November, 2024 as compared to the Index in November, 2023. The production of Cement, Coal, Steel, Electricity, Refinery Products and Fertilizers recorded positive growth in November 2024. The ICI measures the combined and individual performance of production of eight core industries viz. Coal, Crude Oil, Natural Gas, Refinery Products, Fertilizers, Steel, Cement and Electricity.

The y-o-y growth rate of **Coal** stands at 7.5%, **Crude oil** at (-)2.1%, **Natural Gas** at -1.9%, **Refinery Products** at 2.9%, **Fertilizers** at 2.0%, **Steel** at 4.8%, **Cement** at 13% and **Electricity** at 3.8% in November 2024 in comparison to November 2023. The y-o-y growth rate of Coal stands at 7.8%, Crude oil at (-)4.8%, Natural Gas at (-)1.2%, Refinery Products at 5.2%, Fertilizers at 0.4%, Steel at 5.2%, Cement at 3.1% and Electricity at 2% in October 2024.



Source: PHD Research Bureau, PHDCCI, compiled from the Ministry of Commerce and Industry.

Note: YoY is calculated over the corresponding month of the previous year.

2. Fiscal Deficit stands at 52.5% of actuals to BEs of November 2024

The gross fiscal deficit of the Central Government stands at 52.5% of the actuals to budget estimates (BEs) in November 2024 as compared to 50.7% of the actuals to budget estimates in the previous year. The primary deficit and revenue deficit stand at 41.8% and 61.5% respectively, of the actuals to revised estimates in FY 2024-25 as compared to 42.2% and 39.8%, of the actuals to revised estimates in FY 2023-24.

**GOVERNMENT OF INDIA
UNION GOVERNMENT ACCOUNTS
AT A GLANCE
AS AT THE END OF NOVEMBER 2024**

(Rs. in Crore)^{@@}

			Budget Estimates 2024-2025*	Actuals@ upto November 2024	% of Actuals to Budget Estimates	
			Rs.	Rs.	Current	COPPY**
1	<u>Revenue Receipts</u>		3129200	1870455	59.8%	(65.3%)
2	<u>Tax Revenue (Net)</u>	<i>(Details)</i>	2583499	1443435	55.9%	(61.6%)
3	<u>Non-Tax Revenue</u>	<i>(Details)</i>	545701	427020	78.3%	(94.3%)
4	<u>Non-Debt Capital Receipts</u>	<i>(Details)</i>	78000	23953	30.7%	(30.3%)
5	<u>Recovery of Loans</u>		28000	14972	53.5%	(72.2%)

6	<u>Other Receipts</u>		50000	8981	18.0%	(14.5%)
7	<u>Total Receipts (1+4)</u>		3207200	1894408	59.1%	(64.3%)
8	<u>Revenue Expenditure</u>		3709401	2227502	60.1%	(59.0%)
9	<i>of which</i> <u>Interest Payments</u>		1162940	658494	56.6%	(56.3%)
10	<u>Capital Expenditure</u>		1111111	513500	46.2%	(58.5%)
11	<i>of which</i> <u>Loans disbursed</u>		192416	86387	44.9%	(49.4%)
12	<u>Total Expenditure (8+10)</u>	<i>(Details)</i>	4820512	2741002	56.9%	(58.9%)
13	<u>Fiscal Deficit (12-7)</u>		1613312	846594	52.5%	(50.7%)
14	<u>Revenue Deficit (8-1)</u>		580201	357047	61.5%	(39.8%)
15	<u>Primary Deficit (13-9)</u>		450372	188100	41.8%	(42.2%)

Note :- Fiscal deficit figure shown in monthly accounts during a financial year is not necessarily an indicator of fiscal deficit for the year as it gets impacted by temporal mismatch between flow of non-debt receipts and expenditure up to that month on account of various transitional factors both on receipt and expenditure side, which may get substantially offset by the end of the financial year.

*Financial Year runs from "April to March"

**COPPY : Corresponding Period of the Previous Year

@ Actuals are unaudited provisional figures.

