

# World Bank slashes India's FY20 growth forecast to 6%

**REUTERS**

New Delhi, October 13

The World Bank on Sunday slashed its growth forecast for India for the current fiscal year to 6 per cent, down from 7.5 per cent, warning that the "severe" slowdown could further weaken the country's stuttering financial sector.

"While the authorities have

shown steadfast commitment to fiscal prudence, the significant growth deceleration as well as the corporate tax cuts undertaken to counter it come with heightened risks of fiscal slippage," its report said.

The World Bank said it expects the economy to gradually recover, growing at 6.9 per cent in FY21.