

The image is a composite background. On the left, the Taj Mahal is visible. In the center, there is a map of India with its states and union territories outlined. On the right, a modern airport terminal is shown. At the bottom, a port area with several large cranes is depicted. The overall color scheme is a mix of teal, blue, and white.

India

Investment Destination for the 21st Century

Important Note & Disclaimer

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Why India ?

- **India is one of the major markets in the world which offers high prospects for growth and earning potential in practically all areas of business**
- **The largest democracy in the world, politically stable**
- **Second largest among emerging nations**
- **Has the 3rd largest GDP in the entire continent of Asia**
- **A resilient economy with a wide base of agriculture, mining, manufacturing & services**
- **Country on a high growth path & moving rapidly towards a free market economy – the liberalisation & reforms process has gathered momentum**

Why India ?

- **Diversity of cultures co-existing in harmony**
- **2nd largest pool of English speaking scientists, technical & IT manpower after USA**
- **Reservoir of natural resources – oil, gas, coal, iron ore & other minerals**
- **Cost effective labour & low cost of living**
- **Well established financial system – capital & money markets, banking, mutual funds, leasing, general & personal insurance**
- **Time tested legal systems**

India – A Snapshot

NATIONAL INCOME

Gross Domestic Product : (2006 - 08)

		2006-07	2007-08
GDP (at current prices)	USD Bn	911.2	1171.2
GDP per capita (current prices)	USD	812.1	1029.2

Growth in Indian Economy : Total GDP at Constant Prices (% Change)

2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
4.0	8.5	7.5	9.4	9.6	9.0

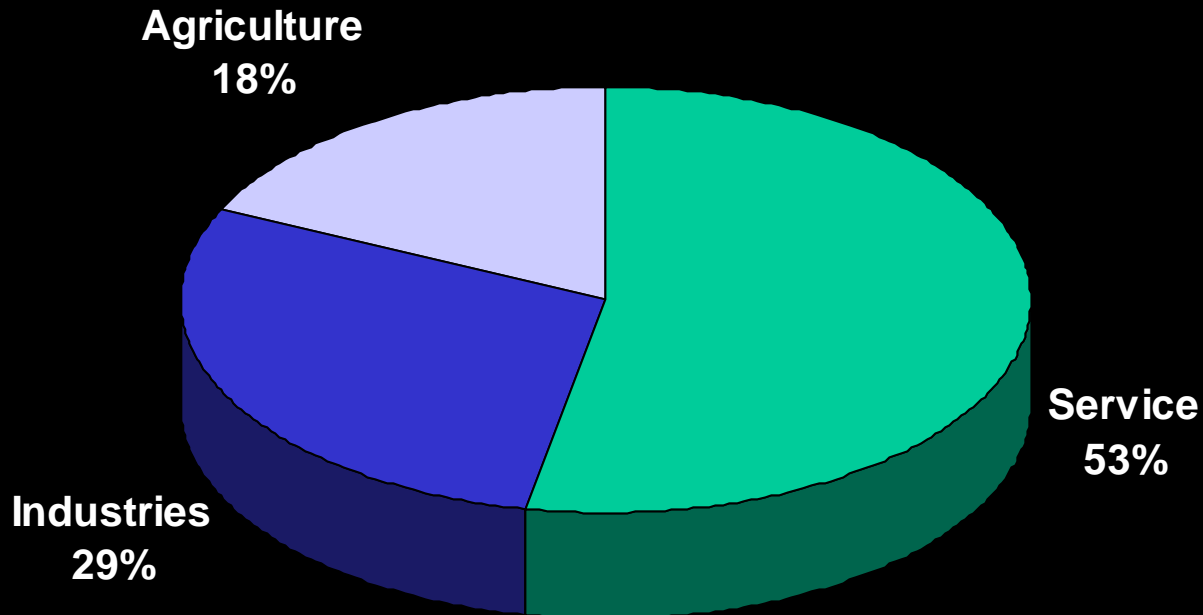
The Indian Economy : Key Macro Data

	<u>2006-07</u>	<u>2007-08</u>
GDP at current market prices (USD. Bn.)	911.2	1171.2
GDP per capita (current price) (USD.)	812.1	1029.2
Export (USD. Bn.)	124.5	155.4
Import (USD. Bn.)	181.2	235.8
Exchange Rate (INR : USD)	45.28	40.24

