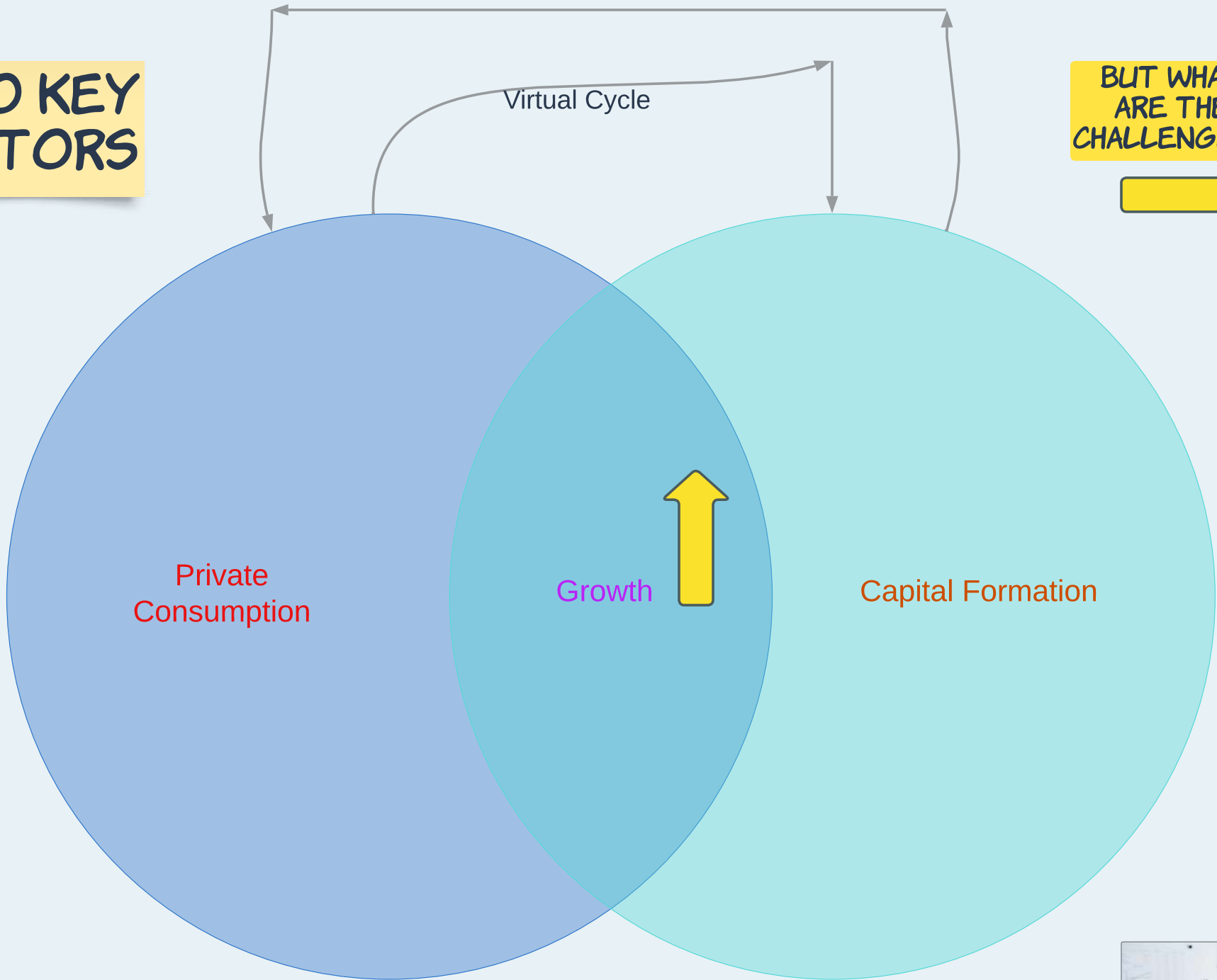


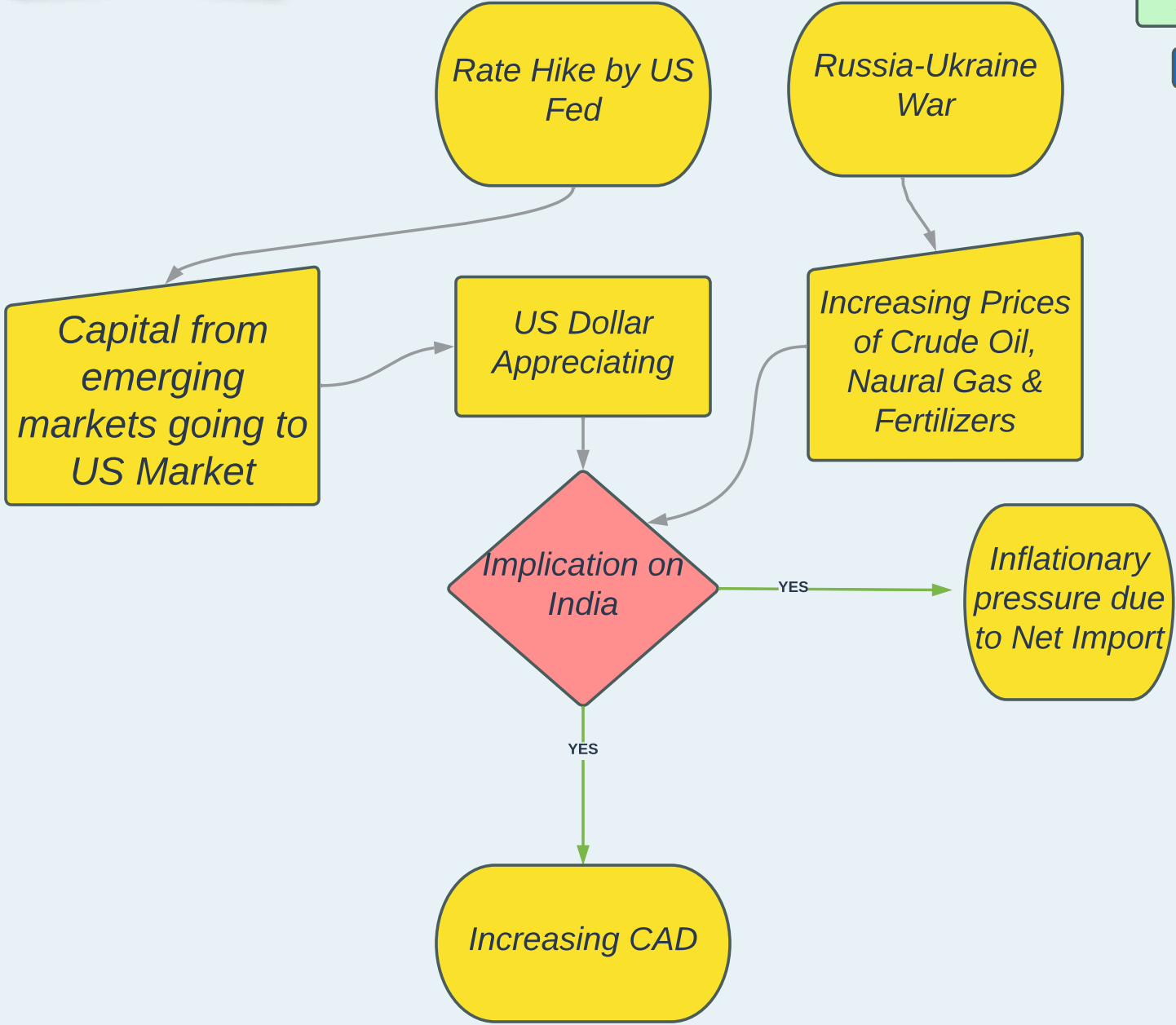
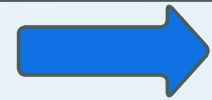
TWO KEY FACTORS

BUT WHAT ARE THE CHALLENGES?



Twin Challenges faced by India

IS THE RUPEE FALLING FREELY THEN & WHAT ABOUT INDIA'S EXPORTS?



More Challenges

Rupee Falling

But one of better performing currency

Still

Widening CAD + Inflation are Concerns

DO WE HAVE ANY RESILLIENCE & SOME GROWTH DRIVERS ? YES



Surged in FY22 & H1 of FY23

Going Down in H2 of FY23 because

Subdue Global Demand

Geo-Political Conflicts

Aggressive Monetary Tightening

More Challenges

Export Slowing



Growth Drivers in FY23

Hotel, Transport & Shopping malls

Compensating Export Fall

Services revival

Domestic Consumption ↑

Universal Vaccination Coverage

"Bazaars" are in full swing

For both Corporates & Public Sector Banks

Growth Drivers

WHY THIS CAPEX THRUST?

