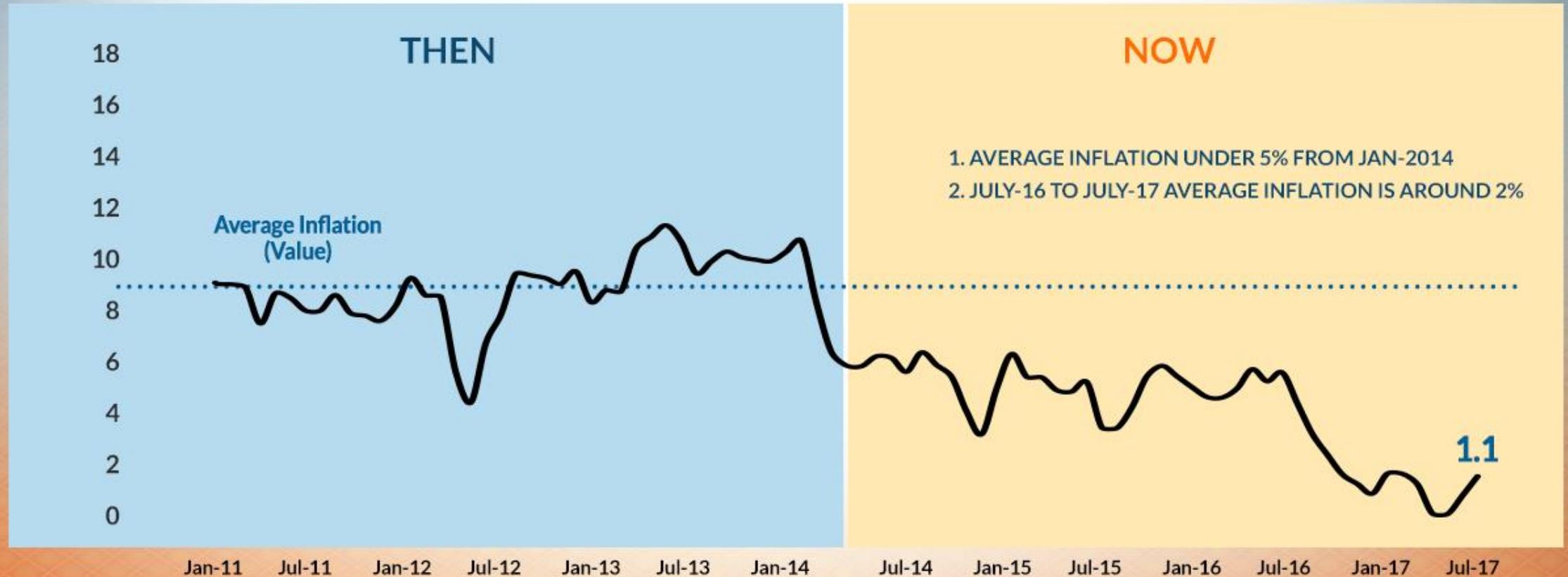


The India Story: Speeding Up For Take Off!

Ensuring Strong Macro-Economic
Fundamentals & Building Up On
Them For Rapid Growth & Job
Creation

Improving Common Man's Life: Consistent Inflation Control

.....



Increasing Self Reliance:

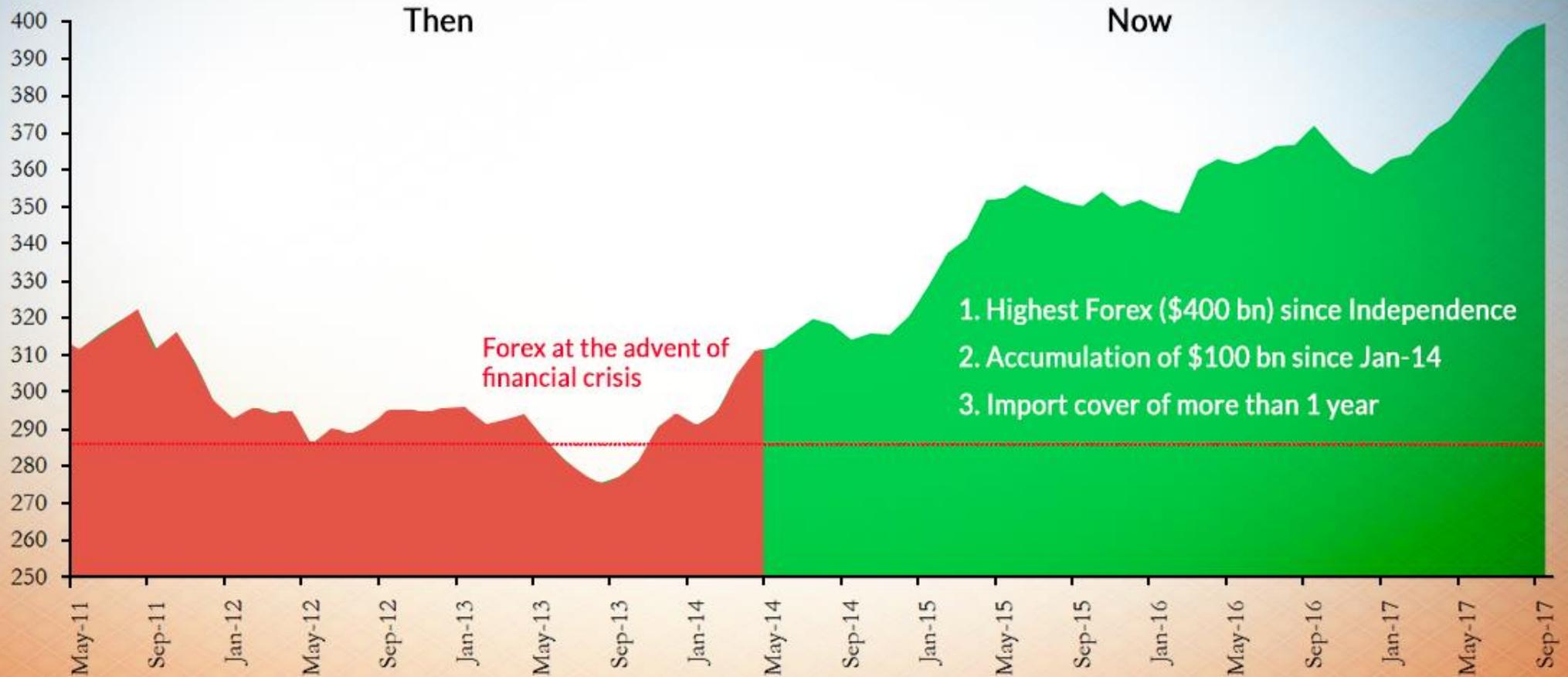
Current Account Deficit in safe range of less than 2%

.....

