

Macro Insights

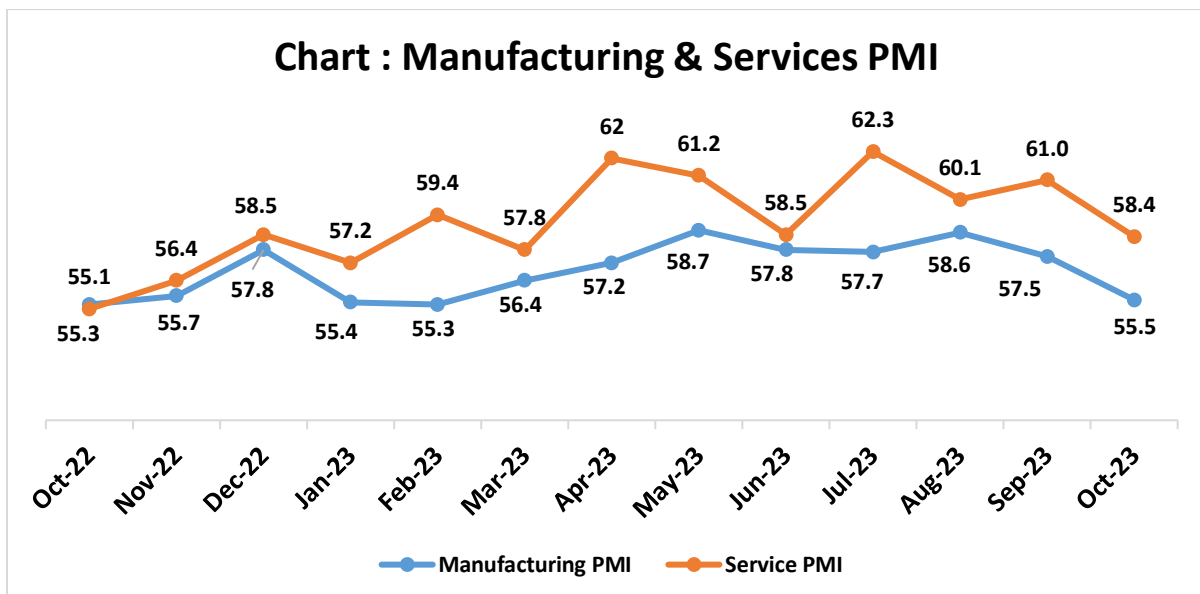
06th November 2023

Highlights:

- ☞ The services purchasing managers' index (PMI) fallen to 58.4 in October'23 from 61.0 recorded in September'23 but it is still higher than 55.1 of October'22.
- ☞ The services PMI has been above 50 for 27th consecutive month.
- ☞ The manufacturing PMI further declined to 55.5 in October'23 from 57.5 in September'23 but stands marginally higher than 55.3 of October'22.
- ☞ Therefore, the composite PMI, a combination of the manufacturing and services indices, fell to 58.4 in October'23 from 61.0 in September'23 but stands higher than 55.5 of October'23.

Views:

- ☞ A reading above 50 means expansion while a reading below it shows contraction.
- ☞ India's services sector PMI witnessed a drop owing to fierce competition and subdued demand for certain types of services along with a pick-up in inflation expectations that dampened business confidence.
- ☞ Manufacturing PMI in October'23 is lowest in last 8 months owing to heightened cost pressures and a decline in demand in the consumer goods sub-sector.
- ☞ Composite PMI declined due to slowing manufacturing activities with services growth also cooling.



Disclaimer: The opinion/information expressed/compiled in this note is of Bank's Research team and does not reflect opinion of the Bank or its Management or any of its subsidiaries. The contents can be reproduced with proper acknowledgement to the original source/authorities publishing such information. Bank does not take any responsibility for the facts/figures represented in the note and shall not be held liable for the same in any manner whatsoever.

For any feedback or valuable suggestions: Reach us at eicsmead@pnb.co.in

Follow our Official Page

www.pnbindia.in