Demand for personal loans & housing loans ↑

Strong Balance Sheets

Capex by Centre and States ↑

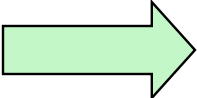
Release of pent up demands post pandemic



Capex Thrust

Increasing Capex

ARE THE BANKS HELPING?



By Centre

By States

By Private Corporates

How?

How?

Why?

Increase in Capital Expenditure in FY22 and as proposed in Budget for FY23

States are having larger Capital Budgets

Crowding in Effect : Higher Government investment leads to more private investment

Result

in what means?

Why?

Where?

Direct Tax & GST Collection Increasing

Supported by Central Grant-In-Aid for Capital Works

Mostly in electricity, steel, chemicals, auto & pharma sector

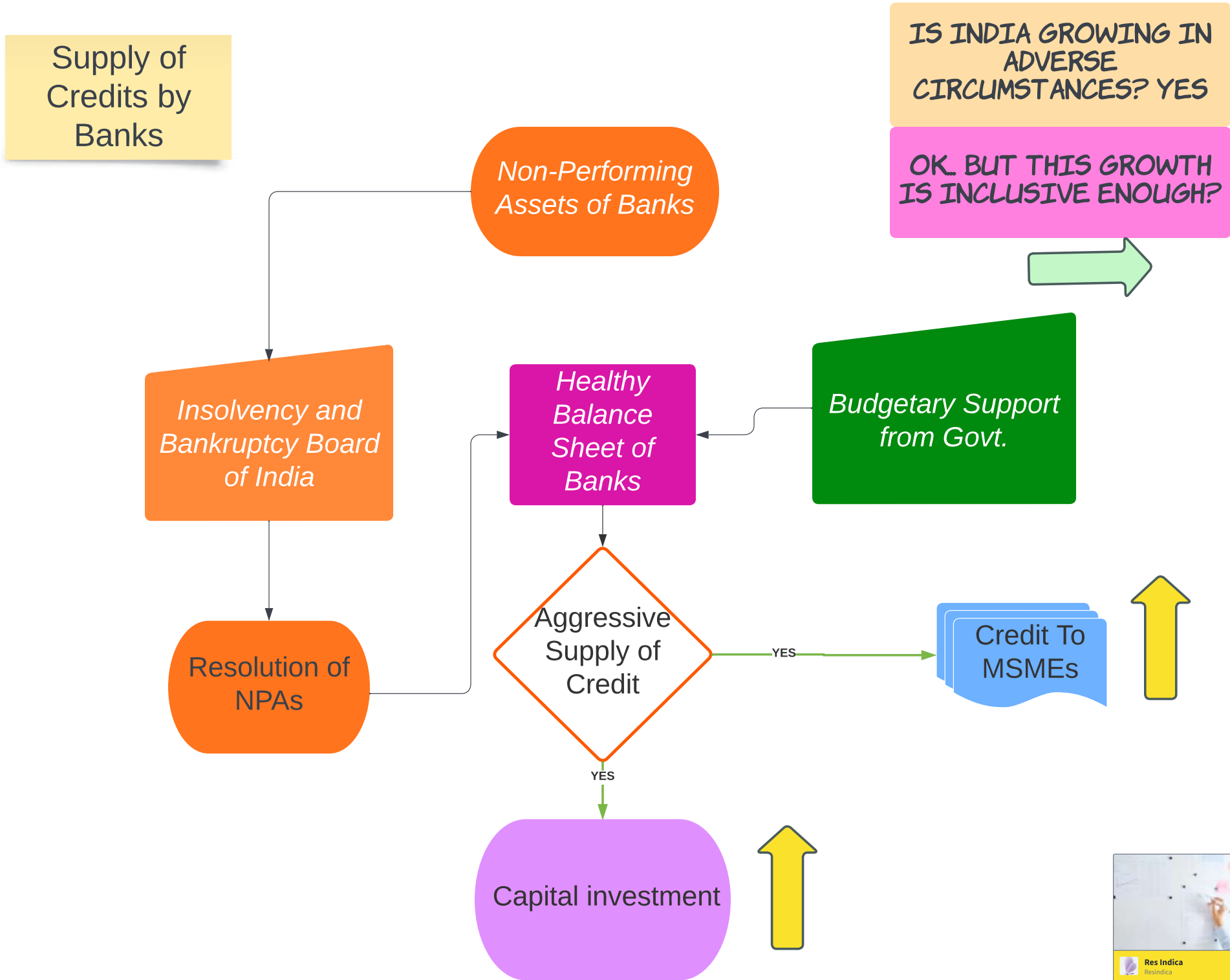
Crowding in Private Investors/Corporates

Central interest free loan for capital works repayable over 50 yrs

Manufacturing Activities

Capacity Utilization of Plants





Inclusive Growth

Economic Growth

OK. BUT IS INDIA WITNESSING AN INCLUSIVE GROWTH?



Creates Jobs

YES

Inclusive Growth

NO

Rich gets Richer

No income distribution

No Inclusive Growth



Inclusive Growth

ANY EVIDENCE TO SHOW GROWTH IS INCLUSIVE?



Urban unemployment Rate Decreased

Labour Force Participation Rate Increased

Support to MSMEs

Declined to 7.2% (at QTR ending Sept,2022)

Surge in Exports in FY 22

Shielded from distress

from 9,8% (at QTR ending Sept,2021)

