

**RESEARCH****BOB ECONOMICS RESEARCH | ECONOMIC OUTLOOK - FY27**

IMF - Global growth trajectory remains uncertain

**SUMMARY****INDIA ECONOMICS: ECONOMIC OUTLOOK - FY27**

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## ECONOMIC OUTLOOK - FY27

24 June 2026

### IMF - Global growth trajectory remains uncertain

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### Divergence across countries

- Continued tailwinds from AI driven investment, softer monetary policy, weaker dollar, and fiscal support offset by the crisis
- Possibility of further escalation in conflict leading to more pronounced and large-scale effect
- Commodity-importing EMs and developing economies with “preexisting fragilities” would face a greater impact of the conflict

### Assumptions for FY27 projections

#### Basic assumptions made for calculating baseline scenario forecasts

- Impact of the war will be felt for the next six months.
- For all our calculations we have assumed oil price to average US\$ 80-90/bbl in FY27.
- There will be cumulative 7.5-10% increase in domestic petrol and diesel prices. ATF prices to also remain elevated.
- Change in any of the above assumptions can lead to divergence in forecasts from our base case scenario.



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