

How Indian households' spending patterns have changed over time?

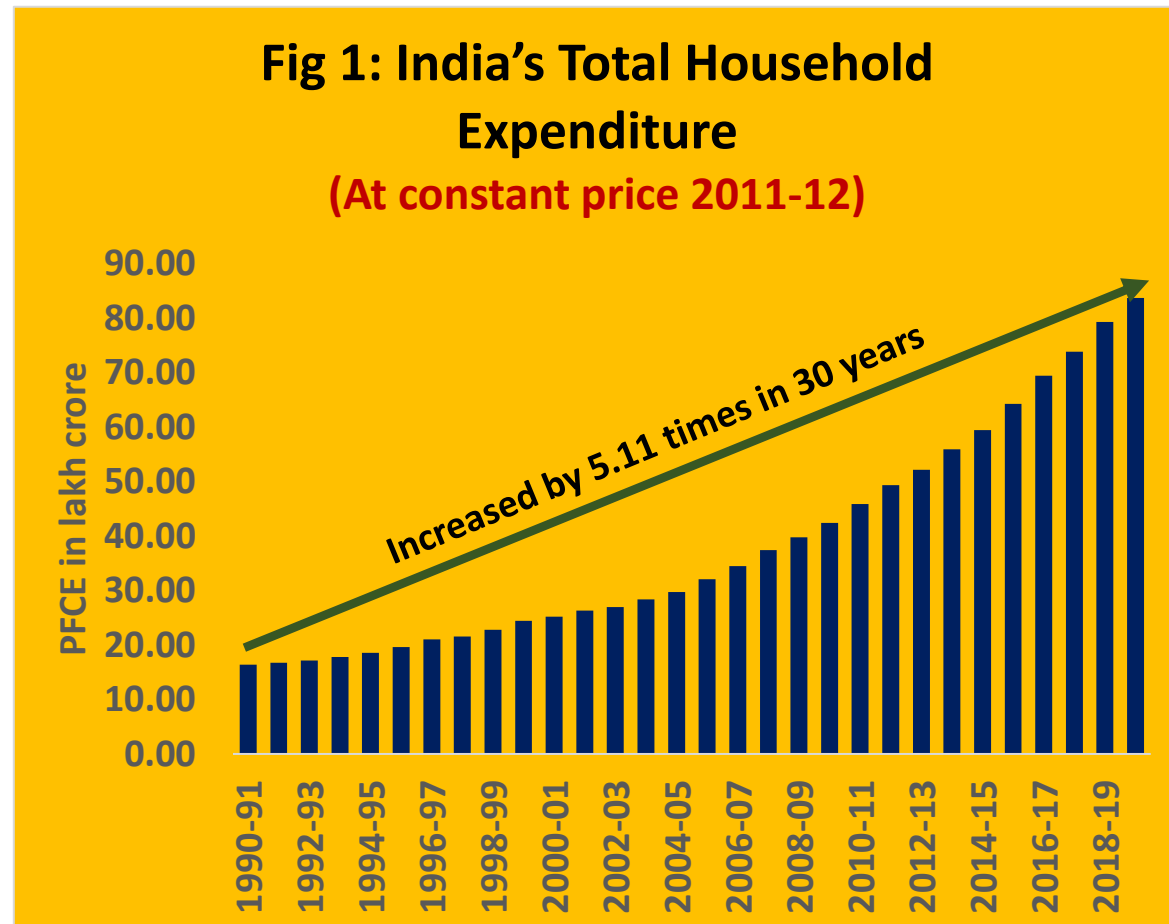
**India has observed drastic changes in household consumption pattern over last 30 years**

# Insights Using Private Final Consumption Data for last 30 Years

- We have shown consumption trend with the help of national accounts data
- The trend presented is for the last 30 years (from 1990-91 to 2019-20)
- We avoided 2020-21 and 2021-22 since consumption was affected severely due to pandemic
- The current slides present the broad expenditure categories
- It will be followed by details of each sector
- Lets understand how India consumes now and also how the consumption has changed over time