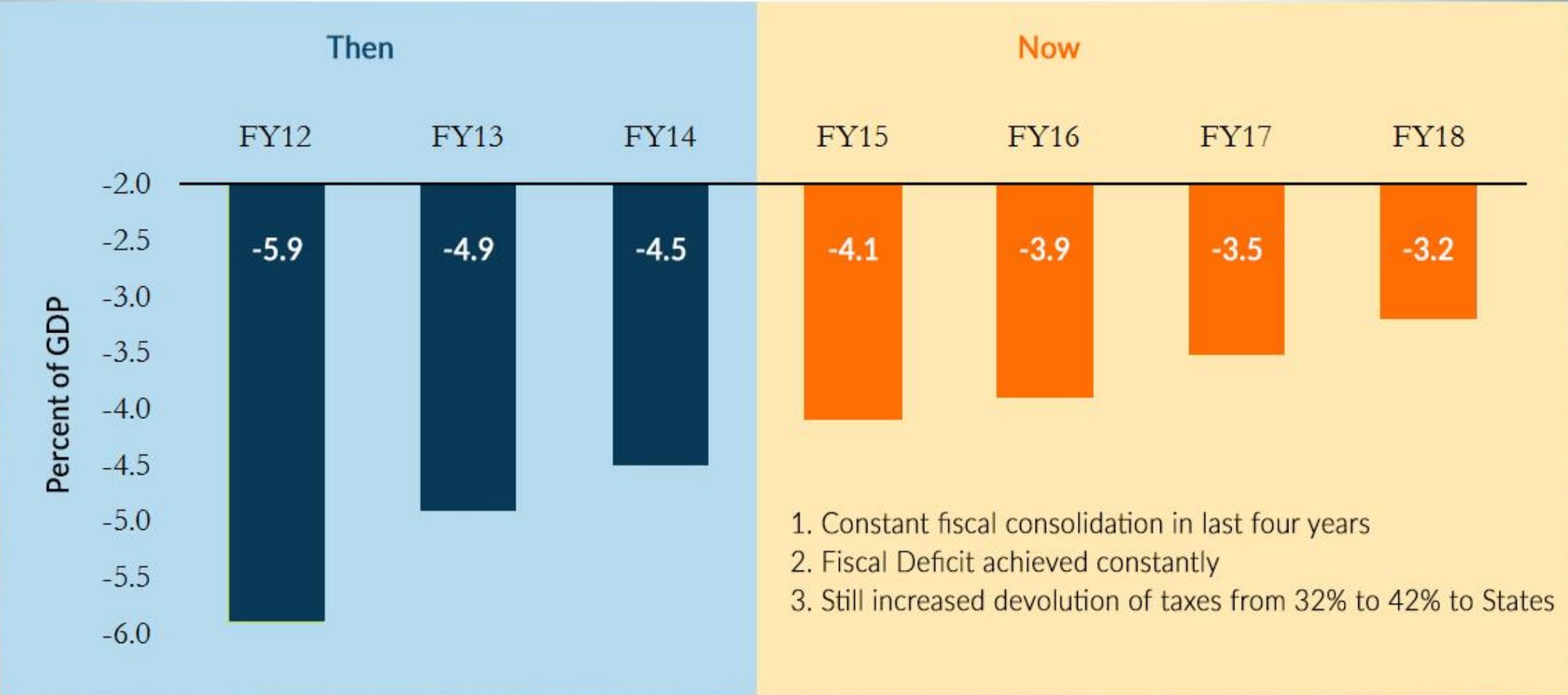


1. From FY14 CAD is less than 2% of GDP
2. FY 17 recorded lowest CAD of -0.7 % of GDP since FY06

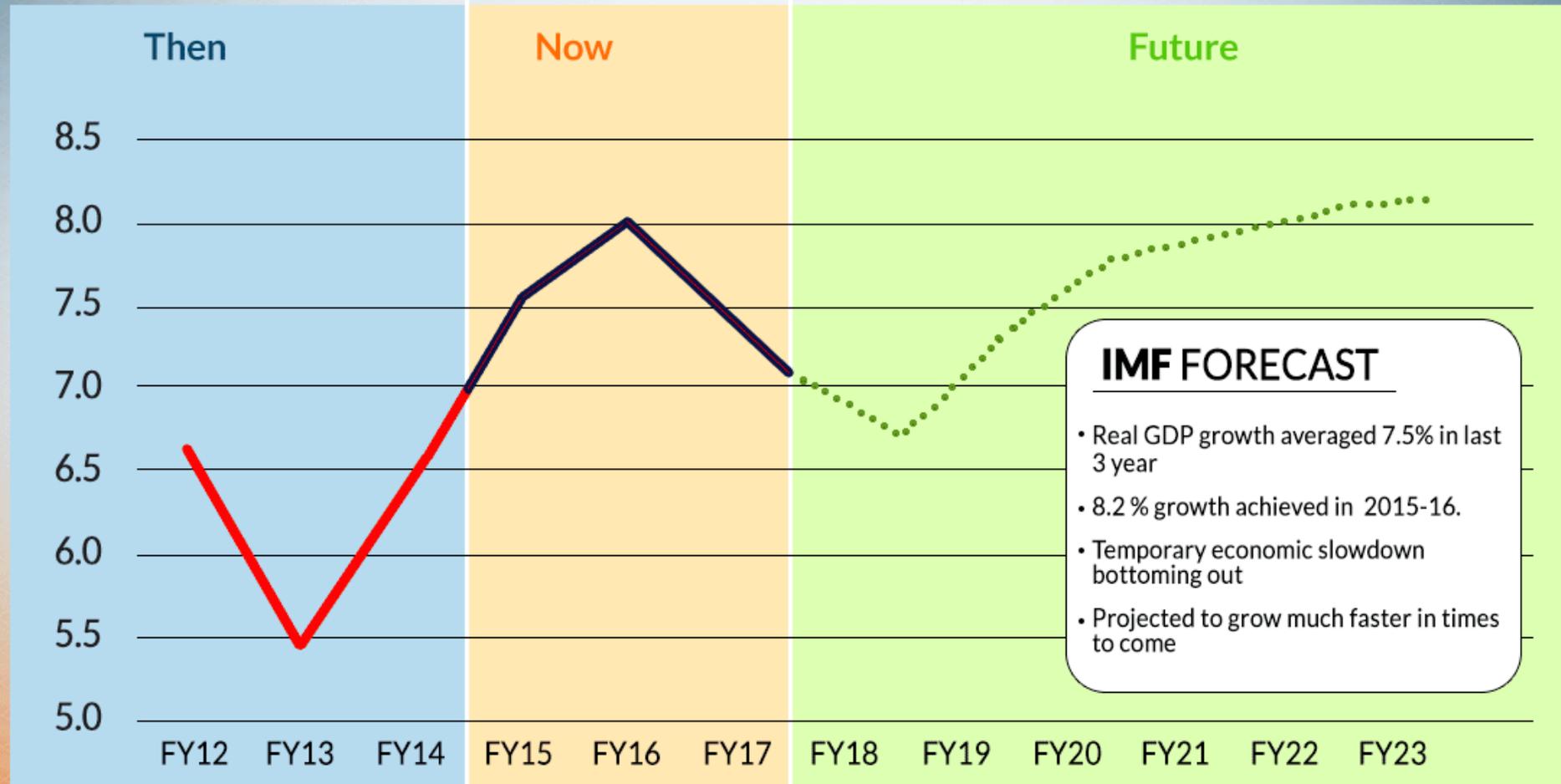
Improved Global Trust in India: Forex reserves built up to top \$ 400 billion



Ensuring Solid Fundamentals: Steady Fiscal Consolidation on course to 3% level



Real GDP Growth : Poised for Take-Off



Note: IMF forecast is for Calendar year and CSO number for Fiscal Year. FY23 stands for 2022-23.

Catalysing Growth & Investment:
Transformational Reforms

GST:

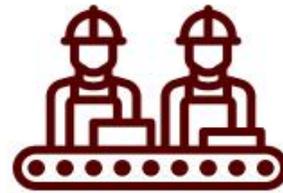
Reducing Corruption, Furthering Formalisation
& Productivity through Cooperative Federalism

.....

Reducing Corruption
& Leakage



Formalisation of
Production & Sales

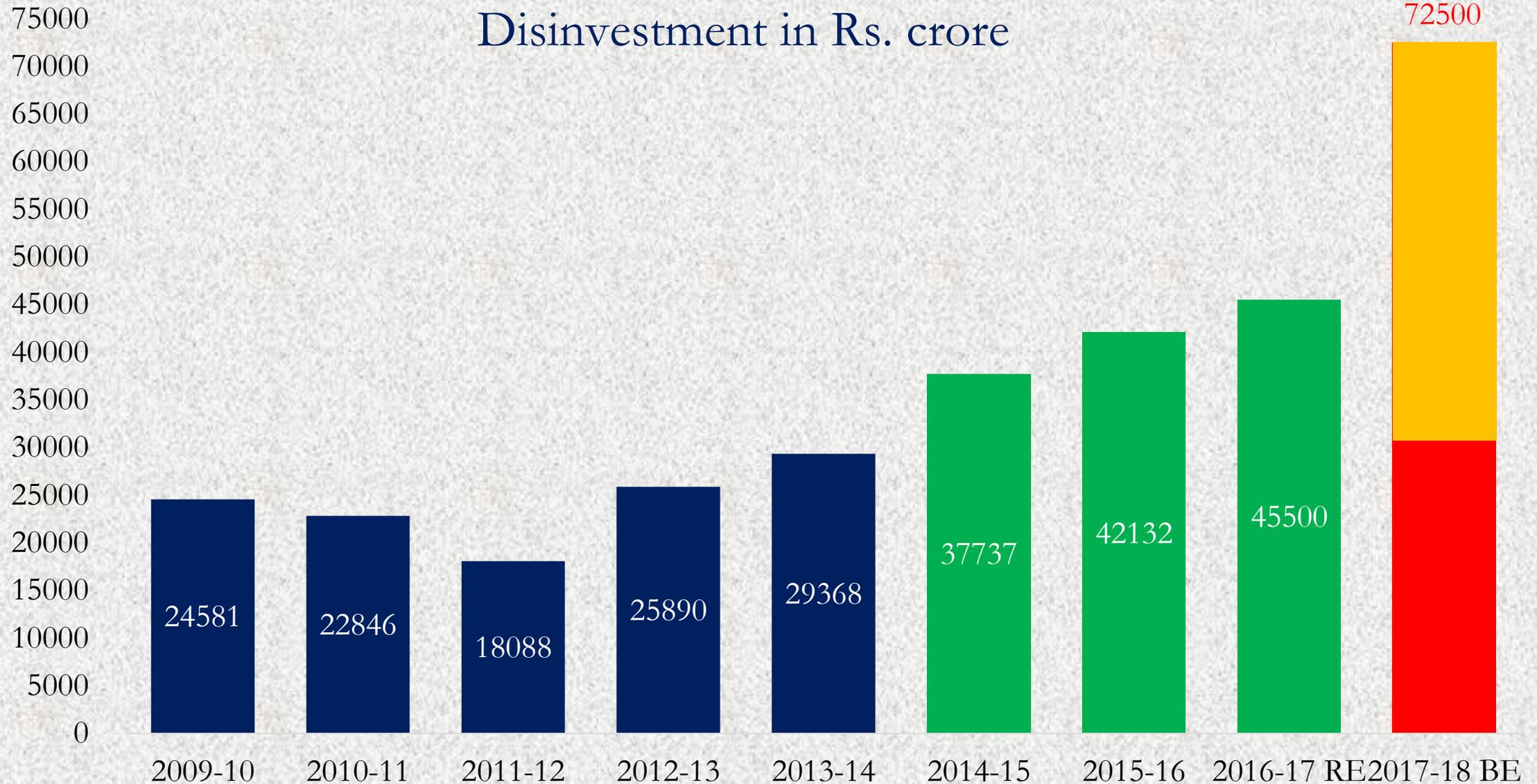


Cooperative Fiscal
Federalism



- Check posts abolished
- Boost to Make in India
- Consumption based taxation
- Cascading of taxes eliminated
- Steps taken to reduce compliance burden on small businesses & exporters

Unlocking Public Assets to Drive Growth: *Highest Ever Disinvestment Target*



New Infra for New India:
Historic Infrastructure Push

Increased Public Spending: *More Investment, More Jobs, More Growth*

- Effective & targeted Government spending a key priority of Govt.
- Total expenditure this year is Rs 11.47 lakhs crores (upto Sept 17), out of Rs 21.46 lakhs cr. (*an increase of Rs. 1.2 lakhs cr. over last year*)
- Capex target of GOI for 2017-18: Rs 3.09 lakhs cr. 31.28% higher than last year, *out of which 1.46 lakhs crores spent till Sept'17*
- Capex target of CPSEs for 2017-18 is Rs 3.85 lakhs crores. *Rs 1.37 lakhs crores achieved till Sept'17*

SPECIAL THRUST ON KEY DEVELOPMENT SECTORS INVOLVING CAPITAL EXPENDITURE



Historic Road Building Program: Building Roads to Progress & Prosperity

.....Over the next 5 years:



83,677 km of
roads to built



Rs.6.92 lakhs
crore to be invested



14.2 cr. mandays of
jobs to be generated

Rapid completion 2021-22 to be ensured by
NHAI, NHIDCL, MoRTH and State PWDs

Substantial delegation of powers recommended
to enable speedy implementation of works

