GOVERNMENT OF INDIA
MINISTRY OF STATISTICS & PROGRAMME IMPLEMENTATION

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30th January 2025

Household Consumption Expenditure Survey: 2023-24

Headlines

• Persistent decline in urban-rural consumption difference across India's major states

continues in 2023-24

• Average MPCE on the rise across all Household types in rural and urban Areas

• Consumption Inequality drops across major states in urban and rural areas

Introduction

The Ministry of Statistics and Programme Implementation (MoSPI) published the summary

findings of the second of the two consecutive surveys on household consumption expenditure

planned to be conducted during 2022-23 and 2023-24 on 27th December 2024 in the form of a

factsheet. Prior to this, the detailed report and the unit level data of the survey of 2022-23 was

released in June 2024. The detailed report of the Household Consumption Expenditure Survey:

2023-24 (HCES:2023-24) along with the unit level data is being released now.

HCES is designed to collect information on consumption and expenditure of the households on

goods and services. The survey provides data required to assess trends in economic well-being and

to determine and update the basket of consumer goods and services and weights used for the

calculation of the Consumer Price Index. Data collected in HCES is also used to measure poverty,

inequality, and social exclusion. The Monthly Per Capita Consumption Expenditure (MPCE)

compiled from HCES is the primary indicator used for most analytical purposes.

The estimates of MPCE of 2023-24 are based on the data collected from 2,61,953 Households (1,54,357) in rural areas and 1,07,596 in urban areas) in the central sample spread over all States and Union Territories in the country. As in HCES:2022-23, in HCES:2023-24 also two sets of estimates of MPCE have been generated: (i) without considering imputed values of items received free of cost by the households through various social welfare programmes and (ii) considering imputed values of items received free of cost by the households through various social welfare programmes. The first set of estimates are presented in Section A while some selected indicators on the second ones are presented in Section Bⁱ.

Important Findings of HCES: 2023-24

- The average MPCE in rural and urban India in 2023-24 has been estimated to be Rs. 4,122 and Rs. 6,996, respectively without taking into account of the values of items received free of cost by the households through various social welfare programmes.
- Considering the imputed values of items received free of cost through various social welfare programmes, these estimates become Rs. 4,247 and Rs. 7,078 respectively, for rural and urban areas.
- At all-India level, the urban-rural gap in MPCE has declined to 71% in 2022-23 from 84% in 2011-12 and it has further reduced to 70% in 2023-24.
- Among the 18 major states, the urban-rural gap in average MPCE has declined in 18 states.
- Consumption inequality, both in rural and urban areas, for almost all the 18 major states has declined in 2023-24 from the level of 2022-23. At all-India, the Gini coefficient of consumption expenditure has declined to 0.237 in 2023-24 from 0.266 in 2022-23 for rural

areas and to 0.284 in 2023-24 from 0.314 in 2022-23 for urban areas.

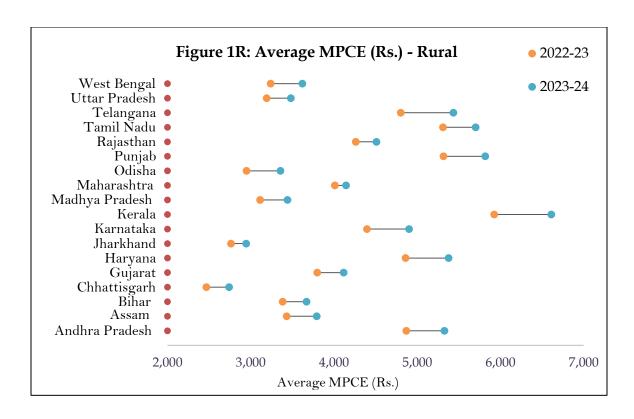
A. Estimates of MPCE (without considering imputed values of items received free of cost through various social welfare programmes in HCES:2023-24)

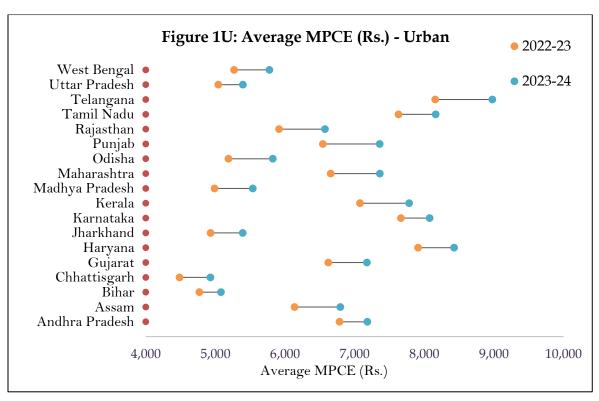
The values of average MPCE for HCES:2023-24 and HCES:2022-23 without considering the imputed values of the items received free of cost through social transfer at all-India level at current prices and at 2011-12 prices are given in Table 1 below:

Table 1: Average MPCE (Rs.) at current Prices and 2011-12 prices						
Survey	Period	at curre	nt Prices	at 2011-12 Prices		
Burvey	Terrou	Rural	Urban	Rural	Urban	
HCES: 2023-24	Aug 2023- Jul 2024	4,122	6,996	2,079	3,632	
HCES: 2022-23	Aug 2022- Jul 2023	3,773	6,459	2,008	3,510	

Average MPCE (Rs.) of major states in 2022-23 and 2023-24

There has been increase in average MPCE for all the 18 major states in rural and urban areas in 2023-24. The maximum increase in average MPCE in the rural areas has been observed in Odisha (about 14 % from the level of 2022-23) while in urban areas, the maximum increase has happened in Punjab (around 13% from the level of 2022-23). The least increase in average MPCE has observed in Maharashtra (about 3%) and Karnataka (about 5%) in rural and urban areas respectively.





Urban-Rural differences in MPCE across major states

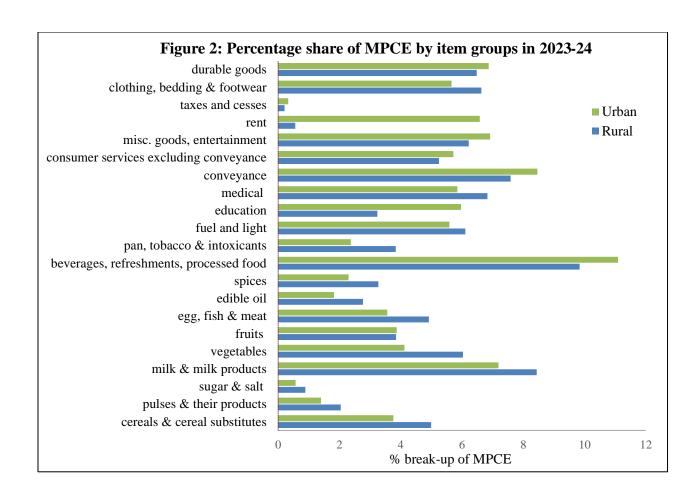
A wide variation in urban-rural difference in average MPCE is observed across the 18 major states in 2022-23 as well as in 2023-24. Among these major states, there has been a decline in urban-rural gap in 11 states in 2023-24 from the level of 2022-23. The lowest urban-rural gap in 2023-24 is observed in Kerala (about 18%) and highest in Jharkhand (around 83%). Table 2 shows the average MPCE along with urban-rural gap for the major states in rural and urban areas.

Table 2: Average MPCE and urban-rural differences in MPCE in 2022-23 and 2023-24, major States							
,	2022-23			2023-24			
Major State	Average MPCE (Rs.)		Urban- Rural	Average MPCE (Rs.)		Urban- Rural	
	Rural	Urban	differences (%) in MPCE	Rural	Urban	differences (%) in MPCE	
Andhra Pradesh	4,870	6,782	39	5,327	7,182	35	
Assam	3,432	6,136	79	3,793	6,794	79	
Bihar	3,384	4,768	41	3,670	5,080	38	
Chhattisgarh	2,466	4,483	82	2,739	4,927	80	
Gujarat	3,798	6,621	74	4,116	7,175	74	
Haryana	4,859	7,911	63	5,377	8,427	57	
Jharkhand	2,763	4,931	78	2,946	5,393	83	
Karnataka	4,397	7,666	74	4,903	8,076	65	
Kerala	5,924	7,078	19	6,611	7,783	18	
Madhya Pradesh	3,113	4,987	60	3,441	5,538	61	
Maharashtra	4,010	6,657	66	4,145	7,363	78	
Odisha	2,950	5,187	76	3,357	5,825	74	
Punjab	5,315	6,544	23	5,817	7,359	27	
Rajasthan	4,263	5,913	39	4,510	6,574	46	
Tamil Nadu	5,310	7,630	44	5,701	8,165	43	
Telangana	4,802	8,158	70	5,435	8,978	65	
Uttar Pradesh	3,191	5,040	58	3,481	5,395	55	
West Bengal	3,239	5,267	63	3,620	5,775	60	
All-India	3,773	6,459	71	4,122	6,996	70	