Growth Rates (%) : Key Economic Indicators

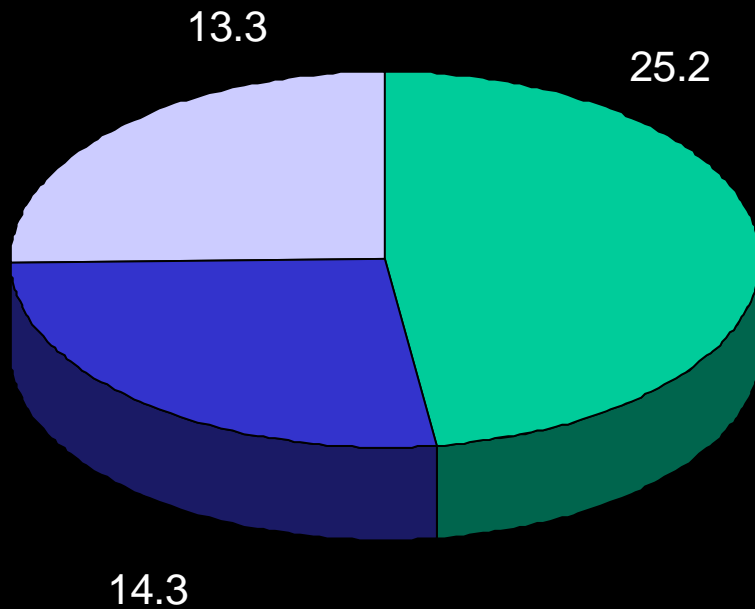
	2005-06	2006-07	2007-08
Real GDP (at Const. prices)	9.0	9.4	9.0
Real GDP (per capita)	7.6	7.9	7.5
Exports	23.5	20.8	23.1
Imports	28.7	26.4	27.1
Agricultural Production	6.0	2.7	4.5
Industrial Production	9.6	10.9	8.5
Services	9.8	11.0	10.8

GDP : Contribution by Key Sectors (%) (2007-08)



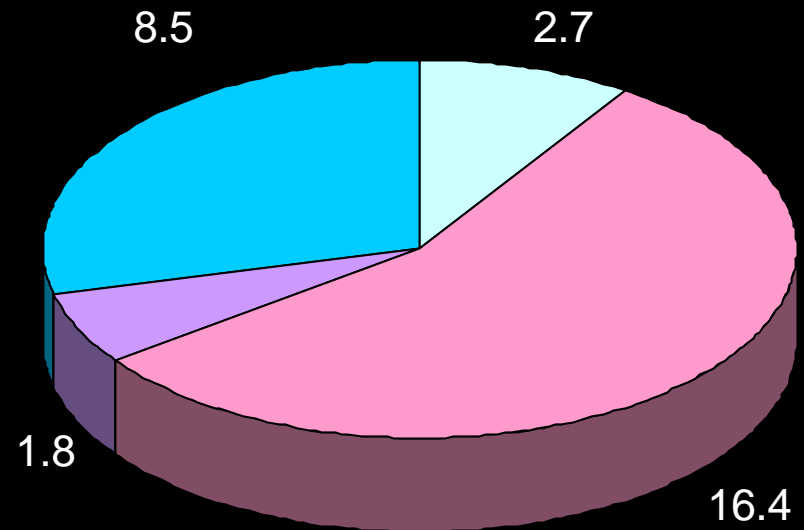
Services & Industry Sector Breakdown (2007 – 08)

GDP : Service Sector
Breakdown (%)