@@ 1 Crore = 10 Millions

Details
AS AT THE END OF NOVEMBER 2024

**SOURCES OF FINANCING THE DEFICIT
AS AT THE END OF NOVEMBER 2024**

(Rs. in Crore)@@

		Budget Estimates 2024-2025	Actuals@ upto November 2024	% of Actuals to Budget Estimates	
		Rs.	Rs.	Current	COPPY**
1	<u>External Financing</u>	15952.29	16958.30	106%	(47%)
2	<u>Domestic Financing</u>	1597359.68	829635.67	52%	(51%)
.	(a) <u>Market Borrowings</u>	1113181.76	324608.34	29%	(66%)
	(b) <u>Securities against Small Savings</u>	420063.00	137638.57	33%	(41%)
.	(c) <u>State Provident Funds</u>	5000.00	-5448.76	-109%	(-20%)
.	(d) <u>Special Deposits</u>	0.00	-12659.15		

.	(e) National Small Saving Fund	0.00	102820.54		
.	- i- <u>Savings Deposit and Certificates</u>	281147.46	145607.89	52%	(70%)
.	- ii- <u>Public Provident Funds</u>	107077.54	12252.08	11%	(20%)
.	-iii- <u>Investment In Securities</u>	-382941.78	- 119538.64	31%	(40%)
.	- iv- <u>Income/Expenditure of NSSF</u>	-5283.22	64499.21	-1221%	(221%)
.	(f) <u>Others</u>	-81282.13	109908.98	-135%	(174%)
.	(g) Cash Balance {Decrease(+)/Increase(-)}	140397.05	4495.15	3%	(-42%)
.	(h) <u>Investment (-) / Redemption (+) of Surplus Cash</u>		168272.00		
.	(i) <u>Ways & Means Advances</u>		0.00		
3	TOTAL FINANCING	1613311.97	846593.97	52%	(51%)

**Financial Year runs from "April to March"*

***COPPY : Corresponding Period of the Previous Year*

@ Actuals are unaudited provisional figures.

@@ 1 Crore = 10 Millions

Details

AS AT THE END OF NOVEMBER 2024

**MAJOR SUBSIDIES
AS AT THE END OF NOVEMBER 2024**

(Rs in Crore) @@

		Budget Estimates 2024- 2025*	Actuals@ upto November, 2024	COPPY	% of Actuals to Budget Estimates	
		Rs.	Rs.	Rs.	Current	COPPY**
1	Food Subsidy	205250.01	151765.26	114391.63	74%	(58%)
2	Nutrient Based Fertilizers Subsidy	45000.00	37273.35	44004.20	83%	(100%)
3	Urea Subsidy	118999.80	84089.36	83240.55	71%	(63%)
4	Petroleum	11925.01	6082.82	1119.17	51%	(50%)
	Total Major Subsidies	381174.82	279210.79	242755.55	73%	(65%)

*Financial Year runs from "April to March"

**COPPY : Corresponding Period of the Previous
Year

@ Actuals are unaudited provisional figures.

@@ 1 Crore = 10 Millions

3. Gross GST revenue grows at 7.3% Y-O-Y in December 2024

The gross Goods and Services Tax (GST) revenue for the month of December 2024 stood at ₹1.7 lakh crore. This represents a 7.3% year-on-year growth. After accounting for refunds, the net GST revenue for December 2024 stands at ₹1.5 lakh crore, reflecting a growth of 3.3% compared to the same period last year.

The gross GST collections in FY 2024-25 till December 2024 stood at ₹16.3 lakh crore. This represents the same period last year as an impressive 9.1% year-on-year growth. After accounting for refunds, the net GST revenue for FY 2024-25 till November 2024 stands at ₹14.4 lakh crore, reflecting a growth of 8.6% compared to the same period last year.

The government collected Central Goods and Services Tax (CGST) of ₹29,930 crore; State Goods and Services Tax (SGST) of ₹36,845 crore; Integrated Goods and Services Tax (IGST) of ₹75,588 crore, and Cess of ₹12,003 crore, in the month of December 2024.

