

# INDIA TOP DOWN & BOTTOM UP



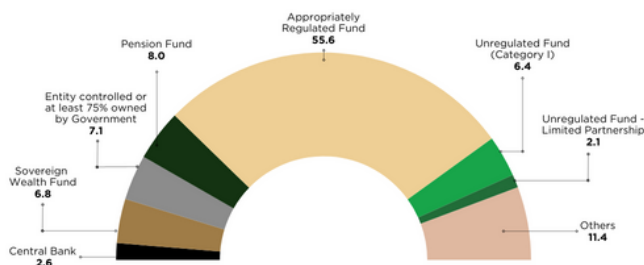
BSE Mcap: \$4.8 tn | Composite PMI: 60.6 | GST Collection: ₹1.62 tn | Forex Reserves: \$619.1 bn

## INDIA UPDATE

- ▲ India to add 156 GW new power capacity in next 8 years, to reach 469 GW  
*103 GW renewables, 26 GW thermal, 18 GW hydro and 8 GW nuclear energy*
- ▲ UAE's ADIA to invest \$4.5 bn in India via GIFT City

- ▲ Gold ETFs inflows increased to ₹6.5 bn in Jan-24 against ₹0.8 bn in Dec-23  
*AUM of gold funds reaches ₹280 bn*
- ▲ E-buses order book surpasses 20,000 units in Jan-24, delivery due in 24 mths  
*~6,500 e-buses in operations*
- ▲ Mitsubishi to enter Indian car market with over 30% stake in TVS Mobility for \$33 - 66 mn

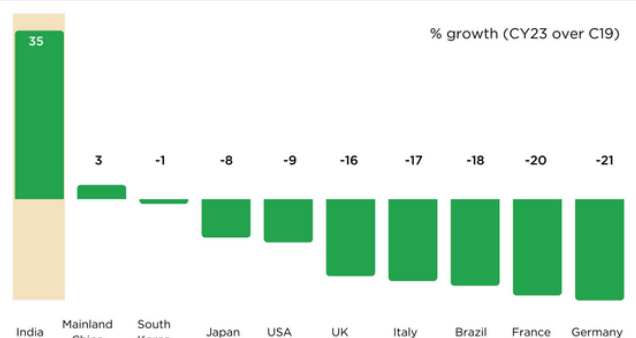
India's FPI AUM (at end of Jan 2024)



- ▲ PM Modi inaugurates ₹480 bn projects in Gujarat with ₹162 bn in Kutch area
- ▲ Boeing enhances India based sourcing to \$1.25 bn pa under "Make in India"
- ▲ Japan's Mizuho eyeing large-ticket (upto \$1 bn) transactions in India

- ▲ Banks look to bundle housing loans with rooftop solar installations
- ▲ IBA recommends ₹300 bn investment for machinery required for biomass supply to Biogas Plants  
*Will reduce 12 MMTPA of LNG imports*
- ▲ Defence Ministry clears capital proposals worth ₹846 bn

Global Light Vehicle Sales



## INDIA UPDATE (Contd..)

- ▲ Over 50% of India's 150 major reservoirs are filled 50% below their capacity  
*With storage levels declining for the 19th week in a row*
- ▲ Cairn Oil & Gas plans \$4 bn capex in 4 years  
*Plans to reach 50% of India's production capacity*

- India approves 3 semiconductor chip plants with over \$15 bn in investments
- Tata partners with Taiwan's Powerchip Corp in Gujarat for \$11 bn (28 nm technology)
- Tata with Test Pvt Ltd will set up plant in Assam, with investment of \$3.3 bn
- CG Power with Japan's Renesas Electronics and Thailand's Stars Microelectronics will set up factory in Gujarat for \$1 bn