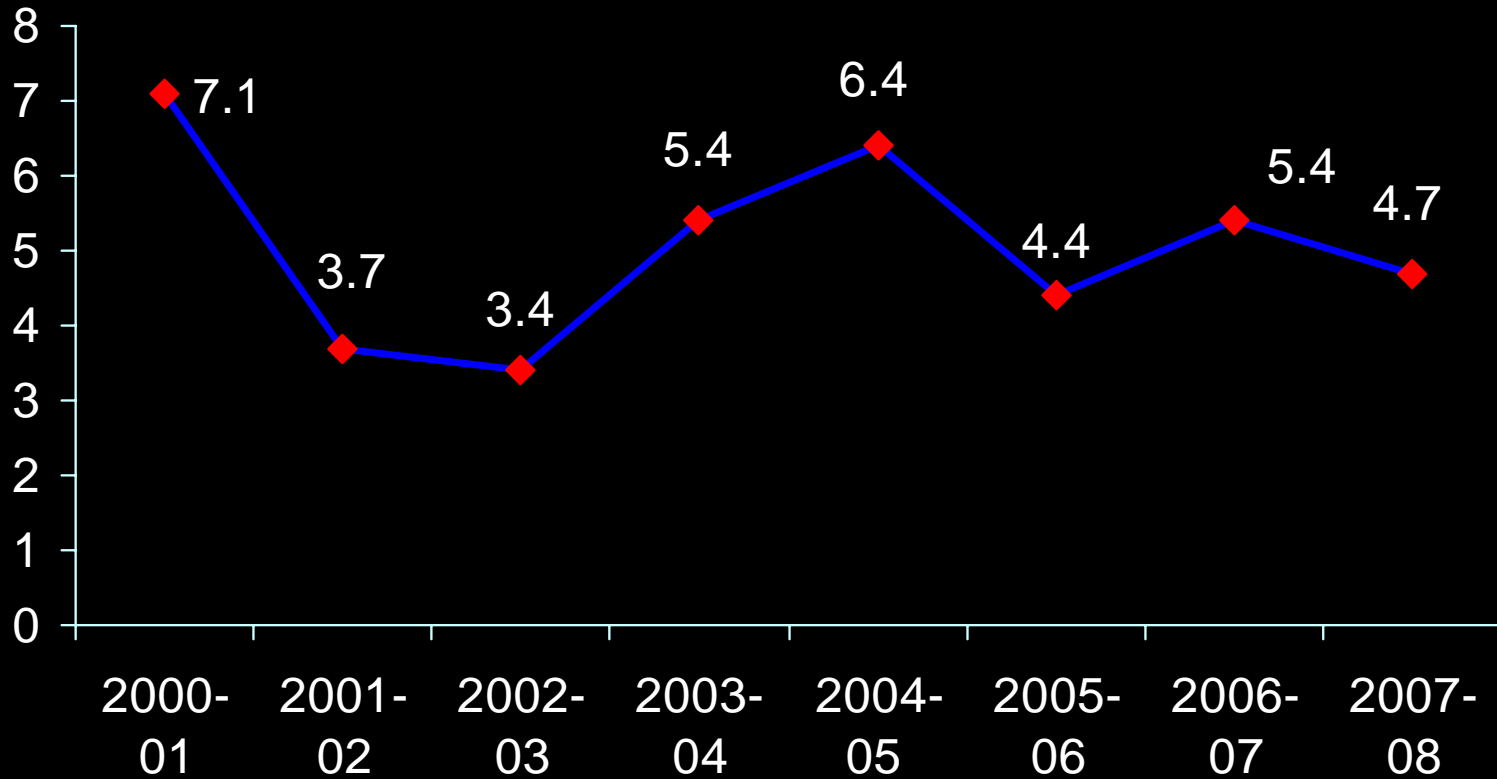
Trade Finance C & P Services

GDP : Industry Sector
Breakdown (%)



Mining Manufacturing
Electricity Construction

Inflation Rate : Based on Whole Sale Price Index (2000 – 2008)



DEMOGRAPHICS

India : Key Data

Geographic Area	000 sq. km.	3288
Population (2007-08)	Million	1138
Urban Population (2006-07)	Million	312
Literacy	%	64.8
Households	Million	193.5

Population

- **India accounts for 2.4 % of the world surface area & supports 17 % of the world population**
- **The population of India : 1,138 million**
- **The decadal growth of population has declined from 2.14 % per annum from the previous decade to 1.93 % per annum**
- **The % decadal growth of population (end of 2001)**
 - **rural areas : 18 %**
 - **urban areas : 31 %**
- **The sex ratio : 934 females per 1000 males**

AGRICULTURE

Agriculture Sector in India

- **The cultivable land in India is 51 % (167 million hectares) of the total geographical area 329 million hectares**
- **Of this, the net sown area is 141 million hectares**
- **Agriculture & allied activities together, contribute 18 % to the gross domestic product of India**
- **Indian agriculture provides livelihoods to 58% of the country's population**
- **India attained self sufficiency in food during 1980s & since 1990s the country is one of the key global players in food grain export**

Food Grains : Production During (2005- 08)

