

INDIA TOP DOWN & BOTTOM UP



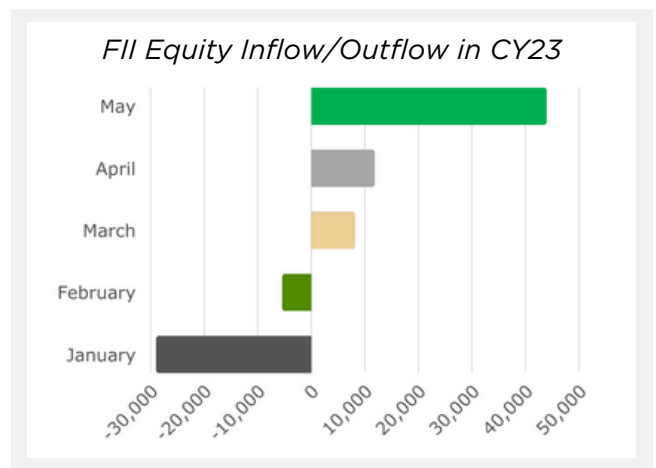
CAPEX

- ▲ Amazon to invest \$12.7bn in India cloud services by 2030
- ▲ ONGC plans to spend ₹1 trn on green initiatives by 2030
- ▲ Coal India to pump in ₹910 bn on diversification & other projects by FY26
- ▲ AMNS India plans to invest \$7.4 bn on expanding value-added capabilities
- ▲ Hyundai to invest ₹200 bn in Tamil Nadu over next 10 years
To bolster EVs in India
- ▲ JSW Steel to put up ₹90 bn pellet plant in Odisha
- ▲ GHCL to invest ₹65 bn in soda ash facility
To setup 1 mn tonne plant in Kutch by 2030
- ▲ General Atlantic, PE firm to invest \$1 bn annually
They already have \$4.6 bn invested in India
- ▲ MG Motor India to invest ₹50 bn for expansion
- ▲ Dalmia Cement signs MoU to invest ₹46 bn in Assam
- ▲ Coal Ministry to complete 67 first-mile connectivity projects by 2027

- ▲ NTPC to install 20 GW renewable energy capacity in AP
- ▲ Mitsubishi to set up a ₹18 bn factory in Chennai
New air conditioner and compressor factory

GENERAL UPDATE

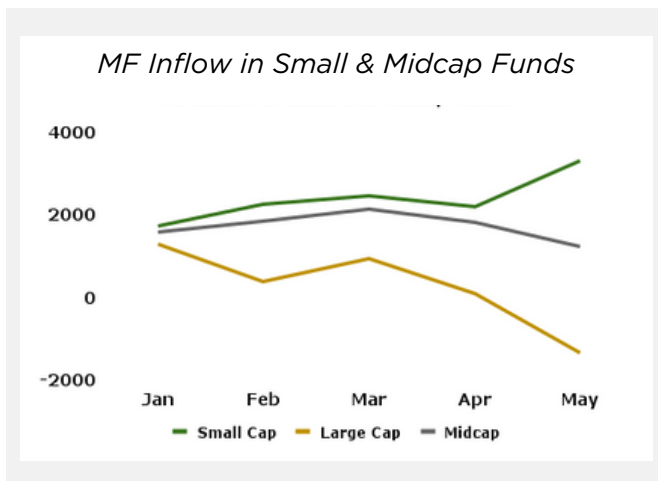
- ▲ India witnesses strong foreign inflows in May.



- ▲ US debt ceiling limit suspended till Jan'25
- ▲ Walmart looking at sourcing toys, shoes, bicycles from India
Plans to exports \$10 bn annually by 2027.
- ▲ ADB & GoI signed \$141.12 mn loan for industrial corridor in AP

GENERAL UPDATE (Contd.)