## COMPANY UPDATE

- ▲ JSW Infra to spend ₹70 bn to boost cargo handling capacity by 40% to 250 mn tonnes
- ▲ Petronet and QatarEnergy sign 20 year deal for supply of 7.5 MMTPA LNG
- ▲ IGL plans to set up 19 CBG plants, to produce 0.45 MMSCMD
- ▲ CESC - Inox Wind sign agreement for 1.5 GW wind capacity in 4 years
- ▲ Warburg Pincus offloads 6.7% stake in Kalyan Jewellers for ₹23.2 bn
- ▲ RBI bars Paytm Payments Bank from offering services effective March 2024
- ▲ JSW Steel signs JV with JFE Steel, to invest ₹55 bn in Karnataka plant
- ▲ Tata Motors cuts EV prices by up to ₹120,000
- ▲ Coal India inks MoU with Haryana for 800 MW power purchase
- ▲ Mahindra inks agreement for Volkswagen's EV open platform  
*Total volume of 50 GWh over lifetime*
- ▲ NTPC inks agreement with NALCO for supply of 1.2 GW power  
*To cater to NALCO's smelter expansion*
- ▲ DLF to launch GDV of ₹800 bn across 32 mn sqft over 3 years  
*Across Gurugram, Chennai, Goa and Mumbai*
- ▲ Kalyani Steel signs MoU with Odisha govt to invest ₹118 bn  
*0.7 MTPA Advanced Speciality Steel, Phase 1 of Titanium Metal & Defense Components*
- ▲ SBI MF energy fund collects ₹67 bn in NFO
- ▲ Kotak MF restricts inflows in small-cap scheme  
*Follows Nippon MF and Tata MF*
- ▲ CMS Info Systems promoter unloads remaining 26.7% stake for ₹15 bn  
*Sold entire 64% stake in 2 years*
- ▲ Vi (Vodafone-Idea) board approves ₹200 bn fundraise via equity  
*To followup with debt fundraise of ₹200 bn*
- ▲ Reliance, Disney to merge India media assets to create \$8.5 bn media powerhouse  
*Reliance will inject \$1.4 bn in merged entity*
- ▲ CIL and BHEL enter into JV for ammonium nitrate plant, plan to produce 2000 TPD  
*CIL to ensure offtake of at least 75%*
- ▲ Air India, TASL to invest ₹23 bn in Karnataka for MRO facility and aerospace manufacturing
- ▲ RenewSys signs MoU, to set up PV modules and PV cell manufacturing  
*To invest ₹60 bn in project*
- ▲ Verlinvest Asia sales 8.3% stake in Sula Vineyards for over ₹4 bn  
*The fund owned 21% stake in 2023*

## COMPANY UPDATE (Contd..)

- ▲ BSNL floats ₹650 bn Bharat Net phase 3 tender, part of ₹1,390 bn project

*To upgrade connectivity of existing 164,000 gram panchayats and connect new 47,000 gram panchayats*

- ▲ Eureka Forbes promoter Lunolux sells 10% equity stake in company for ~ ₹10 bn
- ▲ Whirlpool Corporation sells 24% stake in its India unit for ₹40 bn

## CAPEX

- ▲ Force Motors to invest ₹20 bn in 4 years for sustainability and EV development
- ▲ JK Tyre to invest ₹14 bn in 2 years to expand capacity  
*For TBR and PCR segment*
- ▲ ONGC, IOC, other oil PSUs to invest ₹1.2 tn in FY25

Planned Capital Expenditure for FY 25	Amount (₹ bn)
ONGC	308
IOC	309
BPCL	130
GAIL	80
HPCL	120
Oil India	68

- ▲ GFCL EV to invest ₹60 bn over 5 years for 200 GWh annual EV and energy storage system battery solutions
- ▲ Essar to invest ₹30 bn to boost its gas production to 5 MSCMD by FY29 from its Raniganj block in West Bengal
- ▲ JSW Group to invest ₹400 bn in Odisha for EV and battery plant  
*Group to also acquire 35% stake in Indian subsidiary of MG Motor*
- ▲ Zydus Group to invest ₹50 bn in Gujarat for biotech products, new medical devices and hospitals
- ▲ SAIL's ₹1 tn capex plan to boost steel production, aims at 35 MT capacity by 2031

