



Industry cursor

Strictly for Private Circulation

Issue 78 | Feb 2015

CONTENTS

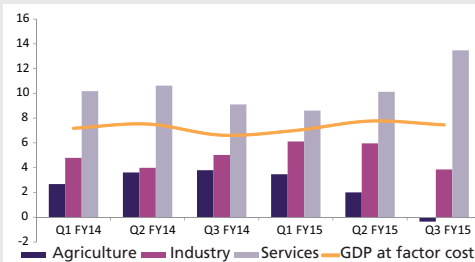
Macroeconomic Update	
Auto Components	2
Banking	3
Commercial Vehicle	4
Gems & Jewellery	5
Healthcare & Pharmaceutical	6
Hi-Tech	7
Hospitality	8
IT-Hardware	9
Logistics & Supply Chain	10
Passenger Vehicle	11
Retail	12
Steel	13
Textile & Garment	14
Two and Three-Wheeler	15

MACROECONOMIC UPDATE

Highlights

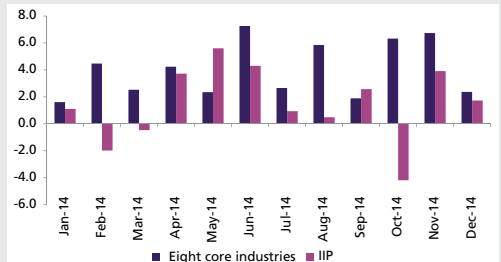
- In the recent bi-monthly monetary policy, the Reserve Bank of India reduced Statutory Liquidity Ratio by 50 bps to 21.50% from 22.0% with effect from February 3, 2015.
- As per the new base (2011-12), during Q3 FY15 Real Gross Value Added at basic price registered a growth of 7.5% (y-o-y) against 6.6% in Q3 FY14.
- The industrial and service sectors grew by 3.9% (y-o-y) and 13.5% (y-o-y) respectively during Q3 FY15 as compared to 5.0% and 9.1% respectively in Q3 FY14, whereas the agricultural sector registered a decline of 0.4% (y-o-y) in Q3 FY15 from 3.8% in Q3 FY14.
- Private final consumption expenditure moderated to 3.5% (y-o-y) in Q3 FY15 from 4.6% in Q3 FY14. However, investment activities moderated significantly to 1.6% (y-o-y) in Q3 FY15 as against 5.3% during Q3 FY14.
- During Dec-14, the Index of Industrial Production moderated to 1.7% (y-o-y) against a growth of 3.9% (y-o-y) in Nov-14.
- The WPI inflation during Jan-15 registered a decline of 0.4% against a marginal growth of 0.1% in Dec-14 and 5.0% in the year-ago period.
- Inflation in food articles grew significantly by 8.0% (y-o-y) in Jan-15 as compared to a growth of 5.2% (y-o-y) during Dec-14.
- Retail inflation in rural and urban sector under the new base (2012) grew by 5.2% (y-o-y) and 5.0% (y-o-y) respectively during Jan-15.

GVA by economic activity: Growth (%)



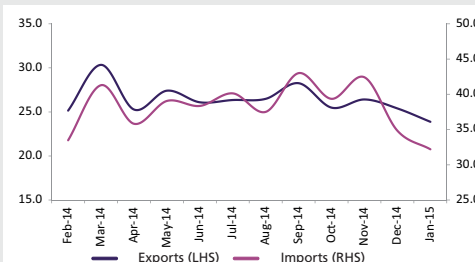
Source: CSO, D&B Industry Research Service

IIP and core infrastructure: Growth (%)



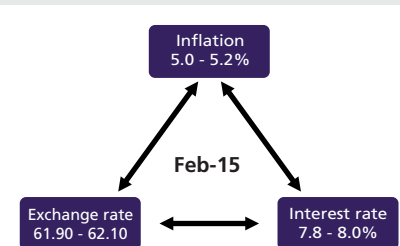
Source: Ministry of Commerce and Industry, CSO

India's exports & imports (US\$ bn)



Source: Ministry of Commerce and Industry

Macroeconomic triad (forecast)



Note: Exchange rate: INR/US\$ at month end; Inflation considered here is CPI-(Rural-Urban Combined) Interest rate corresponds to yield on T-Bills 15-91 day
Source: D&B Industry Research Service

LOGISTICS & SUPPLY CHAIN INDUSTRY

Highlights

- State-owned logistics services firm Container Corporation of India is looking at setting up eight container freight stations (CFS) on India's east coast. Of the eight new CFSs, four would come up in Odisha, three in Andhra Pradesh and one in Tamil Nadu.
- Pristine Logistics and Infraprojects Ltd, which received a \$ 25 million investment from UK-based Commonwealth Development Corporation, plans to develop rail freight terminals and container terminals in developing regions such as Uttar Pradesh, Bihar and Odisha. The company also intends to expand into third party logistics business.
- Shreyas Shipping and Logistics Ltd, part of the Transworld group of companies, expanded its coastal container service capacity with an additional 1613 TEU vessel, by acquiring the vessel 'SSL Gujarat' at a cost of \$ 5.4 million from its group company OEL.
- I G International, a marketer and distributor of high quality fruits, plans to invest ₹ 1.5 billion in cold chain logistics.
- **SLCM Ltd, a 100% subsidiary of Delhi-based Sohan Lal Commodity Management Pvt Ltd, an agri logistics and warehousing company, entered into a tie up for collateral financing with Yoma Bank, one of Myanmar's leading private sector banks. With this move, SLCM plans to extend financial solutions support to farmers, processors, traders, agriculture exchanges, exporters and importers across Myanmar.**

Logistics*: Key financial indicators (Oct-Dec 2014)

Company	Net sales (₹ mn)	Net profit (₹ mn)	Net profit margin (%)
Container Corpn Of India Ltd	14,517.9	3,010.8	19.6
Blue Dart Express Ltd	5,888.7	271.3	4.6
Transport Corporation Of India Ltd	5,550.0	170.8	3.1
Sical Logistics Ltd	1,653.7	25.3	1.4
Sindhu Trade Links Ltd	1,491.8	41.7	2.8

*Transport logistics services

Note: Net profit: PAT net of prior period and extraordinary items

Source: CMIE