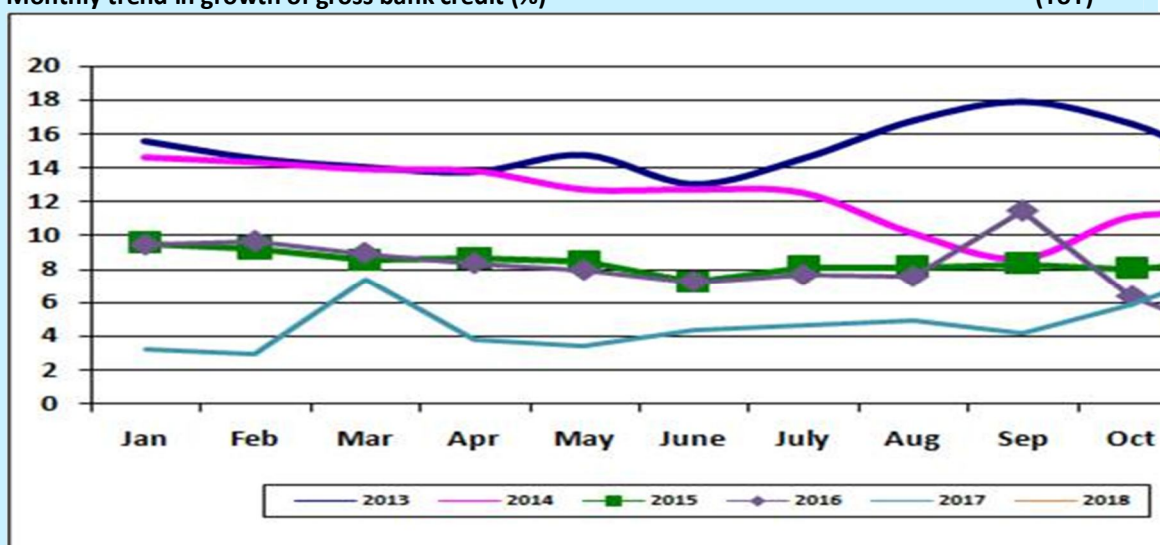


Gross Bank Credit grows at 8.8% in January 2018

Gross bank credit grows at 8.8% in January 2018 as against 9.3% in December 2017. The gross bank credit growth stands at 3.3% during January 2017. On a year-on-year (y-o-y) basis, non-food bank credit increased by 9.5% in January 2018 as against 10% in December 2017. Credit to agriculture and allied activities increased by 9.4% in January 2018, in comparison to 9.5% in December 2017.

Monthly trend in growth of gross bank credit (%)

(YoY)



Source: PHD Research Bureau, compiled from RBI

Credit to industry increased by 1.1% in January 2018 as compared with a contraction of 2.1% in December 2017. Credit to major sub-sectors such as textiles, chemical & chemical products, all engineering, food processing and construction have accelerated. However, credit to infrastructure, basic metal & metal products, cement & cement products and petroleum, coal products & nuclear fuels have contracted.

Deployment of Gross Bank Credit by major sectors

(Rs. Billion)

Sector	December 2017*	January 2018**	December 2017^ Y-O-Y growth (%)
Gross Bank Credit	72631	73009	9.3
Food Credit	238	473	-64.5
Non-food Credit	72393	72536	10.0
Agriculture & Allied Activities	9981	10068	9.5
Industry (Micro & Small, Medium and Large)	26341	26151	2.1
Services	18119	18030	14.7
Personal Loans	17952	18286	18.9
Priority Sector	24224	24359	7.9

Source: PHD Research Bureau, compiled from RBI. * Data pertains to Dec.22, 2017. ^ Growth pertains to Dec.22, 2017 over Dec.23, 2016** Data pertains to Jan.19, 2018. ^^Growth pertains to Jan.19, 2018 over Jan.20, 2017. Data are provisional and

relate to select banks which cover about 90 per cent of total non-food credit extended by all scheduled commercial banks, Export credit under priority sector relates to foreign banks only, Micro & small under item industry includes credit to micro & small industries in manufacturing sector, Micro & small enterprises under item priority sector includes credit to micro & small enterprises in manufacturing as well as services Priority Sector is as per old definition and does not conform to FIDD Circular FIDD.CO.Plan.BC.54/04.09.01/2014-15 dated April 23, 2015.

Please contact for any query related to this mail to Ms. Neha Gupta, Research Associate at neha.gupta@phdcci.in with a cc to Dr. S P Sharma, Chief Economist at spsharma@phdcci.in and Ms. Surbhi Sharma, Senior Research Officer at Surbhi@phdcci.in , PHD Chamber of Commerce & Industry.

Warm regards,

Dr. S P Sharma
Chief Economist

PHD Chamber of Commerce and Industry
PHD House, 4/2 Siri Institutional Area
August Kranti Marg, New Delhi-110016
Ph.: + 91-11-26863801-04, 49545454
Fax: +91- 26855450, 49545451
Email: spsharma@phdcci.in
Website: www.phdcci.in

"We Walk Our Talk"

PHD CHAMBER OF COMMERCE AND INDUSTRY

PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi - 110 016 (India) • Tel. : +91-11-2686 3801-04, 49545454, 49545451
Fax : +91-11-2685 5450 • E-mail : president@phdcci.in • Website : www.phdcci.in, CIN: U74899DL1951GAP001947
