

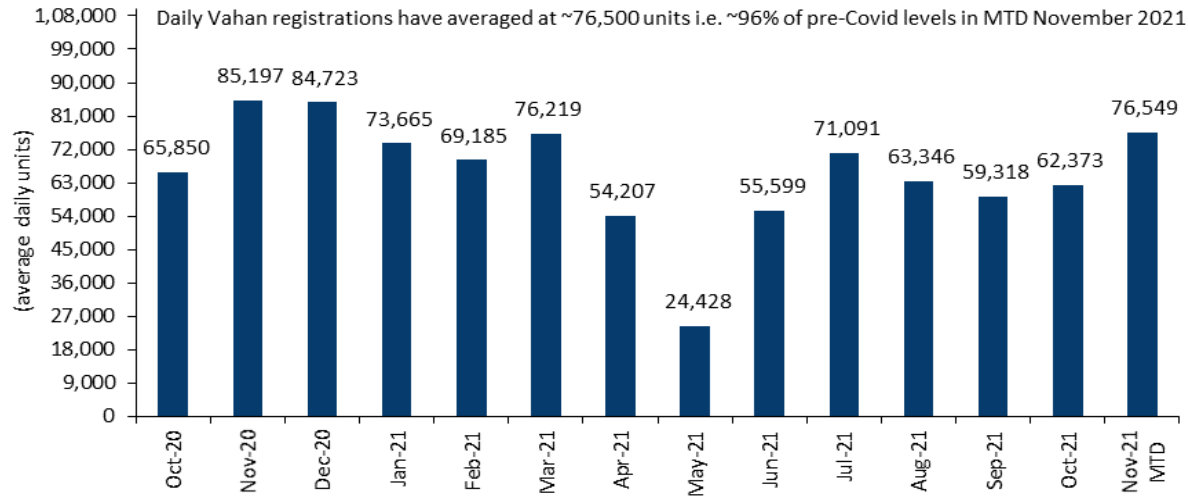


Covid Recovery Pulse

November 26, 2021

Festive fervour continues for auto retails...

Daily vehicle registration trend

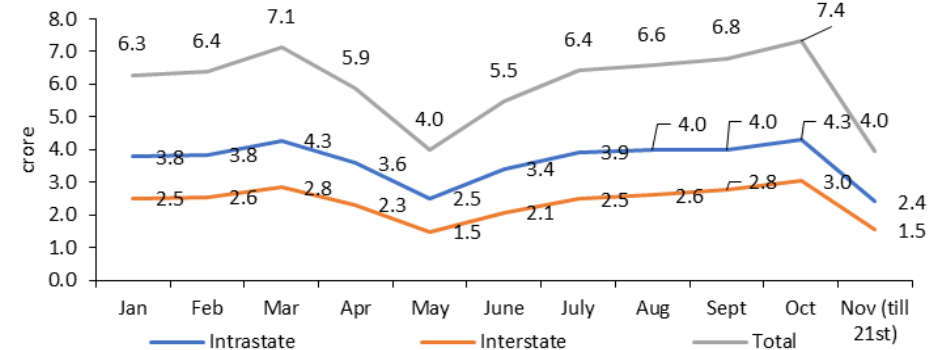


Festive fervour continues to get reflected in retail figures with daily Vahan registrations now averaging at ~76,500 units i.e. ~76% of pre-Covid levels, largely unchanged on week-on-week basis. Going forward, as the lag effect in recording registrations fades away, we expect the registration run rate to taper off and revert back to its normalised run rate of ~80% of pre-Covid levels. FADA press release suggested ~18% YoY decline in retail sales for the 42-day festive period.

(Note- Andhra Pradesh, Madhya Pradesh and Telangana are non Vahan states. They combined form ~15% of auto volumes and ~20% of tractor volumes).

