









Indian Economy: Forecast for Key Macroeconomic variables May 2018

	<i>Current</i>	<i>FY2018</i>	<i>FY2019 [P]</i>
 GDP Likely to move up	6.7% (3QFY17-18)	6.7% (+/- 0.2)	7.2% (+/- 0.2)
 CAD Well within comfort zone	2.0% (3QFY17-18)	1.7%* (+0.1)	2.0% (+0.1)
 Monetary Policy (Repo rate) Neutral Mode	6%	6%	6.25%
 Foreign Investments Consistent upward trend	~USD 36 bn (3QFY17-18)	~USD 40 bn*	>USD 45 bn
 Fiscal Deficit Within target range	3.5% (3QFY17-18)	3.5%*	3.3%
 Inflation Gradual fall	4.4% (Feb 2018)	3.9% (+/- 0.2)	4.6% (+/- 0.2)
 Currency (INR) Expected to weaken	66.76	64.5	~68
 Exports Gradual uptick	-0.6% (Feb 2018)	9.9%	7.5%+

Notes:

- [P] : projection for FY2018-19
- [*] values represent expectations for FY2017-18
- bn represent values in billion
- The forecasts have been developed using Deloitte India's simulations on panel data obtained from CEIC



Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited, a UK private company limited by guarantee (“DTTL”), its network of member firms, and their related entities. DTTL and each of its member firms are legally separate and independent entities. DTTL (also referred to as “Deloitte Global”) does not provide services to clients. Please see www.deloitte.com/about for a more detailed description of DTTL and its member firms.

This material is prepared by Deloitte Touche Tohmatsu India LLP (DTTILLP). This material (including any information contained in it) is intended to provide general information on a particular subject(s) and is not an exhaustive treatment of such subject(s) or a substitute to obtaining professional services or advice. This material may contain information sourced from publicly available information or other third party sources. DTTILLP does not independently verify any such sources and is not responsible for any loss whatsoever caused due to reliance placed on information sourced from such sources. None of DTTILLP, Deloitte Touche Tohmatsu Limited, its member firms, or their related entities (collectively, the “Deloitte Network”) is, by means of this material, rendering any kind of investment, legal or other professional advice or services. You should seek specific advice of the relevant professional(s) for these kind of services. This material or information is not intended to be relied upon as the sole basis for any decision which may affect you or your business. Before making any decision or taking any action that might affect your personal finances or business, you should consult a qualified professional adviser.

No entity in the Deloitte Network shall be responsible for any loss whatsoever sustained by any person or entity by reason of access to, use of or reliance on, this material. By using this material or any information contained in it, the user accepts this entire notice and terms of use.