

Economy to grow at 6.8% in FY25: Crisil

FE BUREAU
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INDIA'S ECONOMY WILL likely grow by 6.8% in the next financial year, Crisil Ratings said on Wednesday, adding that the country will become an upper middle-income nation by 2031 with the economy doubling to \$7 trillion.

The Indian economy would take support from domestic structural reforms and cyclical levers and can retain -- perhaps even improve -- its growth prospects to become the third-largest economy by 2031, Crisil said.

"After a better-than-expected 7.6% this fiscal, India's real GDP growth will likely moderate to 6.8% in fiscal 2025," said the Crisil India Outlook report.

The economists led by chief eco-

nomics adviser V Anantha Nageswaran recently said the Indian economy will become the third largest economy in the next three years with a \$5 trillion economy. The International Monetary Fund (IMF) has projected the tag for India by 2027-28.

India, with a GDP size of \$3.7 trillion, is currently the fifth largest economy in the world, after the US, China, Japan and Germany.

"A projected average expansion of 6.7% in this period will make India the third-largest economy in the world and lift per capita income to the upper-middle income category by 2031," Crisil said.

Crisil expects the economy to expand to \$6.7 trillion by fiscal 2031, which will also mark the year when India enters the club of upper-middle-income countries with per-capita income rising to \$4,500, Crisil said.



TARGET 2031

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