

173.07 0.51% \$136.88 3.12% \$3242.76 0.57% \$231.23 1.14% \$40.31

ADVERTISEMENT

[HOME](#) / [ECONOMY](#)

# Non-food credit growth hits over two-year high of 9.28% in Dec

*The incremental credit deposit ratio (CD) ratio beginning Q3FY22 was at 133 as against an incremental CD ratio of only two during H1FY22, they said.*

Written by [FE Bureau](#)

INDIA NEWS

MARKETS

STOCK

HEALTHCARE

ECONOMY

MONEY

AUTO

INFRA

SME

B



**RADO**  
SWITZERLAND  
MASTER OF MATERIALS

THE GIFT,  
FOR A LIFETIME

[DISCOVER MORE](#)

Powered by **CORTEXT** ADS

previous fortnight.

Outstanding non-food credit as on December 31 stood at Rs 115.95 lakh crore, higher than Rs 112.29 lakh crore at the end of the previous fortnight. Deposits grew 10.28% y-o-y to Rs 162.41 lakh crore.

## Asian Trade Week 2022 - 4 Days of Exc Register for Free

In a recent note, analysts at [State Bank of India's \(SBI\)](#) economic research department said credit offtake improved in the December quarter. The

INDIA  
NEWS

MARKETS

STOCK

HEALTHCARE

ECONOMY

MONEY

AUTO

INFRA

SME

B

Credit growth was muted through much of 2021, with corporates deleveraging their balance sheets and consumer lending doing most of the heavy lifting for banks. In recent months, banks have sounded a more optimistic note on the recovery in corporate credit, though it is yet unclear what impact a fresh surge in Covid-19 infections could have on growth.

The SBI report said sectors where the demand for credit started picking up during the last three months include non-banking financial companies (NBFCs), telecom, petroleum, chemical, electronics, gems & jewellery, power and roads.

credit growth is expected to be 8- 9% for FY22 with a low base effect, economic expansion, rise in government and private capex, extended support under the emergency credit line guarantee scheme, and a retail credit push.

“The medium-term prospects look promising with diminished corporate stress and increased provisioning levels across banks. However, the new coronavirus variant (Omicron) could dampen momentum if localised lockdown measures increase,” they said.



**Subscribe to FE Daily Newsletter for latest updates on markets, business, money, infra & more, right in your mailbox**

Subscribe

INDIA  
NEWS

MARKETS

STOCK

HEALTHCARE

ECONOMY

MONEY

AUTO

INFRA

SME

B

Check out latest [IPO News](#), [Best Performing IPOs](#), calculate your tax by [Income Tax Calculator](#), know market's [Top Gainers](#), [Top Losers](#) & [Best Equity Funds](#). Like us on [Facebook](#) and follow us on [Twitter](#).

 Financial Express is now on Telegram. [Click here to join our channel](#) and stay updated with the latest Biz news and updates.

**NEXT STORY** ►

**RCEP Trade Agreement aims to create an integrated market**

