

Serious Challenges Incoming - Claimed RBI

The Reserve Bank of India has stated that the conflicts in West Asia are going to add serious challenges to growth and inflation for India in the short run. Some of the risks include: higher energy prices, supply chain disruptions, financial market volatility, global trade uncertainty, and weather disruptions, as per the latest annual report published in May 2026. India's growth outlook remains positive, it said. Considering various factors, and on the assumption that the adverse impact of the West Asia conflict would remain contained in the near-term, real GDP growth for 2026-27 is projected at 6.9 per cent with risks tilted to the downside, as per the Annual Report for 2025-26.

Read more explainers at: <https://www.economicstaan.com/explainers>