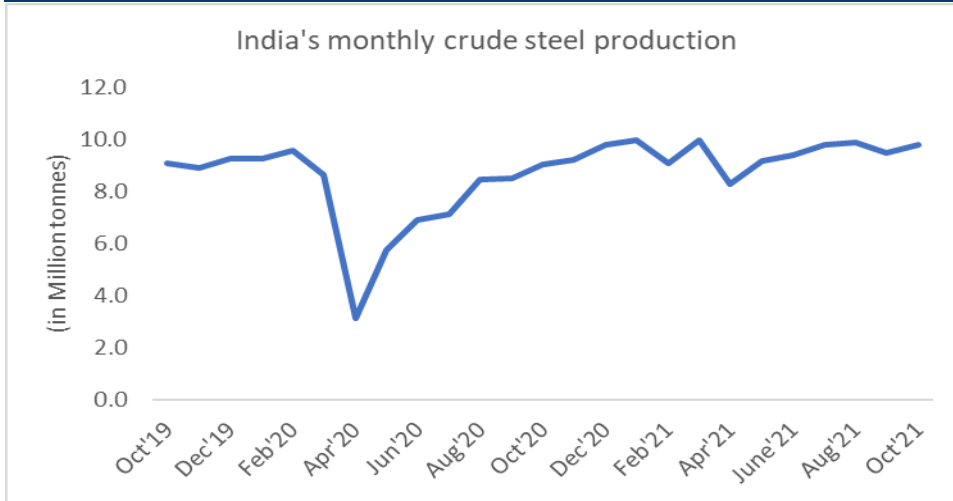
E-Way bill generation for November began on a weak note, reaching 4 crore. If we compare this to the average bill generation in the months prior to Covid-19 (October 2019-February 2020), it has reached mere ~102% levels of the average 5.5 crore bills. E-Way bill generation for January, February, March, 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



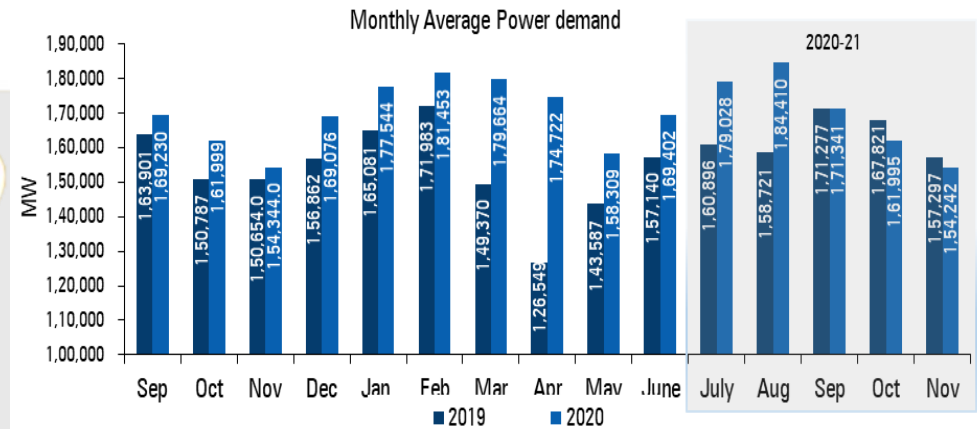
Power demand to continue to remain flat...

Crude Steel Production



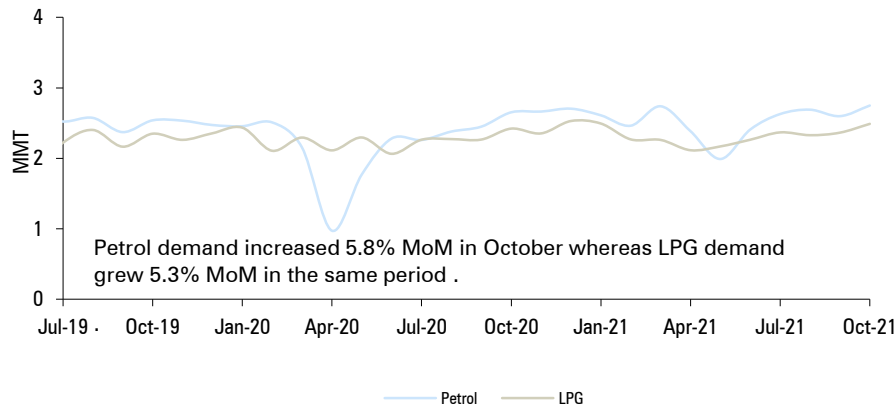
During October 2021, monthly Indian crude steel production was at 9.8 million tonnes (MT) (up 8% YoY, 9.1 MT in October 2020).

