

Consumption/Demand (% YoY*)	FY24YT DA	FY23 Avg	Jan-24	Dec-23	Nov-23	Oct-23	Sep-23	Aug-23	Jul-23	Jun-23	May-23	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22
Personal Loans	26.7	18.8		28.5	30.1	29.7	30.4	30.8	31.7	20.9	19.2	19.4	21.0	20.4	20.4	20.4
Retail Payments	19.2	29.5		17.5	22.0	22.3	13.4	23.1	20.1	17.1	21.6	15.8	14.9	18.0	21.6	17.6
Consumer Sentiment Index(abs)	99.6	75.6	104.4	106.7	104.3	103.6	100.9	95.0	96.5	96.3	94.3	93.6	90.8	88.1	83.9	80.5
Rural Wage Growth	5.8	5.4		1.1	5.7	5.9	6.5	6.7	6.9	7.0	6.3	5.7	5.7	5.9	6.4	6.3
Non-Oil Imports	-2.7	17.8	2.4	3.4	-2.7	13.9	-11.6	3.2	-7.8	-9.9	-5.8	-12.5	0.1	-9.7	-8.1	-4.5
Passenger cars sales	8.8	43.7	14.4	4.2	3.3	16.4	1.6	12.2	3.5	3.9	14.7	14.0	5.5	10.5	17.5	15.2
POL Consumption	5.3	11.6	8.3	2.6	-1.1	4.8	8.0	8.1	3.1	5.2	12.6	1.4	8.7	6.6	4.3	3.4
Two wheelers	12.2	35.7	26.2	16.0	31.3	20.1	0.8	0.6	-7.2	1.7	17.4	15.1	7.7	7.6	3.8	2.9
Consumer Price Inflation	5.4	6.8	5.1	5.7	5.6	4.9	5.0	6.8	7.4	4.9	4.3	4.7	5.7	6.4	6.5	5.7
Core CPI (ex food and fuel)	4.6	6.2	3.6	3.9	4.1	4.3	4.6	4.8	5.0	5.2	5.2	5.4	6.0	6.2	6.2	6.2
Industry/Manufacturing (% YoY*)	FY24YT DA	FY23 Avg	Jan-24	Dec-23	Nov-23	Oct-23	Sep-23	Aug-23	Jul-23	Jun-23	May-23	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22
Credit To Industry	6.9	10.5		8.6	6.6	5.9	7.1	6.7	5.8	8.1	6.0	7.0	5.6	7.0	8.7	8.6
Cement Production	9.4	10.8		1.3	-4.0	17.4	4.7	19.7	6.9	9.9	16.0	12.3	-0.2	7.5	4.7	9.5
CV (Quarterly)	4.4	45.2		5.9			8.8			-1.5			6.5			11.9
Coal Production	12.8	16.9		10.6	10.9	18.4	16.0	17.9	15.0	9.7	7.2	9.1	11.7	9.0	13.6	12.2
Steel Production	13.5	8.6		5.9	9.4	10.7	14.8	16.4	14.9	21.3	11.9	16.6	12.1	12.4	14.3	12.4
Eight Core Industry	8.1	8.4		3.8	7.9	12.0	9.5	13.4	8.6	8.3	5.2	4.6	4.2	7.4	9.7	8.3
IIP Electricity	7.2	10.4		1.2	5.8	20.4	9.9	15.3	8.0	4.2	0.9	-1.1	-1.6	8.2	12.7	10.4
IIP Mining	8.8	5.7		5.1	7.0	13.1	11.5	12.3	10.7	7.6	6.4	5.1	6.8	4.8	9.0	10.1
IIP Manufacturing	5.7	5.3		3.9	1.2	10.2	5.1	10.0	5.3	3.5	6.3	5.5	1.5	5.9	4.5	3.6
IIP Capital Goods	7.3	15.1		3.2	-1.1	21.3	8.4	13.1	5.1	2.9	8.1	4.4	10.0	11.0	10.5	7.8
IIP Infrastructure/Construction	10.6	8.6		4.1	1.7	11.3	10.1	15.7	12.6	13.3	13.0	13.4	7.2	9.0	11.3	11.0
