# INDIAN GDP ANALYSIS

**ABHINAV SHARMA** 



#### DATA EXPLORATION

Data set contains data for All States and Union Territories of India divided into three parts:

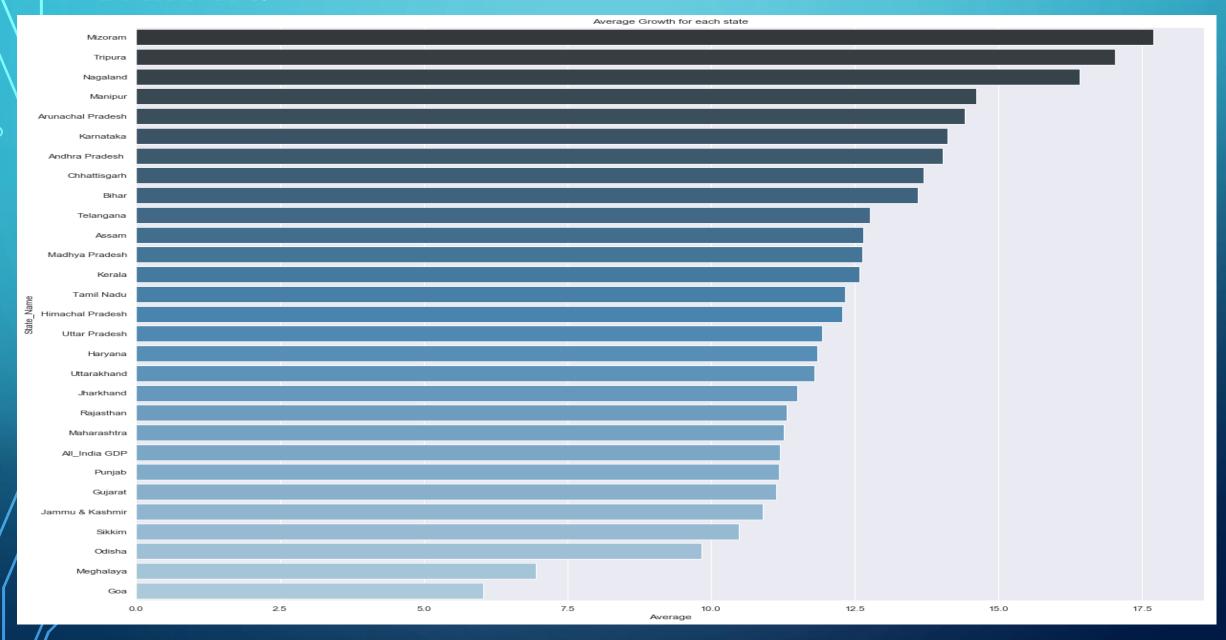
- Data I-A: consists of the GSDP (Gross State Domestic Product) data for the states and union territories.
- **Data I-B:** This dataset contains the distribution of GSDP among three sectors: the primary sector (agriculture), the secondary sector (industry) and the tertiary sector (services) along with taxes and subsidies.
- Separate dataset for each of the states in the folder Data I-B

Problem Statement: analyze the GDP of the various states of India and suggest ways to improve it.



# PART-I: GDP ANALYSIS OF THE INDIAN STATES

#### DATA 1A: Average growth of states for the duration 2013-14, 2014-15 and 2015-16



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#### • Growth Rates:

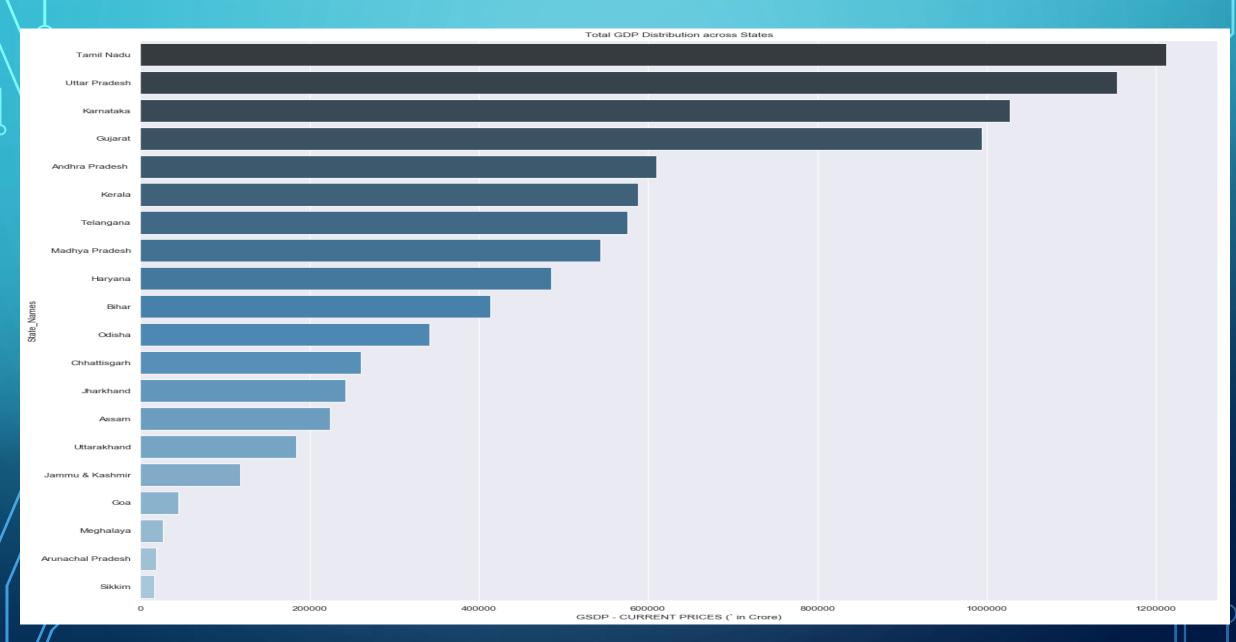
Mizoram, Tripura, Nagaland Meghalaya, Goa

Home State: Uttar Pradesh

State Name	2013-14	2014-15	2015-16	Average
Uttar Pradesh	14.73	10.51	10.58	11.94
All_India GDP	12.97	10.65	9.99	11.20

Average Growth Rate of Uttar Pradesh is a slight more than Indian GDP Growth Rate

#### DATA 1A: Total GDP Distribution Across States (2015-16)



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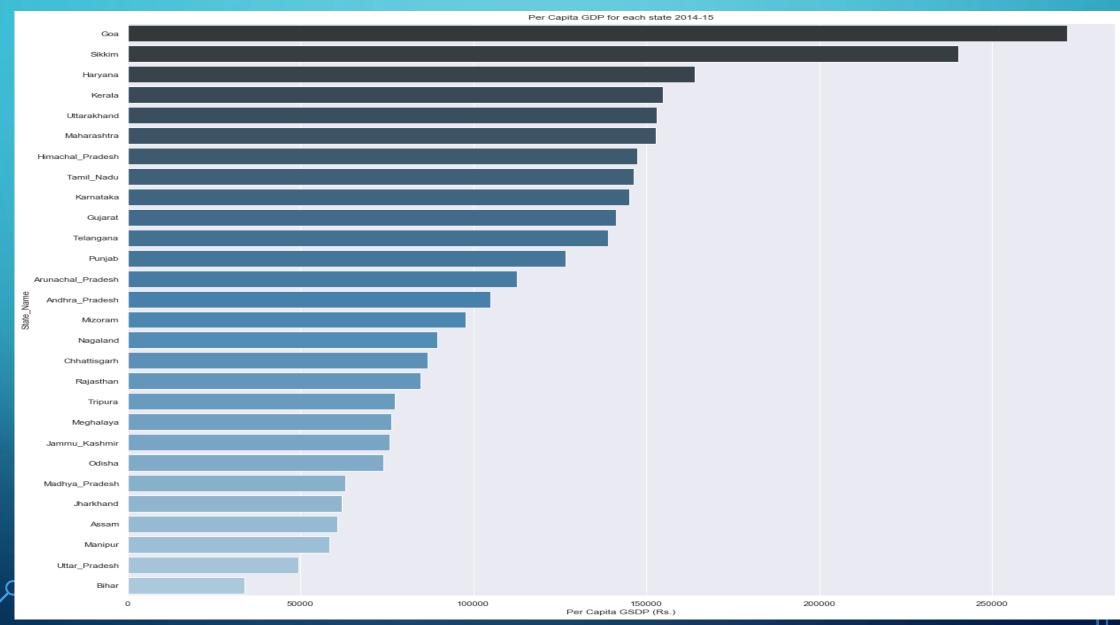
Highest Total GDP States