GST Gross and Net Collections (In Crores) for December 2024

GST Gross and Net Collections as on 31/12/2024 (Amount in crores)						
GST Collections	Monthly			Year To Date		
	Dec-2023	Dec-2024	% Growth	Dec-2023	Dec-2024	% Growth
A	B	C	D = C/B-1	E	F	G = F/E-1
A.1. Domestic						
CGST	30,443	32,836		2,76,708	3,04,350	
SGST	37,935	40,499		3,46,938	3,77,911	
IGST	42,721	47,783		4,01,623	4,49,839	
CESS	11,170	11,471		98,349	1,05,305	
Gross Domestic Revenue	1,22,270	1,32,589	8.4%	11,23,618	12,37,405	10.1%
A.2. Imports						
IGST	41,534	43,438		3,64,572	3,87,697	
CESS	1,079	830		9,132	8,465	
Gross Import Revenue	42,612	44,268	3.9%	3,73,704	3,96,162	6.0%
A.3. Gross GST Revenue(A.1+A.2)						
CGST	30,443	32,836		2,76,708	3,04,350	
SGST	37,935	40,499		3,46,938	3,77,911	
IGST	84,255	91,221		7,66,195	8,37,536	
CESS	12,249	12,301		1,07,480	1,13,770	
Total Gross GST Revenue	1,64,882	1,76,857	7.3%	14,97,322	16,33,567	9.1%
B.1. Domestic Refunds						
CGST	2,082	2,907		22,536	24,650	
SGST	2,550	3,653		27,766	31,126	
IGST	4,070	4,866		40,917	40,576	
CESS	132	143		1,595	2,235	
Refund - Domestic	8,834	11,570	31.0%	92,814	98,586	6.2%
B.2. Export GST Refunds through ICEGATE						
IGST	6,592	10,766		72,159	88,628	
CESS	47	154		1,243	1,369	
Refund - Imports	6,639	10,921	64.5%	73,402	89,998	22.6%
B.3. Total Refund (B.1+B.2)						
CGST	2,082	2,907		22,536	24,650	
SGST	2,550	3,653		27,766	31,126	
IGST	10,662	15,632		1,13,076	1,29,204	
CESS	180	297		2,838	3,605	
Total Refund	15,473	22,490	45.3%	1,66,217	1,88,583	13.5%
C.1 Net Revenue Domestic (A.1 - B.1)						
CGST	28,361	29,930		2,54,172	2,79,700	
SGST	35,385	36,845		3,19,172	3,46,785	
IGST	38,652	42,917		3,60,706	4,09,264	
CESS	11,038	11,328		96,754	1,03,070	
Net Domestic Revenue	1,13,436	1,21,019	6.7%	10,30,804	11,38,820	10.5%
C.2 Net Revenue Customs (GST) (A.2 - B.2)						
IGST	34,942	32,671		2,92,413	2,99,069	
CESS	1,032	676		7,889	7,095	
Net Customs Revenue	35,973	33,347	-7.3%	3,00,302	3,06,164	2.0%
C.3 Net Revenue (C.1+C.2))						
CGST	28,361	29,930		2,54,172	2,79,700	
SGST	35,385	36,845		3,19,172	3,46,785	
IGST	73,593	75,588		6,53,119	7,08,333	
CESS	12,069	12,003		1,04,643	1,10,166	
Total Net GST Revenue	1,49,409	1,54,366	3.3%	13,31,105	14,44,984	8.6%

