

Abstract Details

Title: Inflation Targeting in India: Issues and Challenges

Author: Dr. Punam Devi

Abstract: Success of Inflation Targeting in New Zealand and 54 countries had adopted IT by 1998 of which some has done it on the recommendation of International Monetary Fund. India switched from multiple indicators targeting to IT regime in 2016. But in developing country economists could not be confident enough about success of IT. Being fiscal dominant and also lacking in continuous and reliable measuring tool for inflation make it unsuitable for developing country. India had switched from WPI to CPI with announcing a new series of CPI. Supply shocks in food supply and existence of Philips curve are major problems for India.

Keywords: Inflation, Multiple Indicator Approaches, CPI.