IIP consumer goods	3.7	1.3		3.0	-4.0	11.7	2.0	8.3	3.4	-2.5	5.9	6.0	-4.4	5.8	0.8	0.5
Capacity Utilisation (abs)	73.6	73.6								73.6			76.3			74.3
Manufacturing PMI (abs)	57.0	55.5	56.5	54.9	56.0	55.5	57.5	58.6	57.7	57.8	58.7	57.2	56.4	55.3	55.4	57.8
Wholesale Price Index(WPI)	-0.9	11.0	0.3	0.7	0.4	-0.3	-0.1	-0.5	-1.2	-4.2	-3.6	-0.8	1.4	3.9	4.8	5.0
Services (% YoY*)	FY24YT DA	FY23 Avg	Jan-24	Dec-23	Nov-23	Oct-23	Sep-23	Aug-23	Jul-23	Jun-23	May-23	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22
Services PMI (abs)	60.1	57.0	61.8	59.0	56.9	58.4	61.0	60.1	62.3	58.5	61.2	62.0	57.8	59.4	57.2	58.5
Credit to Services	23.8	17.6		22.9	25.4	23.6	25.1	24.7	23.1	26.7	21.4	21.6	19.7	20.7	21.5	19.4
Housing loans	29.5	15.6		35.6	37.0	36.9	37.3	37.7	37.4	15.0	14.6	14.3	15.2	15.0	15.4	16.4
Airport Passenger Traffic	18.4	133.4		9.9	10.7	11.9	19.4	23.2	25.8	20.5	19.0	25.5	27.0	64.4	101.0	23.1
Railway Freight Traffic	4.4	7.4	6.4	6.4	4.3	8.5	6.7	6.4	1.5	-1.9	1.9	3.5	3.8	3.6	3.8	3.0
E-toll collections (INR Bn)	52.1	44.4	55.6	58.6	53.0	55.4	50.9	51.8	49.8	40.0	54.4	51.5	50.7	46.8	48.1	49.4
Monetary (%)	FY24YT DA	FY23 Avg	Jan-24	Dec-23	Nov-23	Oct-23	Sep-23	Aug-23	Jul-23	Jun-23	May-23	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22
M3 (% YoY*)	10.9	8.9	10.99	10.96	11.25	10.80	10.86	10.80	10.59	13.36	10.08	9.52	9.03	9.46	9.76	8.68
M3/M0	5.3	5.1	5.41	5.46	5.41	5.42	5.31	5.24	5.34	5.36	5.10	5.13	5.09	5.20	5.18	5.21
Gsec 10 Year Yield	7.2	7.3	7.18	7.21	7.27	7.32	7.18	7.19	7.10	7.03	7.01	7.21	7.36	7.35	7.33	7.27
5-Year AAA Yield	7.7	7.6	7.85	7.68	7.82	7.59	7.73	7.80	7.70	7.53	7.69	7.63	7.76	7.69	8.14	7.80
5-Year AA Yield	8.9	8.9	9.53	8.78	9.43	8.50	9.23	8.36	8.33	8.69	8.90	8.86	10.34	9.36	7.97	8.84
Credit to Deposit Ratio	77.1	73.8			79.6	79.2	77.8	77.5	77.2	75.1	75.2	75.1	75.8	75.3	75.3	75.0
Fiscal (INR Tn)	FY24YT DA	FY23 Avg	Jan-24	Dec-23	Nov-23	Oct-23	Sep-23	Aug-23	Jul-23	Jun-23	May-23	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22
Total Expenditure	3.4	3.2		4.0	2.6	2.8	4.5	2.9	3.3	4.2	3.2	3.0	7.0	3.3	3.5	3.8
Capital Expenditure	0.7	0.6		0.9	0.4	0.6	1.2	0.6	0.4	1.1	0.9	0.8	1.5	0.2	0.8	0.4
