

Highlights

Services PMI:

- India Services PMI was revised lower to 60.4 in June 2025 from 60.7 in the preliminary estimates, following a final 58.8 in the previous month.

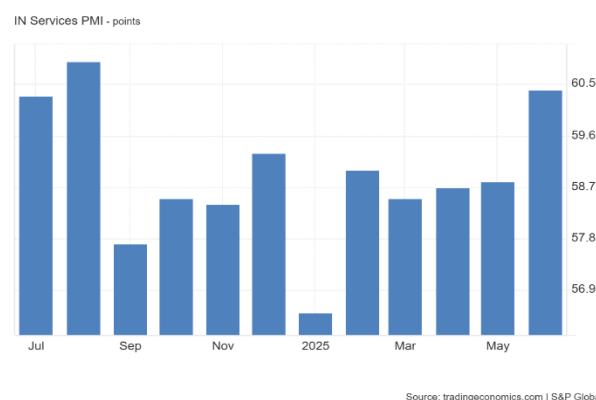


Inflation:

- Input cost inflation eased to a 10-month low, and output price inflation also slowed, though it stayed above the long-run trend.

Employment :

- Employment rose for the 37th month in a row, growing faster than the long-run average, though the pace slowed from May's record high.



Business Trend :

- Business sentiment weakened in June, falling below its long-run average despite solid growth in activity.

Source - S&P Global India Services PMI®

"Growth of service sector activity and inflows of new business picked up as better demand conditions and marketing efforts bore fruit" said Pollyanna De Lima

Note:

1. PMI stands for Purchasing Managers' Index.
2. PMI is one of the closely watched indicators of business activity across the world.
3. The magic number is 50. A reading of 50 or higher generally indicates that the industry is expanding.
4. Share of the Services sector in GDP in India is nearly 50%.
5. The PMI is prepared by IHS Markit.
6. PMI was first prepared by ISM USA in 1948.

Highlights

Manufacturing PMI:

- India Manufacturing PMI stood at 58.4 in June 2025, matching flash data and marking the highest print since April 2024. Output and buying activity rose the most in 14 months

Inflation:

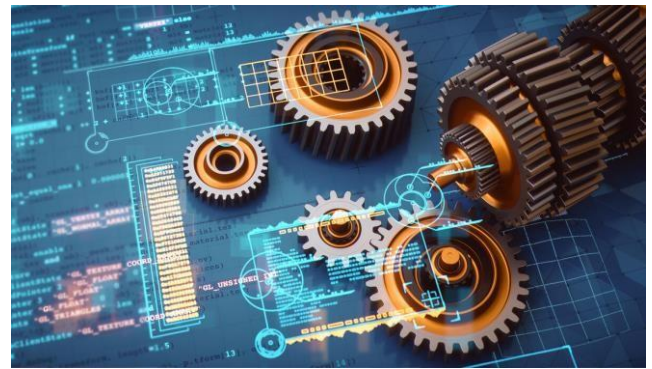
- Input cost inflation eased to a 4-month low, though iron and steel stayed pricey. Firms raised selling prices, keeping inflation concerns alive.

Employment:

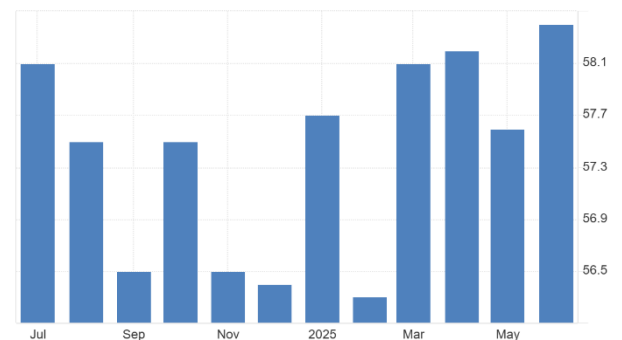
- Employment rose at a record pace, reflecting strong business confidence in the manufacturing sector.

Business optimism

- stayed positive, though slightly cautious due to competition, inflation, and shifting consumer preferences



IN Manufacturing PMI - points



Source: tradingeconomics.com | S&P Global

“Presented with buoyant demand, manufacturers seized the opportunity to adjust their pricing strategies. The latest increase in output charges reflected firms' ability to pass on higher cost burdens to customers while maintaining a competitive edge, **Pollyanna De Lima**.”

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2. PMI is one of the closely watched indicators of business activity across the world.
3. The magic number is 50. A reading of 50 or higher generally indicates that the industry is expanding.
4. Share of the manufacturing sector in GDP in India is nearly 17%.
5. The PMI is prepared by IHS Market.
6. PMI was first prepared by ISM USA in 1948.