BharatMala: Connecting India Like Never Before



34,800 km of roads
to be constructed



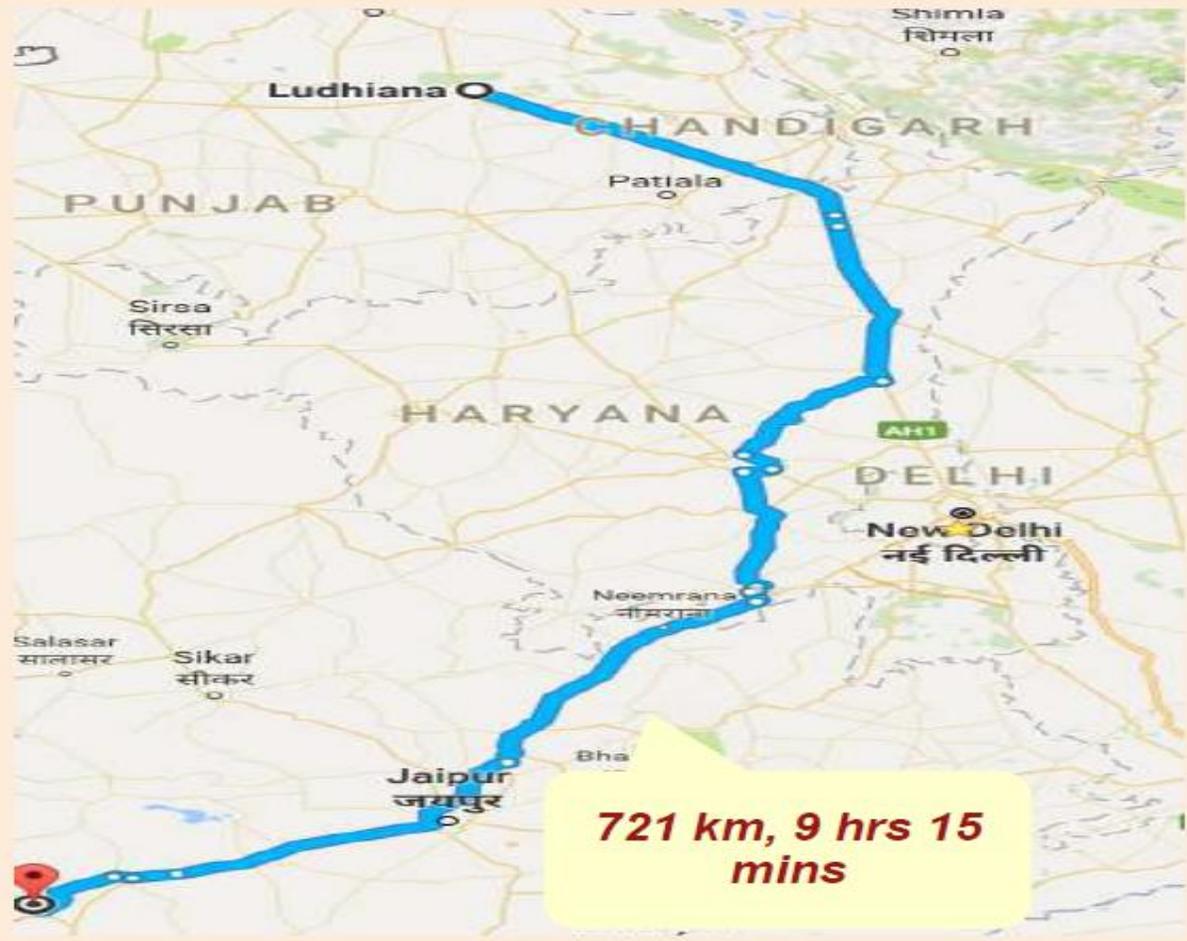
Rs. 5,35,000
crores to be invested



- **Economic Corridors (9000 km):**
To unlock full economic potential
- **Inter Corridor and Feeder Route (6000 km):**
Ensuring holistic connectivity
- **National Corridors Efficiency Improvement (5000 km):**
Enhancing efficiency
- **Border Roads and International Connectivity (2000 km):**
Boosting Border Connectivity
- **Coastal Roads and Port Connectivity (2000 km):**
Leveraging Ports for Progress
- **Green field Expressways (800 km):**
Express speeds for Express gains
- **Balance NHDP works (10,000 km):**
Boosting all round connectivity

Shortest routes identified for connecting Economically Important Nodes

Ludhiana - Ajmer: Preferred Route



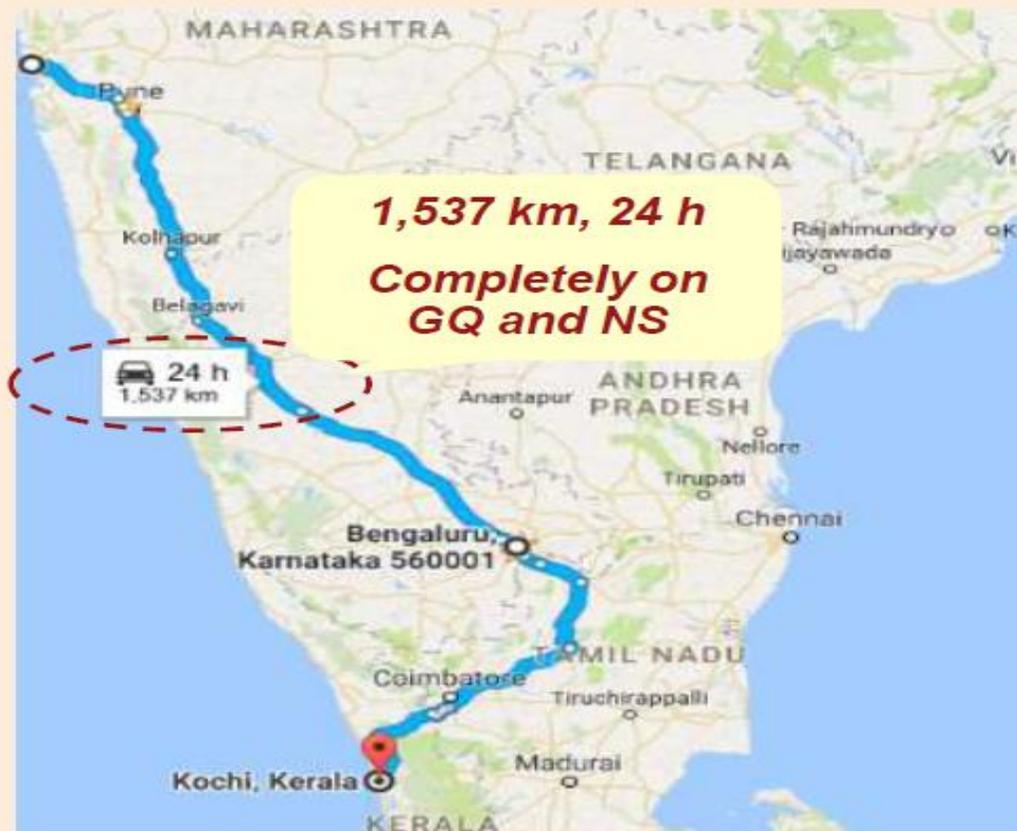
Ludhiana - Ajmer Shortest Route



Shortest route was identified for all Origin- Destination movement. 20% of them different from fastest route

Shortest routes identified for connecting Economically Important Nodes

Mumbai – Cochin: Preferred Route

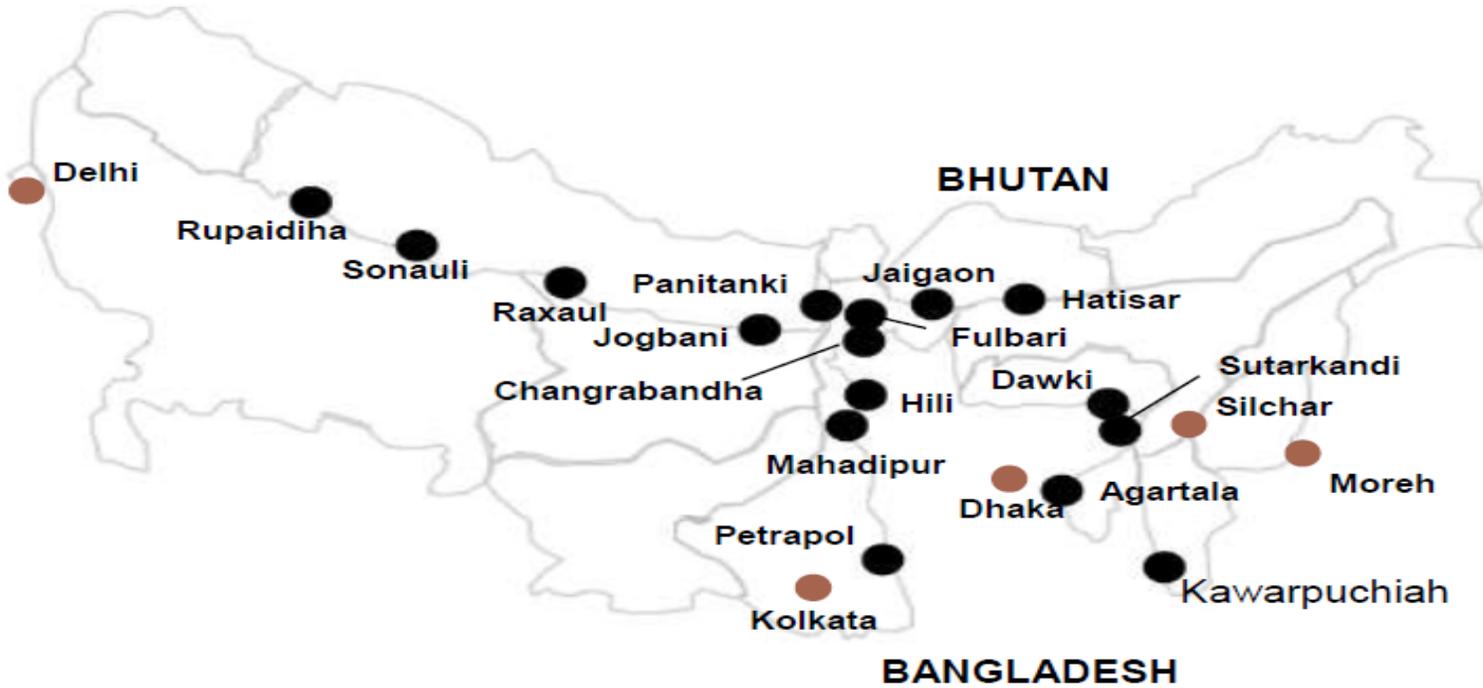


Mumbai – Cochin: Shortest Route



Shortest route was identified for all Origin- Destination movement. 20% of them different from fastest route

