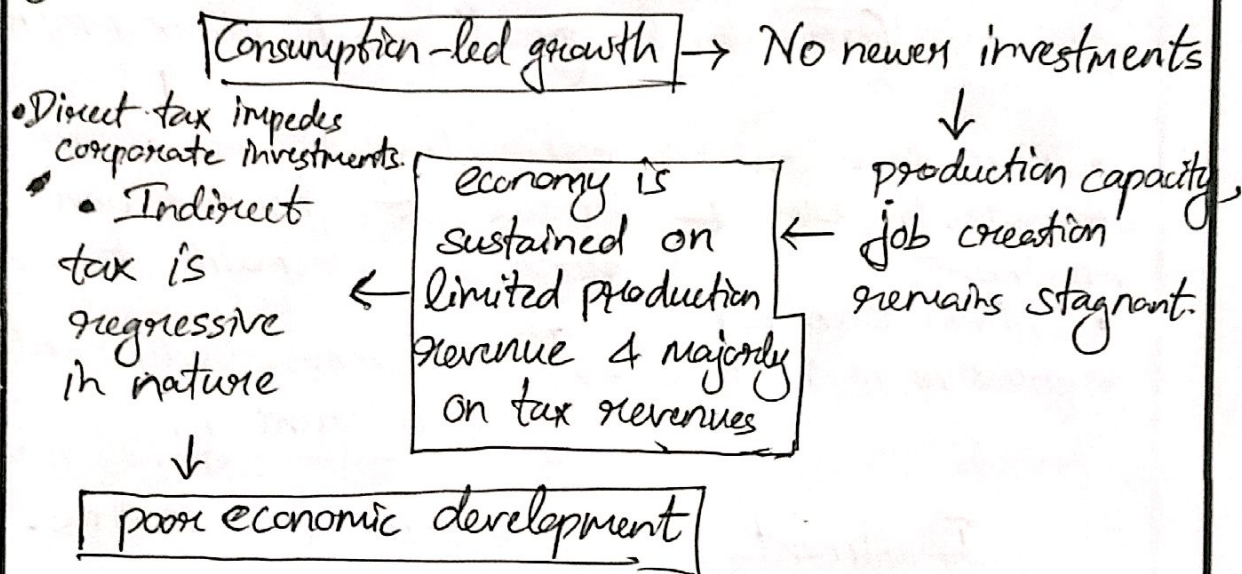


In recent years, GDP growth in India has been consumption-led rather than investment-led. Is consumption-led expansion sustainable? Discuss

India is one of the fastest growing economies that is consumption-led. In a consumption-led growth \_\_\_\_\_



In a country like India where there exists a vast socio-economic inequalities, consumption-led growth will only aggravate the existing problem. For, growth in real terms, new investments in capacity generation, job creation will have to ~~do~~ be done to take full benefit of our potential demographic dividend.

With recapitalisation of banks, resolving NPA issues through Project Sashakt, Insolvency & Bankruptcy Code, implementation of Goods & Services Tax, the government is looking to achieve higher GDP through investment-led growth.