PROGRESS • HARMONY • DEVELOPMENT

PHD

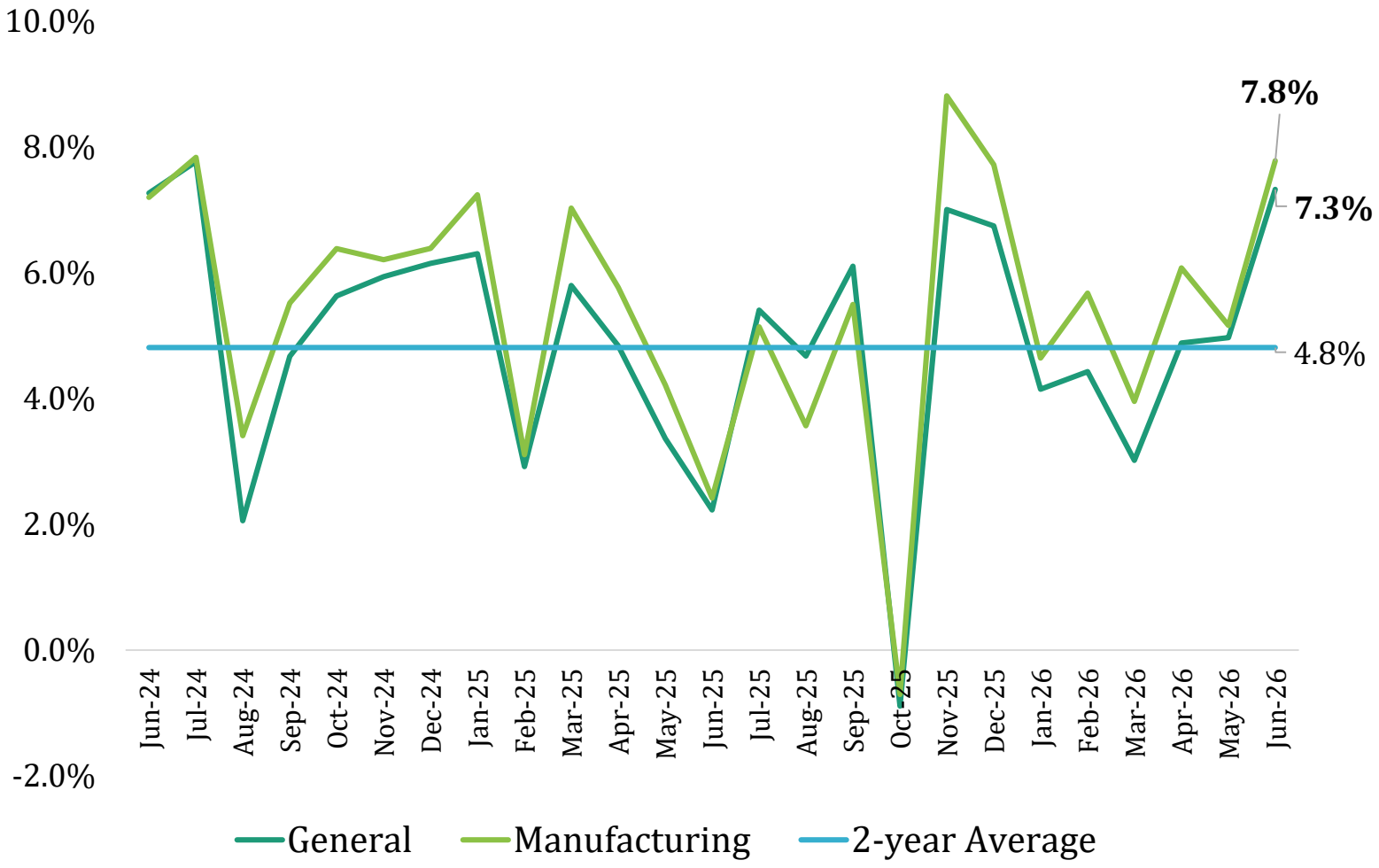
CHAMBER OF COMMERCE AND INDUSTRY

ESTD. 1905

PHDCCI Analysis on Index of Industrial Production: June 2026

PHDCCI Research Bureau

Index of Industrial Production (Y-o-Y) – Trend Analysis



- Index of Industrial Production (IIP) recorded a growth of 7.3% in June 2026, as the quick estimate of index increases from 114.7 in June 2025 to 123.1 in June 2026.
- The growth is primarily driven by sustained growth in the Manufacturing sector (7.8%) and Electricity & Gas Supply sector (10.6%).
- Mining & Quarrying and Water Supply, Sewerage & Waste Management sectors grew by 1.0 percent and 6.1 percent respectively in the month of June 2026.
- Growth of 7.3% in June 2026 as compared to 5.1% in May 2026, on a higher base, reflects sustained growth momentum in India's industrial activity.

Source: Ministry of Statistics and Programme Implementation, MoSPI

Drivers of Growth (Y-o-Y) in IIP

Weights	Sector	Description	May 2026	June 2026
76.062	**Manufacturing**		**5.2%**	**7.8%**
5.679		**Manufacture of food products**	**5.2%**	**10.8%**
1.113		Manufacture of beverages	5.6%	12.5%
3.275		Manufacture of textiles	13.2%	13.7%
0.607		Manufacture of leather and related products	-5.6%	7.4%