Revenue Expenditure	2.6	2.6		3.1	2.2	2.2	3.3	2.3	2.9	3.1	2.3	2.3	5.5	3.1	2.7	3.3
E-Way Bills (Bn)	90.6	78.5		95.3	87.6	100.3	92.0	93.4	88.0	86.1	88.2	84.4	90.9	81.8	82.4	84.1
GST	1.7	1.5	1.72	1.65	1.68	1.72	1.63	1.59	1.65	1.61	1.57	1.87	1.60	1.50	1.56	1.50
Total Receipts	2.2	1.9		3.18	1.50	1.68	3.79	2.50	1.70	1.68	2.40	1.69	3.89	5.95	1.48	3.30
External	FY24YT DA	FY23 Avg	Jan-24	Dec-23	Nov-23	Oct-23	Sep-23	Aug-23	Jul-23	Jun-23	May-23	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22
Indian Rupee(USD/INR)	82.7	79.9	83.12	83.28	83.30	83.23	83.05	82.79	82.15	82.23	82.32	82.02	82.31	82.61	81.90	82.46
REER 40 currency	103.2	103.3		103.6	104.8	105.5	104.0	104.9	105.5	102.4	99.9	98.4	100.2	99.5	99.9	100.4
6M Fwd premium on USD	1.5	2.9	1.6	1.5	1.3	1.6	1.8	1.4	1.3	1.4	1.5	2.0	2.3	2.3	2.5	2.2
FX Reserves USD Bn	598.3	568.1	616.7	623.2	597.9	586.1	586.9	594.9	603.9	595.1	589.1	588.8	578.4	560.9	576.8	562.9
Trade Balance USD Bn	-20.7	-22.9	-17.5	-19.9	-20.7	-30.0	-20.0	-24.2	-19.0	-19.1	-22.5	-14.4	-18.1	-16.2	-17.0	-23.1
Services Surplus USD Bn	13.7	11.7	16.8	16.0	14.4	14.6	13.8	13.6	12.5	12.2	11.1	11.8	13.5	12.4	13.2	15.4
Crude Indian Basket	82.4	96.0	79.1	77.4	83.5	90.0	93.5	86.4	80.2	74.9	75.1	83.5	78.3	82.4	80.7	78.1
CAD % GDP	-1.0	-3.1					-0.96			-1.07			-0.15			-1.99
Flows	FY24YT DA	FY23 Avg	Jan-24	Dec-23	Nov-23	Oct-23	Sep-23	Aug-23	Jul-23	Jun-23	May-23	Apr-23	Mar-23	Feb-23	Jan-23	Dec-22
FII Net Debt USD Bn	0.9	-0.1	2.53	2.37	1.68	0.75	0.20	0.92	0.33	-0.21	0.34	0.06	0.18	0.10	0.57	-0.23
FII Net Equity USD Bn	1.9	-0.5	-3.14	7.02	2.30	-2.45	-2.27	1.73	3.99	4.91	4.71	1.92	1.71	-0.44	-2.96	-0.17
Net FDI FLOWS USD Bn	1.7	2.5			2.87	5.90	0.78	-0.27	-0.80	1.40	0.78	2.88	1.27	1.72	3.36	1.87
Private Transfers USD Bn	23.9	25.5					24.97			22.90			24.78			28.48
ECB USD Bn	4.0	2.1		4.97	1.15	0.74	2.76	2.67	2.56	7.88	7.49	5.35	3.45	0.64	1.77	2.77
MFs Net Equity INR Bn	134.6	110.5	217.81	169.97	155.36	199.57	140.91	202.45	76.26	86.37	32.40	64.80	205.34	156.86	125.47	73.03
SIP Flows INR Bn	160.7	127.9	188.4	176.1	170.7	169.3	160.4	158.1	152.5	147.3	147.4	137.2	142.7	136.8	138.5	135.7

