

IN INDIA SOME OF THE SECTORAL OPPORTUNITIES AS AVAILABLE FOR GLOBAL COMPANIES

TELECOM INDUSTRY

The Telecom Industry In India Is The Second Largest In The World With A Subscriber Base Of Over 1.2 Bn.

The Industry Has Witnessed Exponential Growth Over The Last Few Years Primarily Driven By Affordable Tariffs, Wider Availability, Roll Out Of Mobile Number Portability (MNP), Expanding 3G And 4G Coverage, Evolving Consumption Patterns Of Subscribers And A Conducive Regulatory Environment.

Indian Smartphone Users Consume Maximum Data In The World At 9.8 GB Per Month.

- Indian Mobile Industry Is Expected To Create A Total Economical Value Of Us\$ 217.4 Billion By 2020.
- Total Number Of Subscriber Identity Module (SIM) Connections Is Expected To Reach 1.4 Billion By 2020 From 1.1 Billion In 2017
- Telecom Industry Contribution To GDP Is Expected To Reach 8.2% By 2020 From 6.5% In 2017

DEFENCE SECTOR

India Plans To Spend \$ 130 Billion On Military Modernization In The Next 5 Years, As Achieving Self-Reliance In Defence Production Is A Key Target For The Government Of India. The Government Has Opened Up The Defence Industry For Private Sector Participation To Provide Impetus To Indigenous Manufacturing. The Opening Up Of The Industry Also Paves The Way For

Foreign Original Equipment Manufacturers To Enter Into Strategic Partnerships With Indian Companies.

A Defence Export Strategy Has Been Formulated With A View Of Facilitating Defence Public Sector Enterprises (Dpsus) And Private Defence Players In Exploring Business Opportunities Abroad. Domestically Produced Defence Platforms, Equipment, And Spares Worth \$ 317 Mn Were Exported To Over 28 Countries In 2015-16.

AVIATION INDUSTRY

India Expanded Us \$120 Billion Investment In Airport Infrastructure And Aviation Navigation. India Will Become The 3rd Largest Aviation Market Globally By 2020. Maintenance, Repair & Overhaul (MRO) Industry Is Expected To Grow To \$ 1.2 Billion By 2020 From \$ 950 Million Currently.

India Has 91 International Carriers Comprising Of 5 Indian Carriers And 86 Foreign Carriers, Which Ensure That India Is Well Connected With Most Major Countries. India Has Connectivity With 59 Countries Through 344 Routes. Revenue Passenger Kilometre (RPK) In Domestic Airline Demand Growth Of 18.6% In 2018 Was Three Times The Global RPK Growth Of 6.5%.

- Indian Carriers Plan To Increase Their Fleet Size To 1,100 Aircraft By 2027
- Freight Traffic On Indian Airports Is Expected To Cross 11.4 MT By 2032
- Government Agencies Projects Requirement Of Around 250 Brownfield And Green-Field Airports By 2020

- India Is The Fastest-Growing Aviation Market And Is Expected To Cater To 520 Million Passengers By 2037

INFRASTRUCTURE SECTOR

India Has Requirement Of Investment Worth Us\$ 777.73 Billion In Infrastructure By 2022.

AGRICULTURE INDUSTRY

The Agriculture Industry In India Reached A Value Of Us\$ 32.2 Billion In 2018. The Market Value Is Further Expected To Reach Us\$ 41.18 Billion By 2023-24.

BIOTECHNOLOGY SECTOR

India Is Among The Top 12 Destinations For Biotechnology In The World, With Approximately 3% Share In The Global Biotechnology Industry. India Is Also The Leader In The Global Supply Of DPT, BCG And Measles Vaccines.

The Biotechnology Industry In India Comprises About 600+ Core Biotechnology Companies, Approx. 2600+ Biotech Start-ups, 41 BIRAC-Supported Incubators.

India Has The Second-Highest Number Of US Food & Drug Administration (USFDA)-Approved Manufacturing Plants Outside The US. The Country Is Currently Home to More Than 523 USFDA Approved Drug Manufacturing Facilities.

