



**MARKET MOVEMENT**

Major Indices	May 24, 2019	May 31, 2019	% Change	Change
BSE Sensex	39,434.72	39,714.20	0.70	
NSE Nifty	11,844.10	11,922.80	0.66	

**INDIAN ECONOMY AT A GLANCE****POLICY WATCH**

- Cabinet approves extension of PM-KISAN scheme
- NCLT approves JNPT's resolution plan to purchase Dighi Port
- Government restricts bio-fuel imports
- NCLT approves Tata Steel takeover of Bhushan Energy
- Ministry of Mines signs MoU with Hindustan copper for FY19-20

**Cabinet approves extension of PM-KISAN scheme**

Government has approved a proposal to extend the benefit of USD 86.23 per year under the PM-KISAN scheme to all farmers in the country costing USD 12.50 billion a year and also announced over USD 1.43 billion pension scheme for 50 million farmers. Also, cabinet has approved to extend the ambit of the scheme by including all land holding eligible farmer families under the scheme, subject to the prevalent exclusion criteria.

**NCLT approves JNPT's resolution plan to purchase Dighi Port**

Jawaharlal Nehru Port Trust (JNPT) has got approval from the National Company Law Tribunal (NCLT) to buy debt-laden Dighi Port Ltd for USD 122.6 million in one of the cheapest deals in the port sector. JNPT's resolution plan offers more than 85% of the average liquidation value of USD 51.2 million and is also higher than the average fair value of USD 94.3 million worked out by two registered valuers. It is also a rare resolution plan wherein the plan outlay is more than the fair value.

**Government restricts bio-fuel imports**

Government has restricted the import of bio-fuels including ethyl alcohol, bio-diesel and petroleum oils for all purposes and their import will require import licence from the Directorate General of Foreign Trade (DGFT). Till now, import was allowed only for non-fuel purposes subject to actual user condition. Restriction will affect the import of ethyl alcohol and other spirits, denatured, of any strength, petroleum oils

and oils obtained from bituminous minerals (other than crude, through an amendment in import policy) and bio-diesel.

### **NCLT approves Tata Steel takeover of Bhushan Energy**

National Company Law Tribunal (NCLT) has approved the resolution plan of Tata Steel to acquire debt-ridden Bhushan Energy Ltd for around USD 115 million. Under the resolution plan, Tata Steel will offer an upfront payment of USD 105 million. It would also pay USD 7.2 million additionally to operational creditors of the company. Tata Steel would also infuse USD 52.7 million into the company as a part of equity infusion.

### **Ministry of Mines signs MoU with Hindustan copper for FY19-20**

Hindustan Copper Limited (HCL) has signed a Memorandum of Understanding with the Ministry of Mines outlining the targets for the financial year 2019-20. Target for copper ore production for the financial year 2019-20 is 5.15 million tonne which is 25% higher than the the previous year's level of 4.12 million tonne. Company has also outlined a capex at USD 86.2 million, which will mostly be spent for expansion projects of the HCL's mines.

## **INDUSTRY WATCH**

- Coal import rises 13% to 21 mt in April
- Steel output rises 1.5% YoY in April 2019
- Film marketing spends registers growth to USD 87.1 million in 2018
- 541 start-ups gets angel tax exemption till now
- Per-capita income rises 10%

### **Coal import rises 13% to 21 mt in April**

Coal import increased by 13.4% to 20.72 million tonnes in April compared to 18.27 million tonnes (mt) in the same month last year. Of the total imports during April 2019, non-coking coal or thermal coal shipments were at 15.08 mt, coking coal, used in iron and steel making, were 3.52 mt in April while metallurgical coke imports were at 0.22 mt.

### **Steel output rises 1.5% YoY in April 2019**

Domestic steel production increased 1.5% year-on-year (Y-o-Y) in April to 8.8 million tonnes (mt). Global crude steel output went up 6.4% to 156.7 mt. China led the list as its crude steel production rose 12.7% in April to 85 mt. South Korea's crude steel production increased 1.4% to 6 mt. US crude steel output grew 7.3% to 7.4 mt.