Monthly average peak power demand in 2019 & 2020

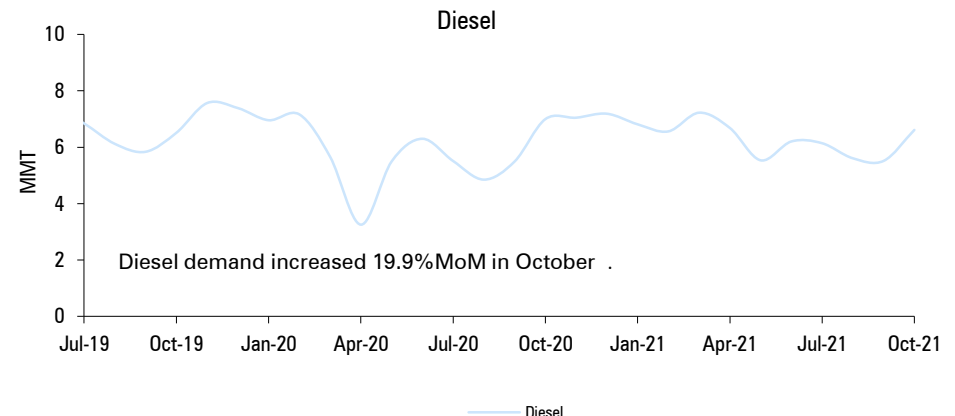


Average peak power demand for November (1-25) grew marginally by 2.6% to 158.9 GW vs. 154.2 GW in the same period last year. Peak power demand during the period was registered on November 16 at 166.2 GW.

Petrol & LPG demand

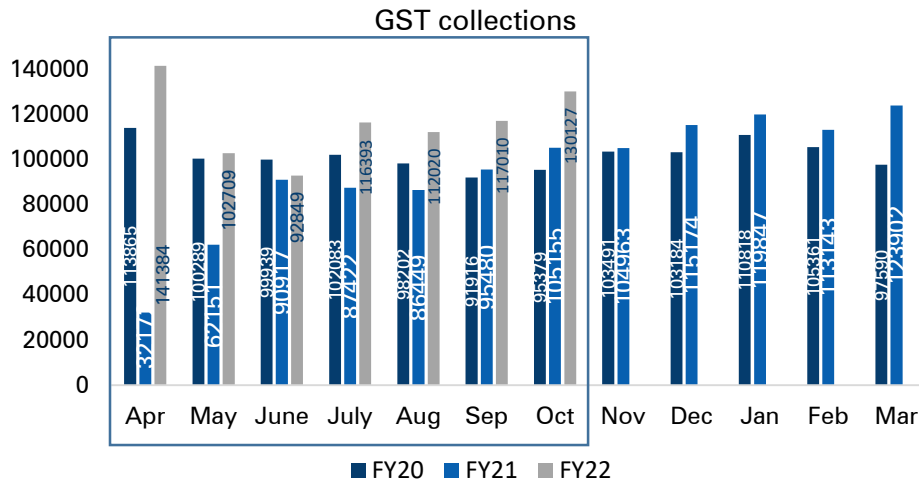


Diesel demand



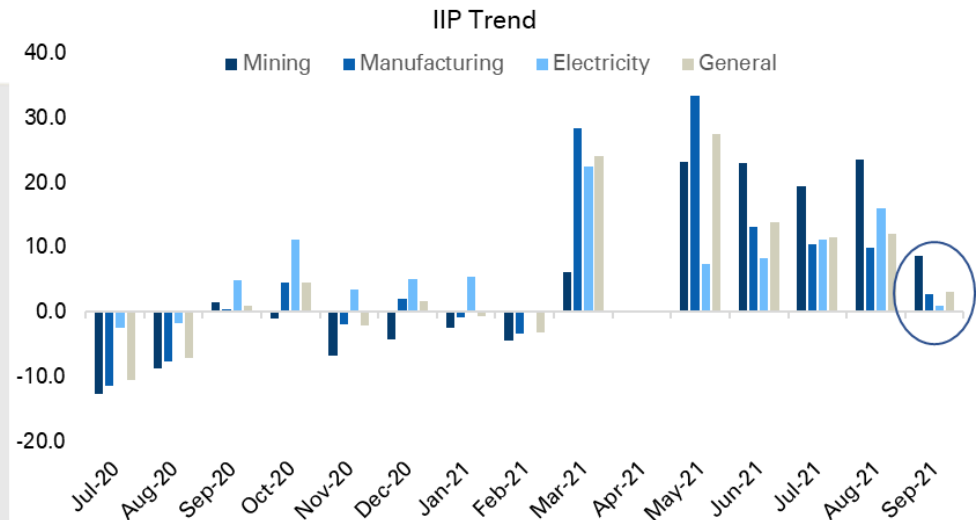
Industrial production growth slips to 3.1% in September...

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 was ₹ 1,30,127 crore of which CGST was ₹ 23,861 crore, SGST was ₹ 30,421 crore, IGST was ₹ 67,361 crore (including ₹ 32,998 crore collected on import of goods) and cess was ₹ 8,484 crore (including ₹ 699 crore collected on import of goods). Furthermore, 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 was available on account of Covid-19).

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