Economic Intelligence Cell

- Surabhi Tewari, Economist

Macro Insights

12th June 2023

Highlights:

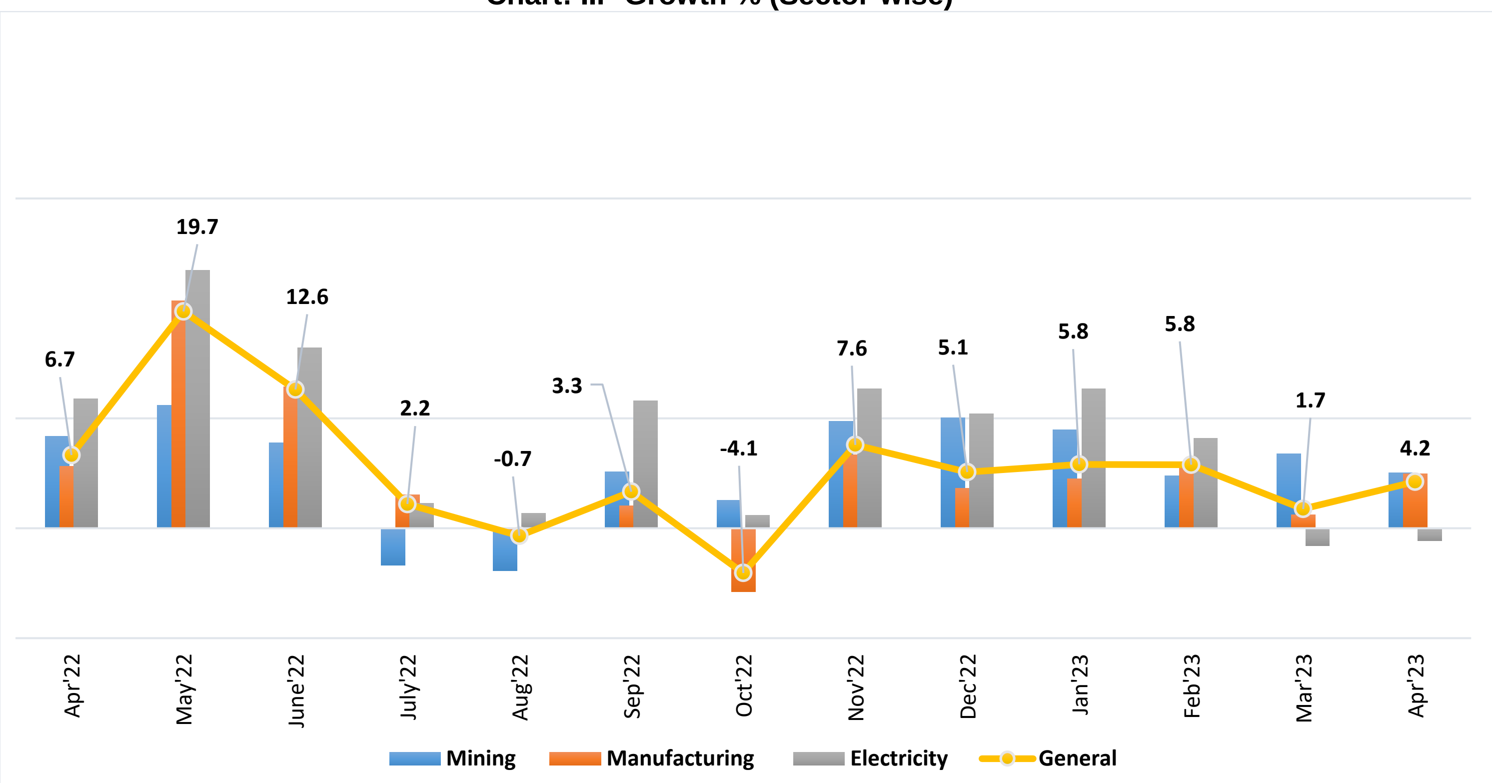
- *The growth in electricity showed a negative growth on YoY basis once again whereas manufacturing showed an increase of 4.9 per cent.*
- *Mining Sector slowed down during April 2023 to 5.1 per cent.*
- *Amongst Used Based: Consumer durables registered the negative growth while others use based showed the positive growth.*
- *Highest growth has been observed in Infra/Construction Goods, followed by Capital Goods*

IIP growth rises to 4.2% in April

India's Industrial production shows an uptick in April from 1.7% in Mar'23

++++++

Chart: IIP Growth % (Sector-wise)



Note: General implies overall IIP

Table: IIP growth % (Sector-wise)

Component	Weight	Apr'22	Apr'23
Mining	14.37%	8.4	5.1
Manufacturing	77.63%	5.6	4.9
Electricity	7.99%	11.8	-1.1
IIP Index -General	**100%**	**6.7**	**4.2**

Table: IIP growth % (Usage-wise)

Component	Weight	Apr'22	Apr'23
Primary Goods	34.05%	10.3	1.9
Capital Goods	8.22%	12.0	6.2
Intermediate Goods	17.22%	7.1	0.8
Infra/Construction Goods	12.34%	4.0	12.8
Consumer Durables	12.84%	7.2	-3.5
Consumer Non- Durables	15.33%	-0.8	10.7

Views:

- Consistent growth observed in capital and infrastructure/construction delineates that there is uptick in investment cycle in the economy which is a good indicator of long term growth prospects.
- As rate hike scenario seems to be over now, we may see further pick up in the growth momentum.

For any feedback or valuable suggestions: *Reach us at* ***eicsmead@pnb.co.in***

Follow our Official Page

www.pnbindia.in