Capex Roll Out

ECLGS Scheme

as per PLFS

Release of Pent-up demand

Pre-emptive Govt. Measures



Growth

Inclusive Growth

Diversifying Income

safety net

food security during pandemic

Creating individual Assets

helping half of rural masses

lessing impoverishments

share of works on individual land is 60% in FY 22

cash to farmers

support to most needy

MGNREGA

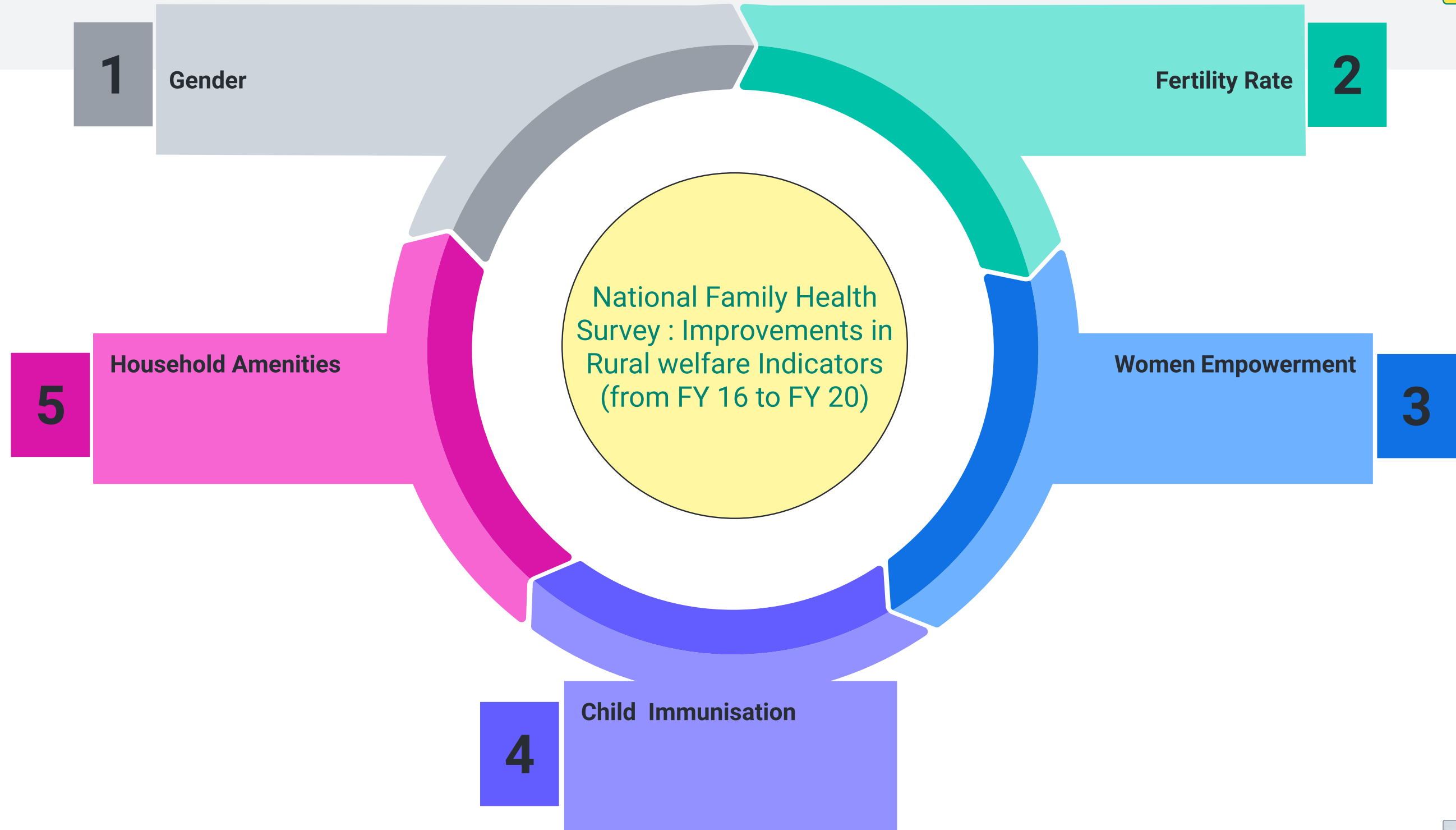
PM KISAN

PM Garib Kalyan Anna yojana



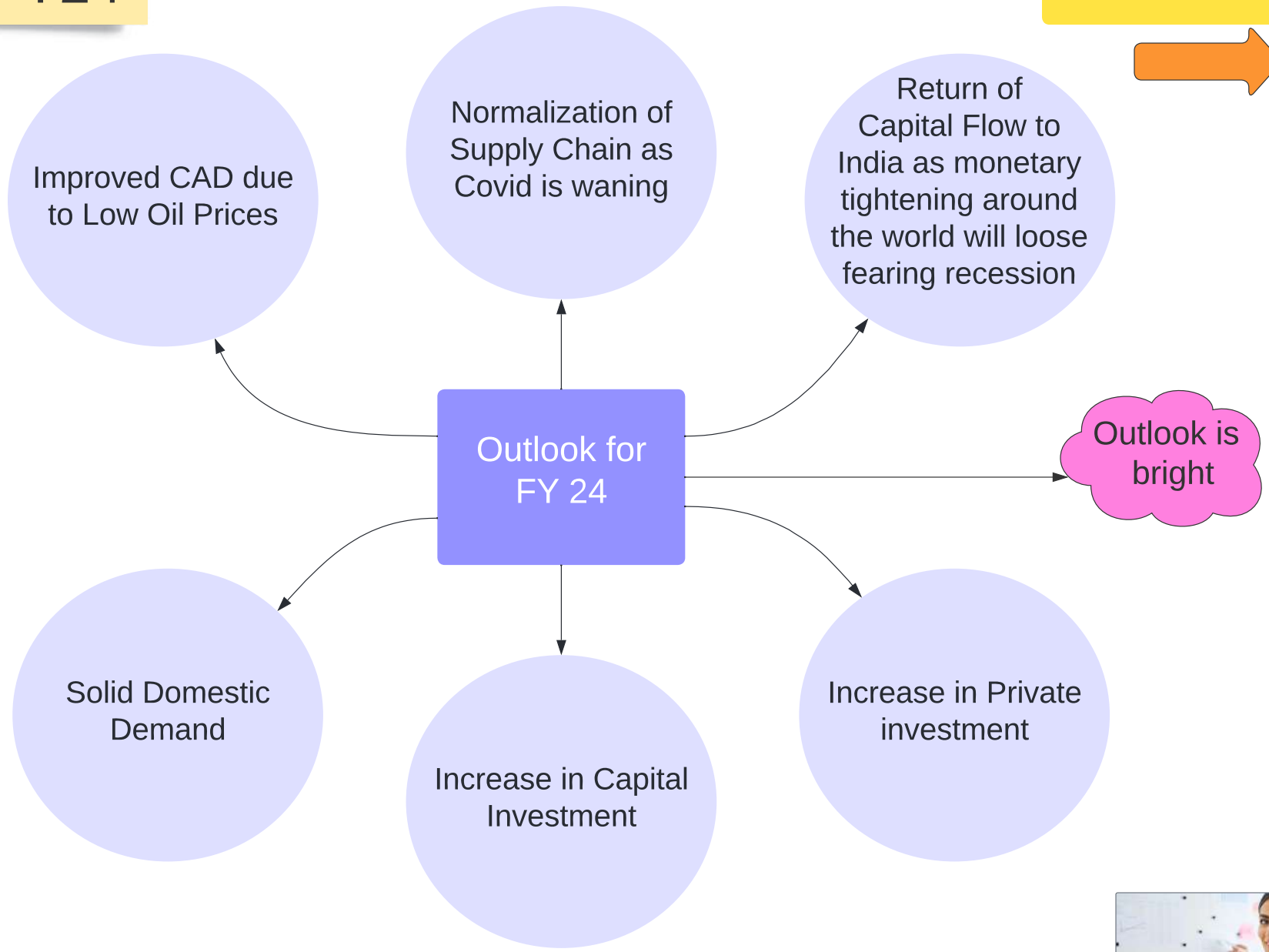
Rural Welfare Indicators

SO WHAT IS THE OUTLOOK FOR FY24?



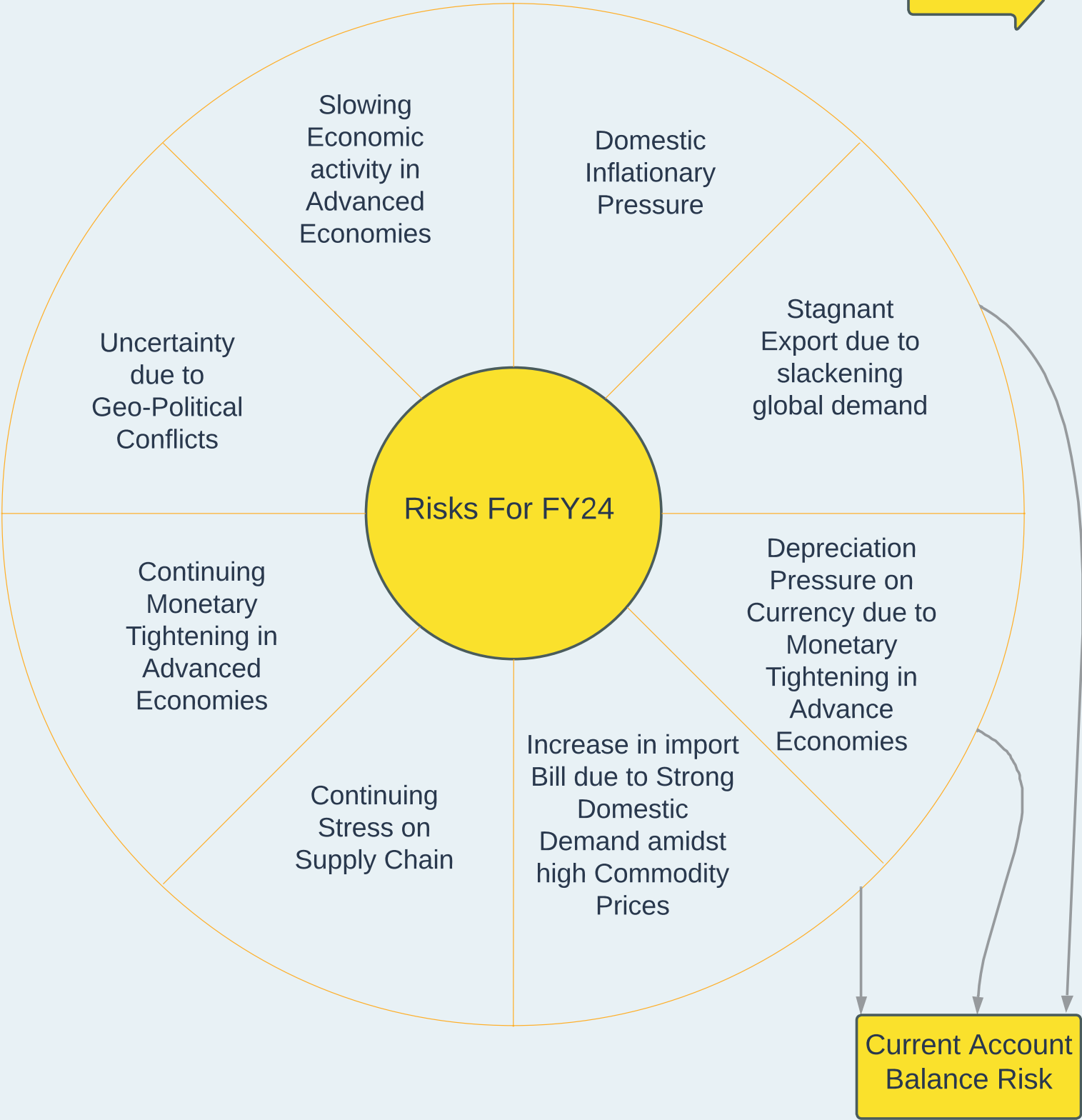
Outlook for FY24

BUT WHAT ARE THE RISKS?