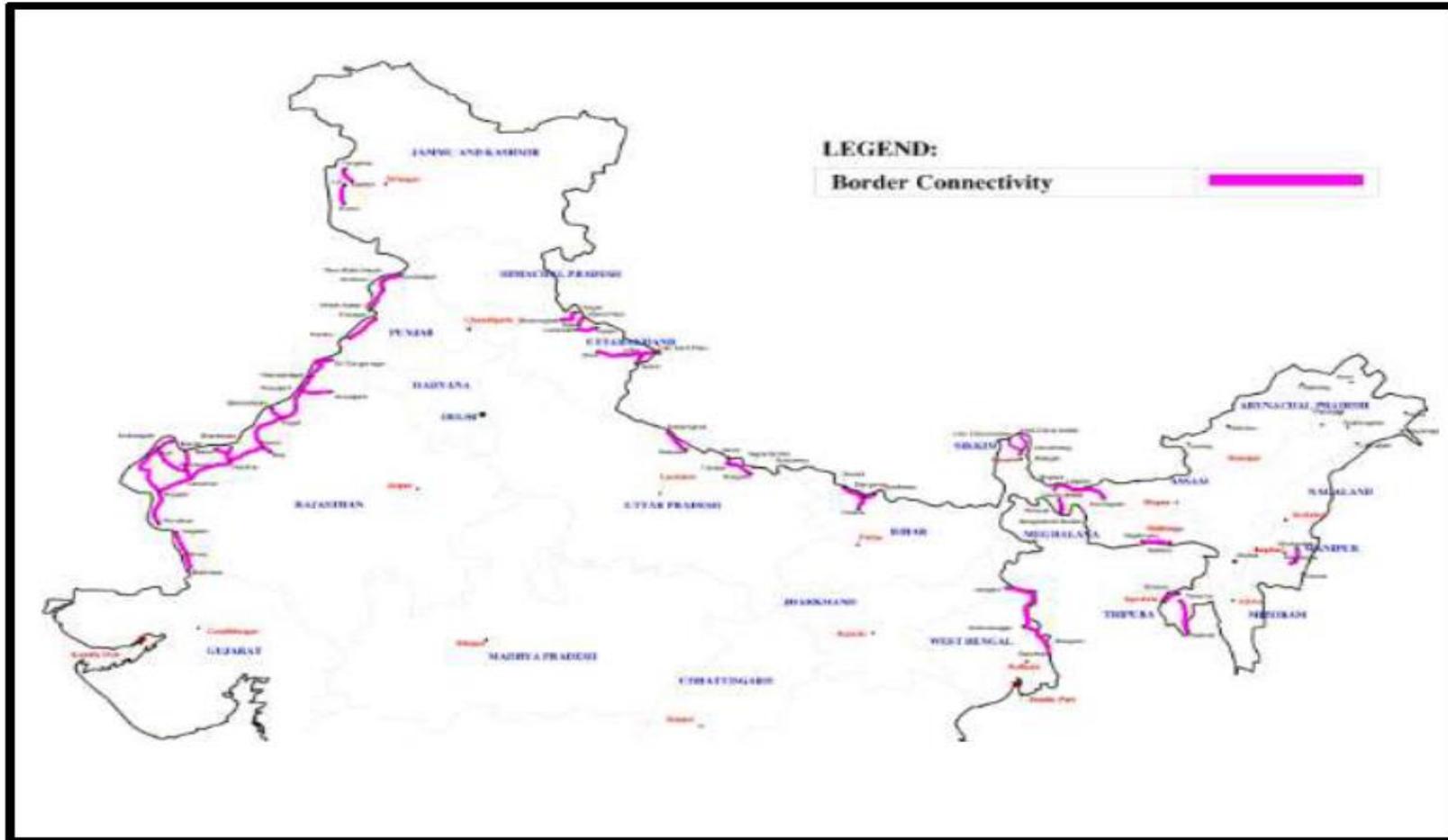
Act East and Seamless Connectivity with neighbours



- India's mercantile trade with BBN ~\$12 Bn
- **Roads transport ~65%**
- 24 Trade points identified
- **Transit through B'desh to improve North East connectivity**
- **Linking BBIN¹ and IMT² will make North-East hub of East Asia trade**

Inter - country trade to be facilitated by improving infrastructure leading to border points

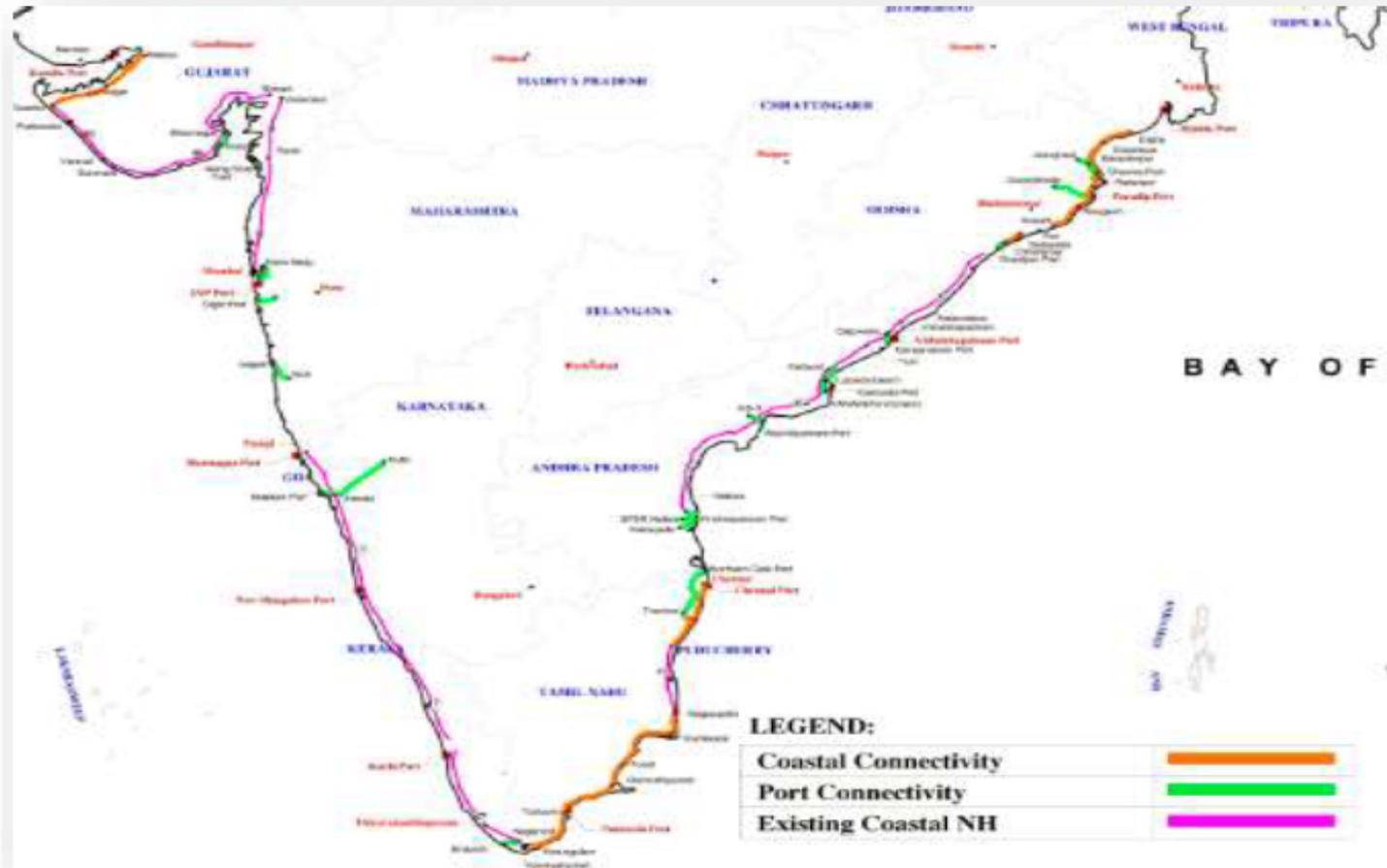
Border Connectivity



- Development of **3,300 km of roads** along eastern and western borders
- ~1000 km proposed to be developed in Phase 1