Consumer sentiment index dropped for the first time, after showing a consistent rise for a year. There seems to be a significant recovery in the sale of passenger cars, after having suffered a major dip in the delayed festive season of 2023. The rural wage growth, however, comes in as a major disappointment, and coupled with a rising food inflation, it only makes it worse.

The lowest CPI core inflation recorded is 3.44% in Oct'19. The latest reading is only a few bps away from this low. The constant drag in the core number also speaks of a slowing consumption economy, indicating a normalization of post-covid demand rush.

The slowed production does validate the subdued demand. For the past few months, the IIP number was being defended around high bases or lower production days due to festive season. However, with these factors no longer in play, the new year did not bring positive changes. Input prices are still decreasing due to lower oil prices, which may eventually lead to lower commodity prices.

The services trade surplus recorded a new high of USD16.8 Bn. With no surprise, therefore, Services PMI also recorded an uptick, on the back of resilient US economy. The overall economic activity remains decent, though some are at a disadvantage of a very high base.

Credit to deposit shows marked strength, while money supply also made a decent rise. With RBI fixating on hiked interest rates to curtail inflation, the yields might hover in the current range for quite some time.

On fiscal front, considering elections are underway, there was not a significant uptick in revenue expenditure, establishing an average on 2.6Tr, similar to that of 2023, a non-election year.

Despite dollar depreciating, INR's appreciation has been rather muted. A moderation in trade balance is helped by a significant rise in the services surplus.

Debt investments from FIIs and ECBs have seen a notable uptick, attributed to India's inclusion in Bloomberg EM index after JP Morgan Bond Index. There has been greater traction towards managed money, thus, a significant rise in MFs and SIP books.