3.384		Manufacture of rubber and plastics products	4.3%	6.8%
3.519		Manufacture of other non-metallic mineral products	5.8%	12.9%
3.175		**Manufacture of electrical equipment**	**21.7%**	**34.0%**
6.417		**Manufacture of motor vehicles, trailers and semi-trailers**	**15.3%**	**17.5%**
2.089		Manufacture of other transport equipment	9.6%	11.9%
0.283		Manufacture of furniture	5.8%	11.1%
1.509		Other manufacturing	7.4%	11.7%

- Within the Manufacturing sector, the major contributors to growth are Manufacture of electrical equipment (34.0%), Manufacture of motor vehicles, trailers and semi-trailers (17.5%), and Manufacture of food products (10.8%).
- For the industry group Manufacture of electrical equipment, Electrical Apparatus for Electrical Circuits and Parts Thereof, UPS and Solid-State Drives, and End-Face Connectors for Optical Fibres and Cables are the major contributors to growth.
- The item groups Auto Components, Spares and Accessories, Passenger Cars, and Commercial Vehicles are primary drivers of growth in the industry group Manufacture of motor vehicles, trailers and semi-trailers.
- The growth in Manufacture of food products is primarily driven by growth in the item groups - Tea, Rice (Other Than Basmati), and Starch, All Types.

