



**Presentation for**

# **The Wealth Summit 2024**

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Complete Circle**

# Case

**Credit/ GDP measure - a proxy to understand financial inclusion by 2050 vs 50% currently (... estimated to touch 60%)**

**Credit Growth =  $1.2 * \text{real GDP Growth} + 5.5\% \text{ inflation}$**

**India's bank credit to GDP ratio is still very low as compared to the US, even though the two economies are coming close in terms of size.**

**Bank funding is currently 6.4% of GDP, compared to 1% of GDP**

**OR Mortgage as a % of GDP (source: HDFC) is just 1%**

**OR General Insurance Premium as a % of GDP at 0.9%**

**Financial Inclusion Index by RBI (Mar '23 data) is 60.**

India is the world's largest power market in the world, and it is a compelling growth platform for the entire power sector.

Power demand has grown at 8% or so in FY24, while the overall economy growth of 7%; Power demand is growing ahead of the overall economy growth of 4%.

To meet the growing demand and to ensure the availability of power capacity by 2030-32.

India has announced a transmission plan to meet the growing demand. Green Energy Award Activity accelerated in the last few years, with competitive bids.

For e.g. Government owned NTPC announced its largest renewable energy vision of 60 GW in renewable energy.

# POWER TR

To achieve the goal of renewable energy generation, a transmission network worth Rs 2.4 trillion or Rs\_ 2.4 lakh crore worth gets commissioned.

This will result in order award opportunity of Rs 1.2 trillion or Rs 1.2 lakh crore worth of existing planned expansion of Rs 1.2 trillion or Rs 1.2 lakh crore worth of Transmission Systems (ISTS) until FY26e.

Based on current CEA's line-up of projects, an opportunity is expected to get finalized in the next 1-2 years.

Example : For the Leh-Ladakh HVDC project, Union Government has given approval for 13 GW renewable energy project in

Beneficiaries of transmission awarding can : Power Grid, Renew Power ((EPC players on transmission side), Projects, Kalpataru Power. New players are ente

# Data



Manufacturing technology by FY26

India's credit and is e CRISIL e

The value increase 2021, gro (source:

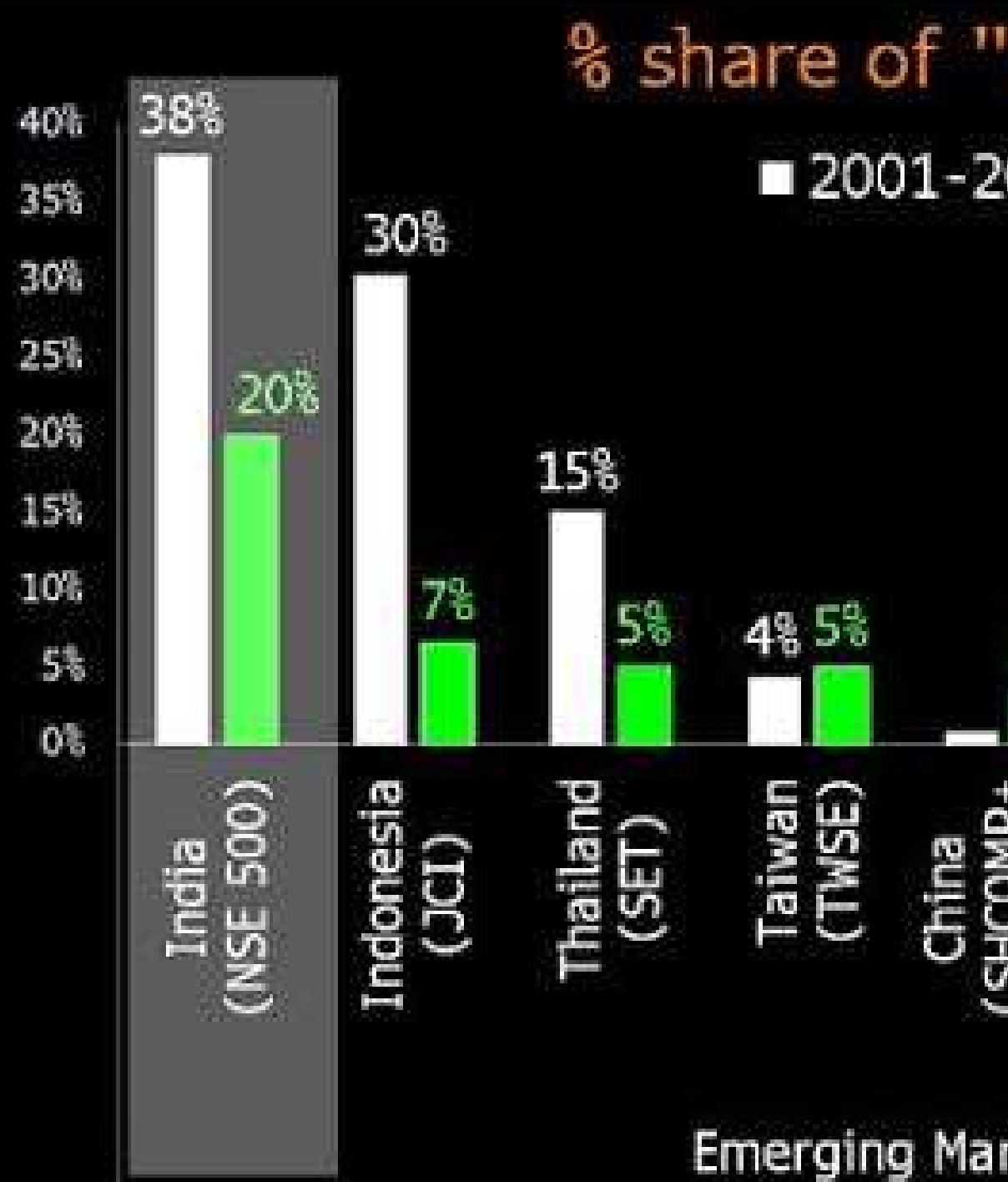
## **AUTOS : Under-penetration in passenger c**

- Passenger Car in use in India - 30 to 40 per 1000 household - only under 10% household in China (and 90% in USA)
- Strong growth potential; India's PV (much lower than advanced nations) will still take this to 210 - 225 vehicle levels in US and EU)
- What rising affordability is causing (smaller sized cars) as the mid-size market
- Growth will be driven by Electric Vehicles and favourable policies and subsidies to
- **COMMERCIAL VEHICLES** : Pick up in demand ++ as last mile mobility requirements. Delivery activity should see healthy steady growth and grow inline with India's GDP growth
- Freight demand is strong - with trucks

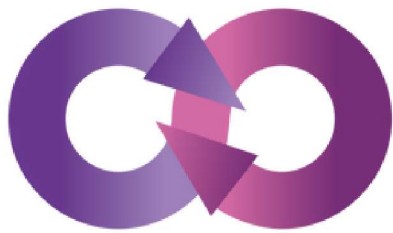
- **Hotels and Malls** continue to see growth to the work force - believes in non-ownership are a proponent of **EXPERIENCE ECONOMY**
- With Gen Z : Travel becomes a big trend. With ownership, the tendency is to experience things etc – which makes **MALLS** a key beneficiary
- Sectoral tailwinds for **HOTELS** - coming out of (also into travel domain), experience economy (expensive properties) and Gen Z - e-commerce
- **HOTELS** are also benefiting from the growth in business travel through India from China
- NDA 3.0 is looking to make **TOURISM** a priority commercial real estate capex (office buildings, hotels will see capex spends from private equity)
- Affordable Housing - will draw - capex from NDA 1.0 and 2.0
- *Numbers so far : Hotel Sector has seen 10% CAGR supply (6% to 8%) over the medium term (source : CLSA)*
- *Malls are witnessing steady Same-Sales growth, spend towards organised retail and premium retail (growth)*

**India has  
highest 10  
last**





"10-Baggers" are defined as stocks that were part of the NSE 500 index at the previous decade, 38% of such stocks did



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# Thank You!