State	Ranking
Tamil Nadu	1
Uttar Pradesh	2
Karnataka	3
Gujarat	4
Andhra Pradesh	5

Lowest Total GDP States 🔱



# DATA 1B: GDP per capita for all states

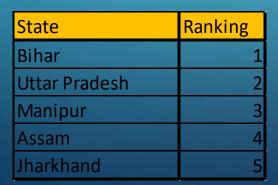


#### DATA 1A: GDP per capita for all states

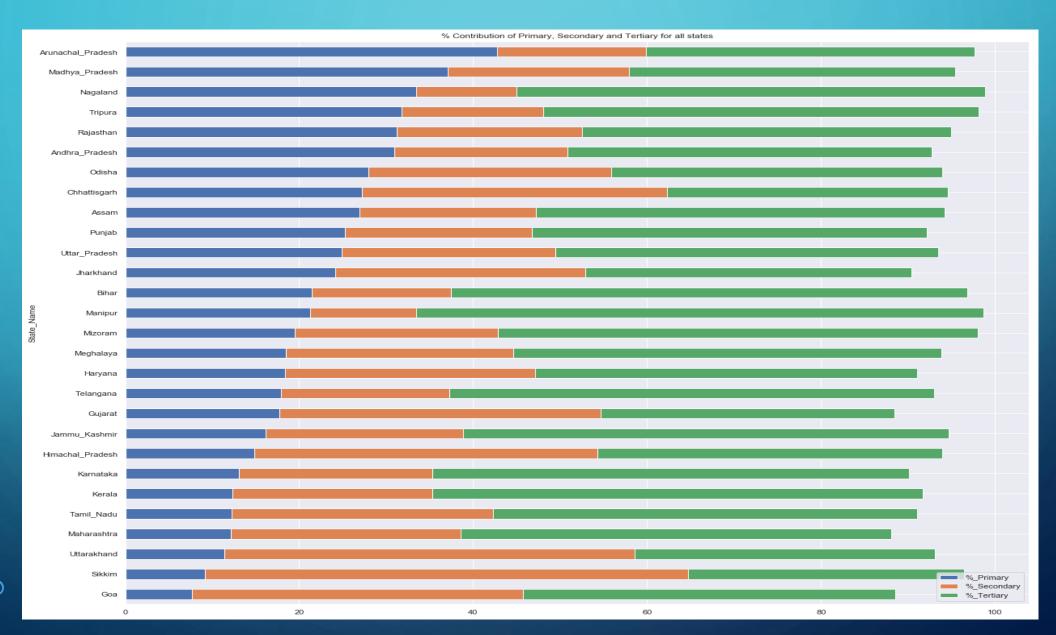
• Highest GDP Per Capita

State	Ranking
Goa	1
Sikkim	2
Harayana	3
Kerala	4
Uttarakhand	5

Lowest GDP Per Capita



## DATA 1B: % Contribution of the primary, secondary and tertiary sectors



## DATA 1B: State Categories

Range	Category
0 <per <67300<="" capita="" gdp="" td=""><td>C4</td></per>	C4
67000< Per Capita GDP <101300	C3
67300 <per capita="" gdp<153000<="" td=""><td>C2</td></per>	C2
153000 <per capita="" gdp<271800<="" td=""><td>C1</td></per>	C1

#### DATA 1B: Reflections

Top performing states can focus on strengthening the primary sectors and leverage their secondary and tertiary sectors.

States can promote new schemes for farmers to promote primary sectors growth.