Drivers of Growth (Y-o-Y) in IIP

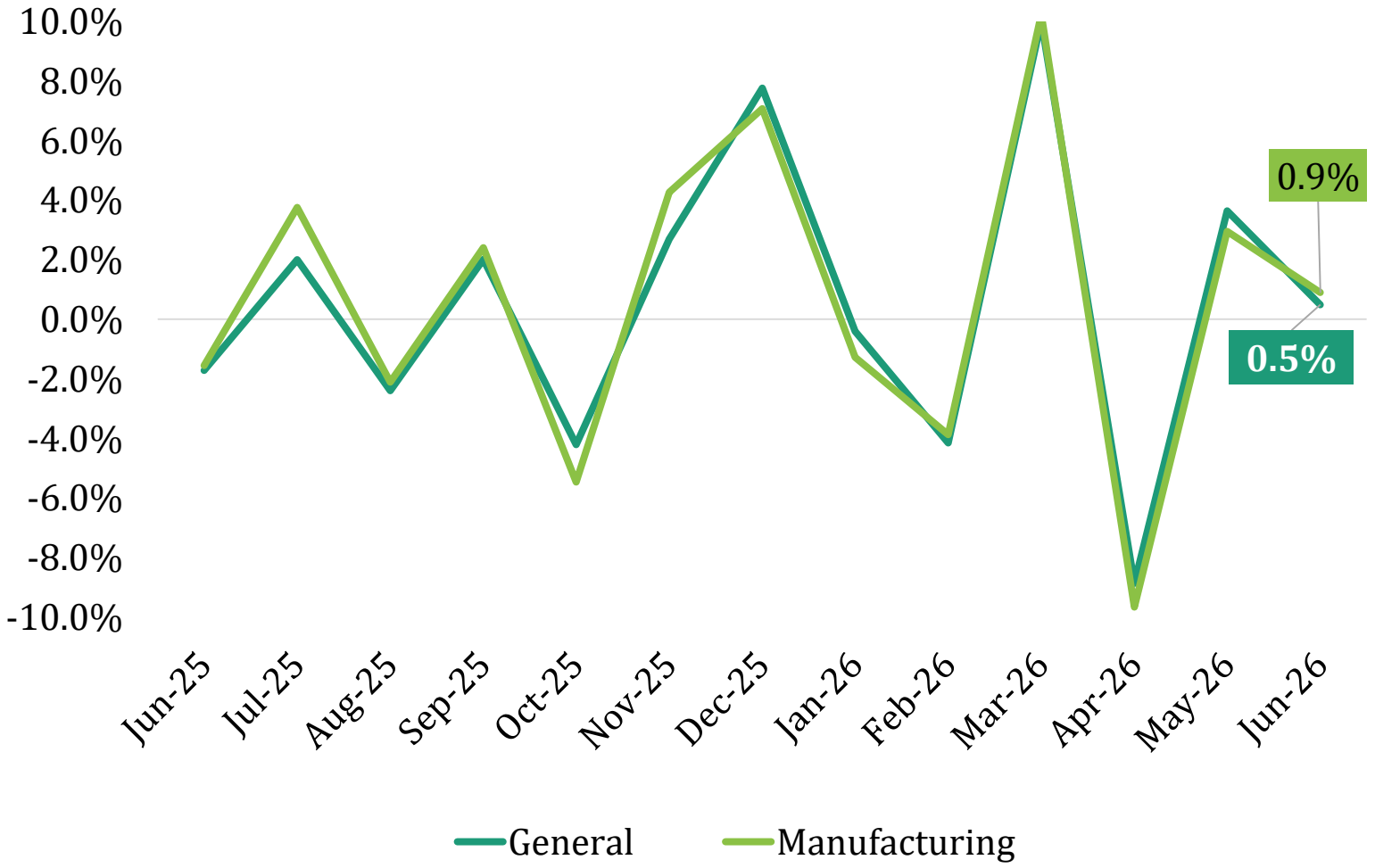
Weights	Sector	Description	May 2026	June 2026
11.053	**Mining & Quarrying**		**-1.4%**	**1.0%**
1.995		Metallic Minerals incl. Rare Earth Mineral	18.3%	38.9%
10.865	**Electricity & Gas Supply**		**10.3%**	**10.6%**
7.839		Non-Renewable Electricity	8.8%	13.0%
10.171		Electricity	11.1%	11.4%
2.02	**Water Supply, Sewerage & Waste Management**		**5.5%**	**6.1%**
1.059		Water Supply	4.3%	4.5%
0.961		Sewerage & Waste Management	6.9%	8.3%

- Electricity and Gas supply sector, witnessing growth of 10.6% in June 2026 is supported by growth in Electricity, majorly non-renewable electricity.
- For the Mining and Quarrying sector, the industry group Metallic minerals including rare earth materials is the primary contributor to growth as it records a strong growth of 38.9% in June 2026.
- Both the industry groups, Water Supply and Sewerage & Waste Management recorded positive sustained growth in the Water Supply, Sewerage & Waste Management sector.

Note: The figures for June 2026 are provisional.

