

## Macro Insights

1<sup>st</sup> May, 2025

### Analysis and Key Takeaways: Index of Industrial Production (IIP) March 2025

#### Highlights

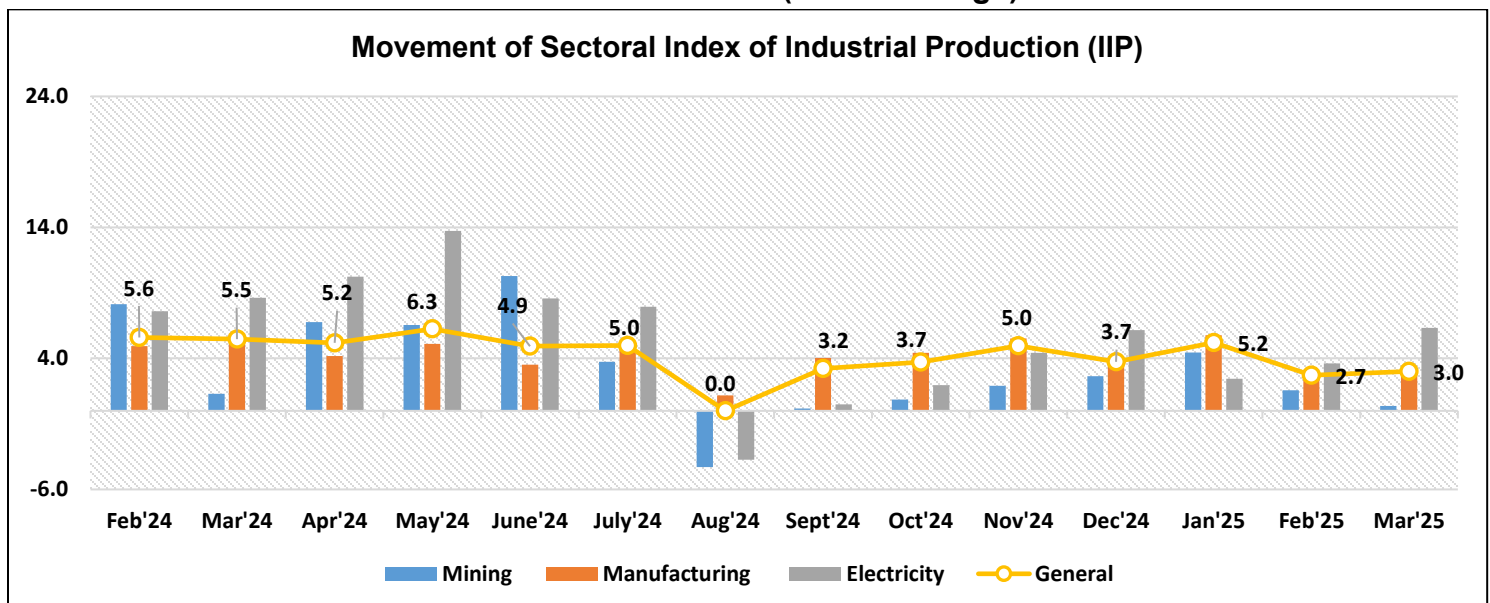
- IIP rises to 3.0% in Mar'25 which is higher than the growth seen in Feb'25 of 2.7%. IIP for the period of Apr'-Mar'25 showed a growth of 4.0 % this year compared to 5.9% during the same period last year.
- The growth rates of the three sectors, Mining, Manufacturing and Electricity for the month of March 2025 are 0.4%, 3.0% and 6.3% respectively. (As shown in table 1)
- Amongst Use Based, all the sectors showed growth except consumer non-durables, with highest growth being observed in Construction goods (8.8%), while growth in Primary Goods (3.1%) in Mar'25. Consumer Non-Durables showed de-growth of 4.7% (As shown in table 2).

#### IIP growth rises to 3.0% in March 2025

IIP drops to 2.9% in Feb'25 compared to 5.2% in Jan'25.

This growth is lower than 5.6% growth observed in Feb'24.

Chart: IIP- March 2025 (YoY% Change)



**Table 1: IIP growth % (Sector-wise)**

Component	Weight	Mar'24	Feb'25	Mar'25	Apr-Mar'24	Apr-Mar'25
Mining	14.37%	1.3	1.6	0.4	7.5	2.9
Manufacturing	77.63%	5.9	2.8	3.0	5.5	3.9
Electricity	7.99%	8.6	3.6	6.3	7.1	5.1
IIP Index -General	100.0%	5.5	2.7	3.0	5.9	4.0

**Table 2: IIP growth % (Usage-wise)**

Component	Weight	Mar'24	Feb'25	Mar'25	Apr-Mar'24	Apr-Mar'25
Primary Goods	34.05%	3.0	2.8	3.1	6.1	3.9
Capital Goods	8.22%	7.0	8.2	2.4	6.3	5.5
Intermediate Goods	17.22%	6.1	1.0	2.3	5.3	4.1
Infra/Construction Goods	12.34%	7.4	6.8	8.8	9.7	6.6
Consumer Durables	12.84%	9.5	3.7	6.6	3.6	7.9
Consumer Non- Durables	15.33%	5.2	-2.1	-4.7	4.1	-1.6

**Views:**

- IIP grew by 3.0 per cent in Mar'25 which is higher than the growth seen in Feb'25 of 2.7 per cent. IIP for the period of Apr'24-Mar'25 showed a growth of 3.9 per cent this year compared to 5.9 per cent during the same period last year.
- Mining activity rose 0.4% from 1.6% a month ago. In the use-based classification, consumer durables and construction registered the sharpest increase in growth, coming at 6.6% and 8.8% respectively. These sectors grew at 3.7% and 6.8% respectively in February

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