Improving-----> Worsening

YTDA= Year to Date Average, Avg= Average

FY23 Avg: Average of Apr'22 – Jan'23

Exhibit 1: India's Trade Paradox: Advanced Economies Gain Ground, Lose Share

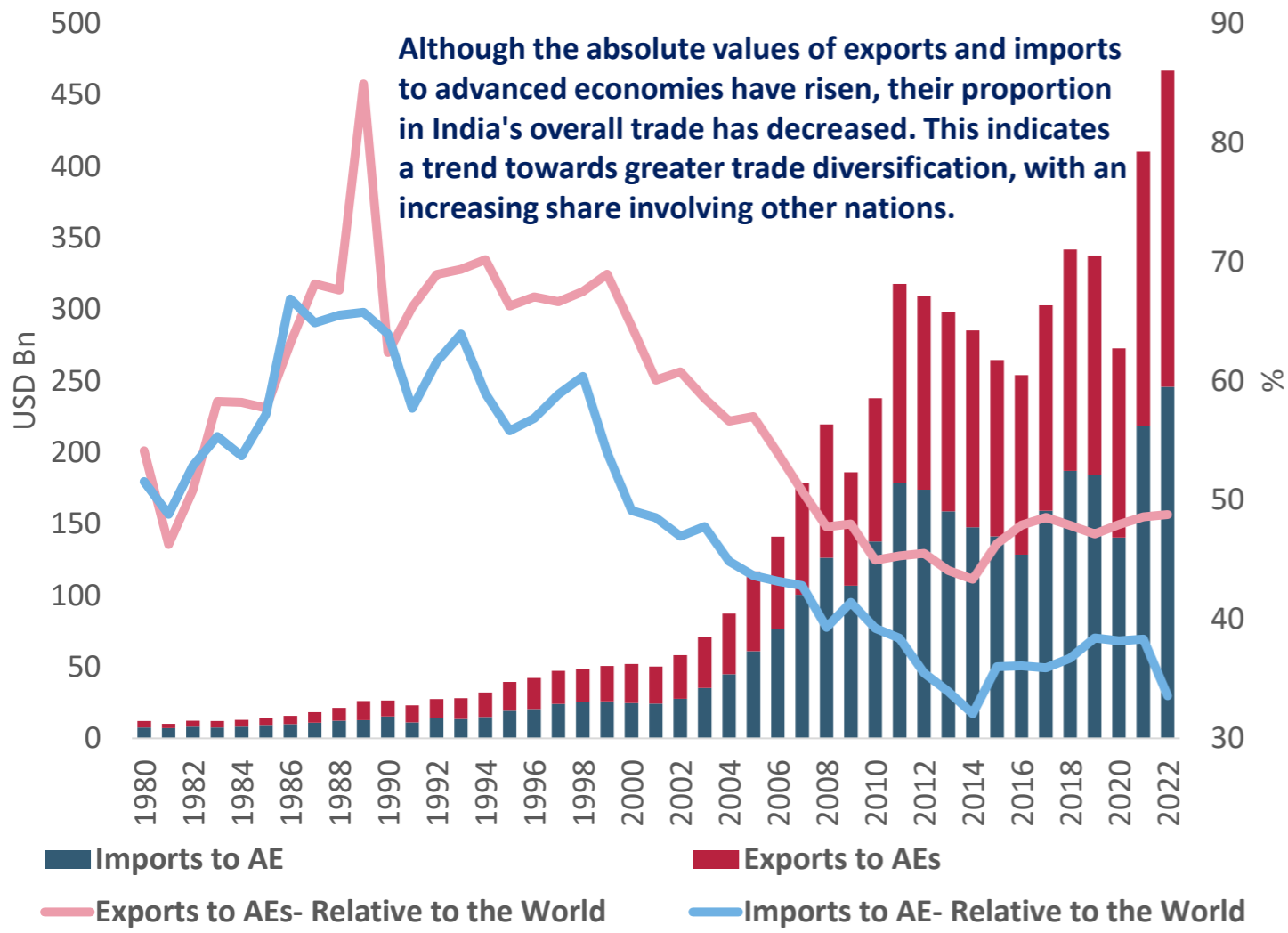