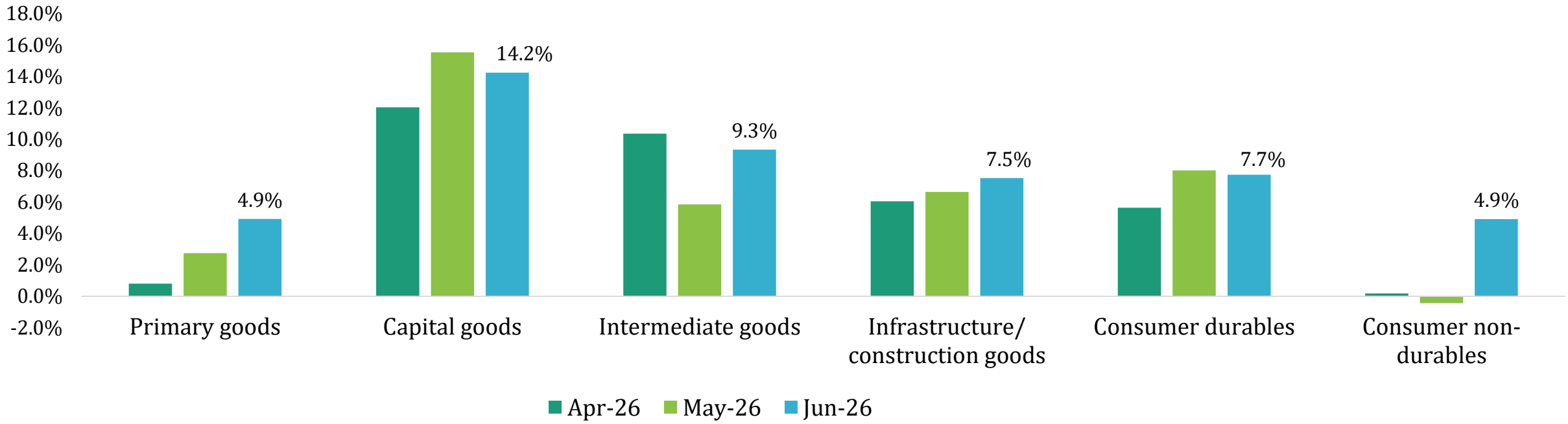
Index of Industrial Production (M-o-M) Growth momentum shows mild acceleration

- On a month-on-month basis, the General Index of Industrial Production (IIP) recorded moderate growth of 0.5% in June 2026 as compared to 3.6% in May 2026.
- The major driver of the IIP, manufacturing sector also grew moderately in June 2026 (0.9%) as compared to May 2026 (2.9%).
- The growth momentum for general IIP shows mild acceleration.



Source: Ministry of Statistics and Programme Implementation, MoSPI

IIP for Use-Based Classification



- As per use-based classification, the top three contributors to the growth of IIP are Intermediate goods, Primary goods, and Capital goods.
- Primary goods, recording the growth of 4.9% in June 2026 on y-o-y basis, have shown consistent growth over the last quarter.
- Intermediate goods, being the second highest weighted category, recorded robust growth of 9.3% and Capital goods witnessed growth of 14.2% in June 2026, indicating robust investment activity and accelerated demand for industrial inputs.
- Consumer durables and consumer non-durables grew by 7.7% and 4.9% respectively.
- Growth across the used-based categories of IIP suggests broad-based expansion.

Source: Ministry of Statistics and Programme Implementation, MoSPI

PROGRESS • HARMONY • DEVELOPMENT
PHD
CHAMBER OF COMMERCE AND INDUSTRY
ESTD. 1905

Research Team

Mr. Sanat Kumar
Chief Economist, PHDCCI

Ms. Riyanshi Singh
Management Trainee, PHDCCI

PROGRESS • HARMONY • DEVELOPMENT

PHD

CHAMBER OF COMMERCE AND INDUSTRY

ESTD. 1905

Thank You