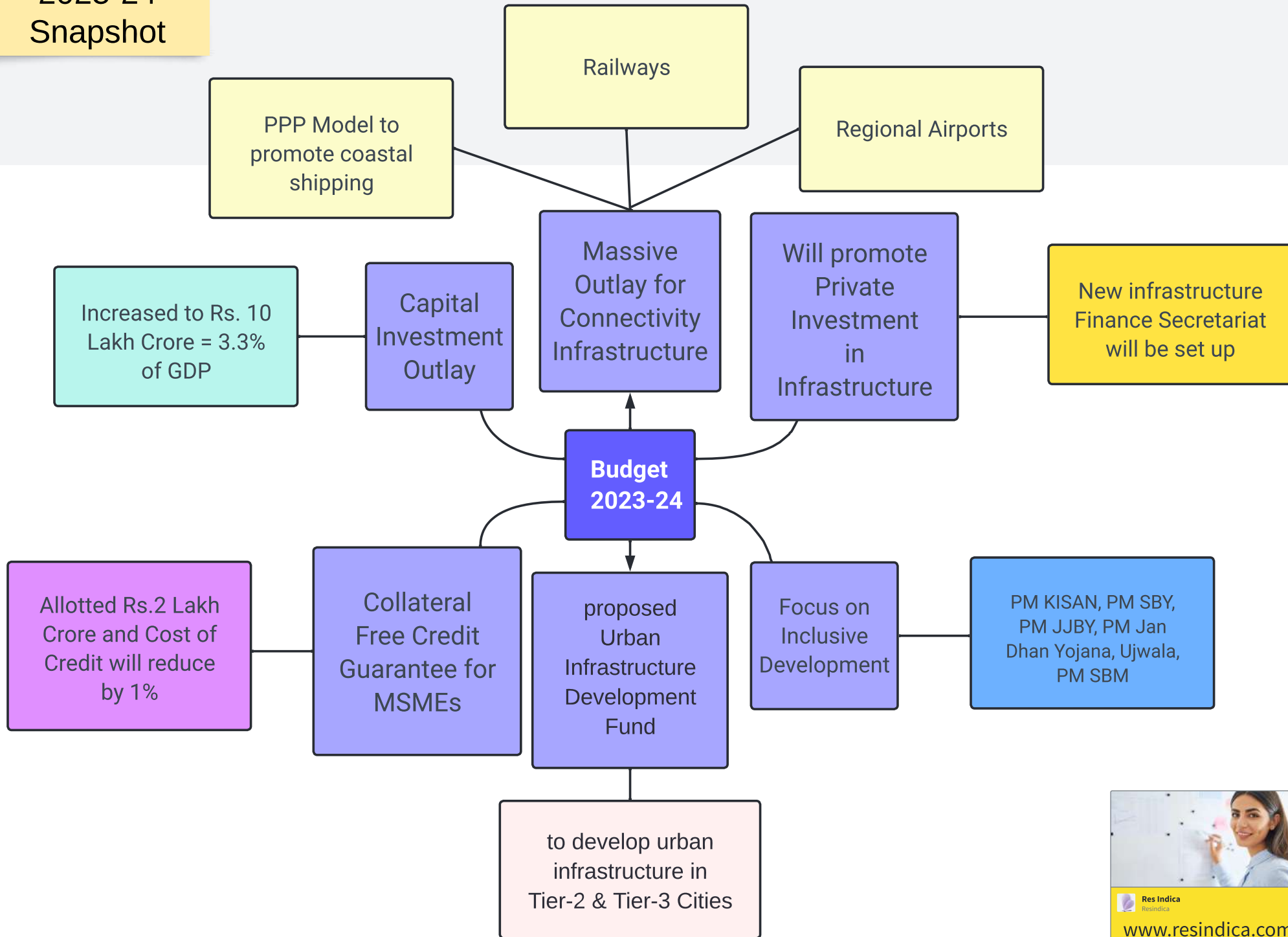


Risks for FY24

BUDGET SNAPSHOT



Budget 2023-24 Snapshot

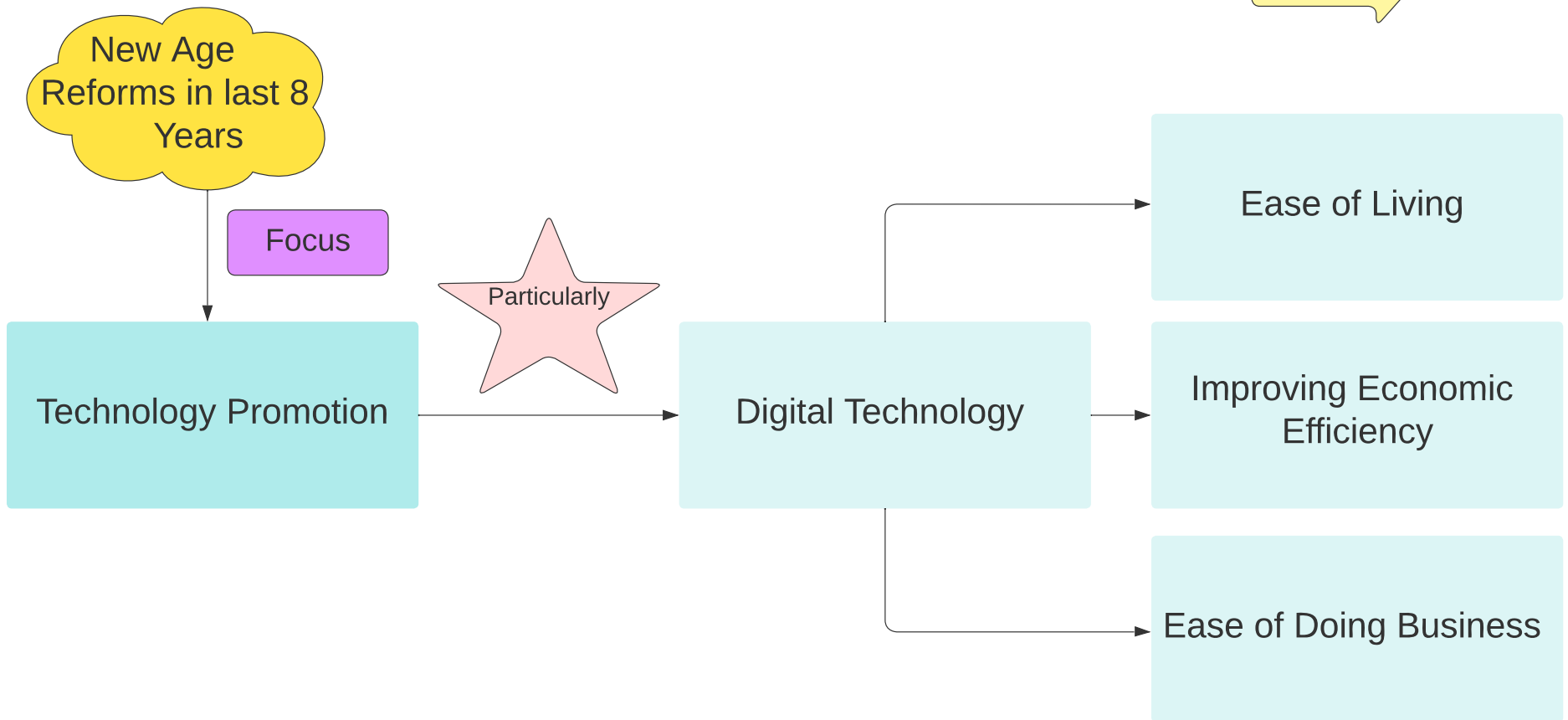
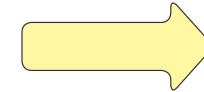