Million tonnes

	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>
Foodgrains	208.5	217.0	230.5
of which :			
Rice	91.8	93.3	96.4
Wheat	69.3	75.8	78.4

Production of Select Food Items : (2007-08)

000 tonnes

<u>Item</u>	<u>2007-08</u>
Biscuits	1,888.4
Tea	945.2
Coffee	262.0
Sugar	28,128.9
Cardamom	9.5*
Pepper	50.0*

Note - * indicates forecast for 2007-08

INDUSTRY

India's Natural Resources - Proven Reserves -

<u>Item</u>	<u>Unit</u>	<u>2007- 08</u>
Coal	Mn. T	450.5
Iron Ore	Mn. T	11.7
Lignite	Mn. T	20.2*
Natural Gas	Bn. Cu. Metre	1055

Note - * indicates as on Nov. 2007

Production of Select Items : Basic Goods (2006 – 08)

<u>Item</u>	<u>Units</u>	<u>2006-07</u>	<u>2007-08</u>
Steel	Mn. T	48.0	52.7
Aluminium	000 T	1152.5	1236.7
Cement	Mn. T	161.3	168.3
HDPE	000 T	958.4	981.6
LDPE	000 T	194.9	200.3
PVC	000 T	926.4	945.4
Paper	Mn. T	6.1	4.1*

Note - * indicates values up to Nov' 07

Production of Select Items : (2007 – 08)

<u>Item</u>	<u>Units</u>	<u>2007-08</u>
Refrigerators	Mn. No.	7.5
Air Conditioners	Mn. No.	2.1
TV Sets	Mn. No.	16.4
Washing Machines	Mn. No.	2.2
PCs	Mn. No.	6.5
Detergents	000 T	713.6
Toilet Soaps	000 T	368.5

Production of Select Items : Automobiles (2006 – 08) (000 nos.)

<u>Item</u>	<u>2006 - 07</u>	<u>2007 - 08</u>
Passenger cars	1,545.2	1,762.0
MUVs	222.0	175.0
Commercial Vehicles	520.0	545.0
Two Wheelers	8,466.6	8,026.0
Three Wheelers	556.1	500.5

INFRASTRUCTURE

Indian Infrastructure : Key Data (2007 – 08)

Power Gen. Capacity	000 Mw	130.5
Energy generated	Bn.K.W.H	704.5
Hospitals	000 No.	32.2
Bank Branches (06-07)	000 No.	69.6

Indian Infrastructure : Key Data (2007 – 08) (contd..)

Major Ports – Cargo handled	Mn. T	519.2
Rail Tracks	000 km	63.5
Railways – Freight	Mn. T	785.0
Railways – Passengers	Mn. No.	6,688.0
Aviation – Passengers	Mn. No.	116.8
Road Length	000 km	3300
Surfaced Roads	000 km	1500

Telephone Connections : (2007 – 08) (Mn. No. Subscribers)

2005-06

Fixed	41.0
Mobile	98.0
Overall	139.0

2006-07

Fixed	44.0
Mobile	165.0
Overall	209.0

2007-08

Fixed	46.0
Mobile	233.0
Overall	279.0

Indian Roadways

- Indian roadways is one of the largest in the world, with over 3.31 million km of road network
- Indian roads carry 86.7% of the passenger traffic and 65% of freight traffic
- National Highways cover around 66,754 km (2%) of the road network & cater to about 40 % of the total road traffic

Road Transport & Related Data : (2007 - 08)

Total road length	Mn. Kms	3.31
Length of National Highways	Kms	66,754
Length of State Highways	Kms	128,000
Number of Registered Vehicles	Mn. No.s	72.7

(2003-04)

Indian Railways : 2008

- The Indian Railways is one of the largest railway systems in the world
- Indian Railways has an extensive network, spread over 63,327 Route Kilometre, comprising of :

Broad Gauge	:	49,819 RKm
Metre Gauge	:	10,622 RKm
Narrow Gauge	:	2,886 RKm

- Around 28 % of the network is electrified
- Railways' freight traffic has increased from 728 million tonnes in 2006-07 to 785 million tonnes in 2007-08

SOCIAL WELFARE

Select Indicators of Human Development (2006)

Life Expectancy at birth (in years)	:	65.4
Literacy Rate (Male) %	:	75.3
Literacy Rate (Female) %	:	53.7
Infant Mortality Rate (per 1000 live births):		57
Death Rate (per 1000 population)	:	7.5
Birth Rate (per 1000 population)	:	23.5

