

India's trade deals unlock growth opportunities for Textiles; spotlight on Tirupur-Coimbatore-Madurai Clusters - Brickwork Ratings



Coimbatore: At the Coimbatore edition of Brickwork Ratings' Made for Bharat – Customer Impact Series, experts highlighted the macroeconomic outlook of India and how India's recently announced trade agreements with the European Union (EU) and the United States are unlocking new export opportunities and shaping the outlook of key sectors in India.

Giving an overview of the macroeconomic tailwinds, Manu Sehgal, CEO, Brickwork Ratings, noted "India continues to be one of the fastest-growing major economies globally, with GDP growth estimate revised up from an earlier estimate of 7.4% to 7.6% for FY26 on the backdrop of a stronger than expected third quarter growth numbers, and expected to stay near the upper bound of 6.8–7.2% in FY27. The growth is mainly supported by robust domestic demand, an accommodative monetary stance and the trade agreements with the EU and the US. The trade agreements along with a benign inflation environment has enabled the RBI to adopt an accommodative monetary stance, including multiple repo rate cuts, creating favourable financing conditions for businesses and exporters. However, the recent US-Iran conflict, and the likely resulting supply-chain constrictions, especially with respect to oil supplies, requires close monitoring."