

India Trade Data- June 2025

15th July, 2025

India's Merchandise Trade Deficit narrows to \$18.77 Bn in Jun'25

Trade deficit narrows to \$18.77 bn in June 2025 from \$21.88 billion in May 2025 attributable to decline in Imports from \$60.61 bn in May to \$53.92 bn in June. Exports declined to \$35.14 bn from \$38.73 bn on a monthly basis but the fall was less sharp than imports creating a favourable impact on trade deficit.

On yearly basis, imports declined by 3.70% while exports were flat.

Imports:

- Gold imports were \$1.84 bn compared to \$2.55 bn in the previous month and on a yearly basis declined by 25.7% in June'25 amid high prices, tighter regulations and subdued domestic demand.
- Oil imports saw a significant year-on-year decline of 8.32% to \$13.80 billion. Lower crude imports were a major contributor to the narrowing of India's trade deficit in June 2025. It is pertinent to note that crude prices did not rise as feared despite the Iran-Israel conflict as both Iran and OPEC+ did not cut production levels.
- Imports of pearls, precious stone declined by 18.1% and Coal, Coke, Briquettes declined by 19.1% y-o-y.

Exports:

- Oil exports declined by 18.22% m-o-m in Jun'25 compared to 23.47% in May'25.
- Non-oil exports declined by 7.73% in Jun'25 over the previous month.
- Exports of electronic goods saw the sharpest y-o-y jump of 46.8%. Exports of Marine products grew by 13.3% y-o-y whereas Gems and Jewellery and oil exports declined by 20.4 % and 16.4% compared to the same month last year.

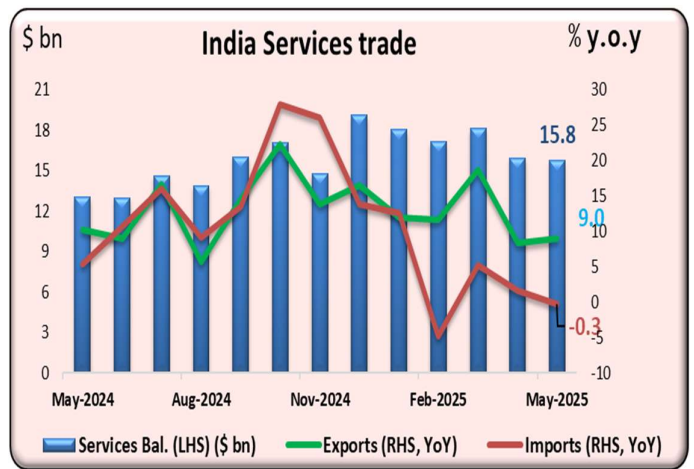
India's trade deficit witnessed a marginal change in June 2025 as oil and gold imports remained subdued. The moderation in crude prices along with a stable rupee helped contain the overall import bill.

On the export front, moderate growth persisted due to global uncertainties and weak external demand. Major think tanks including the IMF and World Bank has forecasts global economy to slow down in calendar year 2025. The export restrictions on rare earth metals by China could, however, force domestic manufacturers to import fully assembled equipments which could push up the import bill further.

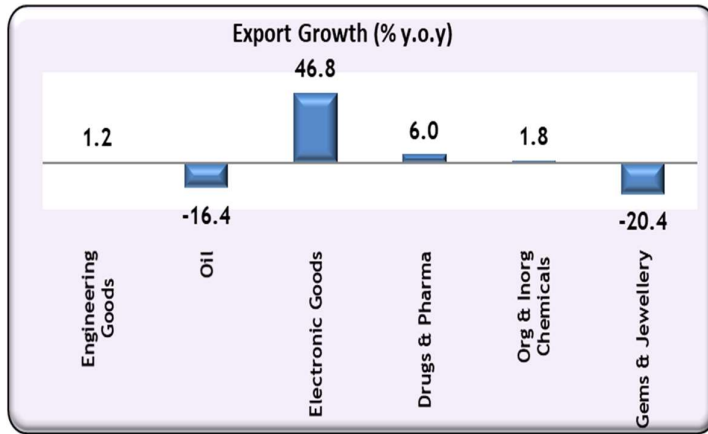
The government's continued engagement in Free Trade Agreement (FTA) negotiations and bilateral trade pacts is expected to play a pivotal role in shaping India's trade strategy. Structural efforts to diversify export markets and reduce import dependence in critical sectors remained a priority.



