

Brief Note on Textile and Apparel Economic Outlook Aug 2024

India is one of the largest exporters of textile and clothing exports in the world. India's share in world exports of textiles is 5.7% and clothing is 3.1%. The domestic size of Indian textile and apparel market is estimated around US\$125Bn.

(Source: World Trade Statistical Review 2023 by WTO, www.investment.gov.in)

Estimated Production of Spun Yarn: During the period Apr-Aug 24 estimated production of Spun Yarn marginally decreased by 0.31% in comparison with same period of previous year i.e Apr-Aug 23. In case of Cotton Spun Yarn there is marginal decrease of 1.12% and in case of Blended & 100% Non-Cotton Spun Yarn there is marginal increase of 1.46%.

(Source: Based on textile entities registered with office of Textile Commissioner to submit periodical statistical return).

Estimated Production of Man-Made Fiber / Man Made Filament Yarn: During the period Apr-Aug 24 estimated production of Man-Made Fiber increased by 3.37 % in comparison with same period of previous year i.e Apr-Aug 23. In case of Man-Made Filament Yarn production is increased by 5.34% for the same period.

(Source: Based on textile entities registered with office of Textile Commissioner to submit periodical statistical return).

Index of Industrial Production (IIP): In case of 'Manufacture of Textiles', IIP in July 24 increased marginally from June 24 i.e 106.2 to 108.5 and in case of 'Manufacture of Wearing Apparel' decreased from 122.6 to 111.5 for the same period.

(Source: Ministry of Statistics and Programme Implementation)

Whole Sale Price Index (WPI): Cumulative inflation for Textiles and Wearing Apparel at wholesale level is 0.75% and 1.64% respectively for the period Apr-Aug 24 in comparison with same period Apr-Aug 23. Rate of inflation for Aug 24 in comparison with Aug 23 is $-(0.15)\%$ for Textiles and 0.46% for Wearing Apparel respectively.

(Source: Office of the Economic Advisor, Ministry of Commerce & Industry)

Consumer Price Index (CPI): Inflation rate for Saree, Dhoti, Shirts, Banyan / undergarments, Kurta-Pajama Suits for females at retail level is 0.15%, 0.10%, 0.1%, 0.27%

and 0.3% respectively for the month Aug 24 with respect to previous month i.e July 24 at retail level/. In case of Kurta-Pajama Suits for males, it is down by 0.1%. Cumulative inflation rate for all Clothing items is 0.26 % at retail level for the month Aug 24 in comparison with July 24.

(Source: Centre Statistics Organisation, Ministry of Statistics & Programme Implementation)

Export of Textile & Apparel: Indian Textile & Apparel Export is increased by 0.05% for the period of April 2024 to July 2024 as compared with the same period of previous year. Whereas total Textile Export increased by 0.08% in the year 2023-24 as compared with previous year.

(Source: Directorate General of Commercial Intelligence and Statistics [DGCIS], Kolkata)

Import of Textile & Apparel: Indian Textile Import is decreased by 0.18% for the period of April 2024 to July 2024 as compared with the same period of previous year. Whereas total Textile Import decreased by 0.13% in the year 2023-24 as compared with previous year.

(Source: Directorate General of Commercial Intelligence and Statistics [DGCIS], Kolkata)

International Scenario: During the period Apr-July 24, Indian imports of Textile & Apparel into United States is increased by 2.17 % in comparison with same period of previous year i.e Apr-July 23, whereas total imports of Textile & Apparel into United States is decreased by 2.37% for the same period. However, for the month of July 24, Indian Textile & Apparel imports into US is decreased by 2.96%, but much lower than decrease in total Textile & Apparel imports into US i.e 9.86%. India's share in for the month of July 24, Textile & Apparel imports into United States is 8.80%.

During the month of Aug 24, Consumer Price Index (CPI) for Apparel for urban consumers in United States is 131.683 which is marginally higher than July 24 (CPI- 129.466), and marginally higher than Aug 23(CPI-131.262).

During the month of Aug 24, CPI for Garments in European Union is 102.23 which is marginally higher than previous month i.e July 24 (CPI-101.29) but marginally lower than same period of previous year i.e Aug 23 (CPI- 101.31)

(Source: US Department of Commerce, US Bureau of Labor Statistics, EUROSTAT (Statistical Office of European Communities))