

# INDIA TOP DOWN & BOTTOM UP



## CAPEX

- ▲ IOC to invest over ₹2 trn to set up green hydrogen plants at refineries
- ▲ RIL-BP MJ field to start gas production and to further invest \$5 bn in KG-D6 basin  
*Production enough to meet 15% of India's gas demand*
- ▲ Essar to invest \$3.6 bn in energy transitions projects over 5 years  
*Includes investment of \$1.2 bn in green ammonia*
- ▲ ONGC to invest \$2 bn to drill wells in Arabian Sea over next 3 yrs  
*Will help country cut dependence of oil imports*
- ▲ JSW commences 3MT green steel plant construction for ₹88 bn
- ▲ Centre will allocate ₹100 bn annually to urban infra
- ▲ Greenko to invest \$6 bn in pumped storage and green ammonia business in 3 years
- ▲ Ola to invest \$918 mn to set up EV plants in Tamil Nadu over next 5 years
- ▲ ADB intends to commit \$25 bn for Indian Infra over next 5 years  
*Will support India's key priorities including infra creation*

- ▲ Renault-Nissan to invest around ₹50 bn in India  
*New launches to start from 2025*
- ▲ Invenire Energy to invest \$550 mn to increase oil production
- ▲ Railways to develop dedicated corridor for cement sector
- ▲ Nokia to manufacture fibre broadband equipment in India  
*PLI attracting domestic investments into manufacturing sector*
- ▲ Top 7 developers to add 11mn sqft of mall space in top 7 cities in FY23

## GOVT. INITIATIVES

- ▲ UP Govt signed MOUs worth ₹33.5 trn at Global Investor Summit  
*Highest investment proposal received by state*
- ▲ Extension of mandatory jute packaging norms till Jun'23
- ▲ Govt has approved the largest hydropower project of 2.9GW plant in Dibang  
*Investments worth ₹319 bn expected*
- ▲ Fund of \$4 bn being set up to provide liquidity to corporate debt market  
*Move will reduce redemption pressure during a credit event*
- ▲ 2 lakh New PACS and dairy-fishery cooperatives planned in next 5 years

## GOVT. INITIATIVES (Contd.)

- ▲ Tamil Nadu Govt unveiled new EV policy
- ▲ Govt likely to open up offshore mining to the private sector
- ▲ Indian Railways set to float tender for 35 hydrogen trains

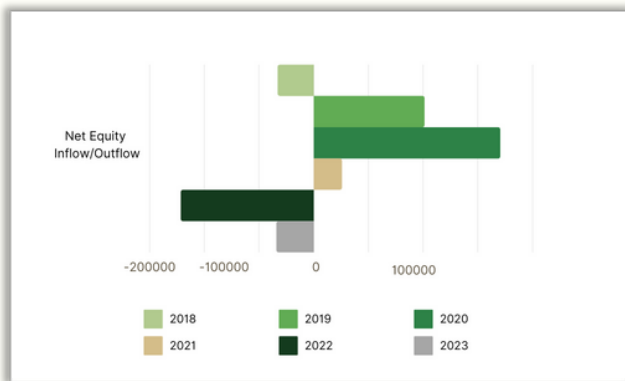
*The acquisition cost is ₹28 bn*

## INDIA UPDATE

- ▲ Air India placed an order of 540 aircrafts, the biggest aircraft order ever in aviation industry

*The purchase is estimated to cost \$82 bn*

### FII Inflow/Outflow



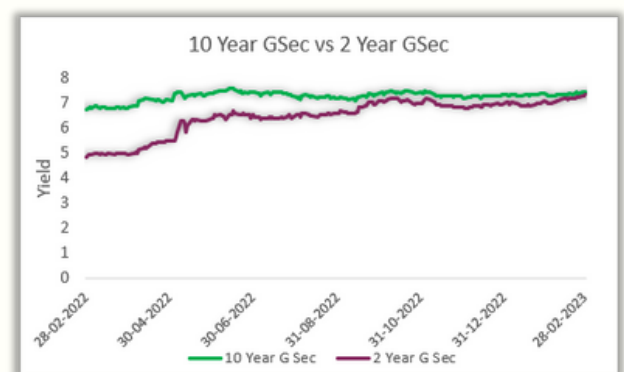
- ▲ UPI transactions (volume & value) hit an all time high in Jan'23
- ▲ Apple exported ₹300 bn worth of iPhones in the first 10 months of FY23  
*40% of total smartphone exports*
- ▲ Govt may invite bid for lithium reserve by Jun'23  
*5.9 mn tonnes of Lithium has been found, India imports 80% of it's Lithium*
- ▲ India's first waste-to-hydrogen plant to be set up in Pune by The Green Billions
- ▲ Agri exports up 12% to \$19.7 bn in 9m FY23 (\$17.5 bn a year ago)
- ▲ India's share of electrified railway tracks has increased from 40% in 2017 to 85%.
- ▲ Ad volumes for FM radio grew 25% in 2022
- ▲ Global apparel brands have started placing orders after a gap of 4 months  
*Impetus for ailing Indian apparel manufacturers*