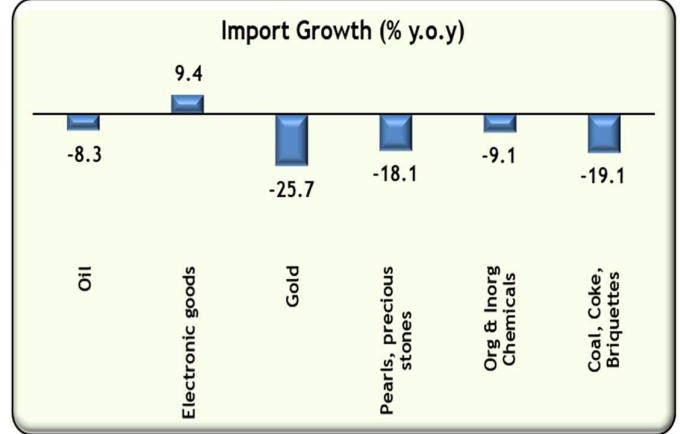
Trade deficit narrows in Jun'25



Services surplus in May'25



Electronic Goods export recorded sharp rise in June'25



Gold Import declined in Jun'25

Trends in Indian Exports - Top 20 Commodities (Value in USD Bn)															y-o-y growth in Jun-2025
Commodity	Share (%)	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	
Engineering Goods	27.04%	9.39	9.04	9.44	9.82	11.26	8.90	10.84	9.42	9.08	10.82	9.51	9.89	9.50	1.2%
Oil	13.13%	5.52	5.23	5.96	4.74	4.59	3.72	4.92	3.56	5.81	4.90	7.37	5.64	4.62	-16.4%
Electronic Goods	11.80%	2.82	2.81	2.33	2.07	3.43	3.47	3.58	4.11	3.79	4.56	3.69	4.57	4.15	46.8%
Drugs & Pharma	7.44%	2.47	2.31	2.35	2.57	2.62	2.16	2.49	2.59	2.47	3.68	2.49	2.48	2.62	6.0%
Org & Inorg Chemicals	6.64%	2.29	2.27	2.37	2.36	2.72	1.99	2.45	2.35	2.23	2.87	2.27	2.68	2.33	1.8%
Gems & Jewellery	5.09%	2.25	1.84	2.00	2.82	3.25	2.07	2.13	3.00	2.53	2.90	2.50	2.38	1.79	-20.4%
Ready Made Garments	3.73%	1.29	1.28	1.27	1.11	1.23	1.12	1.46	1.61	1.53	1.53	1.37	1.51	1.31	1.2%
Cotton Yarn/Fab	2.65%	0.96	0.97	1.01	1.05	1.05	0.87	1.05	1.04	0.98	1.12	0.96	0.97	0.93	-3.0%
Rice	2.45%	0.85	0.83	0.79	0.69	1.05	1.14	1.43	1.37	1.19	1.18	1.08	0.97	0.86	0.9%
Plastic & Linoleum	2.02%	0.70	0.73	0.76	0.79	0.81	0.70	0.78	0.73	0.68	0.81	0.70	0.76	0.71	2.2%
Marine Products	1.80%	0.56	0.57	0.55	0.63	0.81	0.76	0.72	0.54	0.51	0.68	0.58	0.73	0.63	13.3%
Coal, Mica	1.23%	0.42	0.36	0.37	0.37	0.44	0.34	0.49	0.47	0.50	0.52	0.46	0.47	0.43	3.7%
Leather & pdts	1.10%	0.39	0.41	0.41	0.36	0.37	0.33	0.37	0.38	0.33	0.36	0.32	0.39	0.39	-0.6%
Man-made Yarn/Fabs	1.06%	0.38	0.41	0.42	0.42	0.44	0.35	0.42	0.43	0.40	0.44	0.38	0.41	0.37	-2.5%
Meat, dairy & poultry	1.06%	0.31	0.46	0.43	0.43	0.45	0.45	0.51	0.52	0.45	0.48	0.37	0.44	0.37	19.7%
Ceramic products	0.92%	0.32	0.32	0.32	0.32	0.36	0.30	0.37	0.33	0.30	0.36	0.34	0.37	0.32	-0.2%
Spices	0.89%	0.32	0.34	0.34	0.33	0.38	0.32	0.37	0.34	0.43	0.52	0.44	0.40	0.31	-2.4%
Cereal preparations	0.76%	0.25	0.25	0.27	0.26	0.28	0.22	0.26	0.26	0.26	0.28	0.26	0.26	0.27	8.2%
Fruits & Vegetables	0.73%	0.25	0.28	0.28	0.28	0.32	0.29	0.33	0.30	0.41	0.48	0.38	0.31	0.26	2.7%
Coffee	0.52%	0.20	0.10	0.15	0.16	0.12	0.10	0.10	0.12	0.18	0.26	0.20	0.20	0.18	-6.4%
Grand Total Exports	92.08%	35.16	33.81	34.48	34.31	39.00	32.04	38.01	36.43	36.91	41.97	38.49	38.73	35.14	0.0%