- ▲ JSW to invest ₹650 bn for integrated steel complex in Odisha with 13.2 mn capacity

- ▲ Thermax to invest ₹10 bn in Gujarat for renewable energy and biomass

- ▲ Balrampur to manufacture Polylactic Acid with ₹20 bn capex, to be commissioned by 2027

*Forward integration with first-ever industrial bioplastic plant in India.*

- ▲ CtrlS Datacenters to invest ₹40 bn in Chennai data centre park with 72 MW IT load capacity
- ▲ Mahindra Holidays to invest ₹45 bn over 4 years to double capacity to 10,000 rooms

- ▲ Torrent Power to develop 4 projects of ₹250 bn for pumped storage hydro, green hydrogen, solar energy in UP

- ▲ GMDC approves ₹30 bn capex for FY25, to include ₹11 bn in investments towards new lignite projects

- ▲ Solar Industries received export orders of ₹10 bn for supply of products for defence based applications

## ORDERBOOK UPDATE

- ▲ Munitions India bags \$225 mn order from Saudi Arabia

*To supply 155mm artillery shells*

- ▲ Welspun wins contract for 2,000 MLD Water Treatment Plant worth ₹41.2 bn to be built in Mumbai

- ▲ BHEL to set up 800 MW Ultra Super Critical Expansion unit in Haryana

*EPC contract worth ₹55 bn*

- ▲ Dynamatic Technologies bags contract from Airbus for manufacturing doors of its narrow body A220 family of aircraft

- ▲ JSW Energy bags 700 MW solar project from SJVN

*Increasing its locked in capacity to 11 GW*

## ORDERBOOK UPDATE (Contd..)

- ▲ BEL bags ₹21.7 bn order from Indian Navy for indigenously designed EW suite for warships

L&T Order Book Update	Amount (₹ bn)
High Power Radars	₹50-100
Hydrocarbon	₹35-75
Transmission & Distribution	₹25-50
Transportation Infrastructure	₹25-50
Jakarta Mass Rapid Transit Project	₹10-25
Buildings & Factories	₹10-25

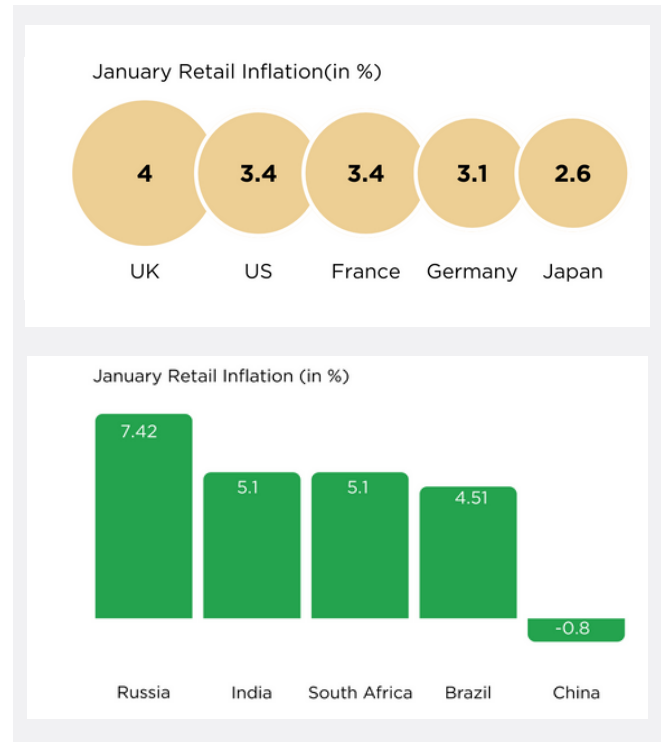
- ▲ Dilip Buildcon received ₹20 bn from NHAI order for Four-Lane-Patalgaon's construction

