

INDIA TOP DOWN & BOTTOM UP



CAPEX

- ▲ JSW Group to invest ~ \$65 bn by 2030
Significant boost to infrastructure & RE
- ▲ JLR to invest \$19 bn in EV over next 5 years
- ▲ ONGC to invest ₹1 trn by 2030 to boost petchem capacity
- ▲ ONGC stepping up a \$7 bn drive to boost production
- ▲ Bharat Petroleum to invest towards petchem project at Bina refinery
Investment of ₹430-500 bn is expected
- ▲ NTPC to expand capacities of 8 plants by more than 10 GW
Entailing investments worth ₹400 bn
- ▲ NTPC plans 3.5 GW power from nuclear plants by 2030
- ▲ RIL in plans to set up \$3 bn InvIT for its retail warehousing assets
- ▲ Maruti plans to add capacity by upto 1 mn units
- ▲ Railways considering ₹120 bn investment for a stretch of DFC
- ▲ Titan to expand jewellery retail footprint, add 150 outlets in FY24
- ▲ Reliance Retail enters JV for toy manufacturing

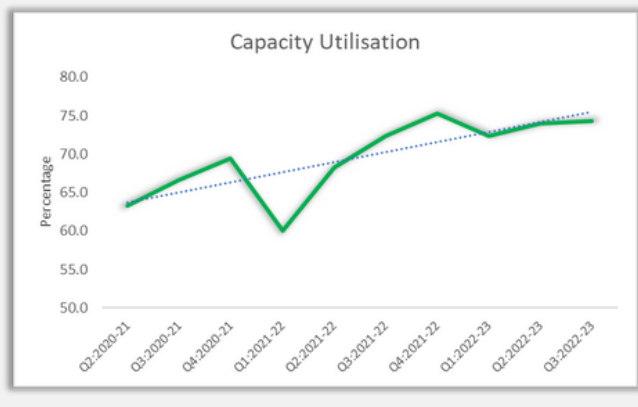
GENERAL UPDATE

- ▲ New projects grew 42% YoY in Q4 FY23 on large orders
Orders are around ₹12.3 trn
- ▲ Fertiliser subsidy in FY24 to be around ₹1.8 trn
FY23 outflow around ₹2.5 trn
- ▲ Rural consumer goods sales rose 16.8% in Q4 FY23
Outpaced urban growth of 7.9%
- ▲ Credit Card spends rose 47% in FY23 to ₹14 trn.
Credit card spends hit an all time high of ₹1.4 trn in March
- ▲ FII turned buyers for the first time in Apr since Nov'22
- ▲ Chile, with second largest reserves, plans to nationalize lithium
- ▲ Global sales of PCs down 29% YoY to 56.6 mn in Q4 FY23
Slower demand and lack of availability of semiconductor
- ▲ Govt set to approve Micron's \$1-bn semiconductor plant
- ▲ Hydropower companies financials hit due to water cess imposed by HP Govt
Operating costs may increase upto 25%
- ▲ IGGL completes Asia's largest underwater hydrocarbon pipeline
Will connect North-East to National Gas grid

GENERAL UPDATE (Contd.)

- ▲ Mobile Cos. have reduced production by upto 20% YTD
High inflation impacting discretionary spends
- ▲ India to consider linking it's powergrid to Saudi & UAE
- ▲ Taiwanese Shoemaker planning to set up a manufacturing unit in Tamil Nadu
An investment of ₹23 bn committed
- ▲ Cotton exports will likely decline to a 19-year low (Oct22-Sep23)

Capacity Utilisation



- ▲ Power plants use rail-sea-rail route to source coal to meet peak season demand

GOVT. INITIATIVES

- ▲ New rules for dividend distribution and capital allocation for Gujarat state controlled stocks
New policy to add value to shareholders
- ▲ Coal Ministry to monetise assets worth ₹500 bn in FY24, including monetisation of 25 blocks
- ▲ Indian residents can now make remittances to IFSC, Gift City under the LRS framework.
- ▲ National Savings Certificate rate hiked by 70bps

GOVT. UPDATE

- ▲ Centre keen to pre-pay off-budget borrowings of ₹1.7 trn
Though investors not keen to pre-exit bonds with high interest rates
- ▲ States and Center capex in Apr-Feb'23 up ~12% and ~22% YoY resp

- ▲ Railways record revenue of ₹2.4 trn in FY23
Freight revenue up 15% and passenger revenue up 61%

- ▲ NHA to develop 10,000 kms of Optic Fibre Cable Infrastructure by FY25
Will expedite roll out of 5G