Trends in Indian Imports - Top 20 Commodity (Value in USD Bn)															
Commodity	Share (%)	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	yoy% growth in Jun-25
Oil	25.59%	15.05	13.87	11.02	12.54	18.30	16.11	15.27	13.43	11.89	19.01	20.72	14.75	13.80	-8.3%
Electronic goods	15.62%	7.70	8.66	8.92	8.47	8.35	7.62	8.34	9.36	7.57	9.43	9.25	9.09	8.42	9.4%
Elec & non-elect Machinery	8.22%	4.09	4.47	4.97	4.53	4.63	4.49	4.70	4.73	4.32	4.65	4.67	5.01	4.43	8.4%
Coal, Coke, Briquettes	4.42%	2.94	2.99	2.79	2.30	2.35	2.38	1.95	2.69	2.06	2.25	2.71	2.66	2.38	-19.1%
Org & Inorg Chemicals	4.18%	2.48	2.51	2.62	2.43	2.39	2.30	2.32	2.54	2.04	2.26	2.45	2.56	2.26	-9.1%
Non-ferrous metals	3.94%	2.31	2.23	2.37	2.12	2.33	2.12	1.75	1.94	1.79	2.11	2.32	2.39	2.12	-8.1%
Transport equipment	3.72%	2.00	1.89	2.59	2.29	2.25	2.60	2.79	2.68	2.61	2.55	2.60	2.37	2.01	0.5%
Artificial resins, plastic	3.45%	1.91	2.02	2.21	1.87	2.05	1.93	1.79	1.72	1.57	1.88	1.95	1.98	1.86	-2.7%
Gold	3.41%	2.48	2.57	8.64	3.30	4.68	9.84	4.70	2.69	2.34	4.48	3.10	2.55	1.84	-25.7%
Vegetable Oil	3.06%	1.42	1.87	1.57	1.13	1.53	1.88	1.32	1.38	1.20	1.23	1.23	1.40	1.65	15.9%
Iron & Steel	2.95%	1.80	1.93	2.26	2.00	2.15	1.78	1.87	2.20	1.57	1.78	1.76	1.91	1.59	-11.8%
Pearls, precious stones	2.75%	1.81	1.33	1.31	1.61	1.38	0.96	1.27	1.23	1.28	2.14	1.67	1.56	1.48	-18.1%
Chemical & Pdts	2.65%	0.96	0.98	1.03	0.93	1.05	0.99	1.13	1.35	1.25	1.26	1.97	3.43	1.43	49.3%
Metalliferous ores	2.12%	0.87	0.84	1.08	0.84	1.06	0.86	1.14	1.25	0.83	0.79	1.05	0.84	1.14	31.0%
Fertilisers	1.41%	0.75	0.68	0.54	0.78	1.32	1.35	1.21	0.84	0.60	0.62	0.65	0.69	0.76	0.7%
Professional instrument	1.35%	0.67	0.74	0.69	0.66	0.74	0.74	0.77	0.68	0.63	0.82	0.73	0.75	0.73	8.8%
Medicinal & Pharma	1.31%	0.71	0.74	0.75	0.65	0.79	0.79	0.83	0.79	0.70	0.74	0.75	0.79	0.71	0.0%
Wood & Pdts	0.99%	0.55	0.57	0.65	0.61	0.66	0.61	0.62	0.66	0.52	0.53	0.54	0.55	0.53	-3.6%
Machine tools	0.98%	0.45	0.47	0.49	0.47	0.47	0.45	0.54	0.54	0.43	0.49	0.53	0.63	0.53	17.8%
Dyeing/tanning/colouring	0.59%	0.36	0.39	0.42	0.38	0.38	0.32	0.32	0.37	0.31	0.35	0.35	0.34	0.32	-11.9%
Total Imports	92.70%	55.99	56.84	62.57	54.00	63.13	63.86	59.95	59.42	50.96	63.51	64.91	60.61	53.92	-3.7%

Implications:

- Going forward, trade deficit would be shaped by global economic conditions and the outcome of the trade deal between India and USA. As India is not among those being sent letters by Trump with tariffs ranging from 20-50%, it is expected that we would be subjected to a lower tariff in the range of 15-20%. This will confer a comparative advantage on our exports as the relative tariffs on India would be lower.
- Our exports of textiles, pharmaceuticals, automobiles, gems and jewellery and electronic goods to USA will benefit significantly.
- India will also benefit from free trade agreements in the pipeline with other economies.

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