Developing border roads will enhance national security

Coastal and Ports Connectivity



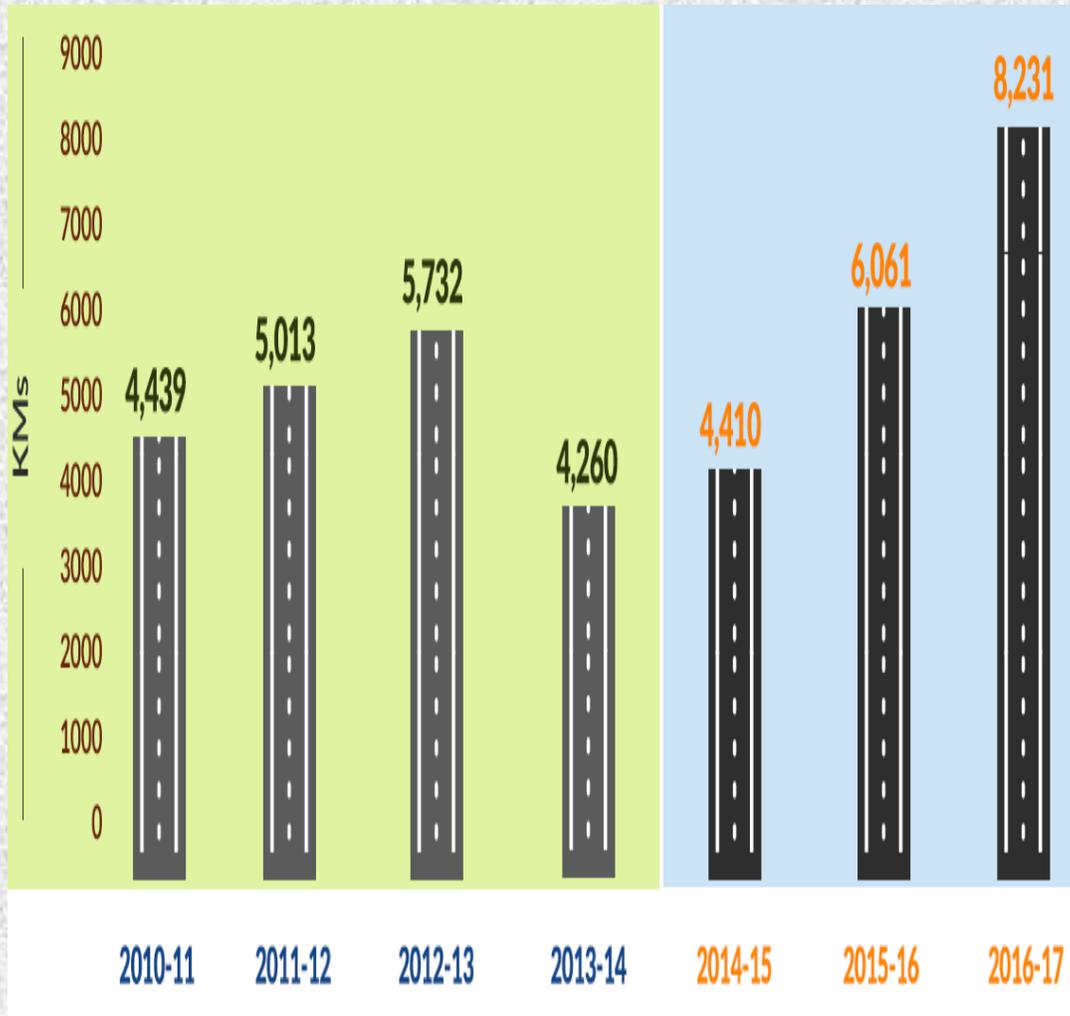
- ~2,100 km coastal roads to boost tourism, industrial development
- ~2,000 km to be built for port connectivity
- Connectivity to ports, Coastal road development in conjunction with **Sagarmala**
- ~2,000 km to be developed Phase 1

Development of coastal roads will improve port connectivity and enable Port-led development and coastal tourism

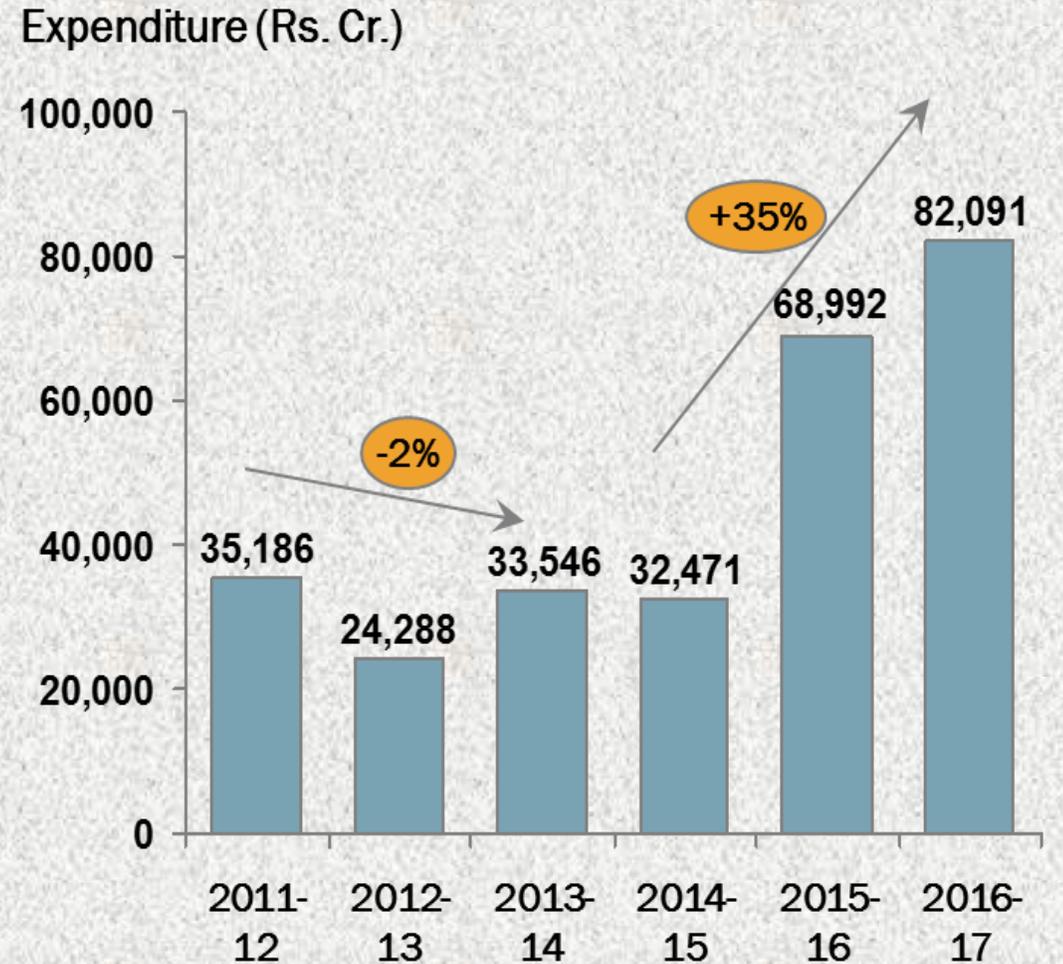
BharatMala Pariyojana

- Funding for BMP: Rs.2.09 lakhs cr. from market & Rs.1.06 lakhs cr. from pvt. Investments, Rs. 2.19 Lakhs cr from CRF/ToT/Toll
- Balance works of 48,877 km of works *under other schemes* with an outlay of Rs.1.57 lakhs cr. will also be undertaken in parallel by NHAI/MoRTH with 0.97 lakhs cr. from CRF and 0.59 lakhs crores from Budgetary support.
- Monetisation of 82 operating highways with investment potential of Rs 34,000 cr taken up, with 1st bundle of 9 NH stretches of 680.64 Km bid out with monetization value of Rs. 6258 cr.

National Highway Construction



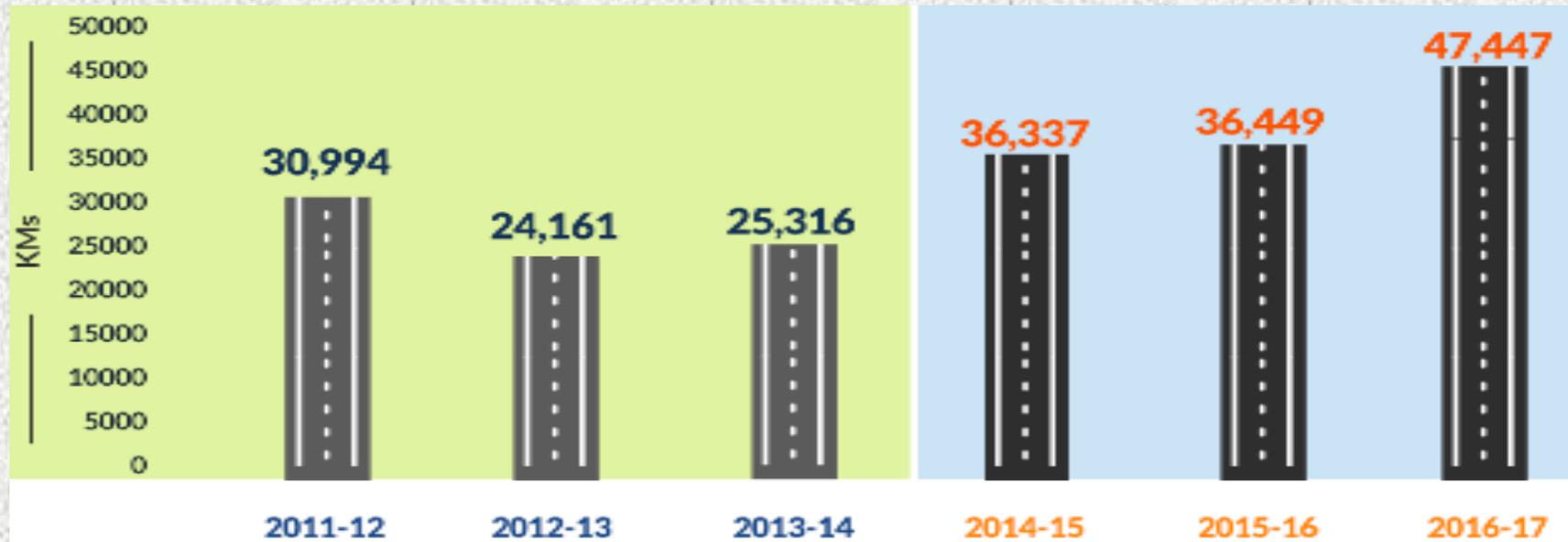
Expenditure on Road Construction



Roads To Prosperity: Big Push to Rural Connectivity

• Rural roads-PMGSY:

- Rs. 88185 cr. to be spent by Centre and States over 3 years.
- 1,09,302 km of rural roads to be laid to cover 36,434 habitations.
- In addition, roads worth Rs 11,725 cr. for 5411 km of upgradation and new roads in 44 LWE districts to be completed by 2019-20.



