

# EXECUTIVE SUMMARY (1/3)

The Indian economy recovered strongly in 2022 across sectors and is poised to become the third biggest economy in the world by 2030; government push has led to soaring of investments and trade agreements

## COVID RECOVERY AND ECONOMY –

*Resilience of the 5<sup>th</sup> Largest global Economy*

- *Indian economy **was among the worst impacted** due to Covid-induced lockdown; suffering significantly in 2020. **2021 saw a strong technical rebound** but it was **2022 where the economy truly recovered with most sectors back to pre-Covid growth levels except for transport, construction & services sector***
- *In FY2022, Indian **GDP at constant prices is estimated at 1.5 trln EUR** (nominal value of ~3.2 trln EUR) and has exhibited the **Y-o-Y growth of 8%**; India which was out of the top 10 economies just 2 decades back is already **world's fifth largest economy in 2022 and is poised to reach number 3 by 2030***
- *Additionally, India **contributed significantly to global fight against COVID-19** including supplying vaccines to 98 countries to developing world's first intra-nasal vaccine*

## TRADE AND INVESTMENTS –

*India for Global Economies*

- *Government focus on attracting investors with **investment friendly policies** has resulted in **increased ease of doing business and improving investor confidence in India***
- *India is **expected to witness FDI investment of USD ~100 billion in FY'2022-23** across sectors clocking strong growth over previous year, demonstrating high confidence in the Indian economy by investors; **expectations of ~475 bln EUR FDI by 2025***
- *India has moved ahead **forging new partnerships and agreements with leading trade partners (agreements with UAE and Australia in 2022)** to facilitate smooth and cheap trade while **finalization of deals with UK, EU, GCC and Canada are the priority for 2023***

## India's growth forecast stems from multiple favourable trends, expected to push India towards becoming the manufacturing and service hub of the world

### OVERVIEW OF KEY TRENDS –

*Shaping India of  
tomorrow*

- I. Infrastructure Upgradation – *Establishing Growth Platform*** - Government of India is **pushing for overall infrastructure growth** spanning roads, railways, ports and aviation with investments **aimed at increasing transport efficiency and providing connectivity to inaccessible remote areas**
  
- II. Self Reliant – *Scaling up Manufacturing to Reduce Import Dependency*** - **PLI scheme across 13 sectors with total outlay of ~23 bln EUR** with objective to reduce import dependency, and to make India an integral part of the global supply chain; **Strong govt. push, engineering competence, supplier base, rising domestic and export demand, and opportunities for India from China de-risking** being the key enablers for self reliance
  
- III. Green and Sustainable – *Dreaming Big and Making it Happen*** - Investments in non-fossil energy resources including Renewables, biomass, green hydrogen coupled with e-mobility and mandatory sustainability reporting imperative to achieve India's 2070 net-zero target; **>200 GW of solar and wind energy capacity addition** over the next 8 years
  
- IV. Start up Boom and Birth of Unicorns – *Game Changer For Future*** - Global businesses are challenged by the speed of change and innovation and are handicapped through limited internal skills and resources, **partnering and collaborating with innovative start-ups is a viable solution with a pool of >60,000 possible partners in India; many of whom are already unicorns and are eyeing exponential growth and profitability in the short term**
  
- V. Digitalisation – *Enabling Inclusive Growth*** - Indian government introduced a vision in 2015 to have an **inclusive growth bringing digital initiatives to every last location/ person in the country** and has worked towards creating an ecosystem for the same with digital presence, data and technology adoption across industries

# EXECUTIVE SUMMARY (3/3)

**Positive outlook for India of 2023 and beyond reflects in major institutions and companies placing their bets on a growing and stable India, EAC being the partner of choice for such organizations**

## **INDIA IN 2023 –** *Outlook and key attention points*

- **Major global institutions forecast India to remain steadfast amidst ongoing challenges and better positioned to weather the future storms than most other major economies**
- **For 2023 and beyond, EAC implores organizations to keep their eyes on the strong business ecosystem development and emanating opportunities across industries including**
  - **Manufacturing of Electronic products and components**
  - **Positive developments expected in biofuel and bio-manure related policies**
  - **Significant interests from Indian companies in acquiring companies in western markets**
  - **Attention to Electric Vehicle growth and market share**
  - **Benefits from India Australia (and others to follow) Free Trade Agreements**
  - **Investments towards building ecosystem for India’s Green Hydrogen production**

## **EAC 2022 –** *Highlights & service offering*

- **India market is attracting investors to de-risk global supply chain and to ensure sustainable sourcing while Indian companies are evaluating M&A opportunities to expand footprint in export markets**
  - **India as manufacturing and export hub in Asia – De-risking of global supply chain**
  - **Increasing localization share – Evaluating Indian suppliers for local and global supply**
  - **Indian Companies Expanding Globally - Internationalization Strategies**
  - **Energy and Environment – Most trending topic in Indian circles**
- **EAC prides itself on being the trusted partner of MNCs and hidden champions alike and is consistently rated amongst the best consulting companies**