## GOVERNMENT INITIATIVE

- ▲ Cabinet approves ₹750 bn rooftop solar subsidy scheme  
*Targets ten million households*
- ▲ Cabinet approves 10,523 MHz Spectrum auction at base price of ₹963 bn
- ▲ Cabinet hikes FRP of Sugarcane for 2024-25 to ₹340/quintal from ₹315/quintal

## INTERNATIONAL UPDATE

- ▲ Uber rolls out \$7 bn buyback plan post 1st profitable year of operations
- ▲ Germany overtakes Japan as third-biggest economy
- ▲ China central bank leaves key policy rate unchanged under shadow of Federal Reserve



- ▲ Japan's exports rose to record high, driven by demand from automobiles and electronics  
*Trade balance unexpectedly rose to a surplus*
- ▲ China prohibits major institutional investors to net sell during first and last 30 minutes of trading



## MAJOR STATE GOVERNMENT BUDGETS 2024 - 25

### MAHARASHTRA



- Approved 312 projects worth ₹283 bn under Amrit 2.0 mission
- ₹222 bn for land acquisition for Virar-Alibag multi-modal corridor
- Outlay of ₹199 bn to PWD (Roads) for program expenditure
- Upgradation of 7,000 km long roads at a cost of ₹76 bn

- Allocation of 14.6% of expenditure on education amounting to ₹1 tn
- MoU of ₹40 bn signed with Hero Future Energies to invest in clean technology and renewable energy
- ₹152 bn allocated for construction work under Jal Jeevan Mission

### UTTAR PRADESH



### GUJARAT



- Allocated 15.1% of budget on education amounting to ₹446 bn
- ₹168 bn allocated towards capital outlay on roads and bridges
- ₹122 bn allocated towards power subsidies for agriculture
- ₹89 bn allocated towards Urban Development
- State to earn ₹175 bn from disinvestments of PSUs in 2024-25

*Same amount was budgeted last year, however no receipts were expected from this source in RE*

- ₹223 bn grants provided for school education and literacy
- ₹128 bn for subsidies on supply of free power for irrigation
- ₹72 bn allocated towards capital outlay on roads and bridges

### KARNATAKA



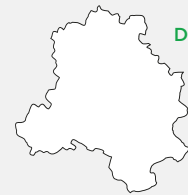
### WEST BENGAL



- 15.6% of budget allocated on education amounting to ₹475 bn
- 4 Super Critical Thermal Power Units to be setup at an investment of ₹234 bn and total capacity of 2,920 MW in next 4 yrs
- ₹52 bn allocated for capital outlay on roads and bridges

- State sets aside ₹164 bn for education sector
- ₹5 bn set aside for electric buses during 2024-25, 8,280 buses (-80% of total fleet) to be electric by 2025
- State plans solar plants on the roofs of buildings belonging to Delhi Government, with a target of 4,500 MW by 2027

### DELHI



Major States	GDP (FY25E)	Growth YoY	Major States	Capital Outlay (FY25)
Maharashtra	₹42.7 tn	10%	Maharashtra	₹1,920 bn
Karnataka	₹28.1 tn	9%	Uttar Pradesh	₹1,547 bn
Gujarat	₹27.9 tn	13%	Gujarat	₹756 bn
Uttar Pradesh	₹24.9 tn	6%	Karnataka	₹529 bn
West Bengal	₹18.8 tn	11%	West Bengal	₹358 bn
Bihar	₹9.7 tn	14%	Bihar	₹294 bn
Assam	₹6.4 tn	13%	Assam	₹265 bn
Chhattisgarh	₹5.6 tn	11%	Chhattisgarh	₹223 bn
Himachal Pradesh	₹2.3 tn	10%	Himachal Pradesh	₹62 bn

