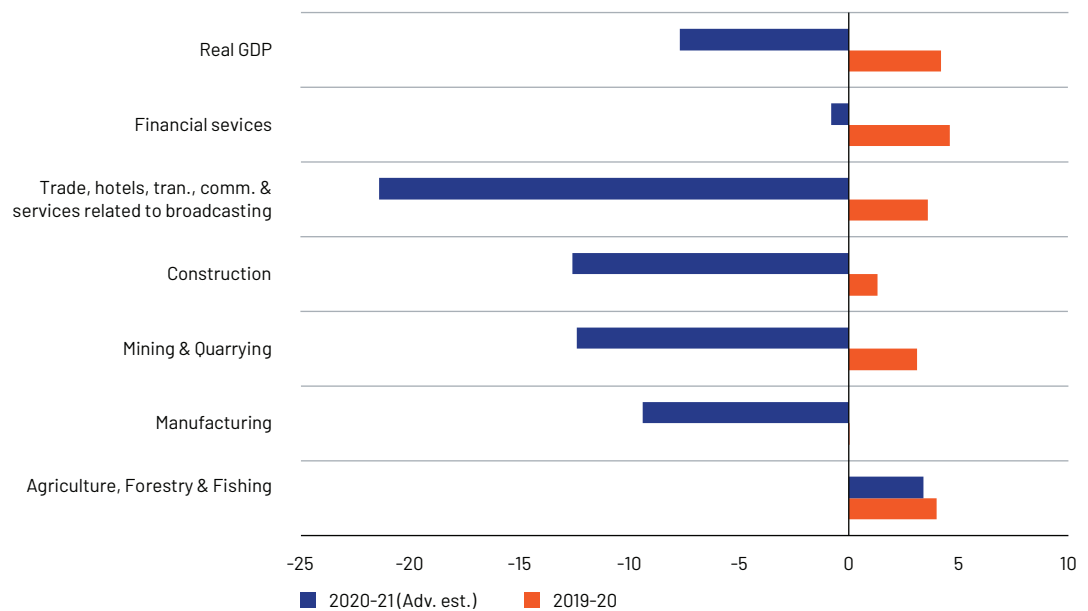


Chart 25: ...growth remains anaemic

Source: MOSPI, Acuity Knowledge Partners



- » Advanced estimates released by MOSPI suggests that the Indian economy will be contracted by -7.7% y/y in 2020-21; a tad below RBI's expectation (-7.5% y/y)
- » Historically, this will be the biggest annual contraction since 1952, as negative contribution in almost all the sectors will offset the positive inputs from agriculture, forestry and fishing (lower than 2019-20)
- » Looking at the breakdown, labour-intensive sectors such as construction, hospitality, mining and quarrying fell massively in the first half of the year
- » There will be further revisions in these numbers as advanced estimates capture only 6-8 months of quality data and impact of recent unlock phases are visible in the year-end high-frequency data