Exhibit 2: Same Same, but Different

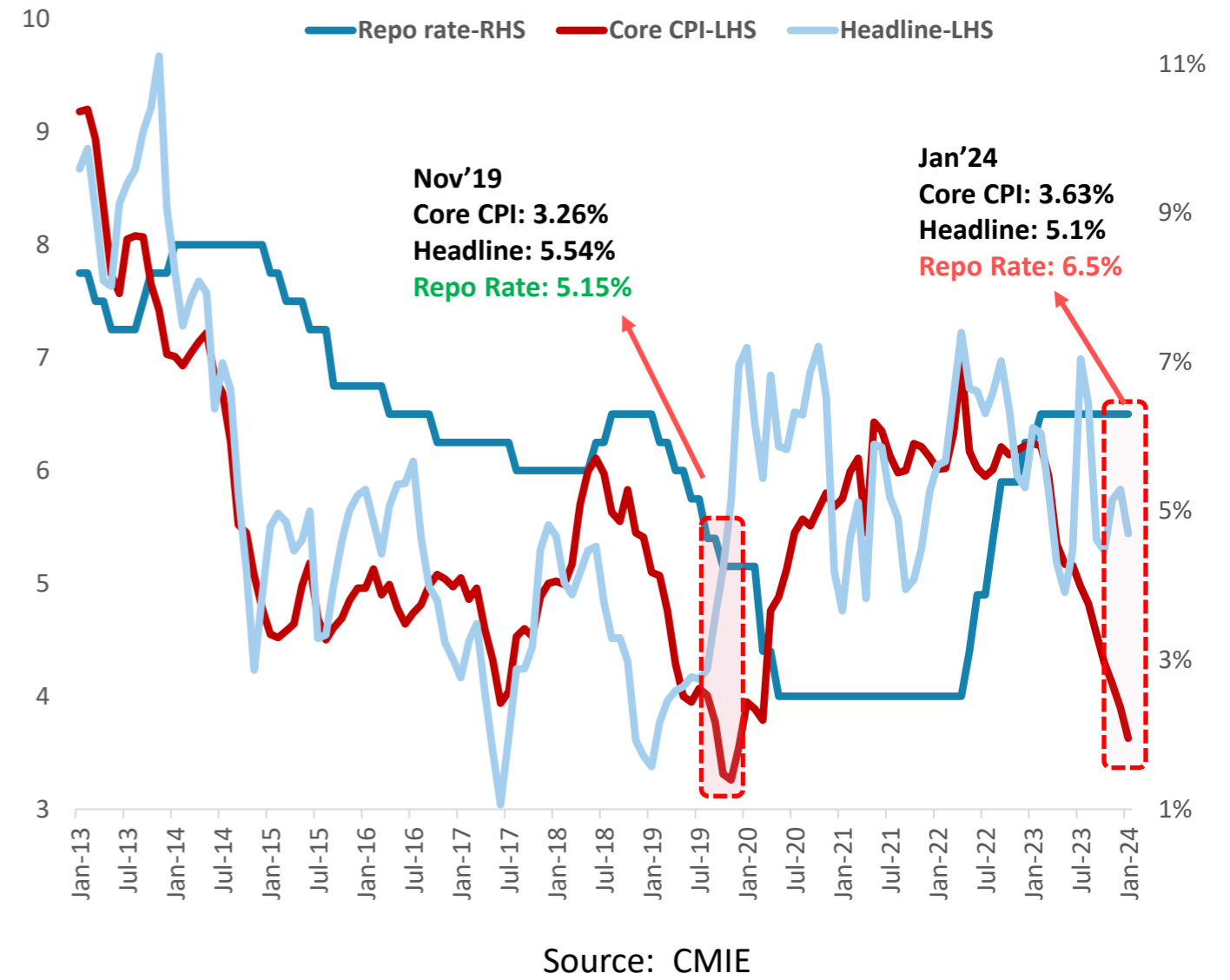


Exhibit 3: While Capex has been budgeted to increase at a muted rate, it still manages to account for an increasing percentage of GDP

