

Monthly Exports Update on Textile and Clothing

India's T&C exports gained some momentum in June 2016 and were up by 1.7% in USD terms when compared with the June 2015, while all commodity exports (-7.7%) were down in June 2016 over the same month of previous year. Cumulative exports growth of T&C for April-June 2016 was subdued and were down by -3.2% and cumulative decline was marginally lower than the all commodity exports (-5.1%) cumulative growth over the same period of previous year.

India's T&C exports in June 2016 were to the tune of USD 3160.3 mn. as against USD 3107 mn. in June 2015.

Monthly Export Updates of Textile and Clothing Exports, (Exports in USD Mn.)

Export Category	Exports in USD mn.				% Change	
	June_16	Cumulative	June_16	Cumulative	Monthly	Cumulative
		(Apr-June)		(Apr-June)	(Apr-June 16)	(Apr-June 16)
	2014-15		2015-16	(Apr-June 15)	(Apr-June 15)	
Cotton Yarn/Fabs. /made-ups, Handloom Products etc.	826.60	2495.60	807.40	2373.50	-2.30	-4.90
Man-made Yarn/Fabs/made-ups etc.	418.70	1229.60	374.60	1109.70	-10.50	9.70
RMG of all Textiles	1582.30	4595.00	1569.90	4382.20	-0.80	-4.60
Jute Mfg. including Floor Covering	32.30	91.90	33.20	91.60	2.90	-0.40
Carpet	115.60	370.30	122.70	356.80	6.10	-3.60
Handicrafts excl. handmade carpet	131.60	363.80	252.60	536.10	92.00	47.40
Textiles	1524.70	4551.10	1590.40	4467.70	4.30	-1.80
Clothing	1582.30	4595.00	1569.90	4392.20	-0.80	-4.60
Textile and Clothing	3107.00	9146.10	3160.30	8849.90	1.70	-3.20
All Commodity	22289.40	66690.90	20569.90	63309.30	-7.70	-5.10

Source: Ministry of Commerce and Industry, Quick Estimates, July 2016.

T&C exports for cumulative month of April-June 2016 stood around USD 8849.9 mn. as against USD 9146.1 mn. in April-June 2015.

For the month of June 2016; monthly exports of Handicrafts (92.1%), carpet (6.1%) and Jute manufactures (2.9%) are positive while rest categories of exports are negative. Textiles (4.3%) alone exports growth was positive while clothing (-0.8%) was down in June 2016 compared some month of the previous year. In the first three months of this fiscal all T&C subsectors have registered negative growth in exports except for handicrafts (47.4%).

Quick Estimate of IIP for Textile and clothing Sector (T&C)

The Quick Estimates of Index of Industrial Production (IIP) for the month of May 2016 have been released by the Central Statistics Office (CSO) of the Ministry of statistics and Program Implementation (MOSPI) on 13th July 2016.

The General Index for the month of May 2016 stands at 181.8, which is 1.2% higher as compared to the level in the month of May 2015. The cumulative growth for the period April-May 2016 over the corresponding period of the previous year stands at (-) 0.1%.

The Indices of Industrial Production for the Mining, Manufacturing and electricity sectors for the month of May 2016 with the growth rate of 1.3%, 0.7% and 4.7% as compared to May 2015. The Cumulative growth in these three sectors during April-May 2016 over the corresponding period of 2015 has been 1.2%, (-) 1.5% and 9.4% respectively.

In terms of Industries, fourteen out of the twenty two industry groups (as per 2-digit NIC – 2004) in the manufacturing sector have shown positive growth during the month of May 2016 as compared to the corresponding month of the previous year. The industry group 'Office, accounting & computing machinery' has shown the highest positive growth of 18.8% followed by 14.8% in 'Machinery, precision & optical instruments, watches and clocks'. On the other hand, 'Electrical machinery & apparatus n.e.c.' has shown the highest negative growth of (-) 41.1%, followed by (-) 8.1% in 'Furniture; manufacturing n.e.c' and (-) 7.6% in 'Luggage, handbags, saddlery, harness & footwear; tanning and dressing of Leather products'.

T&C in Index of Industrial Production (IIP): Growth Rates (% , Y-o-Y)

Sector	2014-15	2015-16	May - 2015	May – 2016
Textiles	2.7	2.6	-0.8	4.5
Wearing apparel	5.4	6.7	15.8	-1.2
T&C Sector*	3.6	4.0	4.7	2.4

Source: Estimates from CSO Data, July, 2016, *Based on CITI Estimates (Calculated by adding the textiles & Wearing apparel weight)

Trend in T&C Production Growth (FY- 2016-17)

Month & Year	Textiles	Monthly Wearing Apparel	T&C Sector	Textiles	Cumulative Wearing Apparel	T&C Sector
April	3.4	1.0	2.5	3.4	1.0	2.5
May	4.5	-1.2	2.4	2.0	-0.1	1.3

Source: Estimates from CSO Data, July 2016.

Among the T&C i.e textile (4.5%) has grown positively in the May 2016 while wearing apparel (-1.2%) have shown negative growth in the index over the same month of previous year. On the other hand combined T&C sector IIP has registered positive growth of 2.4% compared to the corresponding month of previous year. T&C growth figures are lower than the previous year's growth figure. Cumulative change for April-May 2016-17 for textiles, wearing apparel and T&C were 2.01%-0.05% and 1.25% respectively over the April-May 2015-16.