Share of various food and non-food item groups in total expenditure: All-India

In 2023-24, in rural India, food accounted for about 47% of the value of the average rural Indian households' consumption. Among the food items, the contribution of beverages, refreshments and processed food has been the highest (9.84%) followed by milk & milk products (8.44%) and vegetables (6.03%) in rural India. The contribution of cereals and cereal substitutes in the expenditure has been about 4.99%. Among non-food items, the maximum contribution has been of conveyance (7.59%) followed by medical (6.83%), clothing, bedding & footwear (6.63%) and durable goods (6.48%).

In urban India, the contribution of food in MPCE in 2023-24 has been about 40% and similar to rural India, the contribution of beverages, refreshments and processed food has been the highest (11.09%) in food expenditure followed by milk & milk products (7.19%) and vegetables (4.12%). The share of non-food items in MPCE in urban India has been around 60%. Conveyance with 8.46% contribution has the largest share in non-food expenditure while other major components of non-food expenditure in urban India are miscellaneous goods & entertainment (6.92%), durable goods (6.87%), and rent (6.58%).



Variation in MPCE across different social groups

The average MPCE for different social groups in rural and urban sectors varies significantly. The average MPCE among the social groups is the highest for the category, 'others' in both rural and urban areas followed by OBC both in 2022-23 and 2023-24. Table 3 shows a comparison of the average MPCE values for different social groups.

Table 3: Average MPCE by social groups in 2022-23 and 2023-24: All-India						
	202	2-23	2023-24			
Social Group	Average M	IPCE (Rs.)	Average MPCE (Rs.)			
	Rural	Urban	Rural	Urban		
Scheduled Tribe (ST)	3,016	5,414	3,363	6,030		
Scheduled Caste (SC)	3,474	5,307	3,878	5,775		
Other Backward Classes (OBC)	3,848	6,177	4,206	6,738		
Others	4,392	7,333	4,642	7,832		
all	3,773	6,459	4,122	6,996		

Variation in MPCE across different household types

In the rural areas, the households belonging to the category 'regular wage/salaried earning in non-agriculture' has the highest average MPCE in 2023-24 followed by the category 'others' while in the urban areas the average MPCE is the highest for the category, 'others'. The average MPCE values for different household types for all-India in 2022-23 and 2023-24 are given in Table 4.

Table 4: Average MPCE by household type in 2022-23 and 2023-24: All-India					
Horsehold true	Average MPCE (Rs.)				
Household type	2022-23	2023-24			
		Rural			
self-employed in agriculture	3,702	4,033			
self-employed in non-agriculture	4,074	4,407			
regular wage/salaried earning in agriculture	3,597	3,972			
regular wage/salaried earning in non-agriculture	4,533	5,005			
casual labour in agriculture	3,273	3,652			
casual labour in non-agriculture	3,315	3,653			
others	4,684	4,747			
all	3,773	4,122			
		Urban			
self-employed	6,067	6,595			
regular wage/salaried earning	7,146	7,606			
casual labour	4,379	4,964			
others	8,619	9,159			
all	6,459	6,996			

Consumption inequality across major states

The Gini coefficient, a measure of consumption inequality has declined in almost for all the major states from the level of 2022-23 in urban as well as rural areas.

Table 5: Gini coefficient of total consumption expenditure in 2022-23 and 2023-24, major states 2022-23 2023-24 Major state Urban Rural Urban Rural Andhra Pradesh 0.283 0.196 0.240 0.243 Assam 0.207 0.285 0.183 0.243 Bihar 0.278 0.191 0.232 0.219 0.266 0.313 0.211 0.273 Chhattisgarh Gujarat 0.226 0.281 0.210 0.233 0.234 0.332 0.187 0.294 Haryana Jharkhand 0.255 0.296 0.220 0.306 Karnataka 0.225 0.307 0.227 0.290 0.286 0.337 0.255 0.277 Kerala 0.291 0.208 0.255 Madhya Pradesh 0.230 Maharashtra 0.229 0.291 0.314 0.288 Odisha 0.231 0.331 0.221 0.287 Punjab 0.221 0.267 0.190 0.218 0.283 0.293 0.241 0.282 Rajasthan Tamil Nadu 0.245 0.280 0.210 0.249 Telangana 0.208 0.279 0.164 0.256 Uttar Pradesh 0.231 0.294 0.191 0.269 West Bengal 0.228 0.305 0.196 0.285 0.237 All-India 0.266 0.314 0.284

