

India's GST collections soars, What is the economic outlook?

Based on the latest data released by the Finance Ministry, it showed that the center amassed a massive sum of Rs 1.87 lakh crore from its GST collections from April. An improvement to 11.6% was registered when compared with Rs 1.68 lakh crore received in April 2022. The Central GST contributed Rs 38,440 crores while State GST recorded Rs 47,412 crores. Revenues from Integrated GST and compensation cesses amounted to Rs 89,518 crores and Rs 12,025 crores respectively.

The Union Budget (2023-24) emphasized a 12% increment in all its GST collections by 2024. April 20th recorded the highest amount of taxes collected for a single day i.e., Rs 68,228 crores, and payments were completed in 9.8 lakh transactions. The previous high for the same date stood at Rs 57,846 crores (in 9.6 lakh transactions). Settlements from Integrated GST to Centre and State GST came at Rs 45,684 crores and Rs 37,959 crores respectively.

The higher earnings are a result of the financial year closing in March wherein all companies would carefully evaluate their transactions and prefer to complete the annual accounting period on a positive remark. Moreover, this stands as proof of greater economic growth and strict adherence to financial regulations.

