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# GROWTH INDEX



Monthly Report – May 2016

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## Summary growth trends: May 2016

***Overall, May was a stronger month for the Indian industry as compared to April with year-on-year growth being at 7.3%, as compared to 5.1% for April***

***East and South continue to be strong growth regions<sup>1</sup>, with growth in East being in the range of 7.5%, and south growing at 6.8%. These regions were strong performers in April as well.***

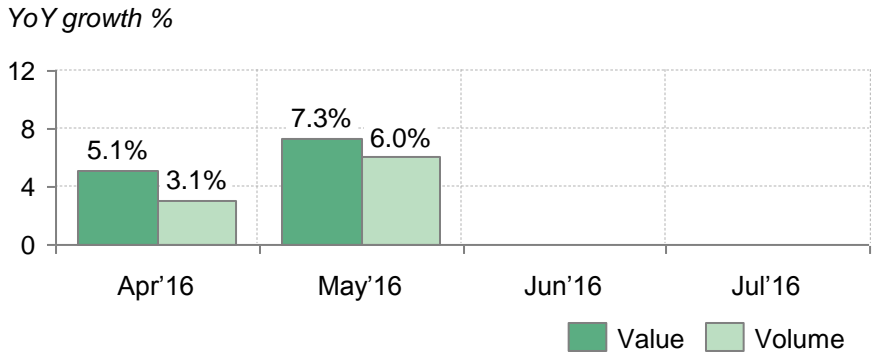
***Inflation seemed to be in the range of 1.3% year-on-year (difference between value and volume growth) – similar to April***

***Building materials seemed to have performed weakly in May (growing at less than 2%), while Commercial vehicles, Passenger vehicles, 2-wheelers, and Engineered products/auto components, seem to have performed relatively strongly***

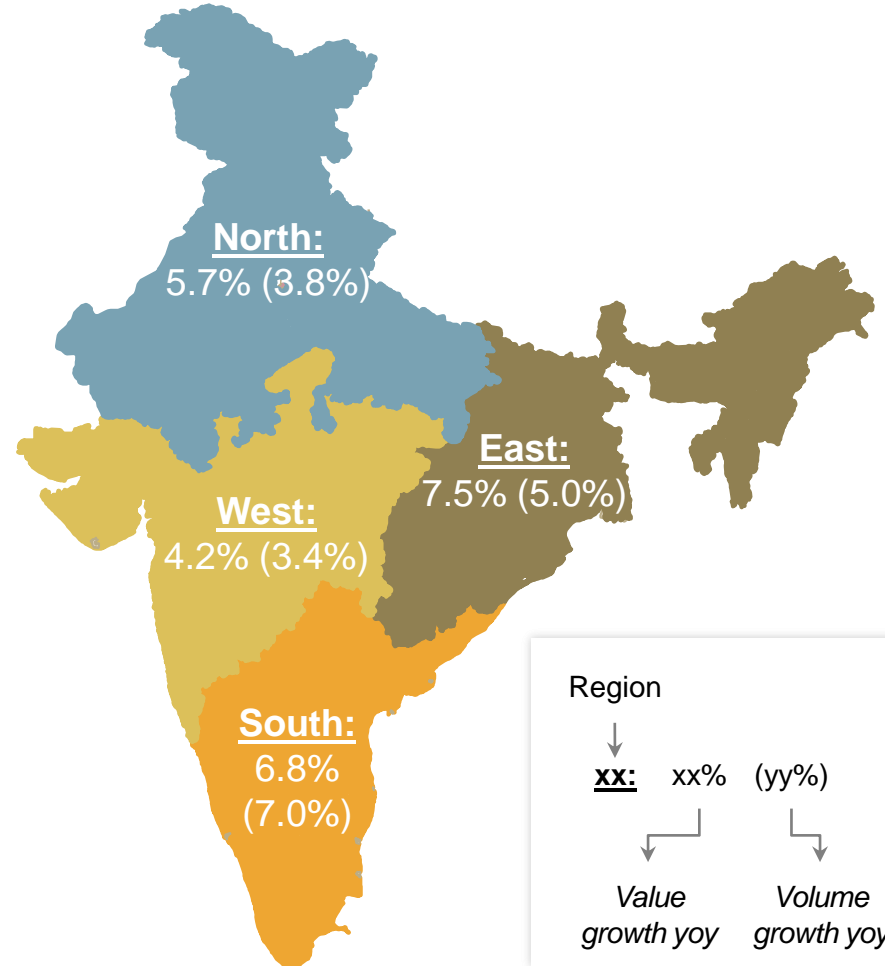
1. Not all respondents filled in regional growth numbers. Average of regional growths therefore, may not coincide with national average  
Source: CII BCG Growth Index Survey; Industry association data on automotive sales

# Survey results (May 2016 performance)

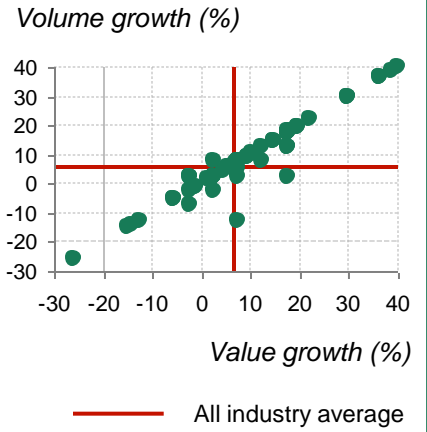
## Summary – all respondents



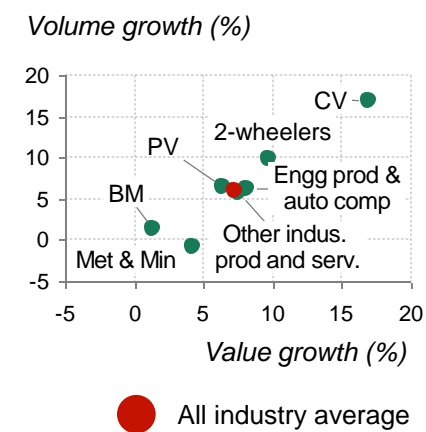
## Regional growth – All respondents<sup>1</sup>