- ▲ Govt approves Kirit Parikh Committee recommendations for natural gas pricing
Consequently, all CGD companies have taken price cut

INDIA UPDATE

- ▲ Share of CASA in overall deposits at 7-year low of 11.6% by FY23-end
Outcome of rising rates for term deposits
- ▲ IMD predicts rainfall to be 96% of the long-period average
Normal Monsoon expected for 5th consecutive year
- ▲ India's power output grows at fastest pace in 33 years in FY23
- ▲ IMF revised India's FY24 GDP forecast to 5.9% from 6.1%
Despite cut, India expected to be fastest growing economy

Gold

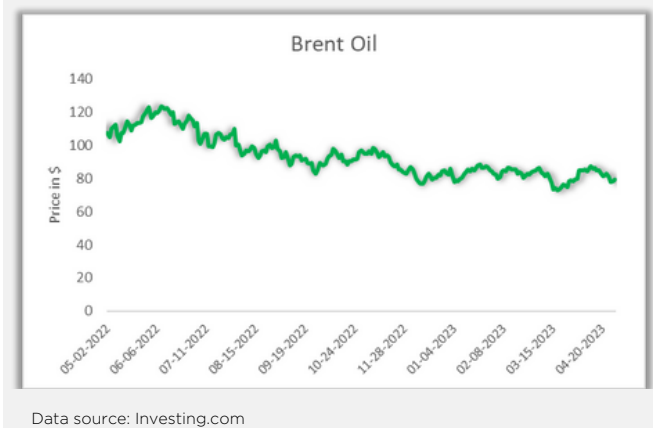


- ▲ India's march exports plunged 13.9% to \$38.4 bn, imports contracted by 7.9% to \$58.1 bn
Global headwinds affected trade
- ▲ India's sugar production fell 6% to 311 lakh tonnes
It was 328.7 lakh tonnes last year

INDIA UPDATE (Contd.)

- ▲ Tractor production crossed 1 mn mark in FY23, sales grew 12%
- ▲ US India's top trading partner in FY23 at \$128.5 bn
- ▲ India's rice exports have crossed a record \$11 bn in 2022-23
- ▲ India has become the first country in the world to cross the \$100 bn mark in annual remittances from overseas
- ▲ India jumps 6 ranks, now ranks 38th in World Bank's Logistic Performance Index 2023
- ▲ India's coal production rose 14.7% YoY to 893 MT in FY23

Brent Oil



- ▲ India air traffic hit an all time high on 30th April

| Economic Indicator | Mar'23 | Feb'23 | Mar'22 |
|---------------------|------------|------------|------------|
| IIP | 5.1% (Est) | 5.6% | 1.9% |
| WPI | 1.34% | 3.85% | 14.55% |
| CPI Inflation | 5.66% | 6.44% | 6.95% |
| Trade Deficit | -\$19.7 bn | -\$17.4 bn | -\$18.5 bn |
| Merchandise Exports | \$ 38.4 bn | \$ 33.9 bn | \$ 42.2 bn |

| Economic Indicator | Apr'23 | Mar'23 | Apr'22 | MoM | YoY |
|--------------------|-----------|-----------|-----------|--------|-------|
| Composite PMI | 61.6 | 58.3 | 57.6 | 5.7% | 6.9% |
| GST Collection | ₹ 1.9 trn | ₹ 1.6 trn | ₹ 1.7 trn | 17% | 12% |
| Auto Sales | 2 mn | 2 mn | 2 mn | -18.4% | -4% |
| AVG USDINR | 81.9 | 82.2 | 76.2 | -0.4% | 7.5% |
| Forex Reserves | \$588.8bn | \$578.8bn | \$597.7bn | 1.7% | -1.5% |

**All the numbers are rounded to a single decimal place

MONETARY POLICY

- ▲ Fed hikes rate by 25bps, rate now stands at 5.25%
- ▲ ECB hikes rate by 25bps, maintains hawkish stance

ORDER BOOK UPDATE

- ▲ L&T won orders in Hydrocarbon & Power Transmission business
- ▲ BHEL & TWL's JV won order worth ₹96 bn for 80 train sets
- ▲ IRB Infra bags ₹74 bn Hyderabad road project
- ▲ RVNL emerged as L1 for Chennai Metro projects worth ₹29 bn
- ▲ Anupama Rasayan inked an LOI worth ₹15bn with a Japanese firm for supplying speciality chemicals
- ▲ SW Solar bagged 3 orders worth ₹10.8 bn for rural electrification
- ▲ Power Mech won 4 orders amounting ₹7.2 bn
- ▲ Capacite Infra won order worth ₹4.7 bn for construction of residential tower