## INDIA - ECONOMIC DATA

Economic Indicator	Jan'24	Dec'23	Jan'23
WPI	0.3%	0.7%	4.7%
CPI Inflation	5.1%	5.7%	6.5%
Core Sector Growth Rate	3.6%	3.8%	9.7%
Trade Deficit (in \$)	-17.5 bn	-19.8 bn	-17.7 bn
Air Passenger Traffic	13.1 mn	13.7 mn	12.5 mn

Economic Indicator	Feb'24	Jan'24	Feb'23	MoM	YoY
Composite PMI	60.6	61.2	59	-1.0%	2.7%
GST Collection (₹)	1.6 tn	1.7 tn	1.5 tn	-5.9%	6.7%
AVG USD INR	83.1	83.3	82.6	-0.2%	0.6%
Forex Reserves (\$)	619.1 bn	616.1 bn	562.3 bn	0.5%	10.1%
Merchandise Export (\$)	36.9 bn	38.5 bn	35.8 bn	-4.2%	3.1%
Railway Freight Traffic	136.6 MT	138.9 MT	124.0 MT	-1.7%	10.2%

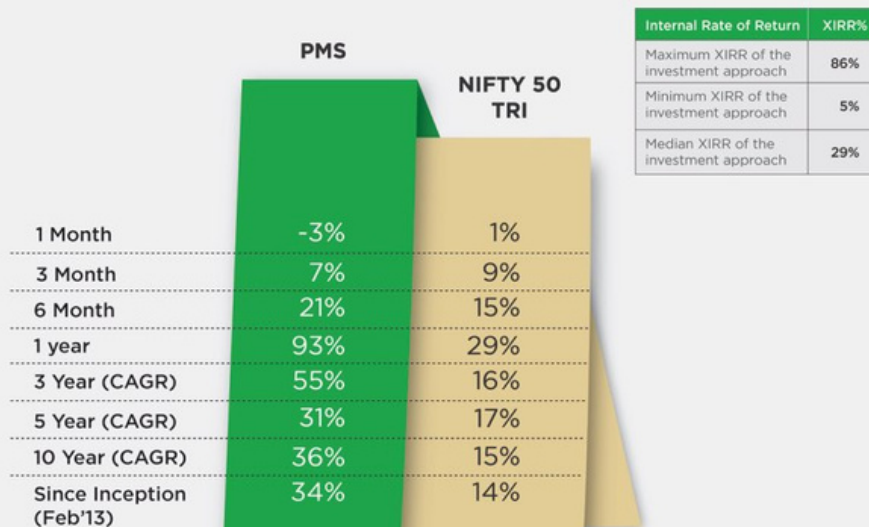
*\*All the numbers are rounded to a single decimal place*

### Aequitas : What's Trending

Interview with CNBC	<a href="#">Siddhartha's Interview with CNBC</a>
Article in ET Markets	<a href="#">Coverage of Aequitas Investments by ET Markets</a>
Article in Moneycontrol	<a href="#">Coverage on Aequitas' Contra view on Indian Equities</a>
ICAI Singapore Event	<a href="#">Siddhartha's Keynote Speech at the ICAI Singapore Event on Valuations</a>
Interview with Moneycontrol	<a href="#">Co-Fund Manager Subham Agarwal's Interview</a>

**A E Q U I T A S**

### PMS PERFORMANCE SUMMARY AS ON 29th FEBRUARY 2024



Returns over 1 year period are on a compounded annual basis; returns are adjusted for inflows/outflows and are after expenses as of 29th February 2024.

Please note that performance of your portfolio may vary from that of other investors and that generated by the Investment Approach across all investors because of

- The timing of inflows and outflows of funds
- Differences in the portfolio composition because of restrictions and other constraints.

Absolute XIRR return is computed for clients completing less than one year from reporting date.

Performance-related information provided herein is not verified by the regulator.  
This material is not for marketing purposes.