

# India's Economic Crossroads: Market Trends, FDI Shifts, and Policy Impacts i

Indian Economy · Answer Key · 15 Questions

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**1. In the fiscal year 2025-26, India experienced a record high in gross Foreign Direct Investment (FDI) inflows. What was the approximate value of these gross FDI inflows?**

- A) US\$ 73.31 billion
- B) US\$ 94.53 billion**
- C) US\$ 47.87 billion
- D) US\$ 35.18 billion

**2. According to the Economic Survey 2025-26, what was the approximate total employment in India in the second quarter (July-September 2025) of FY26?**

- A) 56.1 crore persons
- B) 56.2 crore persons**
- C) 56.0 crore persons
- D) 55.9 crore persons

**3. Which sectors saw concentrated capital in the Indian startup ecosystem during 2025, indicating a shift in investor preference away from consumer internet and hyper-local delivery models?**

- A) E-commerce, Edtech, and Healthtech
- B) Fintech infrastructure, SaaS, climate tech, agritech, and deeptech**
- C) Gaming, Social Media, and Entertainment
- D) AI, Blockchain, and Cybersecurity

**4. What was the approximate value of private equity investments in India's real estate sector in 2025, marking a significant year-on-year increase?**

- A) US\$ 2.4 billion
- B) US\$ 6.7 billion**
- C) US\$ 5.1 billion
- D) US\$ 4.18 trillion

**5. In the fiscal year 2025-26, India's total exports (merchandise and services combined) reached approximately US\$860.09 billion. What was the approximate merchandise import value during the same period?**

- A) US\$ 441.78 billion
- B) US\$ 774.98 billion**
- C) US\$ 204.42 billion
- D) US\$ 970 billion

6. During the period April-December 2025, India recorded US\$35.18 billion in FDI. What was the percentage increase compared to the same period in the previous financial year?

- A) 15 percent
- B) 18 percent**
- C) 20 percent
- D) 22 percent

7. As of December 5, 2025, the Reserve Bank of India's Monetary Policy Committee (MPC) decided to cut the key repo rate. What was the new repo rate after this cut?

- A) 5.50%
- B) 5.25%**
- C) 5.00%
- D) 5.75%

8. India's manufacturing sector witnessed significant expansion in December 2025, with industrial growth at 8.1%. Which sub-sectors showed the most substantial surge?

- A) Textiles and Apparel
- B) Electronics and Automotive**
- C) Pharmaceuticals and Chemicals
- D) Food Processing and Agriculture

9. In Q3 of FY 2025-26 (quarter ending December 2025), the All-India House Price Index increased by what percentage year-on-year?

- A) 3.00%
- B) 3.58%**
- C) 4.12%
- D) 2.89%

10. India's renewable energy sector saw a significant surge in investment value in 2025, despite a global contraction in deal activity. What was the approximate total investment value in India's renewable energy sector in 2025?

- A) US\$ 12 billion
- B) US\$ 2 billion**
- C) US\$ 3.7 billion
- D) US\$ 5.05 billion

11. As of January 2026, the Ministry of Commerce and Industry reported that India's merchandise trade deficit for April-December 2025-26 reached a certain figure. What was the approximate merchandise trade deficit for this period?

- A) US\$ 283.23 billion**
- B) US\$ 247.38 billion
- C) US\$ 119.30 billion
- D) US\$ 73.31 billion

12. In early 2026, India's residential real estate market experienced stability. Approximately how many homes were sold across the country's top eight cities in the first quarter of 2026?

- A) 96,000**
- B) 509,815
- C) 348,207
- D) 362,148

13. What is the primary driver identified for the significant increase in gold imports in India during April-January 2025-26, as reported by Canara Bank?

- A) Seasonal demand for jewelry
- B) Inventory restocking/investment**
- C) Government gold monetization schemes
- D) Increased jewelry export orders

14. As of February 2026, India's IIP (Index of Industrial Production) recorded 5.2% year-on-year growth. Which segment was the primary driver of this expansion?

- A) Consumer Durables
- B) Mining and Electricity
- C) Manufacturing**
- D) Infrastructure/Construction Goods

15. According to a report from Colliers India in May 2026, what is the estimated annual leasing demand for industrial and warehousing space by renewable energy OEMs to support solar and wind expansion?

- A) 1-3 million sq ft
- B) 4-7 million sq ft**
- C) 8-10 million sq ft
- D) 10-15 million sq ft