Source: PHD Research Bureau, Compiled from Ministry of Finance

4. Ministry of Finance, Government of India releases Quarterly Report on Public Debt Management, July-September, 2024

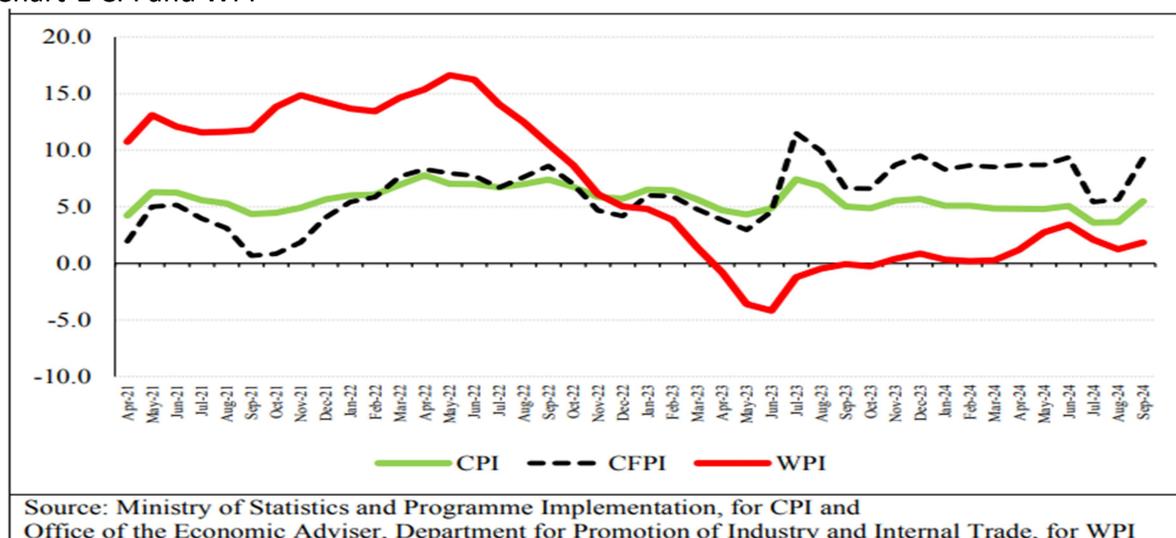
Since April-June (Q1) 2010-11, the Public Debt Management Cell (PDMC), Budget Division, Department of Economic Affairs (DEA), Ministry of Finance (MoF) has been bringing out a quarterly report on public debt management on a regular basis. This report pertains to the Q2 of the fiscal year 2023-24, viz., July-September FY 2023-24.

India's real GDP grew by 5.4% in Q2: FY2024-25. The private final consumption registered a robust growth of 6% in Q2: FY 2024-25 which not only exceeds the overall GDP growth rate but also represents a substantial increase from the 2.6% growth seen in Q2: FY2023-24. Government consumption during Q2: FY 2024-25 showed some signs of recovery, rising from the previous quarter.

India's industrial production, as measured by the Index of Industrial Production (IIP), grew by 3.1% year-on-year in September 2024. The year-on-year growth in September 2024, reflects broad-based growth with all the use-based segments witnessing growth in September 2024. Sectoral wise data reflects that the manufacturing sector grew by 3.9% in September, while the mining and electricity industries experienced annual increases of 0.2% and 0.5% , respectively.

Retail inflation measured by Headline Consumer Price Index (CPI) was 5.5% (year-on-year basis) in September 2024 relative to 5.1% in June 2024. The uptick in inflation was primarily on the back of a positive momentum and an unfavourable base effect. In September 2024, the deflation for fuel and light narrowed to (-)1.3% from (-)3.6% in June 2024. This was driven by rising prices for electricity, firewood, and chips, along with a reduced deflation rate in LPG prices. On the other hand, the Wholesale Price Index (WPI) registered a decline from 3.4% in June 2024 to 1.8% in September 2024.

Chart-1 CPI and WPI



Source: PHD Research Bureau, PHD Chamber, compiled from the Ministry of Finance.

As per provisional estimates of the Controller General of Accounts (CGA), the Central Government gross fiscal deficit as of end September 2024 stood at ₹4.75 lakh crore, which is 29.4% of the full year fiscal deficit target for FY 2024-25. In comparison, the fiscal deficit during the corresponding period last year was around 39.3% . Revenue deficit was at ₹0.74 lakh crore or 12% of the budget estimate (BE).

Fiscal Outcome for FY 2024-25

(Amount in ₹ crore)

Items	Budget Estimates 2024-25	Actuals upto September 2024	Percentage of Actual to Budget Estimates	
			Current	2023-24 (COPPY)**
Revenue Receipts	3129200	1622373	51.8%	53.1%
Tax Revenue (Net)	2583499	1265159	49.0%	49.8%
Non-Tax Revenue	545701	357214	65.5%	78.5%
Non-Debt Capital Receipts	78000	14601	18.7%	24.0%
Total Expenditure	4820512	2111494	43.8%	47.1%
Revenue Expenditure	3709401	1696528	45.70%	46.50%
Capital Expenditure	1111111	414966	37.3%	49.0%
Revenue Deficit	580201	74155	12.8%	26.6%
Primary Deficit	450372	-40490	-9.0%	30.8%
Fiscal Deficit	1613312	474520	29.4%	39.3%
Note- COPPY: Corresponding Period of the Previous Year. Figures are provisional.				