CHAPTER 2: INDIA'S MEDIUM TERM GROWTH OUTLOOK: WITH OPTIMISM AND HOPE



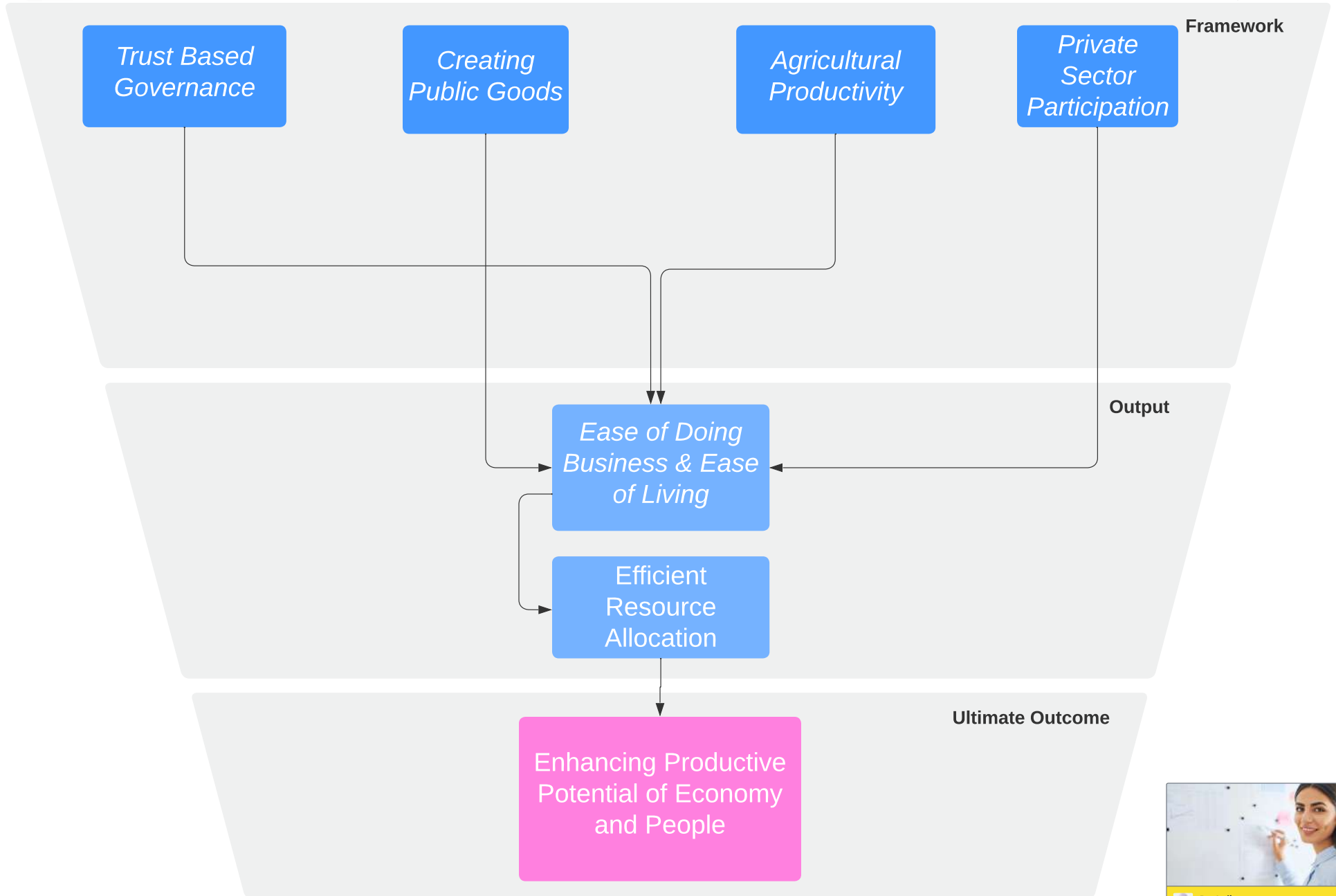
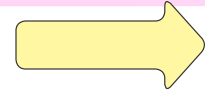
New Age Reforms

REFORMS ARE UNLEASHED. BUT WHAT ARE THE BROAD PRINCIPLES BEHIND THESE REFORMS?



Underlying F/W for Reforms

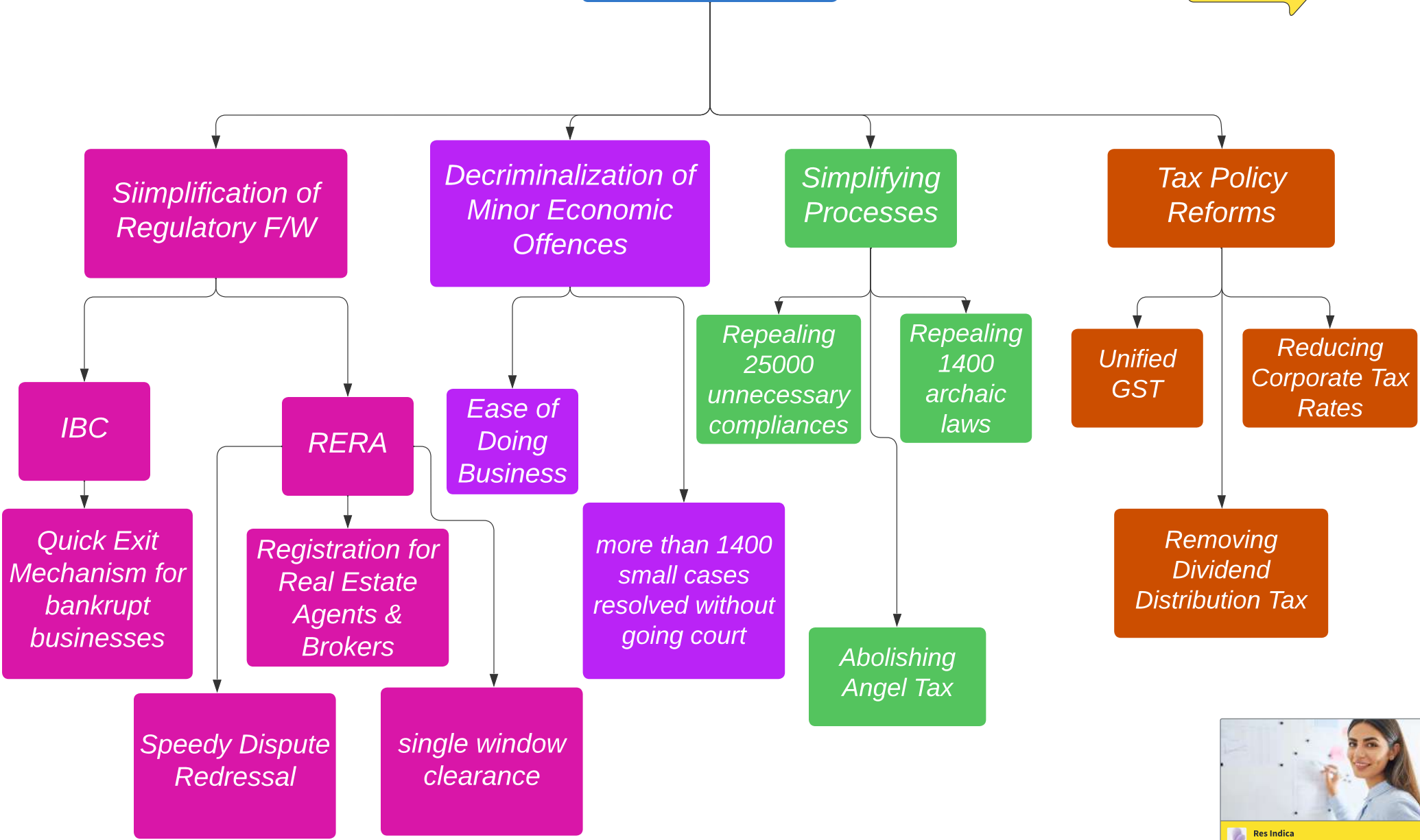
WHAT IS TRUST BASED GOVERNANCE?