- ▲ Sales of luxury flats jump 2.5 times in Jan-Mar this year to 4,000 units
- ▲ Big consumer goods firms to step up ad spend
HUL, Marico and Tata Consumer are eyeing double digit growth in ad spends
- ▲ Proposal for undersea gas pipeline from UAE to India worth \$5bn
To deliver 31 mmscmd gas to India for 20 years ~ saving ₹70 bn annually
- ▲ Wheat and rice procurement till 30th May touched 262 LMT and 285 LMT resp



- ▲ FMCG firms chase volume growth, slice prices, bump up grammage
To regain their lost market share
- ▲ 500 biogas plants are expected in India in FY24
Push to renewable energy
- ▲ China's debt-to-GDP ratio hits 279%
Debt increased by \$3.81 trn to \$14.34 trn
- ▲ JSW Group exploring possibilities to acquire coking coal mines in offshore markets
- ▲ One in every three passenger vehicles that Tata Motors sells in the near-to mid-term will either be CNG or electric-powered
Enhancing reliance on green fuels
- ▲ NMDC eyeing partnerships with Australian miners and prospecting agencies for lithium mining

GOVT. INITIATIVES

- ▲ FinMin lowers e-invoicing threshold to ₹50 mn from August 1
Previous threshold was ₹100 mn
- ▲ Govt. to spend \$1.2 bn to revamp Mohali Semiconductor Lab
- ▲ Govt imposes import ban on 928 defence items in self-reliance push
This is the 4th Positive Indigenisation List to support "Make in India"
- ▲ Govt plans to double PLI outlay in IT Hardware to ₹170 bn
- ▲ Textile industry likely to get 2nd tranche of PLI worth ₹43 bn
- ▲ Govt to curb import of high capacity mining equipment
- ▲ Dumping duty on certain optical fibre imports from China, Korea & Indonesia
To protect domestic industry from cheap imports
- ▲ Customs duty, cess waived on crude soya and sunflower oils till June 30
- ▲ Govt issued an advisory stating Phones Must Not Disable FM Radio by Default
Sentimental boost to the dying radio industry
- ▲ Govt cuts application fee by 80% for solar module makers

INDIA UPDATE

- ▲ RBI to pay ₹874 bn as dividend to Centre for FY23
- ▲ \$27.14 bn sent under LRS in FY23, up 38% vs \$19.6 bn last year
- ▲ E-way bill generation has improved in May to 88 mn from 84 mn in April
- ▲ FMCG witnessed vol growth of 3.1% in Q4 FY23
Vol turns positive after six quarters
- ▲ NHAH plans to monetise ₹450 bn worth of assets in FY24
Three fold increase from FY22-23

INDIA UPDATE (Contd.)

- ▲ Xiaomi Corp is deepening local sourcing in India
~50% procurement will be indigenous
- ▲ India's sugar production drops 8% to 32.1 mt against last season
- ▲ VC funding for India startups nosedives 77.8% YoY
\$2.7 bn funded during Jan-Apr'23
- ▲ India's iron ore exports drop 25% YoY in April
- ▲ Coal Mining to resume in Meghalaya after nine years
- ▲ Arunachal to Ink Pacts with 4 PSUs for 13 Hydro Projects with a total capacity of 12,000 MW