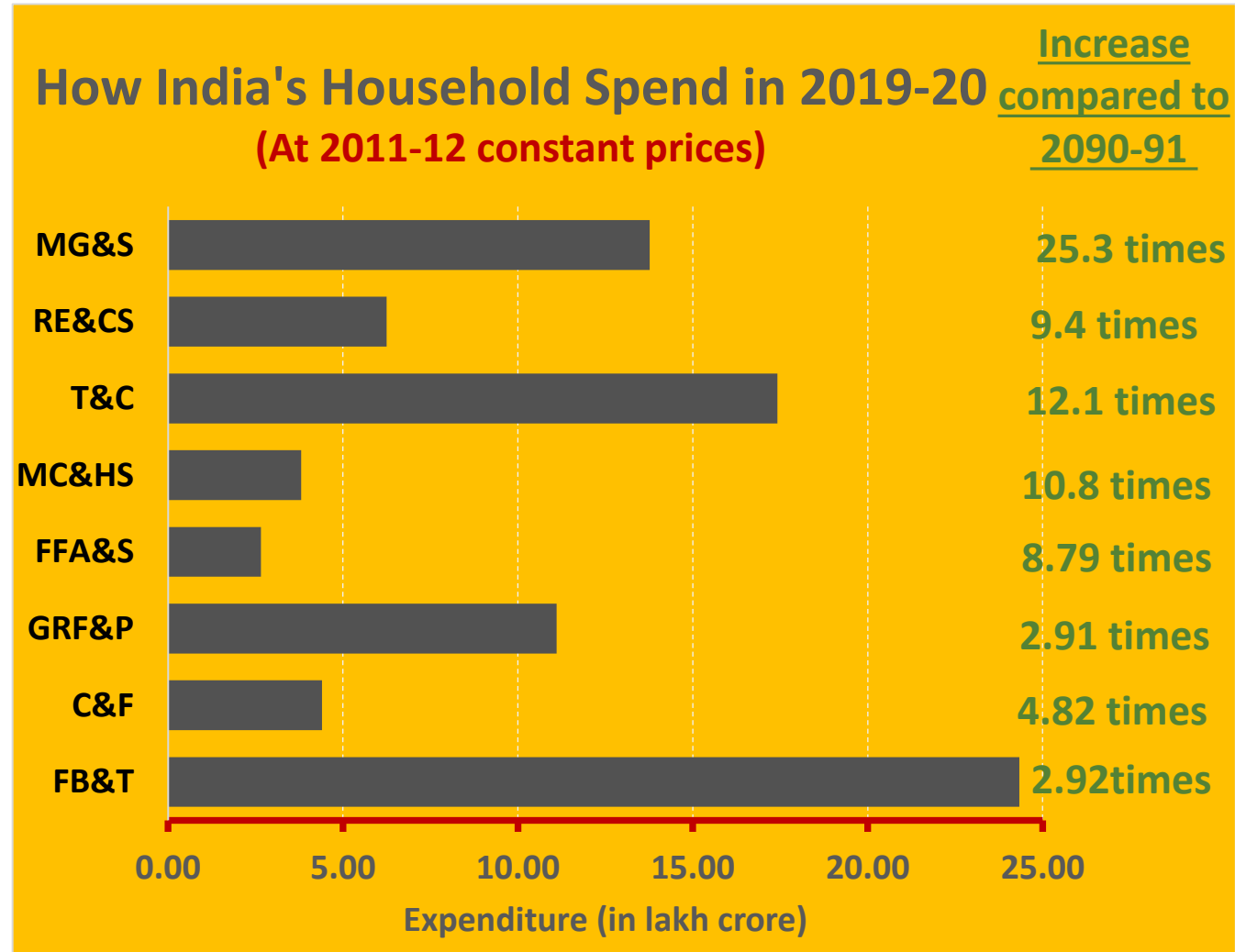
Overall consumption has increased manifold between 1990-91 and 2019-20, **however distribution across income not considered**

Indian households consume more than 5 times in 2019-20 compared to 1990-91. But population increased by 1.6 times which means per capita consumption increased by 3.3 times as compared to 1990-91.