Tust Based Governance

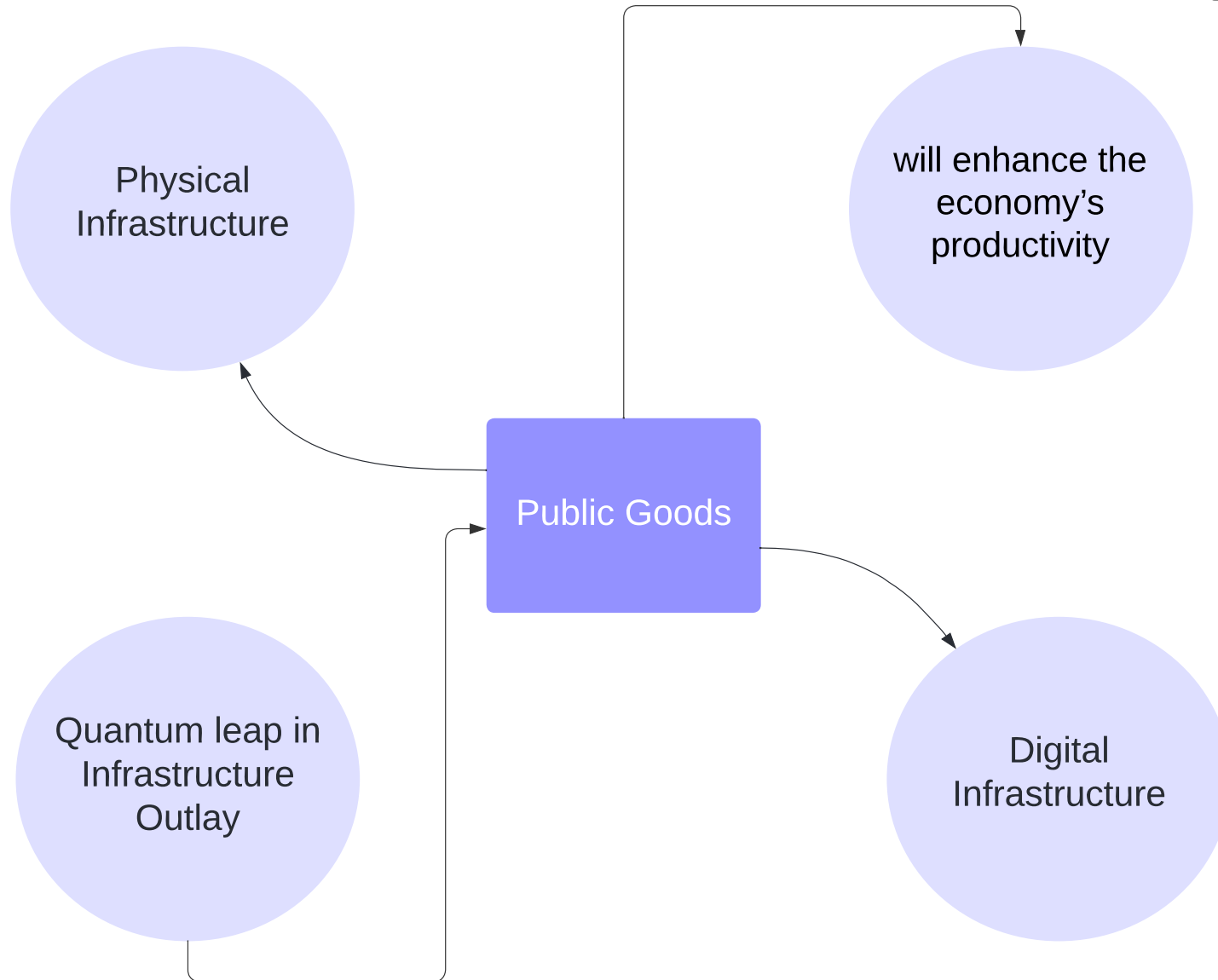
Trust Based Governance

BUT WHAT ARE THE PUBLIC GOODS THAT CREATED?



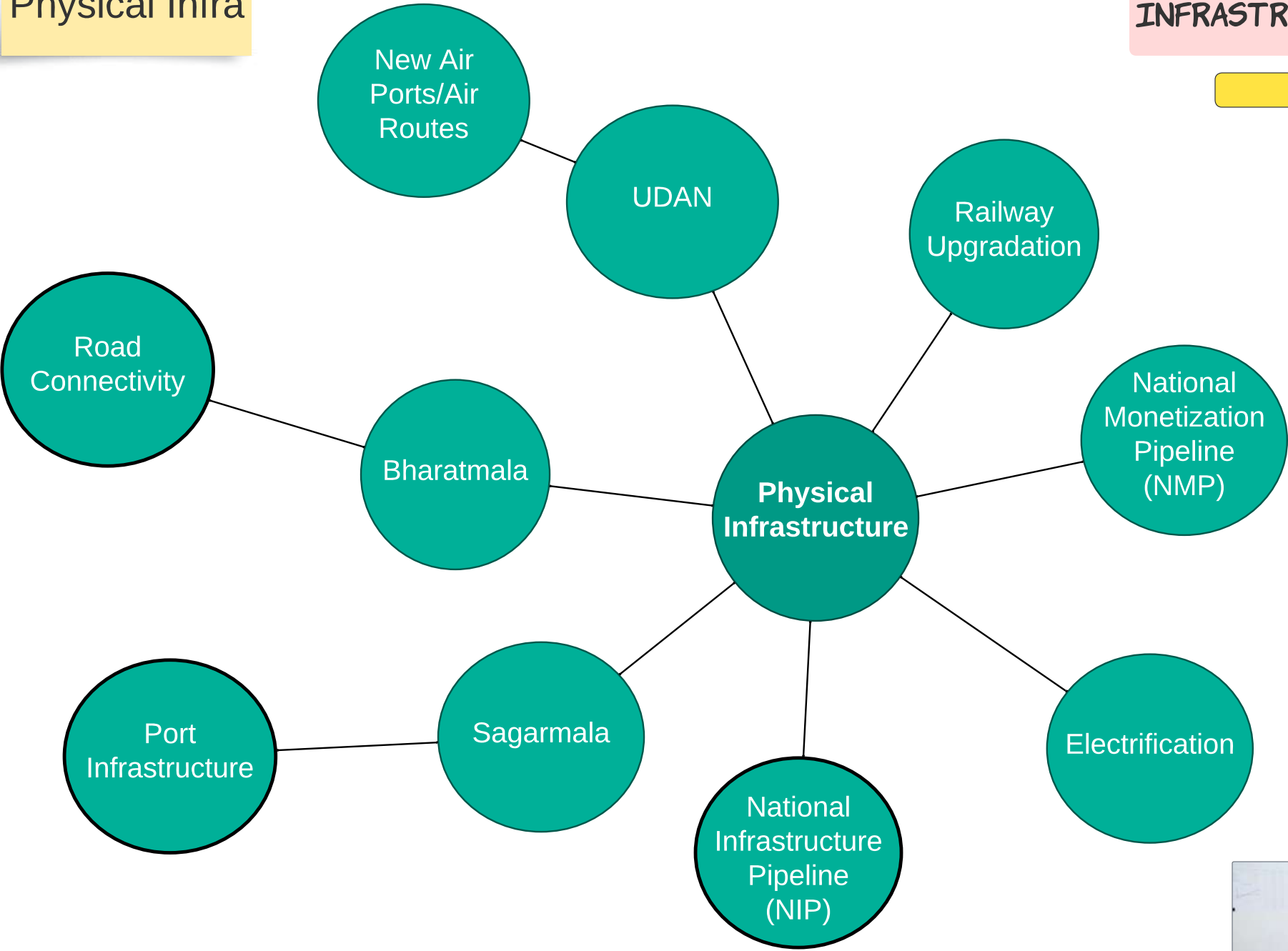
Importance of Public Goods

HOW PHYSICAL INFRASTRUCTURE IS BEING CREATED?



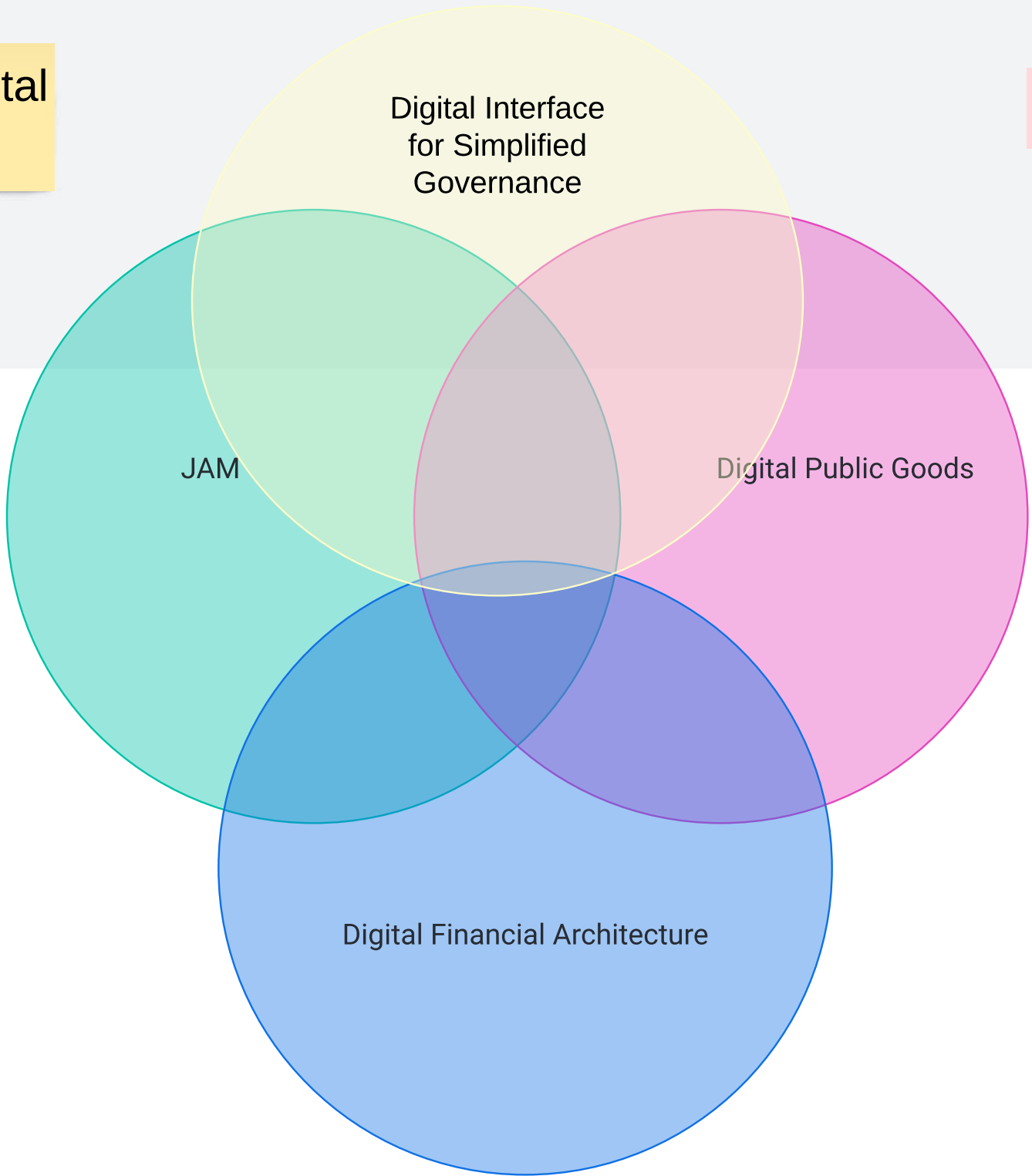
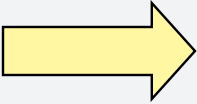
Public Physical Infra

WHAT ABOUT PUBLIC DIGITAL INFRASTRUCTURE?



