

Report: India's Rising Per Capita Income and its Differential Impact

Introduction

This report examines the impact of India's rising per capita income on different segments of the population, focusing on the disparities between the rich and the poor.

Main Findings / Analysis

India's economy is growing, but wealth inequality is a significant concern. The top 1% of India's population holds over 40% of the nation's wealth, while the bottom 50% owns only 3%. The top 10% earn over 57% of the national income. Income inequality in India is reportedly worse than under British rule. Despite this, poverty in India had fallen to a historic low in 2022.

Conclusion

Rising per capita income does not translate to equal benefits across the population. The wealth is concentrated within a small percentage of the population, leading to vast income disparities.

Recommendations

Investors and businesses should consider the vast income disparity and tailor their strategies accordingly. Focus on inclusive growth and addressing the needs of the lower-income segments may unlock significant market potential.