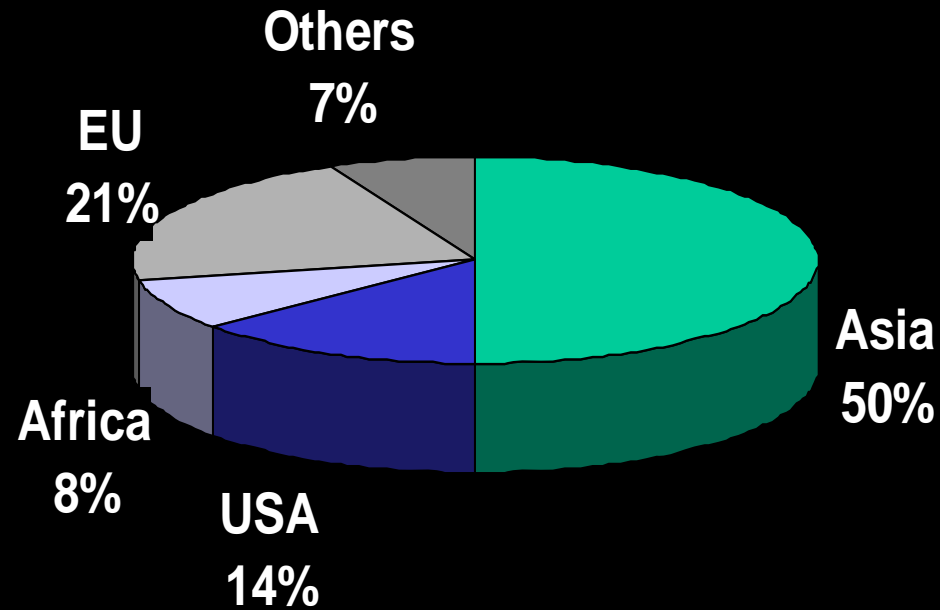
Recognized Educational Institutions (2004)

Level	No.
Primary/Junior/Basic School ('000s)	767.5
Middle/Senior Basic Schools ('000s)	275.0
High School / Higher Sec. / Intermediate / Pre- Degree / JR.College (000s)	152.0
Colleges for General Education (Nos.)	10,377
Professional Education	3,201
Universities/Deemed University & Institutes of National Importance	407.0

External Sector

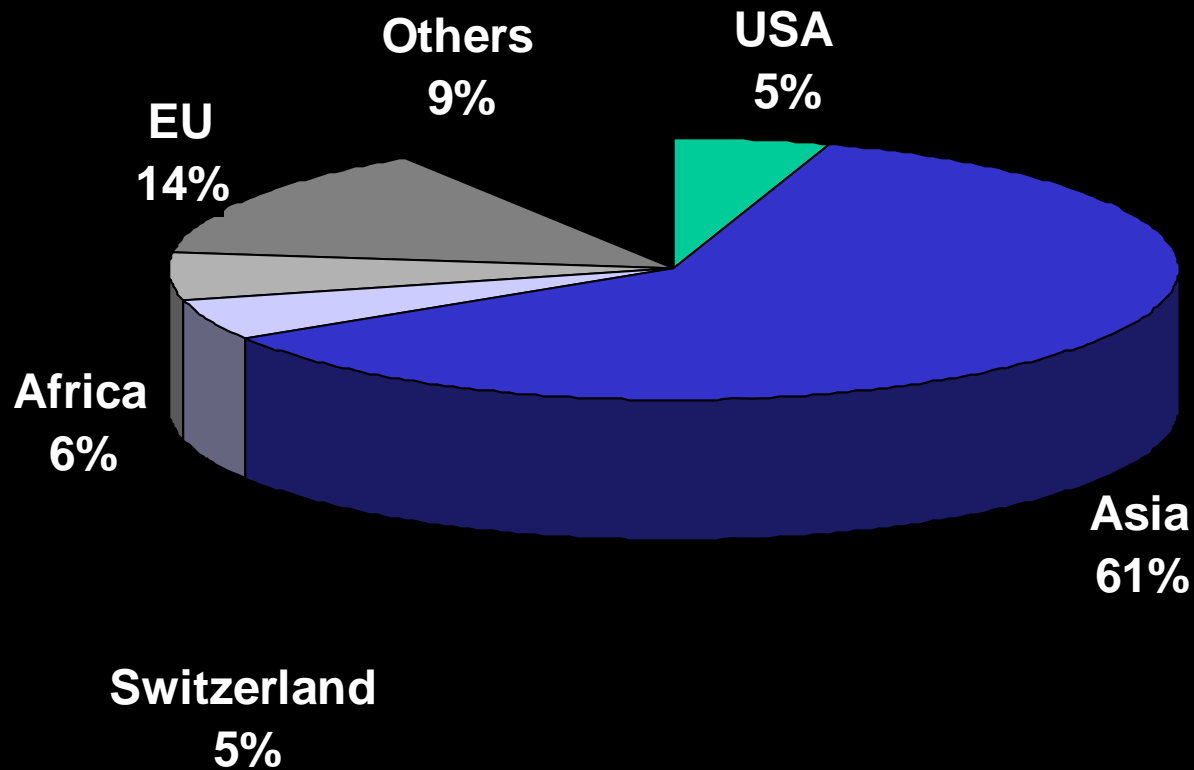
Direction of India's Trade : Exports (2006 - 07)