Public Digital
Infra

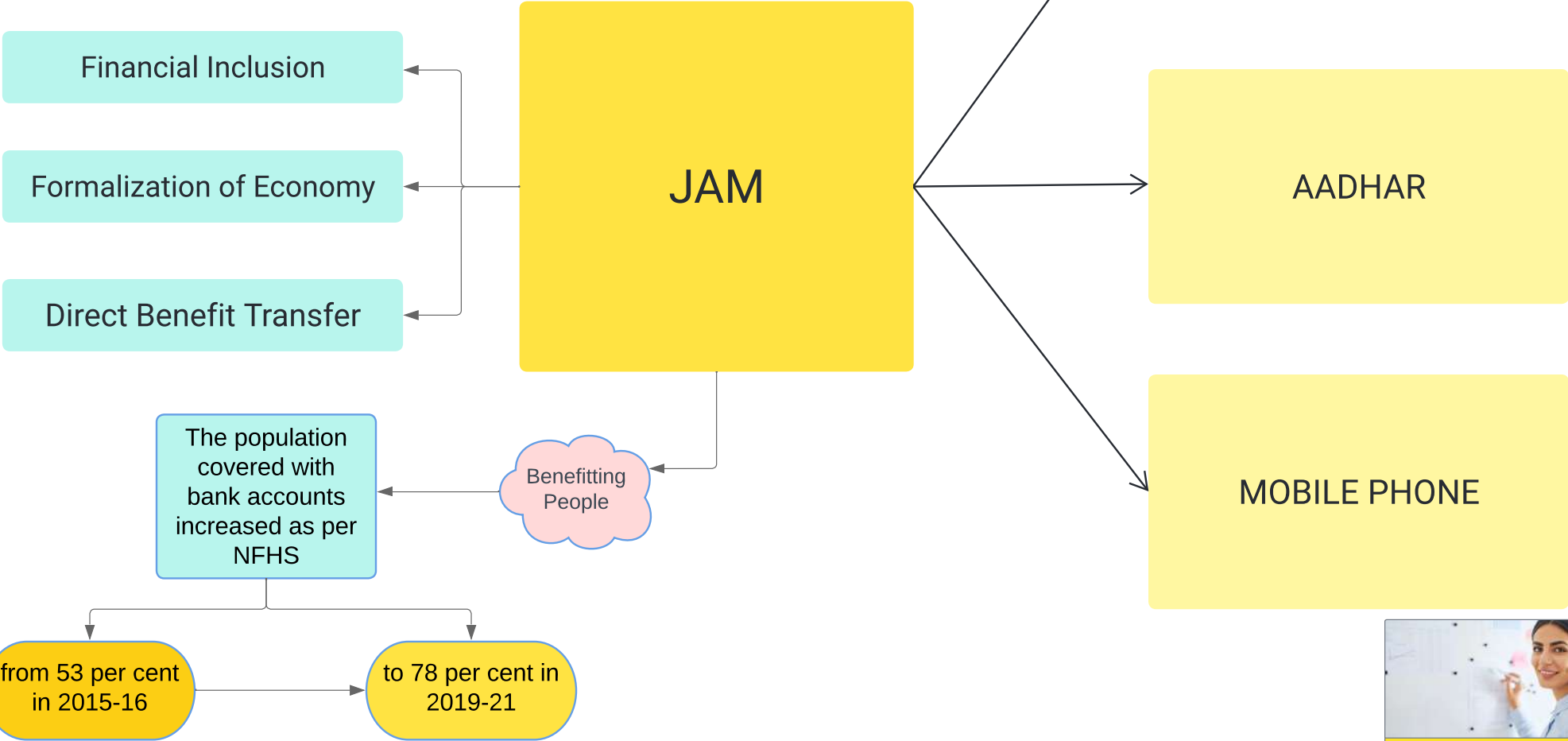
WHAT IS JAM ?



JAM

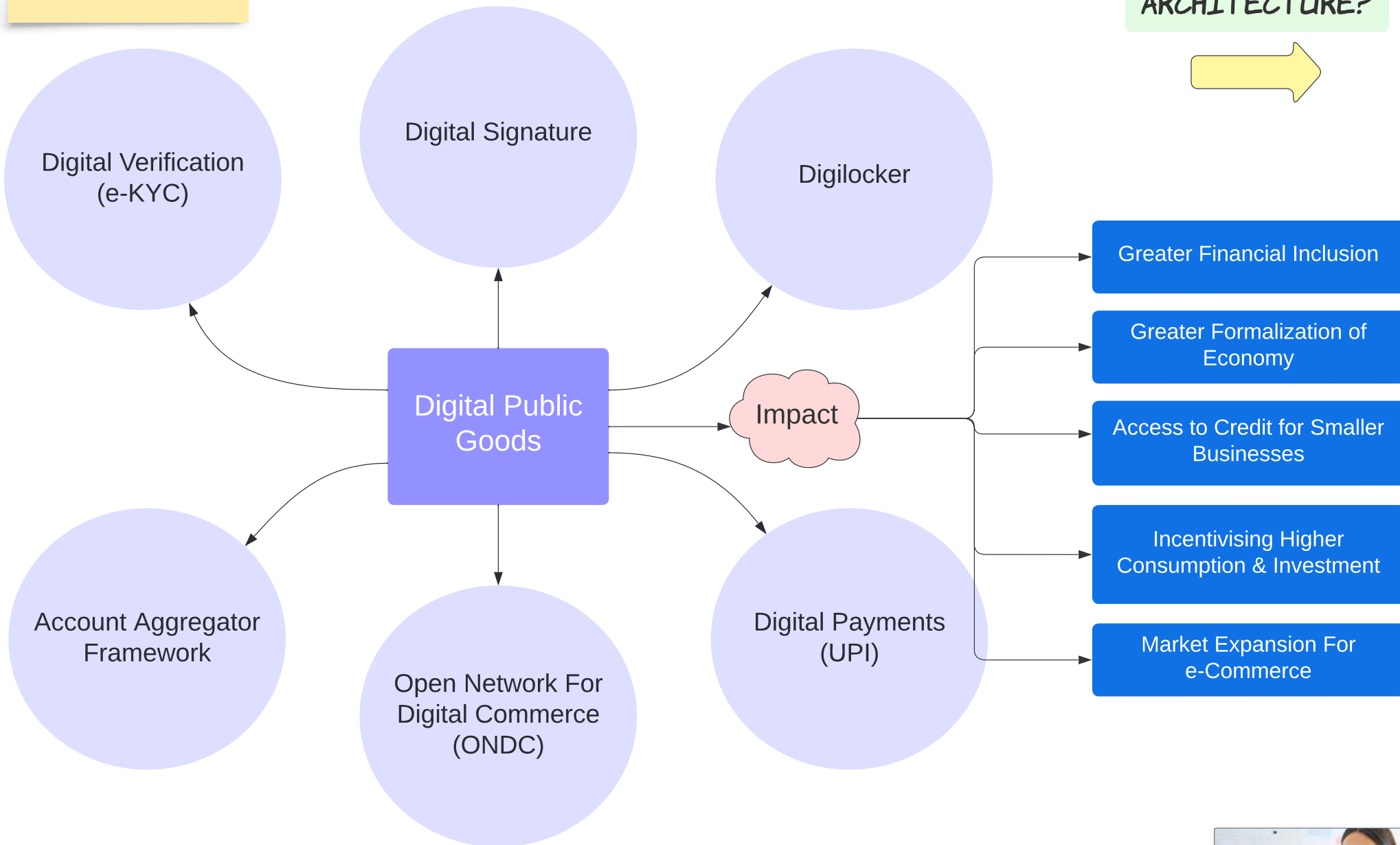
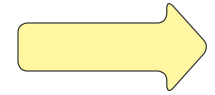
Sabka Sath
Sabka Vikas

OK. BUT WHAT ARE
DIGITAL PUBLIC
GOODS?



