

Macro Insights

3rd June, 2024

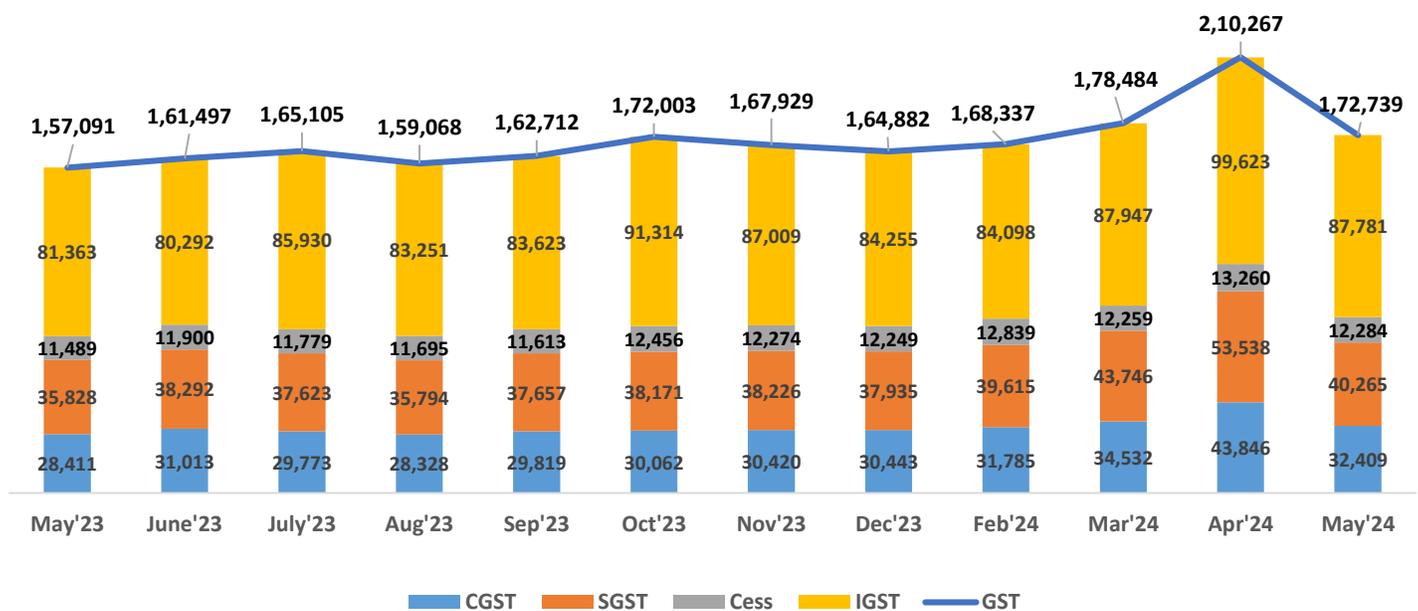
GST collections exhibits a YoY growth of 10%

Gross GST revenue collection in May 2024 stands at Rs.1.73 lakh crore recording a growth of 10 percent on YoY basis.

Highlights:

- ☞ GST Collections for May 2024 stood at Rs.1,72,739 Crore.
- ☞ The gross GST collections in the FY 2024-25 till May 2024 stood at ₹3.83 lakh crore recording a YoY growth of 11.3%.
- ☞ The impressive growth in GST collections can be attributed to strong increase in domestic transactions (up 14.2%) and marginal increase in imports (up 1.4%).
- ☞ However, GST collections in May 2024 declined as compared to April 2024 mainly due to factors like higher year-end tax payments.

Trend in GST Collections in Rs crore



Note: Press Information Bureau

Views:

- *Although GST collections have declined as compared to April 2024 due to year-end tax payments, they remain robust for May 2024 also with more than Rs.1.70 lakh crore collections. This trend aligns with improved GDP figures, signaling increased economic activity and strong domestic demand.*
- *The robust GST collections for the current fiscal also indicate growing consumer confidence, efficient tax administration, and an expanding tax base.*
- *However, a confluence of factors, including stagnant automobile sales and summer heatwaves adversely impacting consumption patterns across India, may lead to lower or flat GST collections for June 2024, estimated to be in the range of 1.70 lakh crore to 1.75 lakh crore.*

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