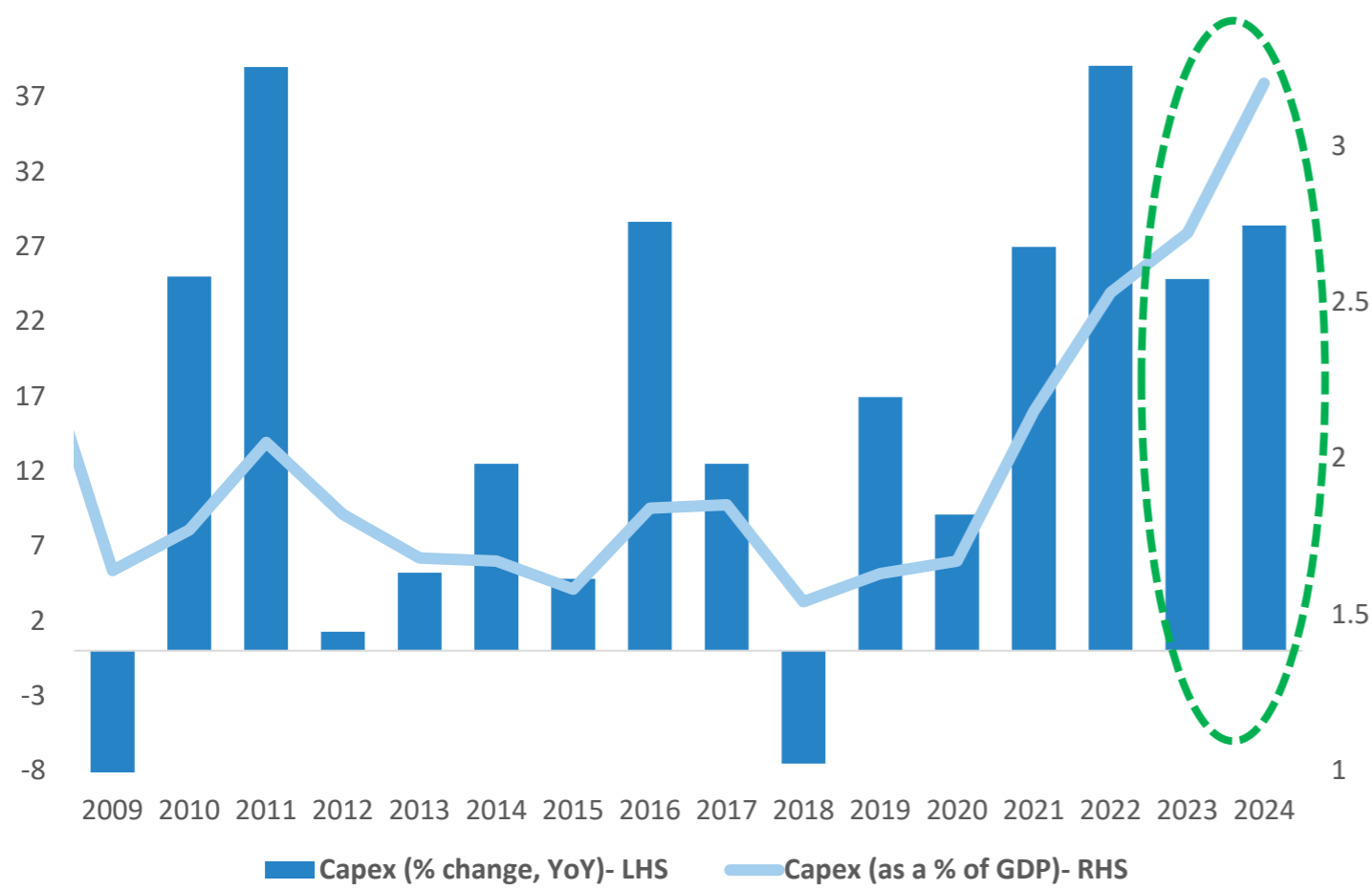


Exhibit 4: A relatively higher increase in credit as compared to deposit, is translating into a higher Credit-Deposit Ratio