### **Film marketing spends registers growth to USD 87.1 million in 2018**

Indian filmmakers and studios have spent USD 87.1 million on film marketing campaigns in 2018. Out of the total spend, television and digital alone have cornered almost 75% of the pie. Film marketing

on television was substantial 47%, at USD 41 million, while digital contribution was 28%, at USD 24.4 million. The average screen time for film promotions across all languages on TV was around 167,760 seconds per film in 2018.

### **541 start-ups gets angel tax exemption till now**

**Government has provided angel tax exemption to 541 start-ups so far. Angel tax is levied on start-ups that have** received equity infusion in excess of their fair valuation, with the premium being paid by investors as their income. Exemptions have been allowed for investments by non-resident Indians and Alternative Investment Funds (AIFs), as well as for the infusion of capital into start-ups in the form of an equity stake in a listed company.

### **Per-capita income rises 10%**

**Per-capita income is estimated to have risen by 10% to USD 151.39 a month during the financial year ended March 2019** compared to USD 136.25 in 2017-18. Gross National Income (GNI) at current prices has risen by 11.3% to USD 2704.37 billion during 2018-19, as compared to USD 2430.30 during 2017-18.

## **CORPORATE HIGHLIGHTS**

- **Tech Mahindra and MKI collaborate to develop solutions for Japanese market**
- **DP World acquires 76% stake in KRIL**
- **Goldman Sachs, CPPIB, ADIA invest USD 300 million into ReNew Power**
- **Tech Mahindra receives USD 100 million outsourcing contract from Vodafone**
- **Info Edge India Ltd acquires recruitment portals iimjobs.com and hirist.com**

### **Tech Mahindra and MKI collaborate to develop solutions for Japanese market**

**Tech Mahindra has announced a collaboration with Mitsui Knowledge Industry Co.(MKI) to develop next generation** digital enterprise solutions, in the Japanese market. Tech Mahindra will create a 300-member engineering pool for Mitsui Knowledge Industry (MKI) in Japan and offshore locations. As part of this collaboration, Tech Mahindra and MKI intends to address the lack of SAP skilled workforce for ECC migration to SAP S/4HANA by 2025 in the Japanese market.

### **DP World acquires 76% stake in KRIL**

**DP World Joint Venture (JV) with the National Investment and Infrastructure Fund (NIIF) HIPL has acquired 76 stake stake in KRIBCHO** Infrastructure Ltd (KRIL) for an undisclosed amount. KRIL is an integrated multi-modal logistics operator. With this acquisition, DP World will emerge as one of the leading integrated rail terminal and container train operators in India with an enhanced network to provide door-to-door connectivity to cargo owners.

### **Goldman Sachs, CPPIB, ADIA invest USD 300 million into ReNew Power**

**Goldman Sachs Inc, Canada Pension Plan Investment Board and Abu Dhabi Investment Authority, the existing investors** of ReNew Power, are putting in an additional USD 300 million into the green energy

company through a rights issue. Proceeds from the issue may be used for a combination of purposes including financing business growth and repaying existing debt taken for inorganic growth plans that executed earlier.

**Tech Mahindra receives USD 100 million outsourcing contract from Vodafone**

**Tech Mahindra has got an outsourcing contract of USD 100 million from Vodafone in New Zealand as a part of which** Tech Mahindra will take 200 employees of Vodafone for its business process management operations to serve Vodafone as well as its other clients in the region. Vodafone's New Zealand unit was sold to infrastructure investment firm Infratil and Canada-headquartered Brookfield Asset Management for USD 2.2 billion.

**Info Edge India Ltd acquires recruitment portals iimjobs.com and hirist.com**

**Info Edge (India) Limited has entered into an agreement to acquire 100% ownership of Highorbit Careers Pvt. Ltd** for a cash consideration of USD 11.6 million. Highorbit Careers is the owner of online job portals iimjobs.com and hirist.com. Partnership will yield them the resources to build better products, serve our customers better, and take our products to more customers.