Source: PHD Research Bureau, PHD Chamber, compiled from Ministry of Finance

Gross and net market borrowings have been budgeted at ₹14,01,000 crore and ₹11,63,182 crore respectively for FY 2024-25. Actual gross and net market borrowing during Q2: FY 2024-25 & Q2: FY 2023-24.

Issuance of Dated Securities

(Amount in ₹ crore)

Item	2024-25 BE	Q2 2024-25	2023-24 RE	Q2 2023-24	Q2 As % of	
					2024-25 BE	2023-24 RE
Gross Amount	1401000	398697	1543000	480000	28.5%	31.1%
Repayments	237818	60945	362544	0	25.6%	0.0%
Switches:						
Borrowing	150000	68874	100000	24215	45.9%	24.2%
Repayment	150000	69295	100000	24726	46.2%	24.7%
Net	0	-421	0	-511		
Buyback	0	0	0	0		
Net Issuance	1163182	337331	1180456	479489	29.0%	40.6%

Note: Repayment of 2024-25 BE includes buyback of ₹ 30,248 crores.

Repayment is net of recovery from GST Compensation Fund for both 2023-24 RE and 2024-25 BE.

Source: PHD Research Bureau, PHD Chamber, compiled from Ministry of Finance

Total gross liabilities of the Government, as per provisional data, increased marginally to ₹ 1,76,09,130 at end September 2024 relative to ₹1,72,72,657 crore at end-June . Public debt accounted for 90.6% of total gross liabilities during the quarter.

Total Liabilities of Central Government

(Amount in Rs crore)

Components	End Sep 2024- Provisional	End June 2024- Provisional	Variation September 2024 over June 2024 (%)
A. Public Debt (A1+A2)	15945950	15665905	1.8
A1. Internal Debt (a+b)	15106190	14869261	1.6
a. Marketable Securities (i+ii)	11557006	11330625	2.0
(i) Dated Securities	10809763	10472432	3.2
(ii) Treasury Bills	747243	858193	-12.9
(iii) Cash Management Bills	-	-	-
b. Non-marketable Securities (i to vii)	3549184	3538636	0.3
(i) 14 Day Intermediate T-Bills	150976	218709	-31.0
(ii) Compensation & Other Bonds S	142237	144558	-1.6
(iii) Securities issued to Intl. Fin. Institutions	110620	107958	2.5
(iv) Securities against small savings	2833510	2755569	2.8
(v) Special Sec. against POLIF	20894	20894	0.0
(vi) Special Securities issued to PSB/ EXIM Bank/ IDBI Bank/ IIFCL	290948	290948	-
(vii) Ways & Means Advances	0	0	-
A2. External Debt (Current Rate of Exchange - CR)	839760	796644	5.4
B. Public Account - Other Liabilities (a to d)	1828787	1764363	3.7
(a) National Small Savings Fund	444929	466176	-4.6
(b) State Provident Fund	263175	265452	-0.9
(c) Other Accounts	382535	373594	2.4
(d) Reserve Funds and Deposit (i+ii)	738148	659140	12.0
(i) Bearing Interest	268029	266031	0.8
(ii) Not bearing interest	470120	393110	19.6
C. Pakistan pre-partition debt (approx)	300	300	-
D. Total (net) Liabilities as reported in the Union Budget (A1+B-C+E)	17528673	17206742	1.9
E. External Debt -Historical Rate of Exchange (HR)	593996	573418	3.6
F. Extra-Budgetary Resources (EBRs)	137869	137869	0.0

Source: PHD Research Bureau, PHD Chamber, compiled from Ministry of Finance

Please contact us for any query related to this mail, Dr. Mansi Vinaik, Deputy Secretary, at mansi.vinaik@phdcci.in, Ms Reema Jain, Research Officer at reema.jain@phdcci.in, Ms.Mansi Nautiyal, Research Associate at mansi.nautiyal@phdcci.in and Ms. Nishika Chauhan, Research Associate at nishika.chauhan@phdcci.in, with a cc to Dr. S P Sharma, Chief Economist | DSG at spharma@phdcci.in , PHD Chamber of Commerce & Industry.



Warm regards,

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