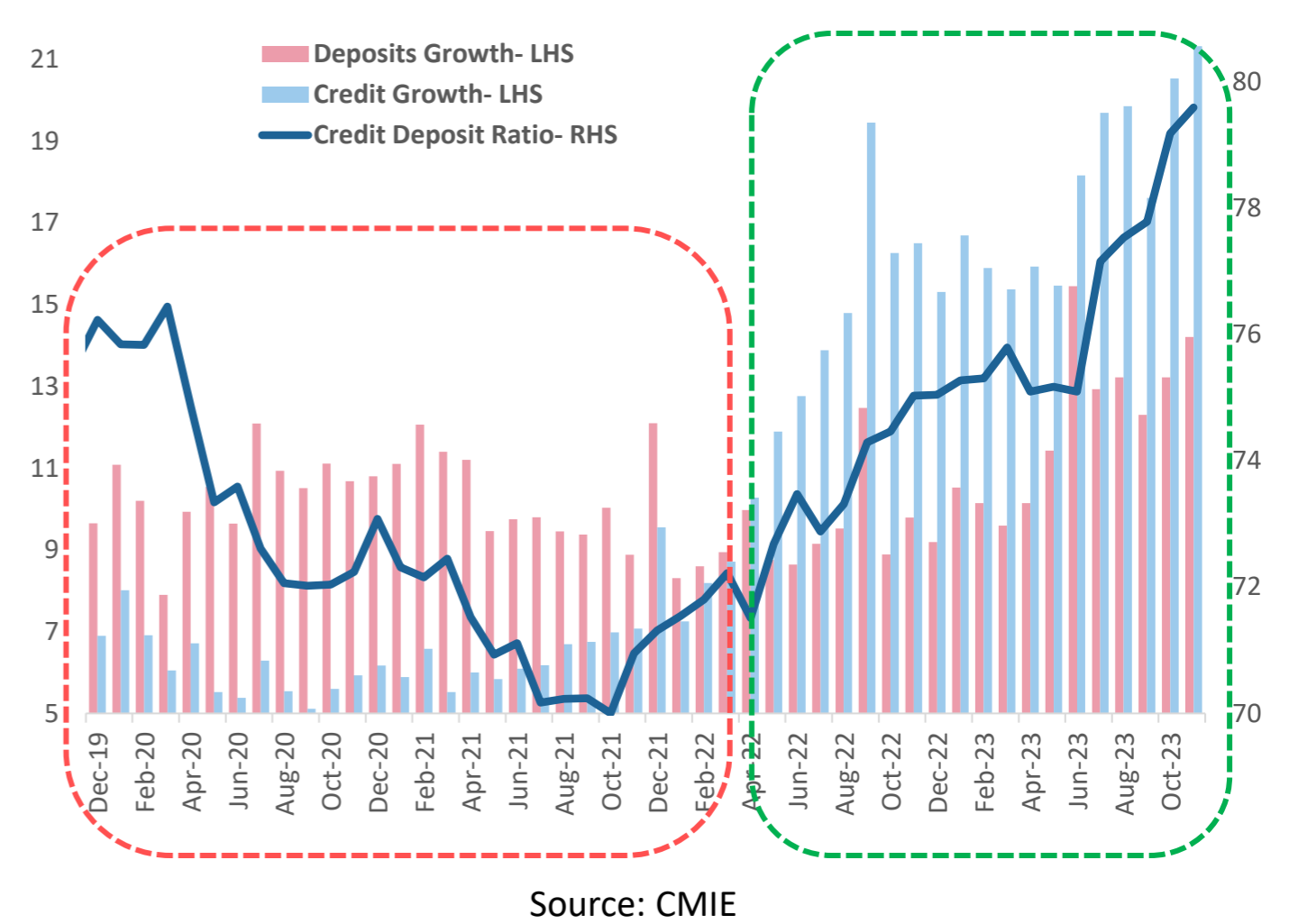
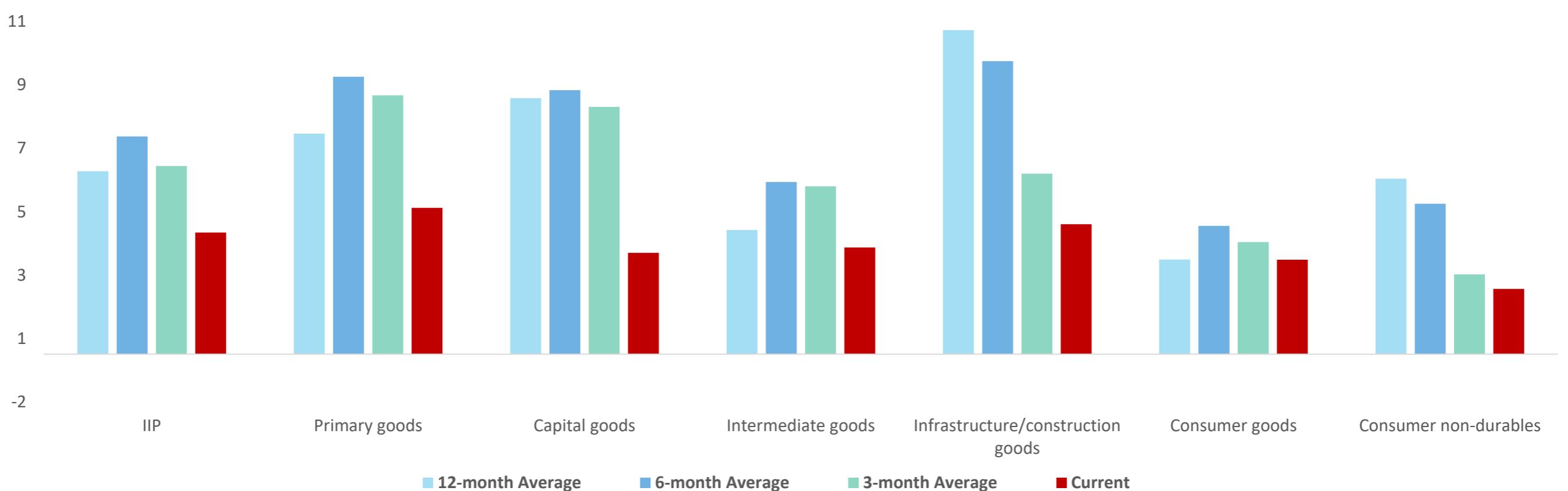


Exhibit 5: Falling behind the Average



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