

Bajaj Allianz Life Insurance

Macro-Economic Heatmap

LIFE GOALS. DONE.



	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18
Banking														
Non-food credit Growth (YoY%)	5.9%	5.9%	8.2%	9.6%	9.4%	10.2%	9.5%	11.6%	12.1%	10.1%	11.7%	13.5%	11.9%	13.9%
Bank deposit Growth (YoY%)	8.2%	8.7%	3.0%	3.6%	4.6%	5.4%	6.2%	7.7%	8.1%	6.8%	8.7%	9.9%	8.1%	9.0%
10 year G-Sec Yield	6.64%	6.87%	7.05%	7.33%	7.42%	7.69%	7.33%	7.76%	7.83%	7.89%	7.78%	7.95%	8.03%	7.87%
Foreign Exchange Reserves (\$bn)	400.2	399.2	401.9	409.1	422.4	421.0	424.5	420.5	412.4	405.7	403.7	400.1	400.5	393.0
Median MCLR	7.9%	7.9%	7.9%	7.9%	7.9%	7.7%	7.9%	7.9%	7.9%	7.9%	8.0%	8.0%	8.1%	8.2%
Bank credit growth continues to pick-up, and deposit growth also recovers. Bond yields have softened due to falling crude oil prices, lower than expected inflation, and infusion of liquidity by the RBI.														
Industry														
Cement Production (YoY%)	0.1%	-1.3%	16.9%	17.7%	19.6%	23.0%	13.5%	21.9%	13.0%	14.2%	11.1%	14.7%	11.8%	
Steel Production (YoY%)	3.7%	8.6%	14.5%	0.4%	1.7%	5.0%	4.7%	3.0%	-0.1%	4.2%	6.9%	4.0%	3.2%	
Index of Industrial Production (IIP, YoY %)	4.1%	1.8%	8.5%	7.3%	7.5%	6.9%	5.3%	4.5%	3.8%	7.0%	6.5%	4.7%	4.5%	
Manufacturing (YoY%)	3.8%	2.0%	10.4%	8.7%	8.7%	8.4%	5.7%	4.9%	3.6%	6.9%	7.0%	5.1%	4.6%	
Mining (YoY%)	7.6%	-0.2%	1.4%	1.2%	0.3%	-0.4%	3.1%	3.8%	5.8%	6.5%	3.4%	-0.5%	0.2%	
Electricity (YoY%)	3.4%	3.2%	3.9%	4.4%	7.6%	4.5%	5.9%	2.1%	4.2%	8.5%	6.7%	7.6%	8.2%	
PMI Manufacturing Index	51	50	53	55	52	51	51	52	51	53	52	52	52	53
PMI Services Index	51	52	49	51	52	48	50	51	50	53	54	52	51	52
Rail Freight Traffic (YoY%)	18%	13%	16%	13%	14%	18%	15%	9%	12%	12%	22%	15%	12%	10%
Port Traffic (YoY%)	3%	3%	3%	4%	5%	5%	5%	2%	2%	4%	4%	5%	5%	5%
IIP growth was moderate, while Manufacturing PMI picked up a bit. Cement production was healthy, while steel production remained lackluster.														
Consumer														
Passenger Vehicles Growth (YoY %)	11%	0%	14%	5%	8%	8%	6%	7%	20%	38%	-2.7%	-2.5%	-5.6%	1.6%
Two- Wheeler Growth (YoY%)	9%	-3%	23%	41%	33%	24%	18%	17%	9%	22%	8%	3%	4%	17%
Light Commercial Vehicle Growth (YoY%)	25%	10%	43%	38%	58%	38%	31%	44%	26%	41%	33%	30%	23%	29%
Medium & Heavy Commercial Vehicle Growth (YoY%)	26%	1%	63%	73%	19%	23%	16%	169%	80%	43%	25%	29%	26%	18%
Air Traffic (YoY %)	16%	21%	17%	18%	20%	24%	28%	26%	17%	18%	22%	17%	19%	
Commercial vehicle growth continues to be robust. Passenger vehicle sales growth remained muted, while two-wheeler sales growth saw some recovery.														
Foreign Trade														
Export Growth (YoY %)	25%	-2%	31%	16%	14%	5%	0%	4%	21%	19%	16%	20%	-2%	18%
Import Growth (YoY %)	19%	9%	24%	21%	26%	11%	7%	2%	15%	21%	28%	26%	10%	18%
Trade Deficit (USD in million)	(9,396)	(14,613)	(15,098)	(14,198)	(15,293)	(11,841)	(13,634)	(13,962)	(14,934)	(17,497)	(17,852)	(17,403)	(14,033)	(17,130)
Trade Deficit (YoY %)	4%	31%	13%	35%	54%	24%	28%	-2%	4%	25%	50%	37%	49%	17%
Trade deficit widened in October, primarily due to rise in oil imports (as the recent sharp fall in crude oil prices have not been factored yet)														
Inflation														
CPI Headline Inflation (YoY%)	3.3%	3.6%	4.9%	5.2%	5.1%	4.4%	4.3%	4.6%	4.9%	4.9%	4.2%	3.7%	3.7%	3.3%
Food & Beverage Inflation (YoY%)	1.8%	2.3%	4.4%	4.9%	4.6%	3.5%	3.1%	3.0%	3.3%	3.1%	1.7%	0.8%	1.0%	-0.1%
Fuel Inflation (YoY%)	6%	6.4%	8.2%	7.9%	7.7%	6.9%	5.7%	5.2%	5.8%	7.2%	8.0%	8.6%	8.6%	8.5%
Core CPI (ex food & fuel) - YoY %	4.6%	4.5%	4.9%	5.1%	5.1%	5.2%	5.4%	5.9%	6.2%	6.4%	6.3%	5.9%	5.8%	6.2%
Consumer Price Index (CPI) headline inflation came in below expectations, primarily due to fall in food inflation. Core inflation rose a bit during the month.														
Fiscal														
Central Govt Expenditure (YoY%)	-12%	17%	37%	20%	-5%	18%	-37%	-8%	15%	22%	15%	28%	17%	
Fiscal Balance FYTD (₹ lakhs in Crore)	5.0	5.3	6.1	6.2	6.8	7.2	5.9	1.5	3.5	4.3	5.4	5.9	5.9	
Fiscal Balance FYTD (as % of BE)	84%	88%	103%	104%	114%	120%	99%	24%	55%	69%	87%	95%	95%	
GST Collection (₹bn)	951	859	837	889	863	852	960	1,035	940	956	965	940	944	1007
India's fiscal deficit balance remains elevated, due to lower GST collections. However, in October, GST collections rose above the ₹ 1 trillion mark.														

Source: Spark Capital, Bloomberg, Bajaj Allianz Life Insurance



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