

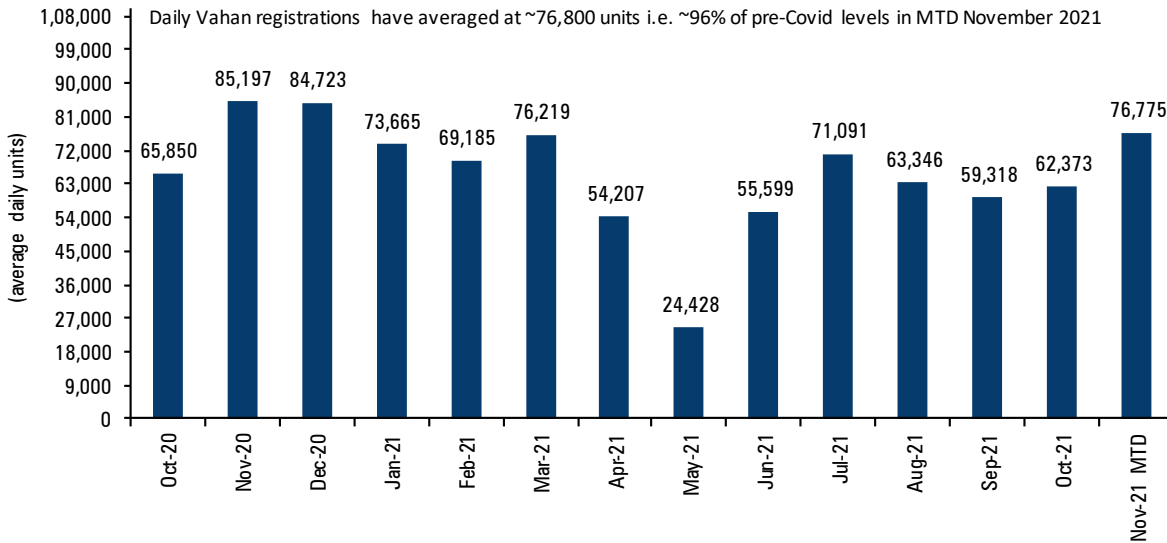


Covid Recovery Pulse

November 18, 2021

Seasonality impacts E-way bill generation...

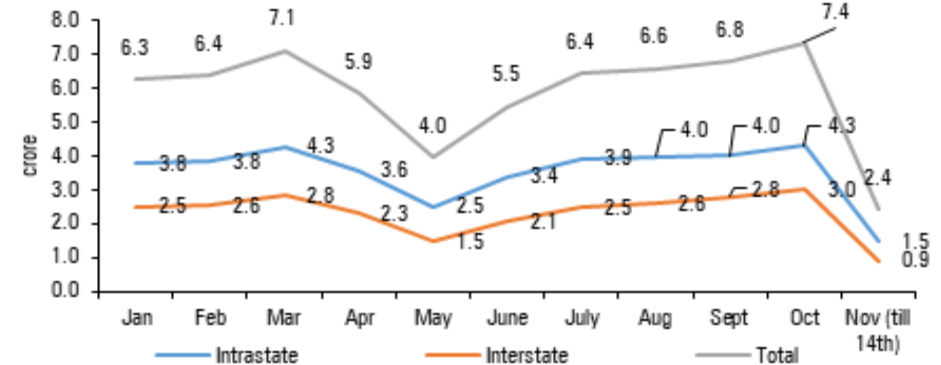
Daily vehicle registration trend



Daily Vahan registrations came in at a recent high with average reading on MTD November 2021 basis at ~76,800 units i.e. ~96% of pre-Covid levels. We believe this is largely driven by lag effect of registrations for retail sales incurred during the festive period as FADA press release suggested ~18% YoY decline in sales for the 42-day festive period. We expect the registration run rate to tapers off in the near term and revert back to its normalised run rate of ~80% of pre-Covid levels. (Note- Andhra Pradesh, Madhya Pradesh and Telangana are non Vahan states. They combined form ~15% of auto volumes and ~20% of tractor volumes).