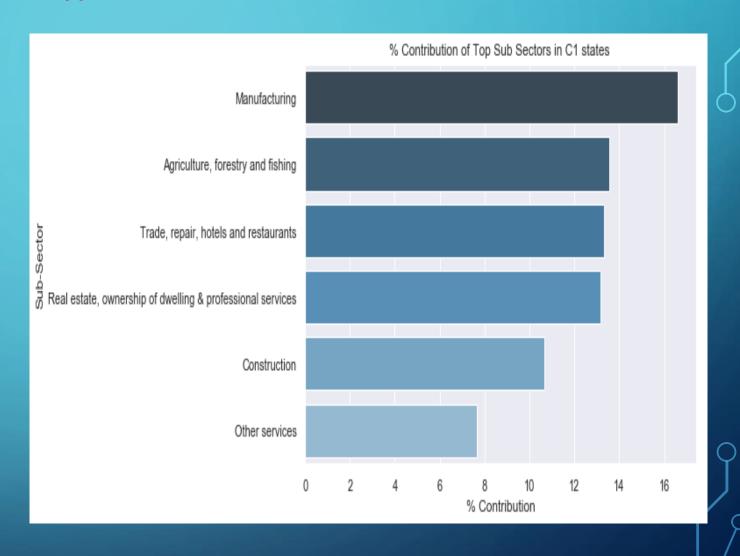
Tertiary Sector is growing for all states.

#### DATA 1B: C1 States with 80% GDP Contribution

#### Analysis:

- Manufacturing stands out as Top Contributor of GDP
- The distribution seems to be mix and all top sectors contribute together to form 80% of GDP
- Transport and storage of goods have been real prominent problem in states like Sikkim and Uttarakhand.

- C1 states should focus a bit more on sectors plike Mining and quarrying, Electricity, gas, water supply & other utility services & Transport, storage, communication & Services related to broadcasting
- Stakes like Uttarakhand can leverage sectors like electricity generation by dams more.

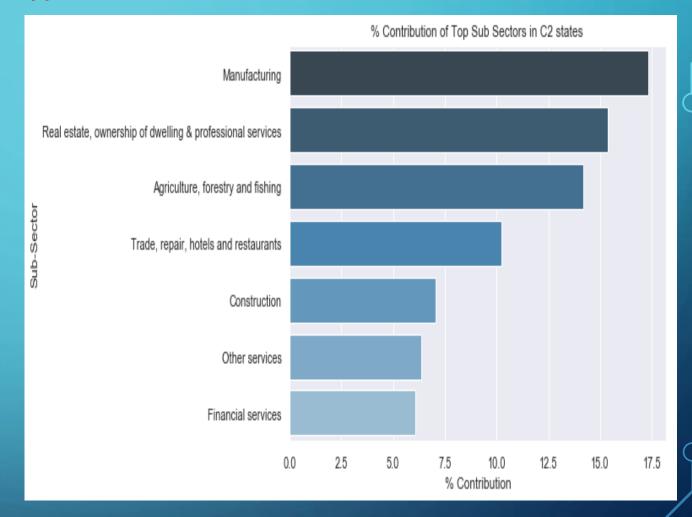


#### DATA 1B: C2 States with 80% GDP Contribution

#### Analysis:

- Manufacturing stands out as Top Contributor of GDP
- Manufacturing, Real Estate and Agriculture all three are major contributors to GDP here.

- Construction business can kick in as Real Estate has already been very prominent.
- Financial Services can kick in Rel Estate and Agriculture are already prominent.

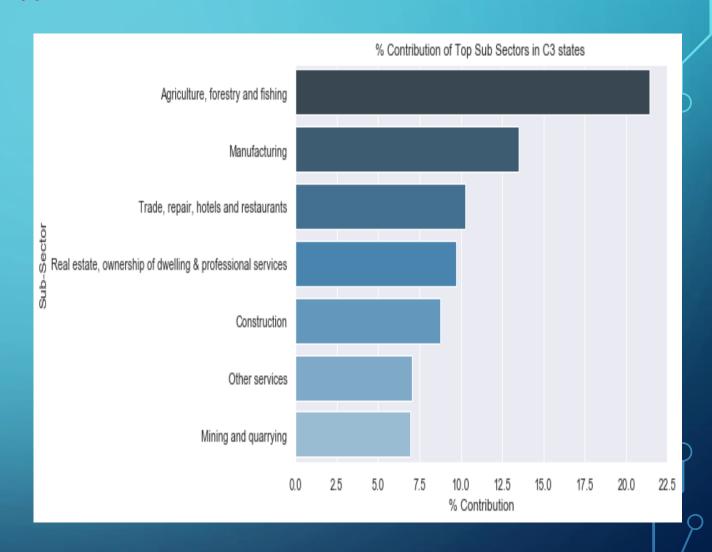


#### DATA 1B: C3 States with 80% GDP Contribution

#### Analysis:

- Agriculture stands out as top contributor ofGDP
- Manufacturing, Trade, Repair, hotels and restaurants & Real Estate are other major contributors to GDP here.
- These are poor states but their primary business comes from Agriculture.