## Peer growth comparison



## Industry growth comparison



1. Not all respondents filled in regional growth numbers. Average of regional growths therefore, may not coincide with national average  
 Note: Building materials (BM) industry refers to cement, cementitious products, paints, tiles and glass. Industry average is displayed only when there are 3+ responses per industry. Other industries where responses were received include: consumer durables, textiles and apparels, chemicals, food products, packaging, logistics and warehousing . Regional averages may not fully align with national average because of different regional exposures of respondent industries. All averages are 'simple averages' (i.e. not weighted by size of company). CV – Commercial vehicles, PV – Passenger vehicles, Met & Min – Metals and Mining, Engg prod & auto comp – Engineering products and auto components  
 Source: CII BCG Growth Index Survey; Industry association data on automotive sales  
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# Overall economic indicators: May 2016 review

## Growth Indices

### Economy statistics

|  | Latest month | Previous month |
|--|--------------|----------------|
| India GDP growth est. (%) <sup>1</sup> | ↑ 7.9        | 7.3            |
| China GDP growth est. (%) <sup>1</sup> | ↓ 6.7        | 6.8            |
| Inflation – WPI (%) <sup>2</sup>       | ↑ 0.79       | 0.34           |
| BSE Sensex <sup>2</sup>                | ↑ 25,668     | 25,606         |

### Select industry metrics

|  |         |       |
|--|---------|-------|
| IIP (%) <sup>3</sup><br>(y-o-y)                | ↓ (3.1) | (1.2) |
| Energy req growth <sup>3</sup> (%)<br>(y-o-y)  | ↑ 14.5  | 12.4  |
| PV Auto vol growth <sup>2</sup> (%)<br>(y-o-y) | ↓ 6.4   | 11.1  |
| CV Auto vol growth <sup>2</sup> (%)<br>(y-o-y) | ↓ 16.9  | 17.4  |
| Cement production (Mn Tn) <sup>3</sup>         | ↓ 24.7  | 26.8  |
| Steel production (Mn Tn) <sup>2</sup>          | ↓ 7.7   | 8.0   |

## Growth Indices

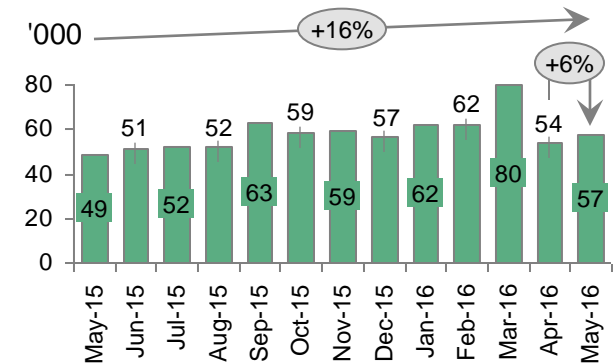
### Current account

|   | Latest month | Previous month |
|---|--------------|----------------|
| Exports growth* (%) <sup>3</sup><br>(y-o-y)         | (6.7)        | (5.1)          |
| Oil imports growth* (%) <sup>3</sup><br>(y-o-y)     | (24.0)       | (35.2)         |
| Non-oil imports growth* (%) <sup>3</sup><br>(y-o-y) | (22.8)       | (18.9)         |
| Trade deficit (US\$ Bn) <sup>3</sup>                | ↓ (4.8)      | (5.1)          |

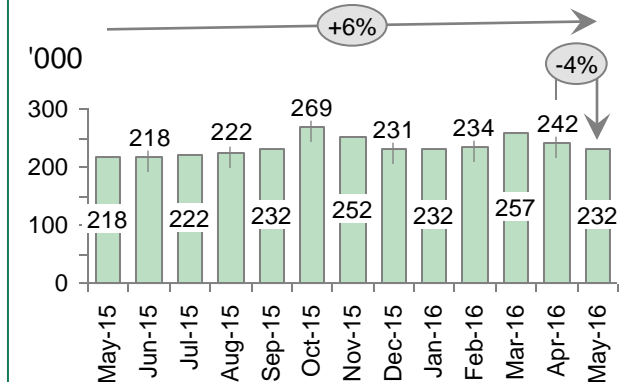
### Capital account

|                                       |        |      |
|---------------------------------------|--------|------|
| NRI deposits (US\$ Bn) <sup>3</sup>   | ↔ 127  | 127  |
| FII flows (US\$ Mn) <sup>2</sup>      | ↓ 380  | 1267 |
| FDI flows (US\$ Mn) <sup>4</sup>      | ↑ 3528 | 2913 |
| Forex reserves (US\$ Bn) <sup>2</sup> | ↓ 361  | 363  |
| Currency competitiveness <sup>2</sup> | ↓ 66.9 | 66.4 |

## Commercial vehicle sales



## Passenger vehicle sales



\*Not comparable as negative percentage in prior month

1. Average of GDP estimates for FY15-16 for China and India made by leading international financial institutions in Apr & Feb. 2. As of May & Apr. 3. As of Apr and Mar. 4. As of end Apr and Mar. Includes only equity flows.

Note: PV and CV refer to passenger and commercial vehicles resp. Source: RBI, Thomson One, Ministry of Finance monthly Report, Capitaline, EIS, BCG analysis, Press Search.



Thank you

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