B. Estimates of MPCE (considering imputed values of items received free of cost through various social welfare programmes in HCES: 2023-24[@])

The values of average MPCE for HCES:2023-24 and HCES:2022-23, considering imputed values of items received free of cost through social transfer at all-India level at current prices and at 2011-12 prices are given in Table 6 below:

Table 6: Average MPCE with imputation (Rs.) at current Prices and 2011-12 prices						
C	Period	at current Prices		at 2011-12 Prices		
Survey		Rural	Urban	Rural	Urban	
HCES: 2023-24	Aug 2023- Jul 2024	4,247	7,078	2,142	3,674	
HCES: 2022-23	Aug 2022- Jul 2023	3,860	6,521	2,054	3,544	

Urban-Rural differences in MPCE across major states

As a consequence of imputation, there is an increase in the MPCE figures with imputation and this has also resulted in marginal decline in urban-rural differences in MPCE across all major states in rural as well as urban areas.

Table 7: Average MPCE and urban-rural differences in MPCE in 2023-24, major States						
Major state	Average MPCE (Rs.)			Average MPCE (Rs.) with imputation		
	Rural	Urban	urban-rural differences (%) in MPCE	Rural	Urban	urban-rural differences (%) in MPCE
Andhra Pradesh	5,327	7,182	35	5,539	7,341	33
Assam	3,793	6,794	79	3,961	6,913	75
Bihar	3,670	5,080	38	3,788	5,165	36
Chhattisgarh	2,739	4,927	80	2,927	5,114	75
Gujarat	4,116	7,175	74	4,190	7,198	72
Haryana	5,377	8,427	57	5,449	8,462	55
Jharkhand	2,946	5,393	83	3,056	5,455	79
Karnataka	4,903	8,076	65	5,068	8,169	61
Kerala	6,611	7,783	18	6,673	7,834	17
Madhya Pradesh	3,441	5,538	61	3,522	5,589	59
Maharashtra	4,145	7,363	78	4,249	7,415	75
Odisha	3,357	5,825	74	3,509	5,925	69
Punjab	5,817	7,359	27	5,874	7,383	26
Rajasthan	4,510	6,574	46	4,626	6,640	44
Tamil Nadu	5,701	8,165	43	5,872	8,325	42
Telangana	5,435	8,978	65	5,675	9,131	61
Uttar Pradesh	3,481	5,395	55	3,578	5,474	53
West Bengal	3,620	5,775	60	3,815	5,903	55
All-India	4,122	6,996	70	4,247	7,078	67

i @ In HCES:2023-24, the usual practice of imputation of the value figures for consumption out of (i) home-grown/home-produced stock and (ii) gifts, loans, free collection and goods received in exchange of goods and services etc. has been continued; and accordingly, estimates of MPCE have been generated. These are presented in section A.

A provision for collection of information on the quantity of consumption for a number of items, received and consumed by the households free of cost through various social welfare programmes has been made in HCES:2022-23 and continued in HCES:2023-24. Consequently, the value figures for (i) food items: Rice, Wheat/Atta, Jowar, Bajra, Maize, Ragi, Barley, Small Millets, Pulses, Gram, Salt, Sugar, Edible Oil and (ii) non-food items: Laptop/PC, Tablet, Mobile Handset, Bicycle, Motor Cycle/Scooty, Clothing (school uniform), Footwear (school shoe etc.) received free of cost by the households through these programmes, have been imputed using an appropriate method. Accordingly, another set of estimates of MPCE considering imputed values of these items and of consumption out of home produce, free collection, gifts, loans etc. has also been compiled for HCES: 2023-24. These estimates are presented in Section B.

Pradhan Mantri Jan Aarogya Yojna (PM-JAY) or any other similar state specific schemes provide cashless access to health care services to the beneficiaries at the point of service delivery, i.e., the hospital and the beneficiary does not have any information on the cost of the services availed. For such schemes, entire premium is borne by the Government and the beneficiary makes no contribution. Since HCES is not a record-based survey, often it is not possible to ascertain the exact ailment or disease for which the benefit has been availed. Hence, in view of the complexity and appropriateness involved in imputation of the expenditure for such services, no attempt has been made to impute the expenditure of health services availed by the households free of cost.

For similar reasons, the expenditure for free education services (i.e., reimbursement/waiver of school or college fees) has also not been imputed.