- States like Chhattisgarh can invest more on Mining to increase their GDP
- These states can invest more in sectors like
  Electricity, gas, water supply & other utility services and states like J&K, Meghalaya,
  Mizoram, Nagaland can invest more on
  Tourism as they are scenic

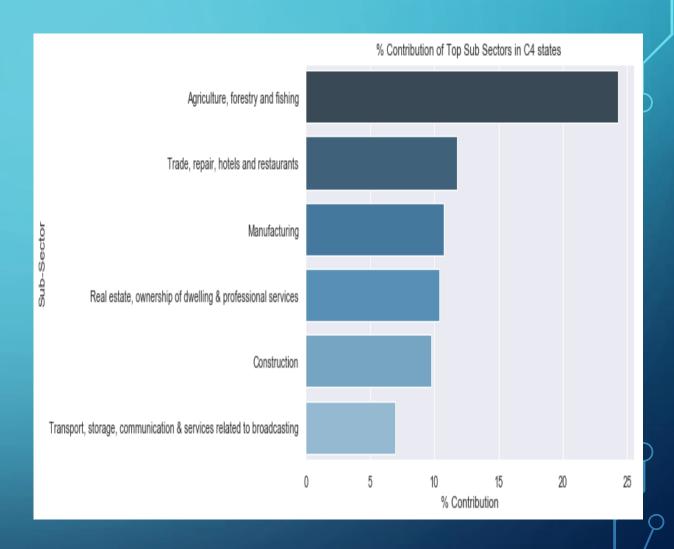


#### DATA 1B: C4 States with 80% GDP Contribution

#### **Analysis:**

- These are poor states with high population mainly agriculture oriented and trading.
- Trade, Repair, hotels and restaurants,
   Manufacturing, & Real Estate are other major contributors to GDP here.

- These states have good connectivity and hence can focus more on sectors like Transport, communication & other services like broadcasting.
- States like Jharkhand, MP and Assam can leverage more on Mining and Quarrying as Connectivity is good.



#### DATA 1B: Inferences

#### **Analysis:**

Among all the 4 categories, Manufacturing is the biggest sub-sector contributing for states with high Per Capita GDP whereas Agriculture has been the biggest contributor for states with Low Per Capita GDP. Electricity, gas, water and other utility services should be a strong focus to meet the needs of growing population.

#### How does the GDP distribution of the top states (C1) differ from the others?

- In terms of Trade and Other services, C4 states are performing better
- Manufacturing is the core of C1 states which lags for other categories which shows the people to be more skilled than other categories whereas for other categories the population is high and people are unskilled.
- C2 states can empower C1 states if leverage more of their Real Estate business and can combine it with Manufacturing sub sector.

Which sub-sectors seem to be correlated with high GDP?

**Agriculture and Manufacturing** 

Which sub-sectors do the various categories need to focus on?

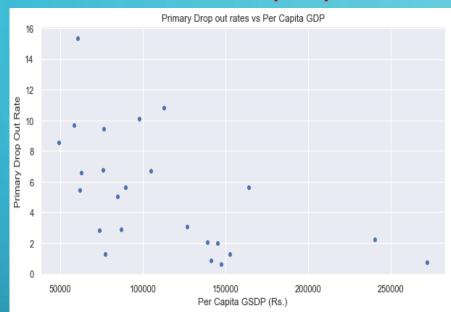
Discussed in previous slides



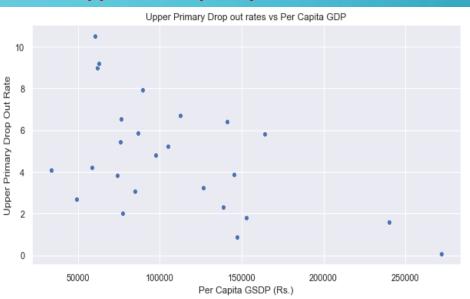
# PART II:GDP AND EDUCATION DROPOUT RATES

