

Macro Insights

01 September 2022

GST revenue collected ₹1,43,612 in Aug'22 around 28% higher from Aug'21.

The gross GST revenue collected is **₹1,43,612 crore** in Aug'22 i.e., around 4% decreased than GST revenues from the last month and **28% higher** than the GST revenues in August 2021. This is the seventh time the monthly GST collection crossed ₹1.40 lakh crore mark since inception of GST and sixth month at a stretch since March 2022



28% higher than the GST revenues in Jul 2021

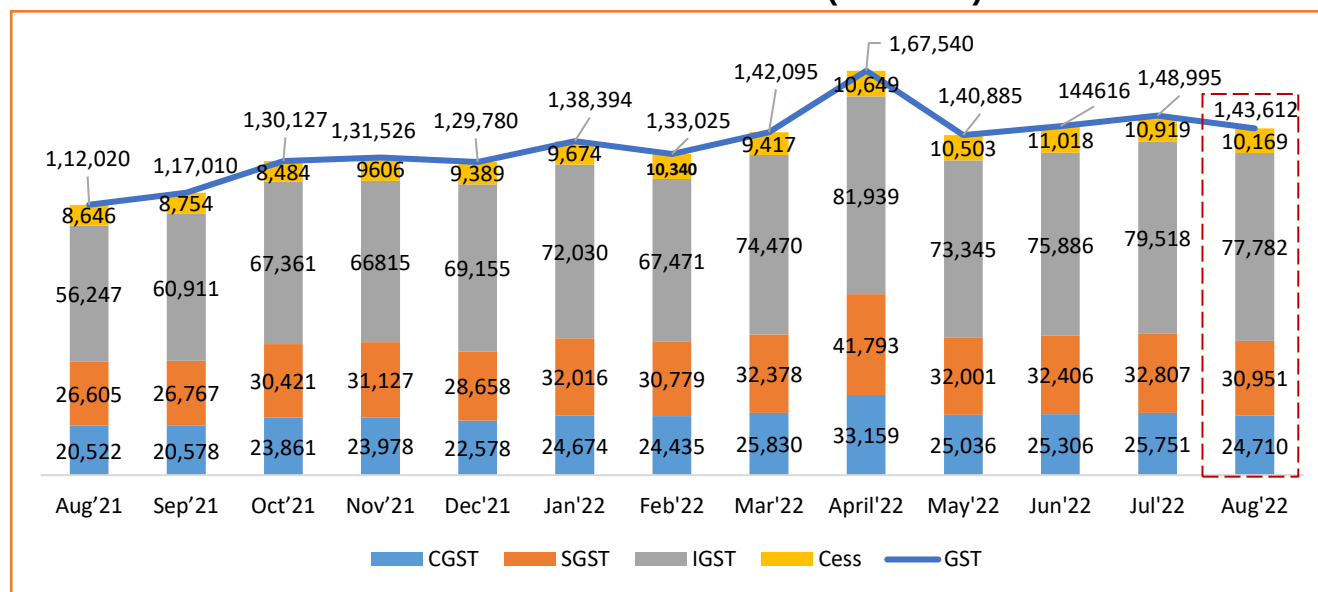


The average monthly gross GST collection for the first five months of FY'23 is 33% higher from the FY'22 for the same period



It is expected that the positive trend in the revenues will continue in the current month as a result of improved compliance.

Chart: Month wise GST Collection (Rs Crore)



- The average monthly gross GST collection for the first five months of FY 2022-23 has been ₹1.49 lakh crore which is 33% higher from the last financial year for the same period. During the month of July 2022, 7.6 crore e-way bills were generated, which was marginally higher than 7.4 crore in June 2022 and 19% higher than 6.4 crore in June 2021.
- Maharashtra has collected Rs. 15,175 crores in Aug'22 which was highest among all states and 24% higher from Aug'21. In addition, during the month, revenues from import of goods were 57% higher and the revenues from domestic transaction (including import of services) are 19% higher than the revenues from these sources during the same month last year.

Views:

The growth in GST revenue till August 2022 over the same period last year is 28% and displays a very high buoyancy. Coupled with economic recovery, anti-evasion activities and clear improvement in the compliance behavior taken by the tax administration, has resulted into improved collections. With these measures taken, compliance has become much easier and smoother. Further, strict enforcement action taken against errant taxpayers identified based on data analytics and artificial intelligence has also played a positive role in enhancing revenue.

Period	GST Collection Amt. (In Rs. Crs)	Growth (%)
Aug'21	1,12,020	28.20% ↑ (YoY)
Aug'22	1,43,612	
Mar'22 to May'22	4,50,520	-1.84% ↓ (Combined last 3 M)
Jun'22 to Aug'22	4,37,223	
Jul'22	1,48,995	3.03% ↑ (Month-on-Month)
Aug'22	1,43,612	

Way Forward

- ✓ GST collections reflect the continuing improvement in macroeconomic indicators and the economic recovery continues to gather pace, it also faces multiple risks, primarily due to external factors. On the positive side, recent RBI surveys indicated improving consumer sentiments which augurs well for consumption.
- ✓ It is expected that the positive trend in the revenues will continue in the the onset of the festival season, which is typically a large consumption driver.
- ✓ We expect GST collection to be in the range of ₹ 1.4 to ₹ 1.5 Lakh Crore for the next 3 to 5 Months

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