



# **Analysis on Recent Economic Developments - July 2025**

**PHDCCI Research Bureau**

# **Analysis on Wholesale Price Inflation (WPI)**

## **- July 2025**

# Wholesale Price Inflation Index and Rate of Inflation (%)

All Commodities\ Major Groups	April -25 (F)*		May-25 (P)*		June-25 (P)*	
	Index	Inflation (%)	Index	Inflation (%)	Index	Inflation (%)
All Commodities	154.2	0.85	154.1	0.39	153.8	-0.13
Primary Articles	185.4	-0.91	184.3	-2.02	185.8	-3.38
Fuel & Power	145.7	-3.76	146.7	-2.27	143.0	-2.65
Manufactured Products	144.9	2.62	144.9	2.04	144.8	1.97
Food Index	190.7	3.30	189.5	1.72	190.2	-0.26

## Source:

Ministry of Commerce and Industry, GoI ([https://eaindustry.nic.in/pdf\\_files/cmonthly.pdf](https://eaindustry.nic.in/pdf_files/cmonthly.pdf))

## Notes:

(P)Provisional Figures; (F) Final Figures

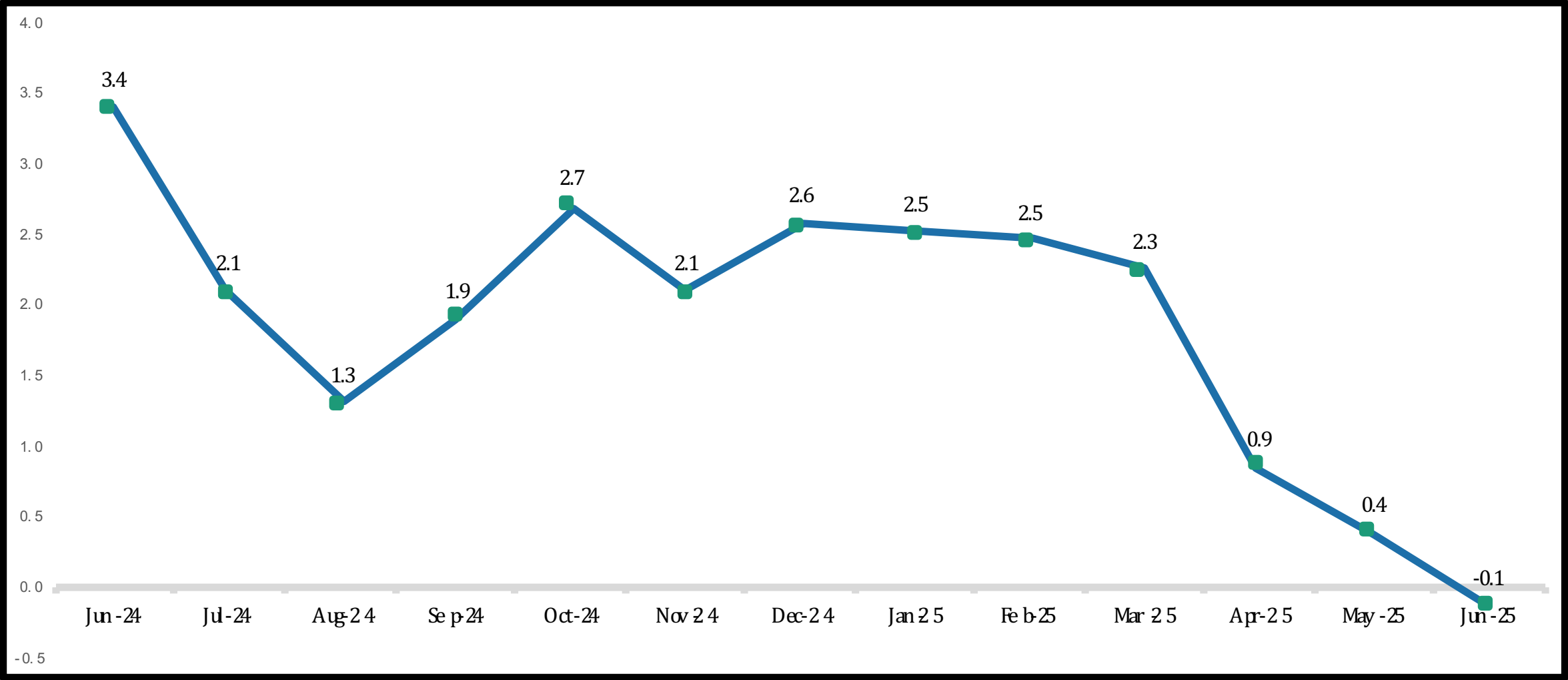
\*Annual rate of WPI inflation calculated over the corresponding month of previous year

The annual rate of inflation based on All India Wholesale Price Index (WPI) number is (-) 0.13% (provisional) for the month of June, 2025 (over June, 2024).

The month over month change in WPI for the month of June, 2025 stood at (-) 0.19% as compared to May, 2025.

Negative rate of inflation in June, 2025 is primarily due to decrease in prices of food articles, mineral oils, manufacture of basic metals, crude petroleum & natural gas etc.