#### DATA II:

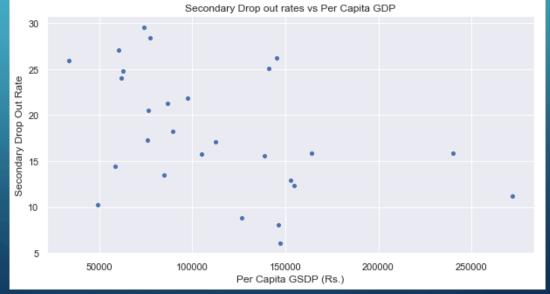
#### **Primary Drop Out Rates**



#### **Upper Primary Drop Out Rates**



**Secondary Drop Out Rates** 



#### DATA II: CONCLUSIONS

Primary Education:

As the per capita GDP increases, the drop out rates reduces. For states with high per Capita GDP, the drop out rates are very less. The trend is somewhat linear.

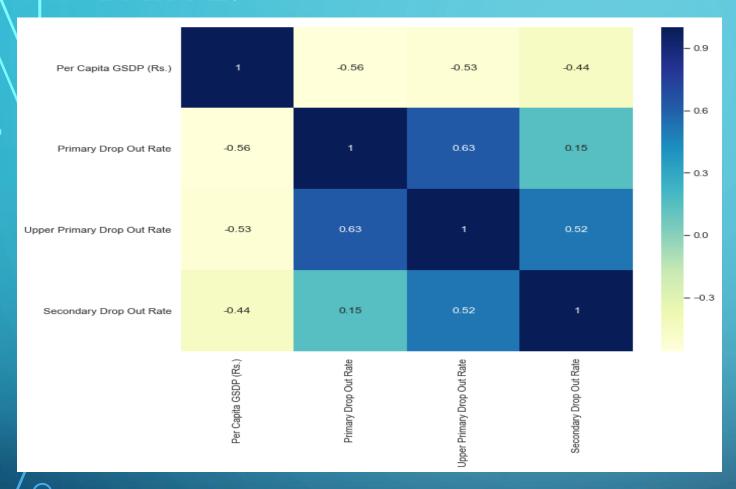
Upper Primary Education:

The trend is mixed and for low-medium ranged per Capita GDP drop outs are very high. Even for some of the high per capita GDP states, the drop out rates are very high. When the per Capita GDP increases for the states from low to medium, the drop out rates also increase.

• Secondary Education:

Drop out rates at low per Capita GDP are very high and decrease as the per capita GDP increases as parents have enough money to fund their child's education.

#### **DATA 2:**



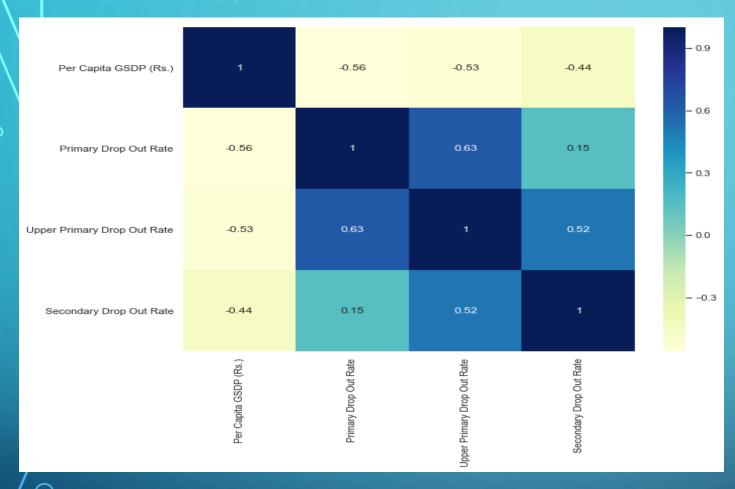
For primary education, parents consider their economic status. For low per Capita GDP, the drop out rates are very high as initial funding itself cannot be done.

As the students reach higher education levels then money becomes important factor as high per Capita GDP can educate the child more and less per Capita GDP can leave the child uneducated beyond one point as their no money with the parents to make their children study.

#### Solutions:

- 1) Make the educated more educated- invest more on teachers for senior education levels as they can train many children to reach higher education levels.
- 2) Invest more on primary education for low per capita GDP states by providing free education or very less fee to promote education.

#### **DATA 2:**



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