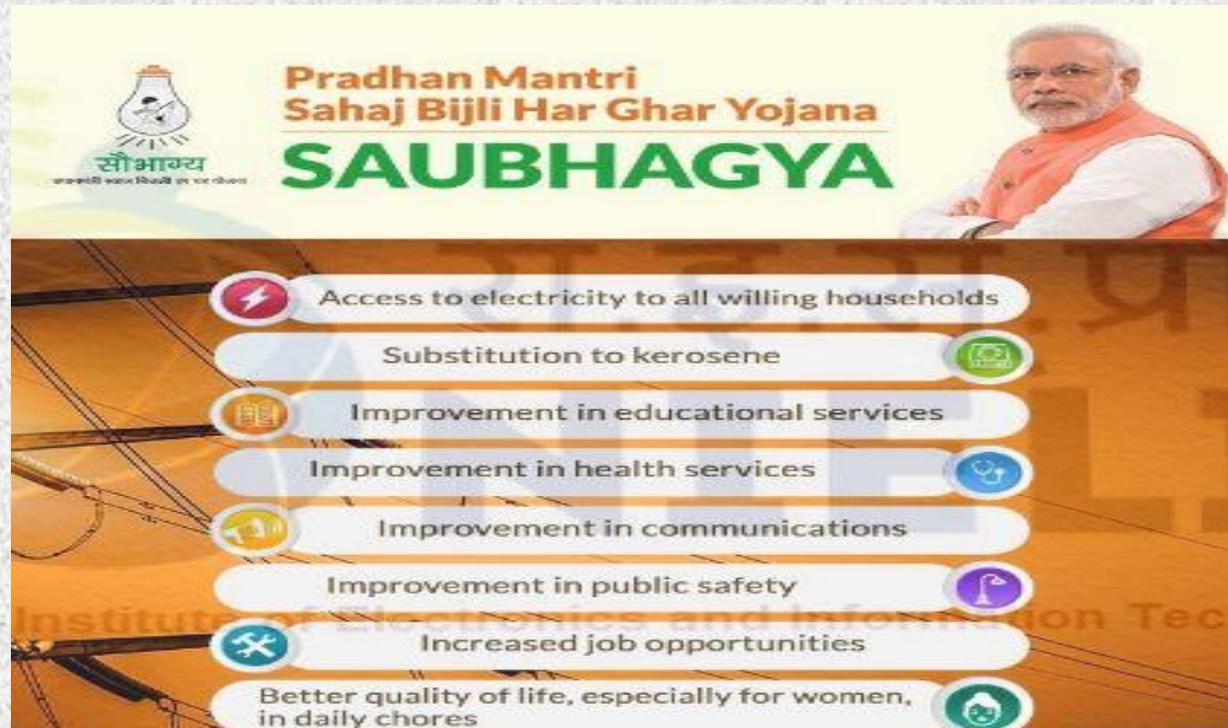
A Roof Over Every Head: 2.2 Crore Families To Get Their Own Home

- Universal Affordable housing for All being implemented to give a big boost to the construction industry.
- *PMAY- Urban*: 1.2 crore units to be built with an outlay of 1,85,069 cr. over next 3 years.
- *PMAY – Gramin*: 1.02 crore units to be built (51 lakhs units this year) with an outlay of Rs. 126,795 cr., by Centre and States by March '19.

Lighting Up Every Home: Power For All

Saubhagya (Pradhan Mantri Sahaj Bijli Har Ghar Yojana)

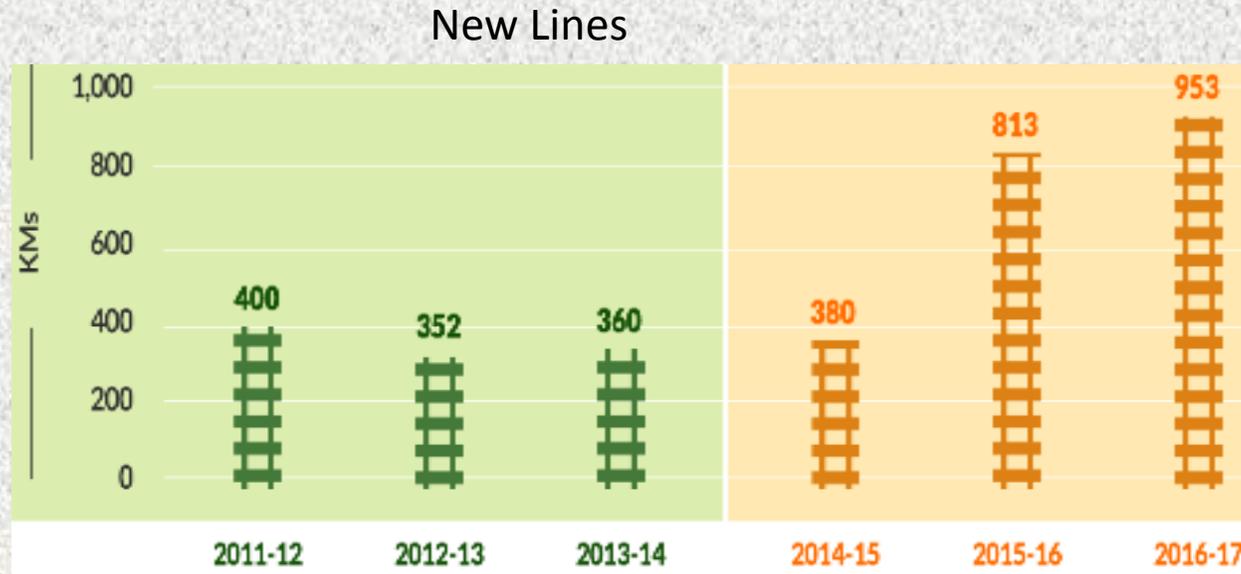
- Universal electrification launched to ensure last mile connectivity and electricity connections to all remaining un-electrified households in the country *by Mar '19*
- Outlay proposed Rs.16,320 crore involving GoI support of Rs.12319.50 crore



Bringing Railways Back On Track: New Lines, Renewed Focus

- **Railways:**

- Capex plan outlay for 2017-18 is Rs.1,31,000 Cr.
- Rs. 50,762 crore spent till 31.8.2017.