Total Export value – 71910.0 USD
Mn



Direction of India's Trade : Imports (2006 - 07)

Total Import value – 111572 USD Mn



Export : Select Products USD Mn.

<u>Exports</u>	<u>2006 - 07</u>	<u>2007- 08</u>
Agri & allied Products	12673.5	18068.8
Ores & minerals	6997.0	9009.2
Machinery	6717.5	8724.6
Iron and steel	5234.6	5450.4
Electronic goods	2851.8	3230.7

Import : Select Products

USD Mn.

<u>Imports</u>	<u>2006-07</u>	<u>2007-08</u>
Electronic goods	15930.1	20295.8
Non electrical Machinery	13811.1	19621.4
Organic & inorganic chemicals	7792.1	9825.9
Iron& steel	5991.7	8186.2
Fertilizers	2666.0	4554.3
Edible oils	2106.6	2558.1
Non-ferrous metals	2585.0	3485.3

Forex Reserves, Foreign Capital & Stock Markets

Foreign Exchange Reserves (currency)

Month / Year	Total Foreign Exchange reserves (USD Bn.)
March 2000	35.0
March 2001	39.0
March 2002	51.0
March 2003	71.0
March 2004	107.4
March 2005	135.0
March 2006	145.0
March 2007	192.0
March 2008	299.2

Inflow Of Foreign Capital (USD Mn.)

	2003-04	2004-05	2005-06	2006-07P	2007-08P
A. Direct Investments (1+2+3)	4673	5535	8961	22079	32435
1. Equity	2387	3362	5975	16482	25241
a. Govt. (SIA / FIPB)	928	1062	1126	2156	2298
b. RBI	534	1259	2233	7151	17129
c. Acquisition of Shares	735	930	2181	6278	5148
d. Equity Capital of unincorporated bodies	190	111	435	897	666
2. Re-invested Earnings	1798	1816	2760	5091	6884
3. Other Capital	488	357	226	506	310
B. Portfolio Investment	11377	8909	12492	7003	29395
a. GDRs / ADRs	459	613	2552	3776	8769
b. FII's	10918	8280	9926	3225	20328
c. Off-shore Funds & Others		16	14	2	298
Total Foreign Investment Flows(A+B)	16050	14444	21453	29082	61830

Note – P : Provisional

Capital Issues (USD Bn.)

	2003-04	2004-05	2005-06	2006-07	2007-08
Capital Issues	11.60	13.74	18.10	26.96	44.46
Public Sector	8.62	6.93	10.53	9.08	17.00
Private sector	2.97	6.81	7.58	17.88	27.46

Indian Stock Market (USD Billion)

	2003-04	2004-05	2005-06	2006-07	2007-08
No. of Companies Listed	5,562	4,844	4,912	4,909	4,994
Mkt Cap. of all listed Companies	299.9	417.9	725.2	816.0	1316.5

McG

Madras Consultancy Group

3B, K. G. Vallencia

57, 1st Main Road, Gandhi Nagar
Adyar, Chennai - 600 020 India

Tel : +91 44 4211 3434 / 4211 3492

Fax : +91 44 4211 3490

email : admin@mcg.in , office@mcg.in

URL : www.consultmcg.com

www.indianindustryprofiles.com

Thank You