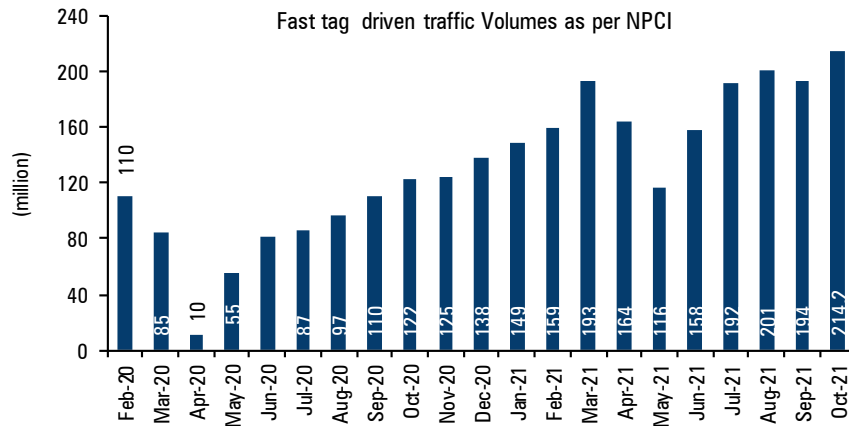
E-Way bill generation for November began on a weak note, reaching 2.4 crore. If we compare this to the average bill generation in the months prior to Covid-19 (October 2019-February 2020), it has reached ~94% of the average 5.5 crore bills. E-Way bill generation for January, February, March, April, May, June, July, August, September and October hovered at 114%, 116%, 129%, 107%, 73%, 100%, 117%, 120%, 123% and 134%, respectively.

E-Way bill generation



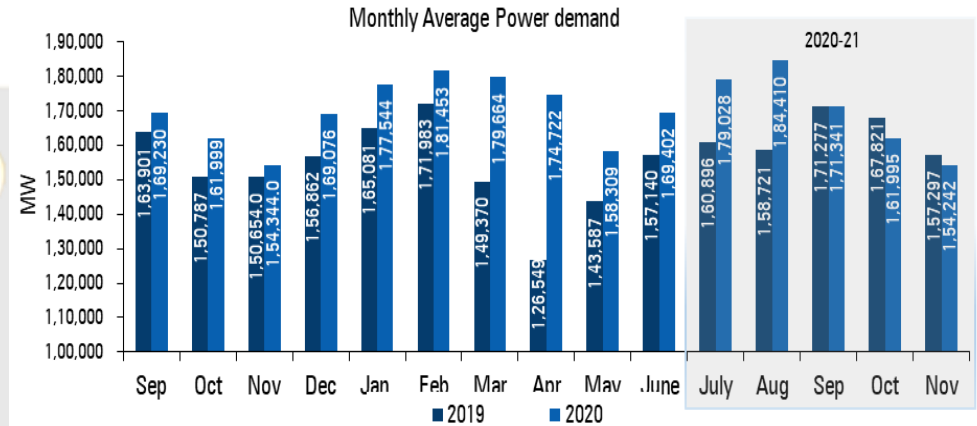
FASTag volume growth reflects economic buoyancy...

FASTag volume data



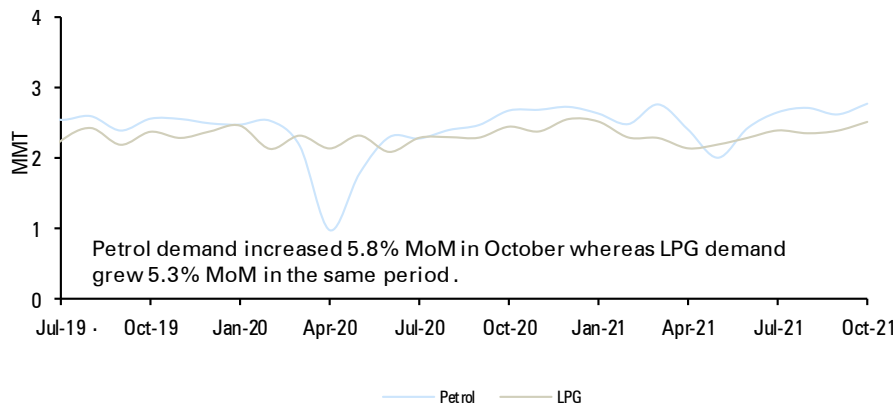
NPCI data reveals that FASTag driven monthly vehicle volumes for October, 2021 at various toll plazas (214.2 million) were up ~11% MoM and at 111% of pre-second wave level attained in March, 2021.

Monthly average peak power demand in 2019 & 2020

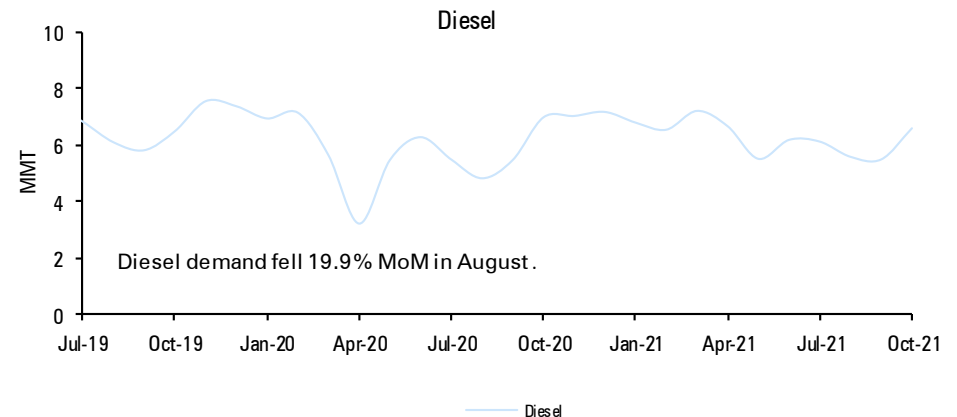


Average peak power demand for the first half of November (1-16) grew marginally by 1.9% to 157.3 GW vs. 154.2 GW in the same period last year. Peak power demand during the period was registered on November 16 at 166.2 GW.

