# POTENTIAL OF INDIAN ECONOMY

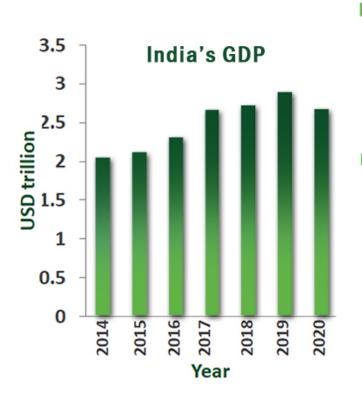


Where your trust resides

India has emerged as the fastest-growing major economy in the world and is expected to be one of the top three economic powers in the world over the next 10-15 years, backed by its robust democracy and strong partnerships.



### MARKET SIZE



- India's nominal Gross Domestic Product (GDP) at current prices is estimated to be at INR 232.15 trillion (US\$ 3.12 trillion) in FY 21-22.
- India is the third-largest unicorn base in the world with over 83 unicorns collectively valued at US\$ 277.77 billion, as per the Economic Survey. By 2025, India is expected to have 100 unicorns, which will create 1.1 million direct jobs according to the Nasscom-Zinnov report on 'Indian Tech Start-up'.
- ■According to data from the Department of Economic Affairs, as of 28<sup>th</sup> January, 2022, foreign exchange reserves in India reached US\$ 634.287 billion mark.

### **GOVERNMENT INITIATIVE AND RECENT DEVLOPEMENTS**



- With significant improvement in the economic scenario, there have been investments across various sectors of the economy. The private equity venture capital (PE-VC) sector recorded investments worth US\$ 6.8 billion across 102 deals in November 2021, which is 42% higher than November 2020.
- Some notable recent developments in the Indian economy are;

The gross GST (Goods and Services Tax) revenue collection stood at INR 1.38 trillion (US\$ 18.42 billion) in January 2022, which is 15% higher than previos year.

Numerous foreign companies are setting up their facilities in India on account of various Government initiatives like "Make in India" and "Digital India". Mr. Narendra Modi, Prime Minister of India, launched the Make in India initiative with an aim to boost country's manufacturing sector and increase the purchasing power of an average Indian consumer, which would further drive demand and spur development, thus benefiting investors. Under its Make in India initiative, Government is trying to boost the contribution made by the manufacturing sector with an aim to take it to 25% of the GDP from the current 17%. Besides, the Government has also come up with the Digital India initiative, which focuses on three core components:

- (1) The creation of digital infrastructure
- (2) Delivering services digitally
- (3) Increasing digital literacy

# THE ROAD AHEAD

India is expected to be the third largest consumer economy as its consumption may triple to US\$ 4 trillion by 2025, owing to shift in consumer behavior and expenditure pattern, according to a Boston Consulting Group (BCG) report. It is estimated to surpass USA to become the second largest economy in terms of Purchasing Power Parity (PPP) by 2040 as per a report by Price Water House Coopers.

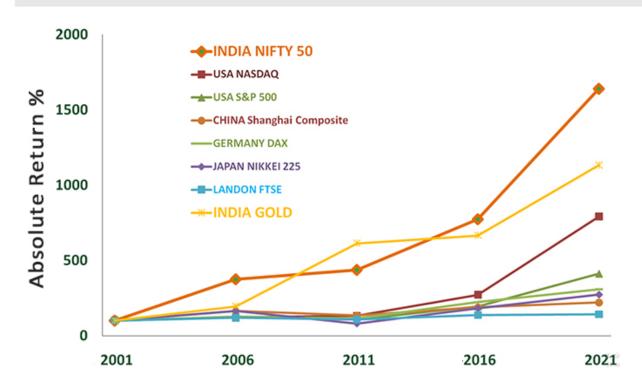
India is focusing on renewable sources to generate energy. It is planning to achieve 40% of its energy from non-fossil sources by 2030, which is currently 30% and have plans to increase its renewable energy capacity to 175 gigawatt (GW) by 2022. In line with this, in May 2021, India, along with the UK, jointly launched a 'Roadmap 2030' to collaborate and combat climate change by 2030.



# PERFORMANCE OF INDIAN STOCK MARKET

The benchmark index (Nifty) in India has witnessed the growth of 1,539 % in the past 20 years.

## Comparison of Nift 50, Foreign Index and Gold over 20 years



Particulars	Currency	Investment Amount 31-12-2001	Market Value as on 31-12-2021	Absolute Return in %
NIFTY 50	INR	100	1639	1539%
GOLD	INR	100	1133	1033%
NASDAQ	USD	100	792	692%
S&P 500	USD	100	412	312%
DAX	EURO	100	308	208%
NIKKEI 225	YEN	100	273	173%
Shanghai Composite	YUAN	100	221	121%
FTSE	POUND	100	141	41%

The Indian stock market holds a place of prominence at the global stage. Over the years, Indian stock market has emerged as one of the fastest-growing stock markets in the world and an attractive investment destination.

The Bombay Stock Exchange (BSE) is one of the oldest exchanges across the world, while the National Stock Exchange (NSE) is one of the leading exchanges in the world, ranking 3<sup>rd</sup> globally for Stock and Derivative.

The Indian equity market has emerged as the leading performer among key economies as the benchmark indices Sensex and Nifty touches new hights.



# Performance of CAPITAL SPROUT in Equity Oriented Mutual Funds

Date: 30-03-2022

Name of Investor	Investor Location	Nifty 50 CAGR	CAPITAL SPROUT (CAGR)	Link for Client Testimonials	
Dr. Rashmi Shah	Bhuj	17.83%	23.00%		
Mr. Jignesh Shah	Bhuj	17.83%	25.08%	https://www.ca	
Mr. Ravi Kishore Shah	Mumbai	17.83%	22.45%	pitalsprout.in/cli ent-speaks.html	
Mr. Devendra Shah	Mumbai	17.83%	20.75%		
Mr. Gopal Varsani	Kenya	17.83%	23.03%		

