

Highlights

Services PMI:

- India Services PMI was revised higher to 60.5 in July 2025, up from the preliminary estimate of 59.8, slightly above June's reading of 60.4 and market forecasts of 60.

Production & Demand:

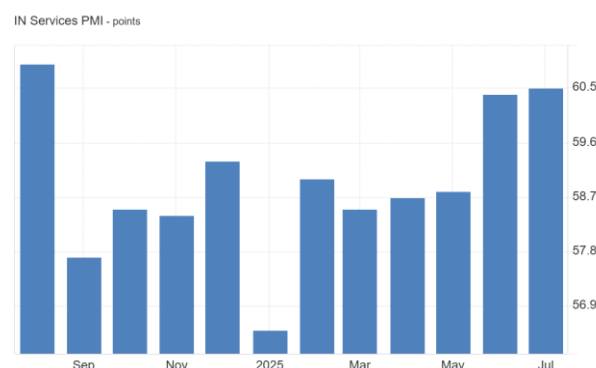
- Growth was driven by a sharp rise in new orders, foreign sales, and output. External sales saw the second-fastest rise in nearly a year, with demand notably strong from Asia, Canada, Europe, UAE, and the US.

Employment:

- Employment increased, though the rate of job creation was modest and the slowest in 15 months.

Inflation:

- Input and output prices both increased faster than in June, pointing to rising inflationary pressures.



Source: tradingeconomics.com | S&P Global

Source - S&P Global India Services PMI®

The resilience of the service sector underscores its vital role in fuelling India's economy, with the PMI results for July so far pointing to a notable contribution from the sector to overall GDP for the second fiscal quarter, 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 Service 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 was revised slightly lower to 59.1 in July 2025 from a preliminary estimate of 59.2, although it remained above June's reading of 58.4.

Inflation:

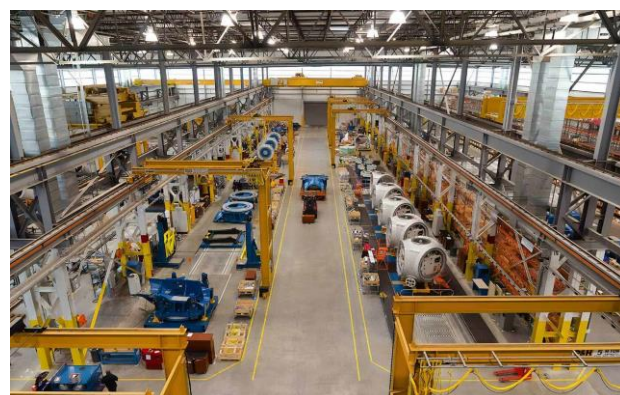
- Input costs rose at a faster pace than in June, while output charges (selling prices) increased only slightly, indicating moderate inflationary pressure.

Production & Demand:

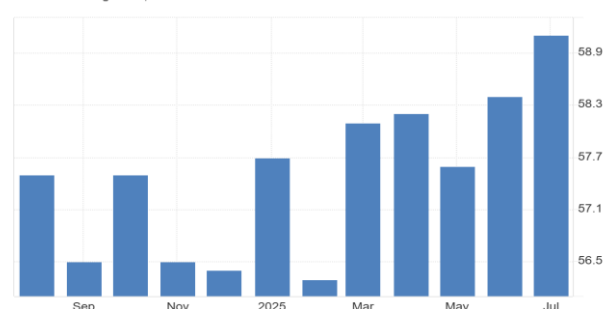
- New orders grew at the fastest rate in nearly five years, driven by strong demand conditions and effective market strategies. As a result, output growth accelerated, reaching a 15-month high.

Employment:

- Hiring activity continued into the second fiscal quarter, but the rate of job creation slowed to its weakest in eight months.



IN Manufacturing PMI - points



Source: tradingeconomics.com | S&P Global

Although the upturn in demand gained strength, there were clear signs that capacity pressures remained mild as backlogs rose only marginally and job creation remained subdued. **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.