MONETARY POLICY

- ▲ RBI keeps repo rate unchanged at 6.5%

COMPANY UPDATE

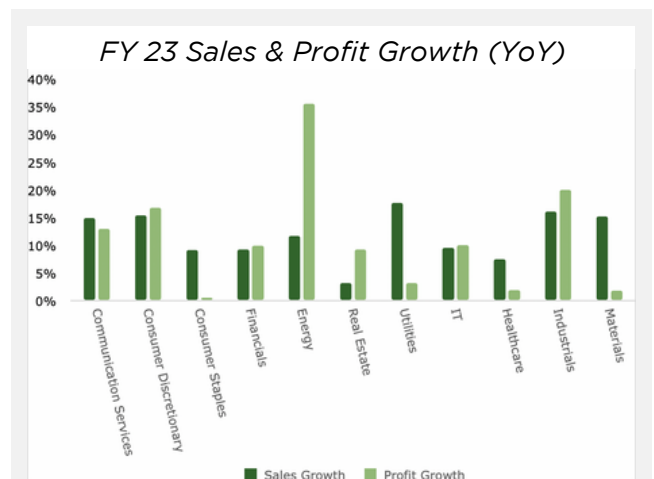
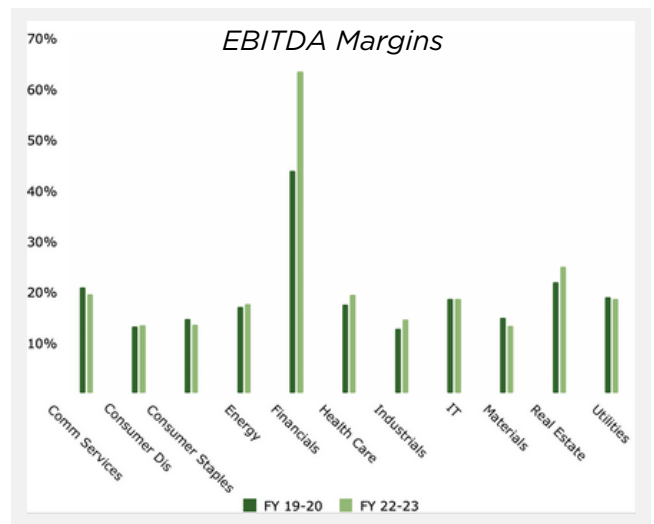
- ▲ Oil India doubles down on drilling, EOR to boost output
Targets 3.4 mmt oil production
- ▲ ONGC to begin oil production in KG basin from this month
Targets 45,000 bpd ; seeking \$12
- ▲ Nexus Select Trust looks to add 1.5 million sq ft retail assets each year for next 3-5 years
- ▲ Lifestyle International plans to open 50 stores in next 3-4 years
Currently have 77 stores across 44 cities
- ▲ Ambuja to expand capacity by 14 mt
Current capacity stands at 67.5 mt
- ▲ HDFC Bank likely to open 600 branches in FY24
- ▲ Mother Dairy and Adani Wilmar have reduced the prices of edible oils by ₹15-20 per litre
- ▲ Aditya Birla Fashion to acquire 51% stake in TCNS Clothing for ₹16 bn

ORDER BOOK UPDATE

- ▲ L&T Construction wins orders worth \$2.8 bn for building renewable energy infrastructure in NEOM
Huge opportunity for Indian Inc in NEOM
- ▲ Ahluwalia Contracts won CSMT redevelopment order worth ₹24.5 bn
- ▲ RVNL-SCC JV has received an LOA from Water Resources Zone, UHLC, Udaipur. The project is worth ₹22 bn.
- ▲ Godrej & Boyce has bagged order worth ₹20 bn for power transmission, railways and solar projects.
- ▲ SJVN bagged 200 MW grid connected Solar Power Project by GUVNL worth ₹12 bn

RESULT UPDATE

- ▲ In the year FY23 gone by we have seen a lot of sectoral shifts in trends, in the 3000 stocks we studied, few key observations are:



Economic Indicator	Apr'23	Mar'23	Apr'22
IIP	1% (Est)	1.1%	7.1%
WPI	-0.9%	1.3%	15.1%
CPI Inflation	4.7%	5.7%	7.8%
Trade Deficit	\$-15.2 bn	\$-19.7 bn	\$-20.1 bn
Merchandise Exports	\$ 34.6 bn	\$ 38.3 bn	\$ 40.2 bn

Economic Indicator	May'23	Apr'23	May'22	MoM	YoY
Composite PMI	61.6	61.6	58.3	0%	6%
GST Collection	₹ 1.6 trn	₹ 1.9 trn	₹ 1.4 trn	-16%	11%
Auto Sales	2 mn	2 mn	2 mn	17%	10%
AVG USDINR	82.3	81.9	77.3	0%	6%
Forex Reserves	\$589.1bn	\$588.8bn	\$601.3bn	0%	-2%

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