

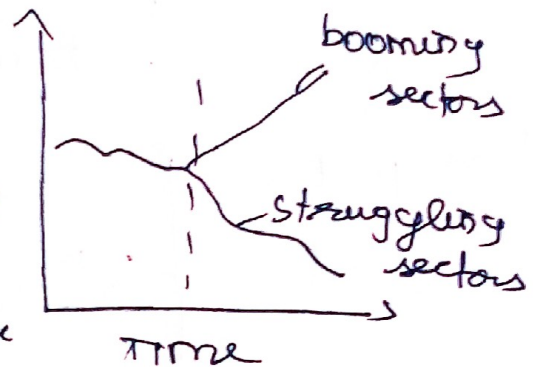
24 What do u understand by K-shaped eco. recovery? Compare & contrast K-shaped from others. Discuss implication of K-sh on Indian economy.

India was recovering from the pandemic in a K-shaped recovery pattern as anticipated by economists.

K-shaped recovery

K-shaped recovery GDP

is the diverging economic



scenario in which different sectors recover at different part of the time or struggle to recover.

During post-pandemic - sectors such as retail, software recovered quickly whereas tourism, hospitality struggled to recover.

Different recovery methods

K-shaped recovery can be due to emergence of new technology and

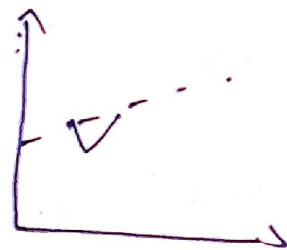
Government employing counter-cyclical fiscal policy. Different curves are largely attributed to the time taken for the recovery.

Z-shaped



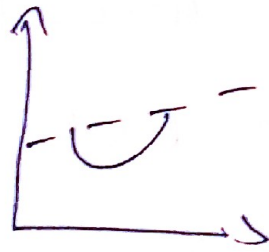
- quickest of all the
- economy recovery
- job losses are minimum.

V-shaped



- second best, here
- job losses are not permanent

U-shaped



* takes a bit more time, job loss is prevalent.

W-shaped



* Risky recovery, as there is double dip in the economy, job loss is high.

L-shaped



* Economy is lost forever and the

sectors cannot reach the pre shock period growth.

Implications on India In India too the technology laden industry such as artificial intelligence & companies boomed, agriculture grew at 7% whereas tourism was taken a hit.

The K-shaped recovery is explicit as per recent India's inequality report the top 10% of Indians own 77% of the nation's wealth. This is a clear picture of India's recovery path.

Micro small enterprises are yet to get back, Government measures such as Vivad se Vishwas has been a welcome measure.

Future

The private consumption expenditure survey data needs to be available at the national level in order to judge which sector and class of people need assistance at the earliest.