Petrol & LPG demand

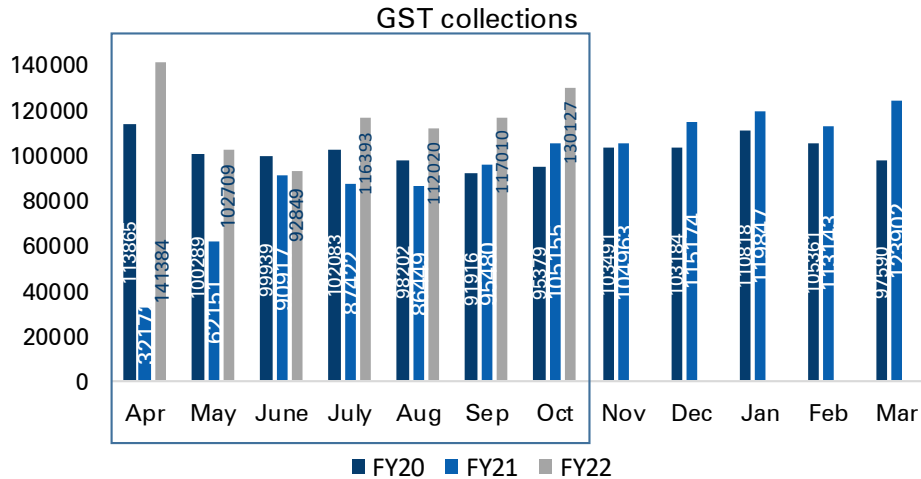


Diesel demand



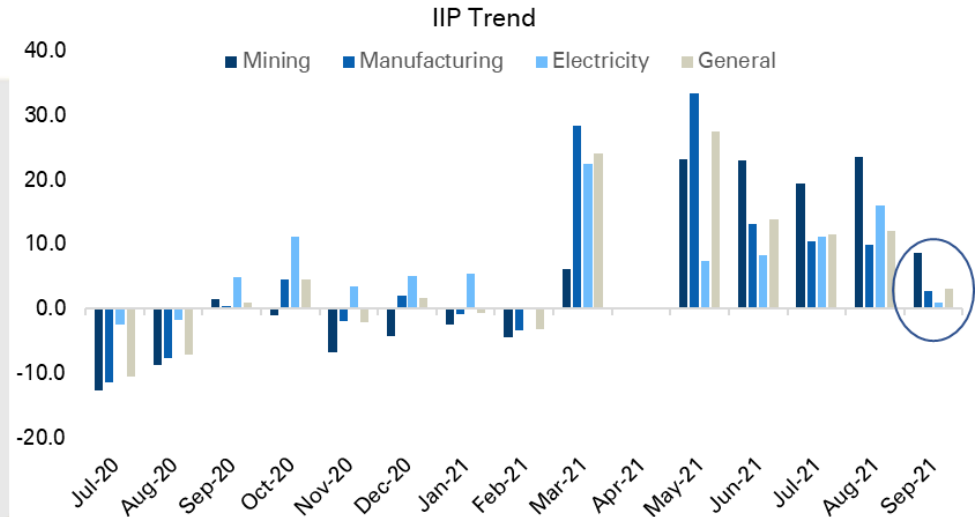
Industrial production growth slips to 3.1% in September...

GST collections



GST revenues for October have been the second highest ever since introduction of GST (second only to April 2021, which related to year-end revenues). Gross GST revenue collected in October 2021 is ₹ 1,30,127 crore of which CGST is ₹ 23,861 crore, SGST is ₹ 30,421 crore, IGST is ₹ 67,361 crore (including ₹ 32,998 crore collected on import of goods) and cess is ₹ 8,484 crore (including ₹ 699 crore collected on import of goods). Furthermore, the total revenue of the Centre and states after regular settlements in October 2021 was ₹ 51171 crore for CGST and ₹ 52,815 crore for SGST.

IIP Trend



During September 2021, index of industrial production (IIP) growth slipped to 3.1% while manufacturing and mining sectors performed well. IIP data saw growth of 3.1%, led by 8.6% & 2.7% growth in manufacturing & mining sectors, respectively. However, electricity data increased to 0.9% during the aforesaid period. The exceptional growth during the current year compared to previous years is visible in the IIP data on account of lower base, which was led by nationwide lockdown in the previous year (for April 2021, no data is available on account of Covid-19).



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