- ▲ US to impose 200% tariff on Russian made aluminium  
*Russia accounts for 10% of total US imports*
- ▲ Cotton import doubles to \$1.3 bn till Jan  
*CAI to take measures to enhance cotton productivity*
- ▲ 10 coking coal blocks auctioned over the past 2 yrs will commence production in 2025  
*Peak capacity is 22.5 mn MT per year*
- ▲ India reported FMCG sales growth at 10.1% y-o-y for Feb
- ▲ CPSEs plan to increase investments by 24% to ₹3.2 trn in FY24
- ▲ Strong EV growth of 29% (Q-o-Q) in Dec Qtr. Two wheeler sales dominated.  
*3,57,248 EVs were sold in the quarter*

## MONETARY POLICY

- ▲ Fed raised the repo rates by 25 bps, fed funds rate now stands at 4.75%
- ▲ RBI increased rates by 25 bps, repo rate now stands at 6.5%  
*MPC minutes show heightened concern over inflation*

### 10 Year GSec vs 2 Year GSec



- ▲ BoE & ECB hiked interest rates by 50 bps each to 4% & 3% respectively

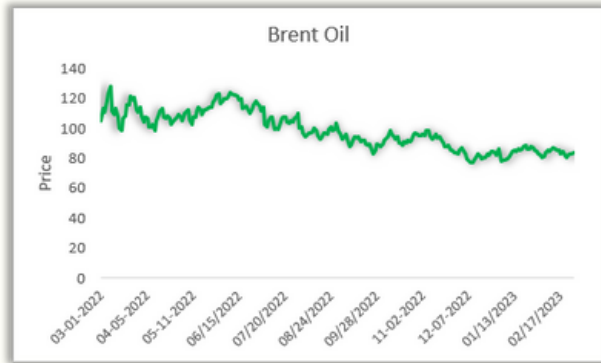
## MACRO NUMBERS

- ▲ Bank credit and deposits grew 16.8% and 10.3% resp. in Q3
- ▲ Gross direct tax collection up 24% (y-o-y) to ₹15.7 trn till Feb'23

## MACRO NUMBERS (Contd.)

- ▲ India's crude imports fell 6% MoM to 4.6 mbd in Jan-23

### Brent Oil



Data source: Investing.com

## ORDER BOOK UPDATE

- ▲ HAL reported strong order book of ₹840 bn
- ▲ TCS won £600 mn Phoenix Group deal
- ▲ Ashoka Buildcon Ltd received NOA from Govt of Bangladesh for \$80 mn
- ▲ KEC has secured new orders of ₹30 bn across its various businesses
- ▲ BDL has received export order worth \$255 Mn
- ▲ GR Infraprojects Ltd has emerged as lowest bidder for two projects aggregating to ₹36 bn
- ▲ Patel Engineering declared as a L1 for Water Tunnel Project and Micro Irrigation Project worth ₹10 bn

- ▲ NCC received 4 orders worth ₹18 bn in Jan 23 & 3 orders worth ₹23 bn in Feb 23

## COMPANY UPDATE

- ▲ Vishnu Chemicals to invest upto ₹10 bn for development of Green Field Specialty Chemical Integrated Plant
- ▲ Lemon Tree has signed a License Agreement for a 110 room property in Kasauli
- ▲ ABB India doubled its Gas Insulated Switchgear (GIS) production capacity in Nasik
- ▲ Everest Industries has approved Capex of ₹1.2 bn to set up a new manufacturing facility for ESBS
- ▲ GAEL has entered into a MoU with the Government of Gujarat to setup a 900 TPD Greenfield Corn Wet-Milling Plant
- ▲ Asian Paints entered into a MoU with the Government of Gujarat to set up the manufacturing facility for VAE and VAM
- ▲ Ultratech Cement announced commissioning of 1.3 mtpa cement capacity in Chhattisgarh; and 2.8 mtpa grinding capacity in Odisha
- ▲ Borosil increased capacity of solar glass capacity from 450 to 1000 TPD

Economic Indicator	Jan'23	Dec'22	Jan'22
IIP	4.5% (Est)	4.3%	1.3%
WPI	4.73%	4.9%	12.9%
CPI Inflation	6.5%	5.7%	6.0%
Trade Deficit	\$-17.7 bn	\$-23.7 bn	\$-17.9 bn
Merchandise Exports	\$ 32.9 bn	\$ 34.5 bn	\$ 34.06 bn

Economic Indicator	Feb'23	Jan'23	Feb'22	MoM	YoY
Composite PMI	59	57.5	53.5	2.6%	10.3%
GST Collection	₹ 1.5 trn	₹ 1.5 trn	₹ 1.5 trn	-4.24%	12.4%
Auto Sales	1.8 mn	1.8 mn	1.3 mn	-2.8%	16.0%
AVG USDINR	82.6	81.8	74.9	1.0%	10.3%
Forex Reserves	\$562.3bn	\$576.7bn	\$631.8bn	-2.5%	-11.0%

Disclaimer: All the numbers are rounded to a single decimal place.