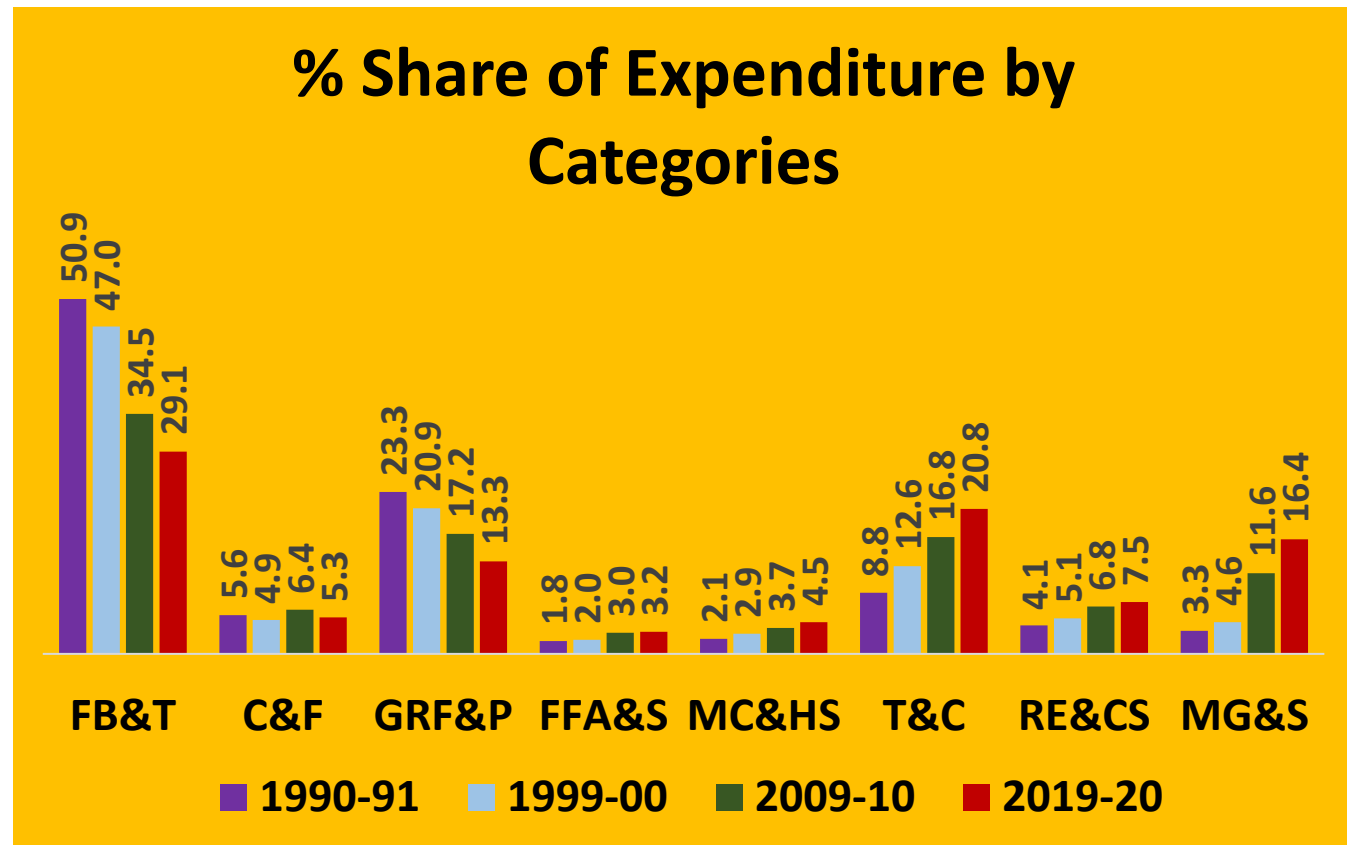
# Maximum spending was on category Food, Beverages & Tobacco. Expenditure on Misc. Goods and Services increased by more than 25 times from 2090-91

Broad Item	Short Form
1. Misc. good & services	MG&S
2. Recreation, education & cultural services	RE&CS
3. Transport & communication	T&C
4. Medical care & health services	MC&HS
5. Furniture, furnishing, appliances & services	FFA&S
6. Gross rent, Fuel & power	GRF&P
7. Clothing & footwear	C&F
8. Food, beverages and tobacco	FB&T



**Indian households expenditure share on Food, Beverages and Tobacco has dropped from 51% to 29% in 30 years. Consumption share of Transportation & Communication (from 9% to 21%) and Misc. goods and services (from 3% to 16%) went up significantly**

Broad Item	Short Form
1. Misc. good & services	MG&S
2. Recreation, education & cultural services	RE&CS
3. Transport & communication	T&C
4. Medical care & health services	MC&HS
5. Furniture, furnishing, appliances & services	FFA&S
6. Gross rent, Fuel & power	GRF&P
7. Clothing & footwear	C&F
8. Food, beverages and tobacco	FB&T



# Ascension Centre for Research and Analytics (ACRA)

Follow us at

<https://ascension.org.in/>

Connect to us at [dripto@ascension.org.in](mailto:dripto@ascension.org.in) and  
[mail@ascension.org.in](mailto:mail@ascension.org.in)