



PHDCCI Analysis of Recent Macroeconomic Developments– August 2025

PHDCCI Research Bureau

Reserve Bank of India's Monetary Policy Committee Announcement



Policy Summary and Impact Analysis

S.No	Announcement	Previous Rate (%)	Previous Rate (%)	New Rate (%)	PHDCCI Impact Analysis
1.	Repo rate	6	5.5	5.5	Status quo in repo rate and the linked policy rates will provide a cushion to Indian economy from continuing tariff volatilities, while at the same time boost economic growth.
2.	Standing Deposit facility (SDF) rate under liquidity adjustment facility (LAF)	5.75	5.25	5.25	
3.	Marginal Standing Facility (MSF) rate	6.25	5.75	5.75	
4.	Bank rate	6.25	5.75	5.75	
5.	Policy Stance	Accommodating	Neutral	Neutral	
6.	Cash Reserve Ratio	4	4	4	

Source: Governor’s Statement: August 6, 2025 <https://rbidocs.rbi.org.in/rdocs/PressRelease/PDFs/PR8429E6D026EE7CE433D9D877AAC842A8166.PDF>

Macroeconomic Projections and Economic Outlook

S.No	Macroeconomic Indicator	2025-26 (%)
1.	Real GDP	FY2026: 6.5 Q1 at 6.5 Q2 at 6.7 Q3 at 6.6 Q4 at 6.3
2.	CPI inflation	FY2026 : 3.1 Q2 at 2.1 Q3 at 3.1 Q4 at 4.4

- The real GDP growth for 2025-26 is projected at 6.5 per cent, with Q1 at 6.5 per cent, Q2 at 6.7 per cent, Q3 at 6.6 per cent, and Q4 at 6.3 per cent.
- Real GDP growth for Q1:2026-27 is projected at 6.6 per cent.
- CPI inflation for 2025-26 is now projected at 3.1 per cent with Q2 at 2.1 per cent; Q3 at 3.1 per cent; and Q4 at 4.4 per cent.
- CPI inflation for Q1:2026-27 is projected at 4.9 per cent. The risks are evenly balanced.
- Robust services exports coupled with strong remittance receipts are expected to keep CAD within the sustainable level during the current financial year.
- Fixed investment supported by buoyant government capex continues to support economic activity.
- Domestic growth is holding up and is broadly evolving along the lines of our assessment even though some high-frequency indicators showed mixed signals in May-June. Rural consumption remains resilient while urban consumption revival, especially discretionary spending, is tepid.

Analysis



RBI maintains status quo on policy repo rate at 5.5%, driven by strong economic fundamentals, softening inflation, robust domestic demand and government capex

We appreciate the RBI MPC decision to maintain the status quo on the policy repo rate at 5.5%. This will boost India's growth despite tariff related volatilities

This RBI decision will maintain the standing deposit facility (SDF) rate at 5.25%, and the marginal standing facility (MSF) rate and the Bank Rate at 5.75%

The MPC has decided to maintain the neutral monetary policy stance is driven by strong domestic economic conditions. Real GDP growth for FY 2025-26 is projected at 6.5%, and CPI inflation at 3.1%

Going forward, India will continue to grow resiliently and robustly, supported by strong macroeconomic fundamentals and price, financial and political stability

Analysis on GST Collections for July 2025

Gross GST revenue grows at 7.5 % Y-O-Y, to over Rs 1.95 lakh crore in July 2025



The gross Goods and Services Tax (GST) revenue for the month of July 2025 stood at ₹1.95 lakh crore. This represents a 7.5% year-on-year growth.

After accounting for refunds, the net GST revenue for July 2025 stands at ₹1.65 lakh crore, reflecting a growth of 1.7% compared to the same period last year.

The gross GST collections in FY 2025-26 till July 2025 stood at ₹8.18 lakh crore. This represents a over 10.7% increase on year-on-year basis.

After accounting for refunds, the net GST revenue for FY 2025-26 till July 2025 stands at ₹7.11 lakh crore, reflecting a growth of 8.4% compared to the same period last year.