Digital Public Goods

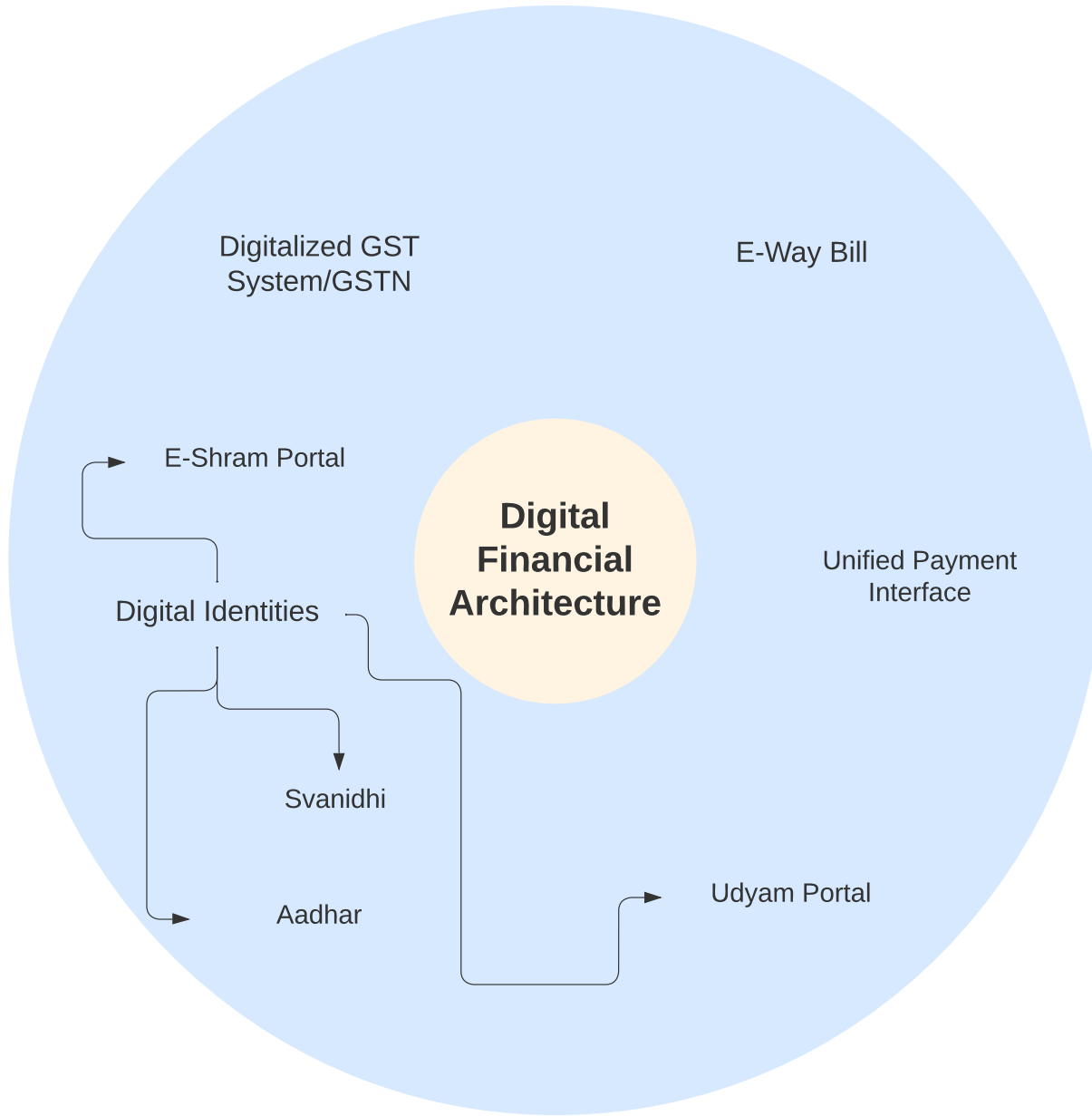
NICE!! BUT WHAT IS DIGITAL FINANCIAL ARCHITECTURE?



Digital Financial Architecture

Formalization of Economy

WHETHER DIGITAL TECHNOLOGY IS USED TO SIMPLIFY GOVERNANCE?



Formalization of

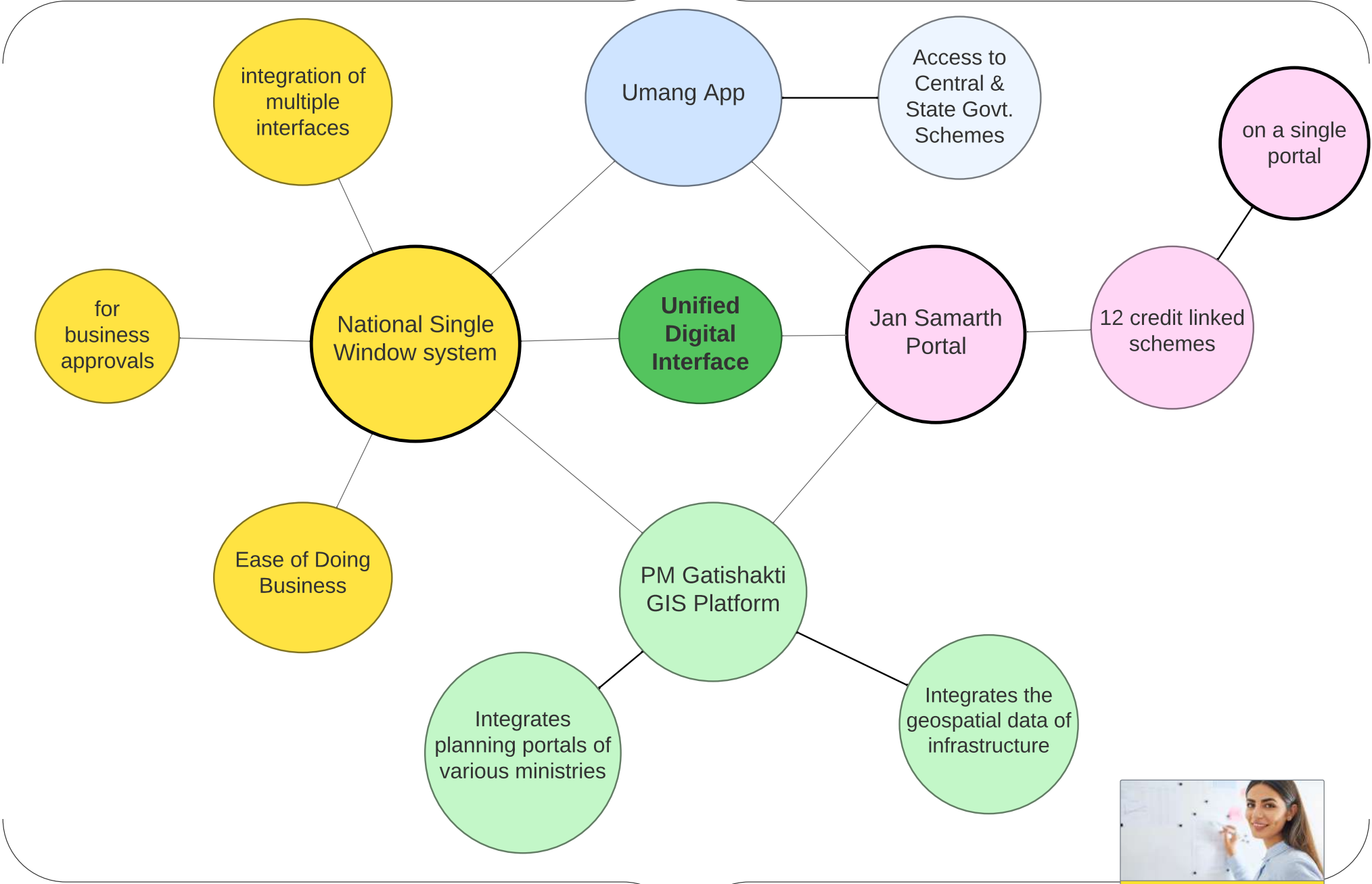
- Businesses
- Small Transactions
- Credit
- Informal Groups
- Workforce



Unified Digital Interface

Better Governance

OK. BUT HOW PRIVATE SECTOR IS PROMOTED AS CO-PARTNER IN DEVELOPMENT? 



Private Sector as Co-Partner for Development

WHAT ARE THE REFORM INITIATIVES UNDERTAKEN FOR MSMES?

