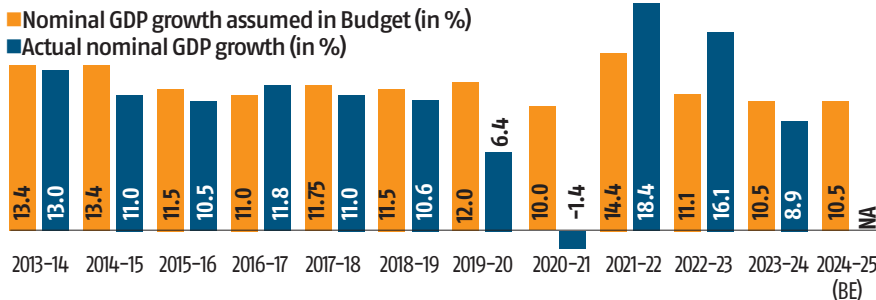


MODI GOVERNMENT: DECADAL PERSPECTIVE

PUSHING FOR GROWTH

NOMINAL GDP GROWTH HAS OFTEN BEEN LOWER THAN EXPECTED

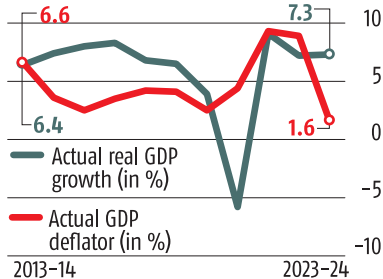


Note: Actual nominal gross domestic product (GDP) growth for 2023-24 is based on first Advance Estimates
 Source: Economic Surveys, Budget documents



GDP DEFLATOR LOWER THAN BEFORE

Note: GDP growth and deflator numbers for 2023-24 are based on first Advance Estimates
 Source: Economic Surveys, Budget documents



<< Challenges

- ▶ Nominal GDP growth rate is officially projected to be less than budget assumption for FY24, a trend also seen in previous years
- ▶ Official projection of deflators in first advance estimates was the lowest in at least 11 years

>> Takeaways

- ▶ Conservative estimate on economic growth for the coming year in nominal terms shows the Budget erring on the side of caution
- ▶ Focus on technology and encouraging research and development to fuel innovation