The government collected gross Central Goods and Services Tax (CGST) of ₹35,470 crore; State Goods and Services Tax (SGST) of ₹44,059 crore; Integrated Goods and Services Tax (IGST) of ₹1,03,536 crore, and Cess of ₹12,670 crore, in the month of July 2025.

Source:
Goods and Services Tax , Government of India

Gross GST revenue grows at 7.5 % Y-O-Y, to over Rs 1.95 lakh crore in July 2025



GST Gross and Net Collections as on 31/07/2025 (Amount in crores)						
GST Collections	Monthly			Yearly		
	Jul-24	Jul-25	% Growth	Jul-24	Jul-25	% Growth
A	B	C	D = C/B-1	E	F	G = F/E-1
A.1. Domestic						
CGST	32,386	35,470		1,41,268	1,54,095	
SGST	40,289	44,059		1,74,808	1,90,601	
IGST	49,437	51,910		2,06,406	2,28,861	
CESS	11,923	11,584		47,571	47,960	
Gross Domestic Revenue	1,34,036	1,43,023	6.7%	5,70,052	6,21,517	9.0%
A.2. Imports						
IGST	47,009	51,626		1,64,756	1,92,050	
CESS	1,030	1,086		4,086	4,532	
Gross Import Revenue	48,039	52,712	9.7%	1,68,841	1,96,581	16.4%
A.3. Gross GST Revenue(A.1+A.2)						
CGST	32,386	35,470		1,41,268	1,54,095	
SGST	40,289	44,059		1,74,808	1,90,601	
IGST	96,447	1,03,536		3,71,161	4,20,911	
CESS	12,953	12,670		51,657	52,491	
Total Gross GST Revenue	1,82,075	1,95,735	7.5%	7,38,894	8,18,099	10.7%
B.1. Domestic Refunds						
CGST	1,970	3,317		10,669	13,962	
SGST	2,445	4,542		13,479	17,630	
IGST	3,228	8,647		16,649	28,070	
CESS	161	478		937	1,446	
Refund - Domestic	7,805	16,983	117.6%	41,734	61,108	46.4%
B.2. Export GST Refunds through ICEGATE						
IGST	8,335	10,014		40,584	45,213	
CESS	135	150		602	650	
Refund - Imports	8,470	10,164	20.0%	41,186	45,863	11.4%
B.3. Total Refund (B.1+B.2)						
CGST	1,970	3,317		10,669	13,962	
SGST	2,445	4,542		13,479	17,630	
IGST	11,564	18,661		57,232	73,283	
CESS	296	627		1,539	2,096	
Total Refund	16,275	27,147	66.8%	82,920	1,06,971	29.0%

Source:
Goods and Services Tax, Government of India

Net GST collections grows at 1.7% to Rs 1.68 lakh crore in July 2025



GST Gross and Net Collections as on 31/07/2025 (Amount in crores)						
	Monthly			Yearly		
GST Collections	Jul-24	Jul-25	% Growth	Jul-24	Jul-25	% Growth
A	B	C	D = C/B-1	E	F	G = F/E-1
C.1 Net Revenue Domestic (A.1 - B.1)						
CGST	30,416	32,153		1,30,599	1,40,133	
SGST	37,844	39,517		1,61,328	1,72,971	
IGST	46,209	43,264		1,89,757	2,00,792	
CESS	11,762	11,106		46,634	46,513	
Net Domestic Revenue	1,26,231	1,26,040	-0.2%	5,28,318	5,60,409	6.1%
C.2 Net Revenue Customs (GST) (A.2 - B.2)						
IGST	38,674	41,612		1,24,172	1,46,837	
CESS	895	937		3,484	3,882	
Net Customs Revenue	39,569	42,548	7.5%	1,27,656	1,50,719	18.1%
C.3 Net Revenue (C.1+C.2))						
CGST	30,416	32,153		1,30,599	1,40,133	
SGST	37,844	39,517		1,61,328	1,72,971	
IGST	84,883	84,875		3,13,929	3,47,629	
CESS	12,657	12,043		50,118	50,395	
Total Net GST Revenue	1,65,800	1,68,588	1.7%	6,55,974	7,11,128	8.4%

Source:
Goods and Services Tax , Government of India

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Thank You