By 2025, the Indian Biotechnology Industry Is Expected To Reach \$ 100 Billion

TEXTILES INDUSTRY

India Is Among The World's Largest Producers Of Textiles And Garments.

Domestic Textile And Apparel Industry Contributes 2% To India's GDP And Accounts For 10% Of Industrial Production, 27% Of The Country's Foreign Exchange

Inflows And 11% Of The Country's Export Earnings. The Textiles & Garments Industry In India That Employs 45 Million People In India Is The Second Only To The Agriculture Sector In Terms Of Employment.

- FDI In The Textiles & Garments Industry Has Reached Up To \$ 3.1 Billion During 2018-19
- Exports In The Textiles & Garments Industry Are Expected To Reach \$ 300 Billion By 2024

CHEMICALS INDUSTRY

Chemicals Industry In India Is Highly Diversified, Covering More Than 80,000 Commercial Products. It Is Broadly Classified Into Basic Chemicals, Specialty Chemicals, And Agrochemicals. India's Proximity To The Middle East, The World's Source Of Petrochemicals Feedstock, Makes For Economies Of Scale.

India Is A Strong Global Dye Supplier, Accounting For Approximately 16% Of The World Production Of Dyestuff And Dye Intermediates. Chemicals Industry In India Has Been De-Licensed Except For Few Hazardous Chemicals. Upcoming Petroleum, Chemicals And Petrochemicals Investment Regions (PCPIRS) And Plastic Parks Will Provide State-Of-The-Art Infrastructure For Chemicals And Petrochemicals Sector.

- The Indian Chemicals Industry Is Projected To Reach \$ 304 Billion By 2025
- Indian Chemicals Industry Excluding Pharmaceutical Products) Ranks 14th In Exports Globally
- Demand Of Chemical Products Is Expected To Grow At Approximately 9% P.A. Over The Next 5 Years
- Indian Chemical Industry Employs More Than 2 Million People

FOOD PROCESSING

India's Food Ecosystem Offers Huge Opportunities For Investments With Stimulating Growth In The Food

Retail Sector, Favourable Economic Policies And Attractive Fiscal Incentives. The Food & Grocery Market In India Is The Sixth Largest In The World. Food & Grocery Retail Market In India Further Constitutes Almost 65% Of The Total Retail Market In India.

The Government Of India Through The Ministry Of Food Processing Industries (Mofpi) Is Also Taking All Necessary Steps To Boost Investments In The Food Processing Industry. The Government Has Sanctioned 42 Mega Food Parks (Mfps) To Be Set Up In The Country Under The Mega Food Park Scheme. Currently, 17 Mega Food Parks Have Become Functional.

- By 2020, Indian Food and Retail market is projected to touch \$ 828.92 bn
- By 2020, the Indian Dairy industry is expected to double to \$ 140 bn
- By 2024, the Food Processing industry will potentially attract \$ 33 bn investments and generate employment for 9 mn people
- By 2030, Indian annual household consumption to treble, making India 5th largest consumer

ELECTRONICS SECTOR

The Indian Electronics industry is being driven by macro factors such as growing middle-class population

and rising disposable income. In addition, declining electronics prices and adoption of high-end technology devices is leading to an uptick in consumption of electronics devices.

Furthermore, technology transitions such as the rollout of 4G/ LTE networks and IoT are driving accelerated adoption of electronics products. Initiatives such as 'Digital India' and 'Smart City' projects have raised the demand for IoT in the market. Similarly, the digital banking sector like wallet players and payment banks will raise demand for POS and VSAT-enabled mobile ATMs, which will further give a fillip to the growing industry.

- One of the largest electronics markets in the world anticipated reaching \$ 400 bn by 2025
- The Consumer Electronics and Appliances Industry in India is expected to become the fifth largest in the world by 2025.
- The electronics market is projected to grow at a CAGR of 17% during 2014-2020

100% FDI is allowed under the automatic route.

In case of electronics items for defence, FDI up to 49% is allowed under automatic route and beyond 49% through the government approval.

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