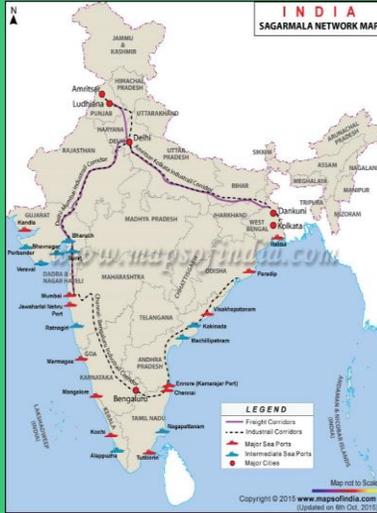


Connecting India

Connecting India



UDAN- Ude Desh Ka Aam Naagrik

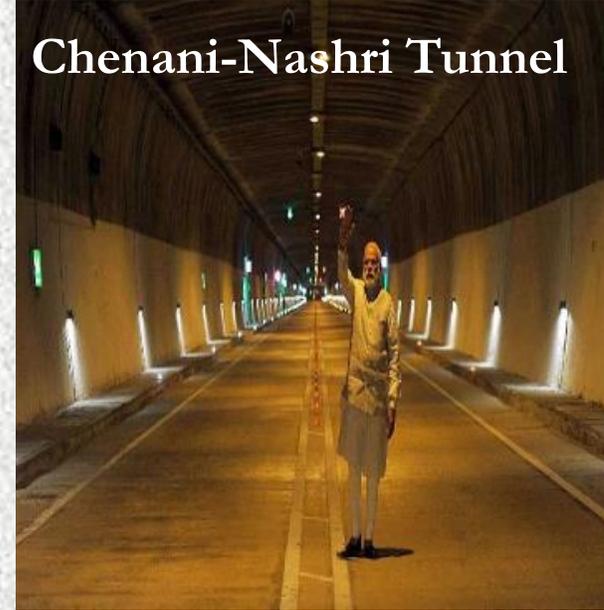


Sagarmala Project : Port Modernization and Port Connectivity

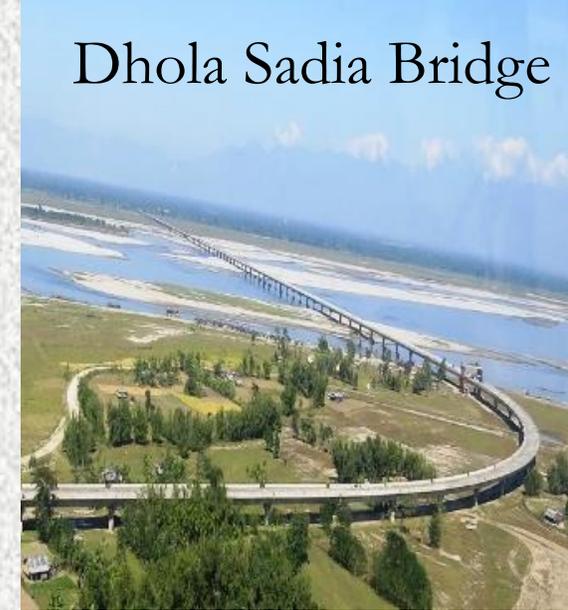


Bullet Train Project

Chenani-Nashri Tunnel



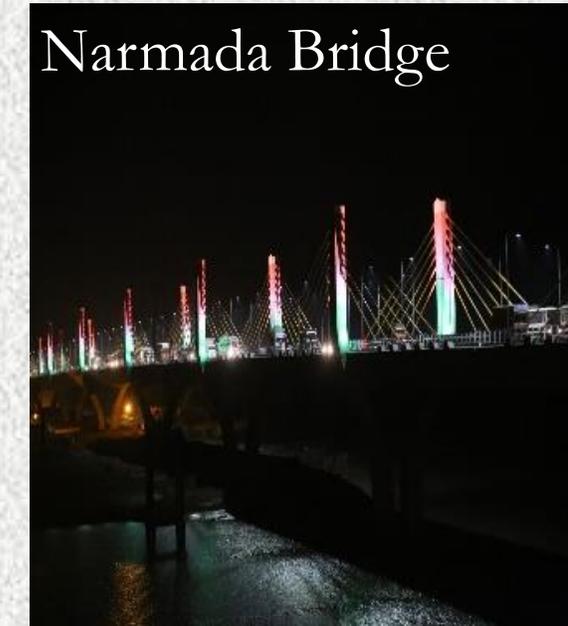
Dhola Sadia Bridge



New Brahmaputra Bridge

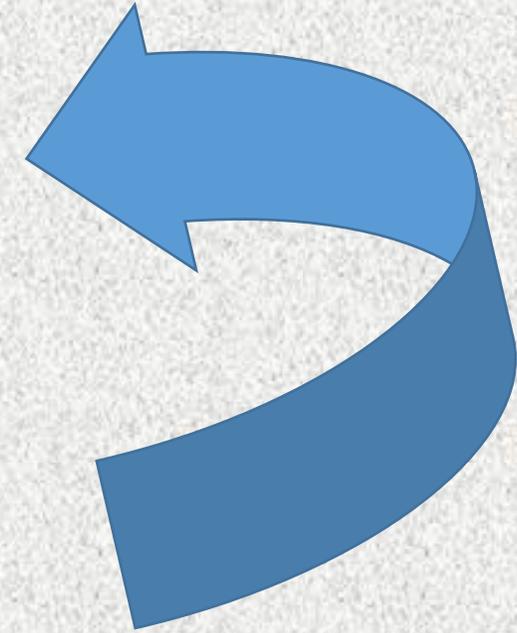


Narmada Bridge

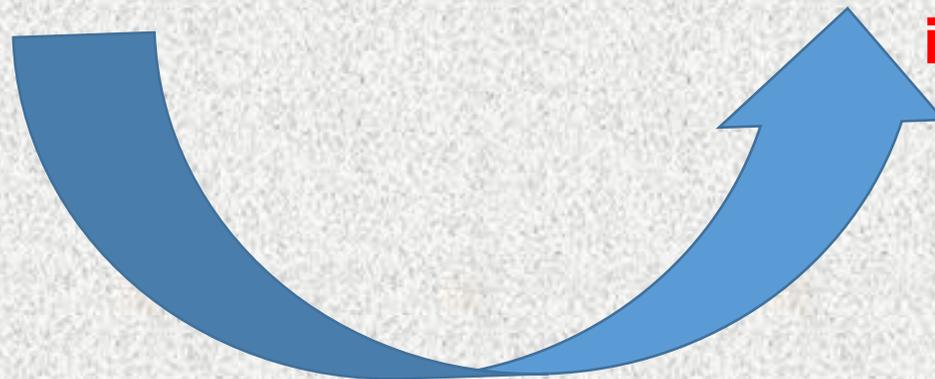


- PSU capital expenditure of 3.85 lakh crore on track. Additional expenditure of 25000 crore expected

**Strong economic
fundamentals**



**Stronger banks –
catalyzing private
investment**



**Big boost to
public investment in
infrastructure**



Strengthening Banks for More Jobs, More Growth & More Investment

Where we are

Lending in the past by PSBs

Increased NPAs

Increased provisioning

Interventions

Actions taken

What is being done – Roadmap for PSBs

Impact

Outcomes

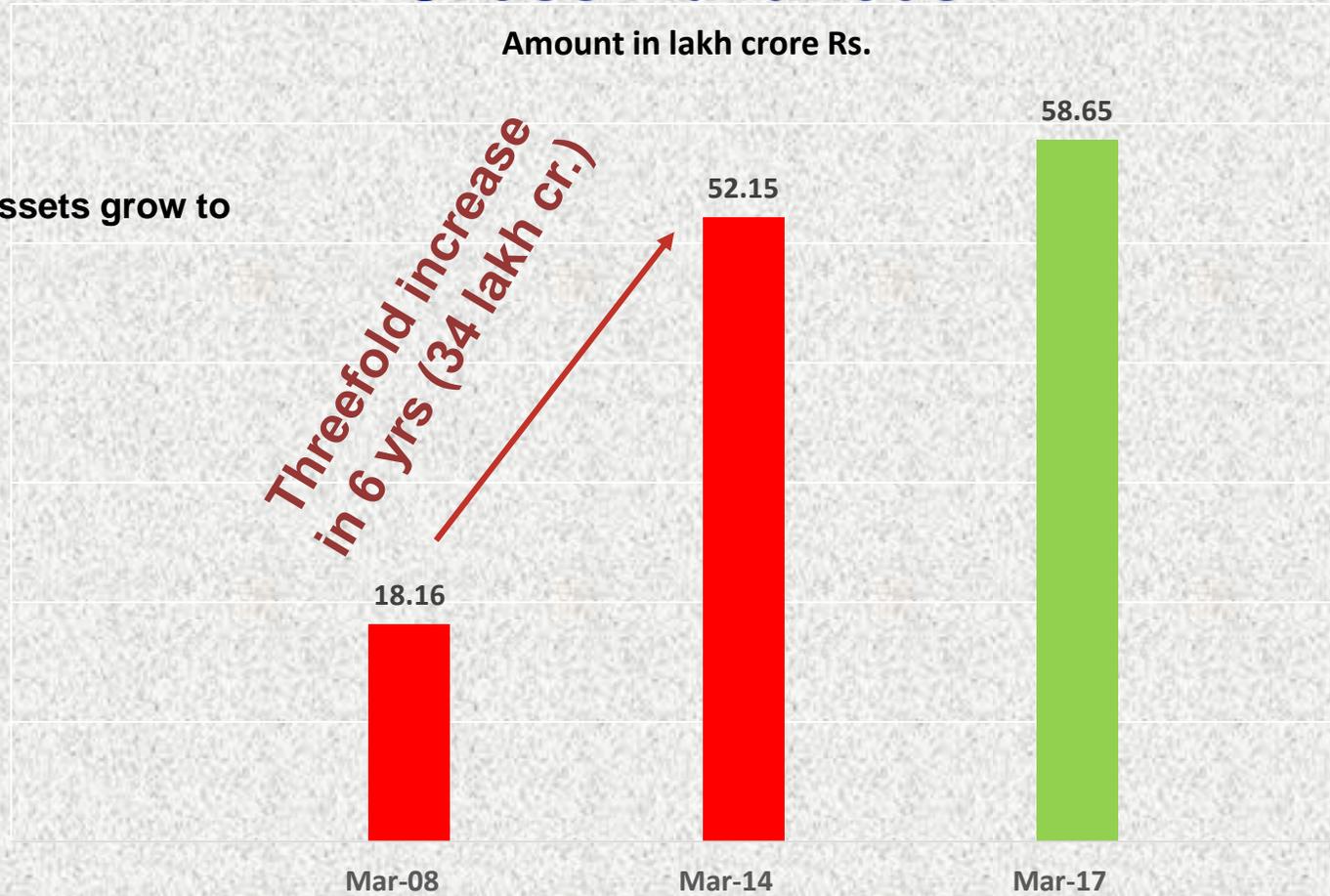
Strong push to MSMEs

Lending by PSBs

Gross Advances

Amount in lakh crore Rs.

2014:
Stressed assets grow to
11.9%



2014-17:
Growth sustained

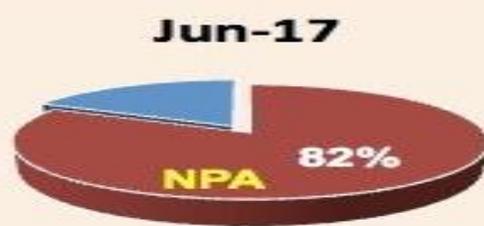
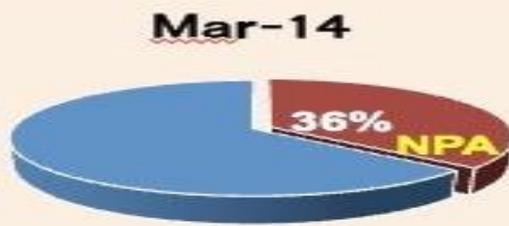
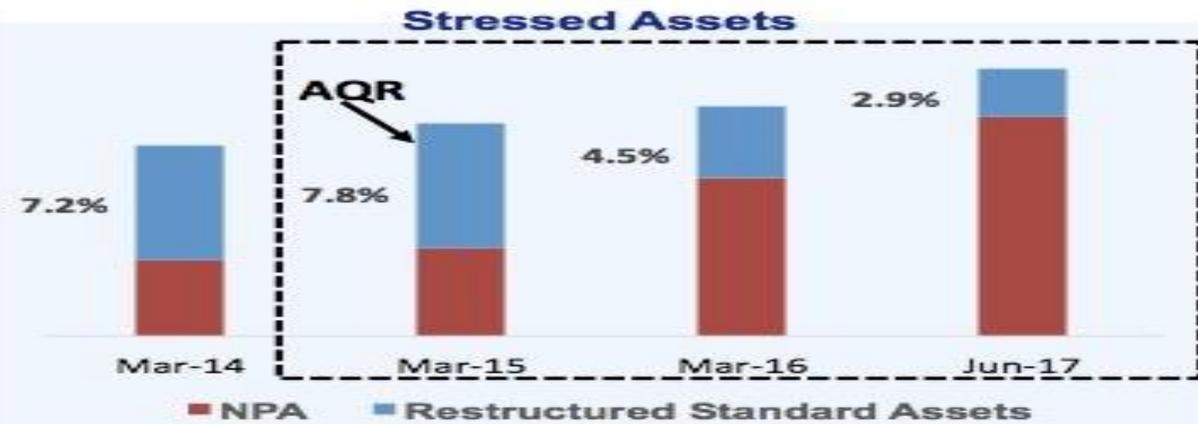