# Trend of Wholesale Price Inflation(June 2024 to June 2025) (%)



**Source:** Ministry of Commerce and Industry, , GoI ([https://eaindustry.nic.in/pdf\\_files/cmonthly.pdf](https://eaindustry.nic.in/pdf_files/cmonthly.pdf))

**Notes:** Provisional Figures for month of May and June 2025  
Figures have been rounded off to one decimal for pictoral purpose only

# WPI inflation in Select Commodities (Base year: 2011-12)

S. No.	Commodity	WPI Inflation Y-o-Y % growth			
		Apr-25	May-25*	June-25*	Change in June 2025 as Compared to Previous Month
1	All Commodities	0.85	0.39	-0.13	↓
2	Primary Articles	-0.91	-2.02	-3.38	↓
2.1	Food Articles	0.30	-1.56	-3.75	↓
2.1.1	Cereals	3.86	2.56	1.44	↓
2.1.2	Pulses	-5.57	-10.41	-14.09	↓
2.1.3	Vegetables	-17.16	-21.62	-22.65	↓
2.2	Non-food Articles	1.52	1.53	2.29	↑
3	Fuel & Power	-3.76	-2.27	-2.65	↓
3.1	LPG	-0.41	0.25	2.68	↑
3.2	Petrol	-7.70	-8.49	-6.57	↑
4	Manufactured Products	2.62	2.04	1.97	↓

**Source:** Ministry of Commerce and Industry, GoI ([https://eaindustry.nic.in/pdf\\_files/cmonthly.pdf](https://eaindustry.nic.in/pdf_files/cmonthly.pdf))

**Notes:** Provisional Figures for month of April and May 2025

# Analysis



The persistent decline in Wholesale Price Index (WPI) inflation since December 2024 is a positive sign for higher economic growth in India

WPI inflation has softened to (-)0.13% in June 2025 from 2.57% in December 2024, fostering optimistic business sentiment. This trend is expected to reduce operational costs for companies, boost domestic demand, and support economic growth

The fall in prices of primary articles from (-)2.02% in May 2025 to (-)3.38% in June 2025, fuel and power from (-)2.27% in May 2025 to (-)2.65% in June 2025, and manufactured products from 2.04% in May 2025 to 1.97% in June 2025 has contributed to the decline in WPI

Food inflation has eased from 5.83% in January 2025 to (-)3.75% in June 2025, driven by falling prices of cereals, vegetables, pulses, fruits, eggs, meat & fish, and milk

Looking ahead, considering the rise in domestic demand, expectations of a normal monsoon, and strong overall economic activity in the country, we anticipate WPI inflation to remain moderate in the coming months despite ongoing geopolitical uncertainties

# **Analysis on Consumer Price Inflation (CPI)**

## **- July 2025**

# Consumer Price Index – July 2025



**All India sequential inflation rates (%) based on CPI (General) and CFPI: June 2025 over May 2025**

		May 2025 (Final)			June 2025 (Provisional)		
		Rural	Urban	Combd.	Rural	Urban	Combd.
Inflation	CPI (General)	2.59	3.12	2.82	1.72	2.56	2.10
	CFPI	0.95	1.01	0.99	-0.92	-1.22	-1.06



# Consumer Price Index – July 2025



## All India year-on-year inflation rates (%) based on CPI (General) and CFPI: June 2025 over June 2024

		June 2025 (Provisional)			June 2024		
		Rural	Urban	Combd.	Rural	Urban	Combd.
Inflation	CPI (General)	1.72	2.56	2.10	5.66	4.39	5.08
	CFPI	-0.92	-1.22	-1.06	9.15	9.60	9.36

Source: Ministry of Statistics and Programme Implementation, GoI ([www.mospi.gov.in/sites/default/files/press\\_release/CPI\\_PR\\_14Jun25.pdf](http://www.mospi.gov.in/sites/default/files/press_release/CPI_PR_14Jun25.pdf))

# Consumer Price Index – July 2025



India Consumer Price Indices and year-on-year Inflation rates (%) for June 2025 (Provisional)			
Category	Rural	Urban	Combined
Food and Beverages	-0.36	-0.05	-0.20
Pan, tobacco and intoxicants	2.38	2.45	2.41
Clothing and Footwear	2.39	2.86	2.55
Housing	-	3.24	3.24
Fuel and Light	1.99	3.54	2.55
Miscellaneous	5.58	5.34	5.49
<b>General Index (All Groups)</b>	<b>1.72</b>	<b>2.56</b>	<b>2.10</b>
<b>Consumer Food Price Index</b>	<b>-0.92</b>	<b>-1.22</b>	<b>-1.06</b>

Source: Ministry of Statistics and Programme Implementation, GoI ([www.mospi.gov.in/sites/default/files/press\\_release/CPI\\_PR\\_14Jun25.pdf](http://www.mospi.gov.in/sites/default/files/press_release/CPI_PR_14Jun25.pdf))

# Analysis



Year-on-year CPI inflation for June 2025 has softened to 2.10%, marking lowest year-on-year inflation recorded since January 2019, providing a substantial boost to households, businesses, and India's growth

The CPI inflation is following a continuously easing trajectory, from 6.2% in October 2024 to 5.4% in November 2024, to 5.2% in December 2024, 4.26% in January 2025, 2.82% in May 2025 and now 2.10% in June 2025, posing a decline of 72 basis points in headline inflation of June, 2025 in comparison to May, 2025

The significant decline in headline inflation and food inflation during the month of June, 2025, is mainly attributed to decline in inflation of Vegetables, Pulses and Products, Meat and Fish, Cereals and products, Sugar and confectionery, Milk and products and Spices

Moving ahead, assuming a normal monsoon, CPI inflation is expected to remain well within the RBI's target band

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*Thank You*