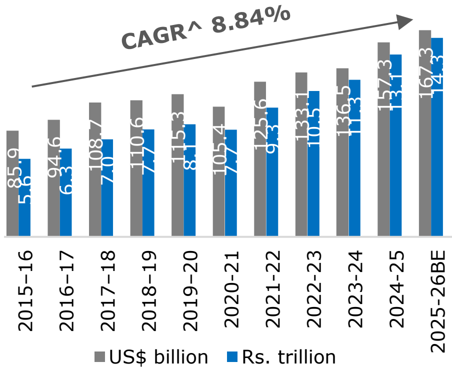
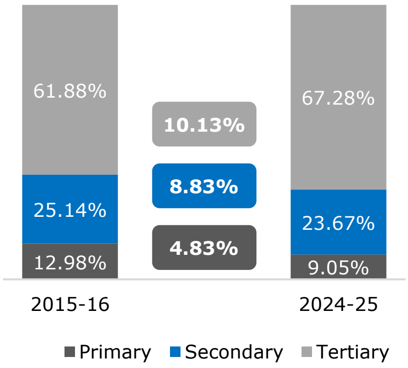
Kerala

ECONOMIC SNAPSHOT

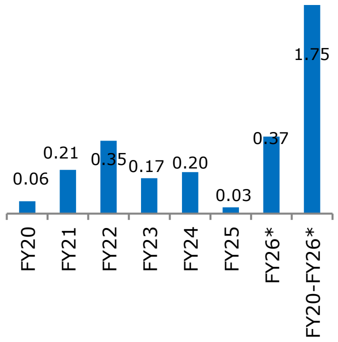
GSDP of Kerala at Current Prices



GSVA Composition by Sector at Current Prices



FDI inflow in Kerala April 2019-March 2026 (US$ billion)



Note: - * till March 2026, P- Provisional, E- Estimate, RE- Revised Estimate, GSDP - Gross State Domestic Product, GSVA - Gross State Value Added,
Source: Directorate of Economics and Statistics of State, Department for Promotion of Industry and Internal Trade (DPIIT)

ECONOMIC SNAPSHOT

High economic growth

At current prices, Kerala's total GSDP is estimated at Rs. 14.3 lakh crore (US$ 167.3 billion) in FY26.
Kerala is the leader in rubber production and high demand of rubber has opened immense opportunities for the state in the rubber industry.

Rich pool of skilled labour

The Economic Review 2025 reported Kerala's higher education GER at 41.3%, among the highest in India, underscoring its strong human capital and skilled workforce.

Leader in tourism

BBC Travel survey has rated Kerala as the top favourite tourist destination among foreign travellers.
On February 17, 2026, Kerala reported a record 2.59 crore tourist arrivals in 2025, reflecting strong tourism growth and increasing global appeal.

Policy and infrastructure support

In February 2026, Kerala approved its IT Policy 2026, targeting five lakh jobs, tripling IT infrastructure space, and expanding digital connectivity through private participation and decentralised growth, strengthening the state's technology ecosystem and support services.

KEY GOVERNMENT POLICIES AND OBJECTIVES

Scheme for fixed floor price for vegetables

In October 2020, price of the floor was fixed at 20% above the cost of vegetable production.

Total digitalisation of school education

To improve the quality of school education, programmes such as 'High-tech School' and 'High-tech Lab' were launched and successfully integrated.

Vyavsaya Bhadratha Package

For speedy and transparent delivery of concessions, including interest subsidies for the revival of MSMEs.

GOVERNMENT VISION-2030 FOR THE STATE

Industry

Increase the share of manufacturing to 10% of the GSDP by 2030.

Health

Increase health expenditure to GSDP ratio from 0.6% in 2012 to 4-5% by 2027−31.

Education

Create a global brand name in education and develop into a knowledge hub by 2030.

Energy

Exploit the full potential of hydro-electric generation and provide affordable and clean power to all.