YoY growth 14% - 25%

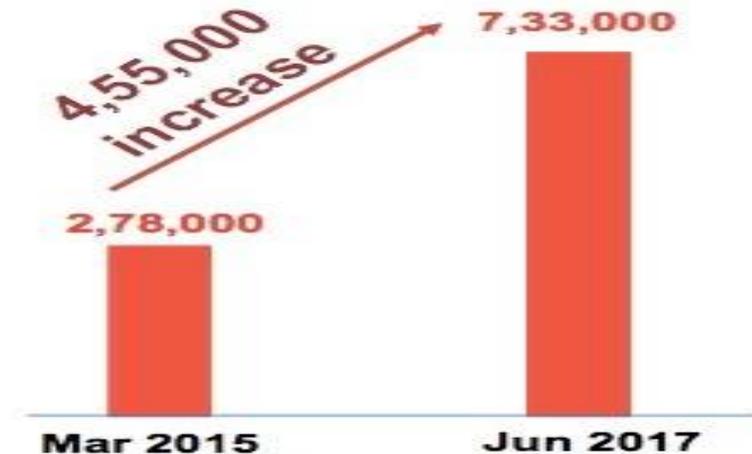
Increased NPA

Proper Diagnosis for Proactive Resolution: Restructured Assets Recognised as NPA

Realistic Recognition of NPA



Unearthed old NPAs

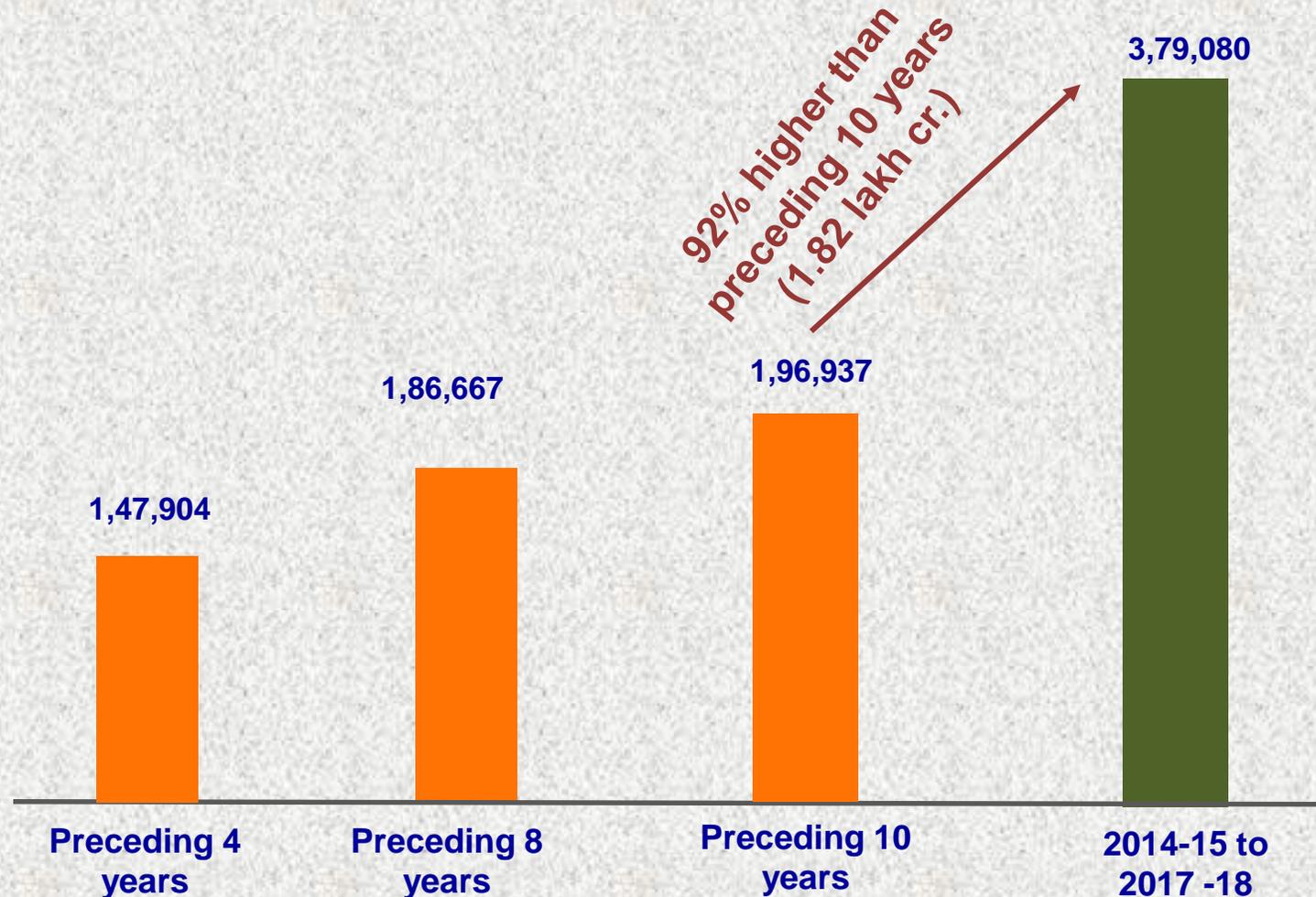


Rs. 1.75 lakh cr. in just 12 cases referred to NCLT (25% of NPA)

Provisioning impact

Post AQR transparency brought in

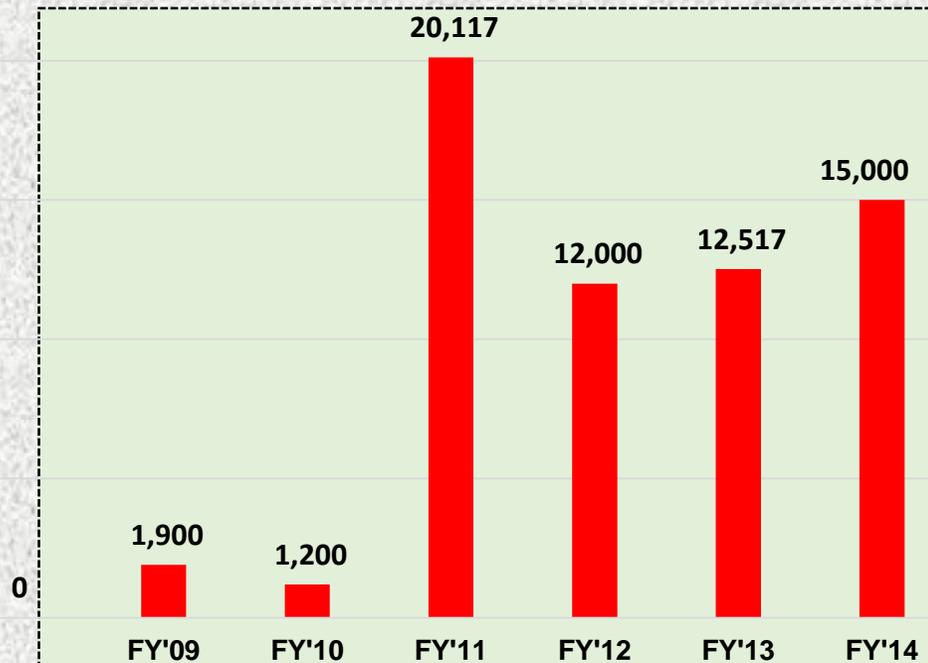
Increased Provisioning to Cover Expected Losses



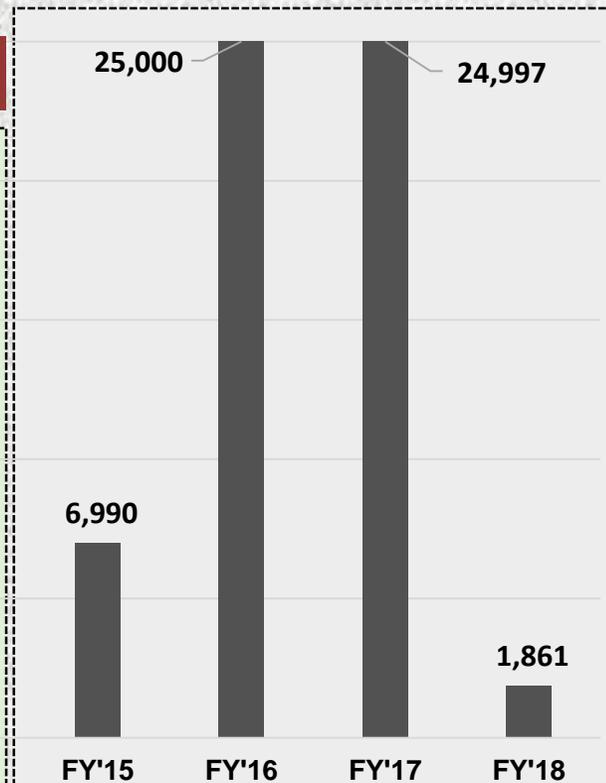
Actions Taken - Capital Infusion

Capital Infusion

Rs. 62,734 cr. in 6 yrs



Rs. 58,848 cr. in 3½ yrs



Indradhanush

Banks Basel III compliant despite high provisioning

Other Measures

Enacted IBC

SARFAESI Act & DRT law made more effective

SBI consolidation

MoUs with 11 PSBs for turnaround

Take-Off Time

Take-Off

Strong economic fundamentals

Push to public investment in infrastructure

Stronger banks – catalyzing private investment

Asset quality reviewed

NPA duly recognised

Provisioning done

Basel III compliant

Capital Conservation Buffer built

Therefore take-off time for next big step

New India



Unprecedented PSB Capitalisation for More Jobs, Growth & Investment

**Rs. 2 lakh
11 thousand
crores**



People-oriented

New India – PSBs Catalysing Private Investments

RECAP BONDS

Front-loaded

Rs. 1,35,000 cr.

BUDGETARY SUPPORT & MARKET-RAISING

Rs. 76,000 cr.

Bigger, stronger PSBs

Differential Approach

Focus on HR issues

**Globally competitive
banks**

**Adequate credit for the
deserving**

Faster MSME growth

Employment generation

People-oriented

Direct Benefit to MSME and Employment

Enhanced Financing Access

Compulsory TReDS registration for major PSUs in 90 days

Revamped *udyamimitra.in* – Banks compete to finance



100 bank-approved project templates

Sector-specific Mudra financing products

Direct Benefit to MSME and Employment

Enhanced Market Access

MSME registration drive on

- GeM portal
- eCommerce platforms



Special campaign in 50 high-employment clusters of MSME

Big Push to



Thank You