

# Moody's Pegs India's Growth at 7.7% in FY18

## Our Bureau

**New Delhi:** International ratings firm Moody's raised its estimate on India's economic growth to 7.5% in fiscal 2017 and 7.7% in fiscal 2018, from 6.9% and 7.5%, respectively.

“We expect marginally faster growth in India,” Moody's said in its Global Macro Outlook. It expects gross to gradually accelerate to around 8% over the next three to four years. The negative impact of last year's demonetisation on the economy has been limited in size and duration, Moody's said.

“The ruling BJP's victory in the UP state elections indicates that the government has remained politically popular despite the demonetisation exercise,” it said, adding that reforms such as the GST and Bankruptcy Code will help reduce inefficiencies and boost growth over the long run.