

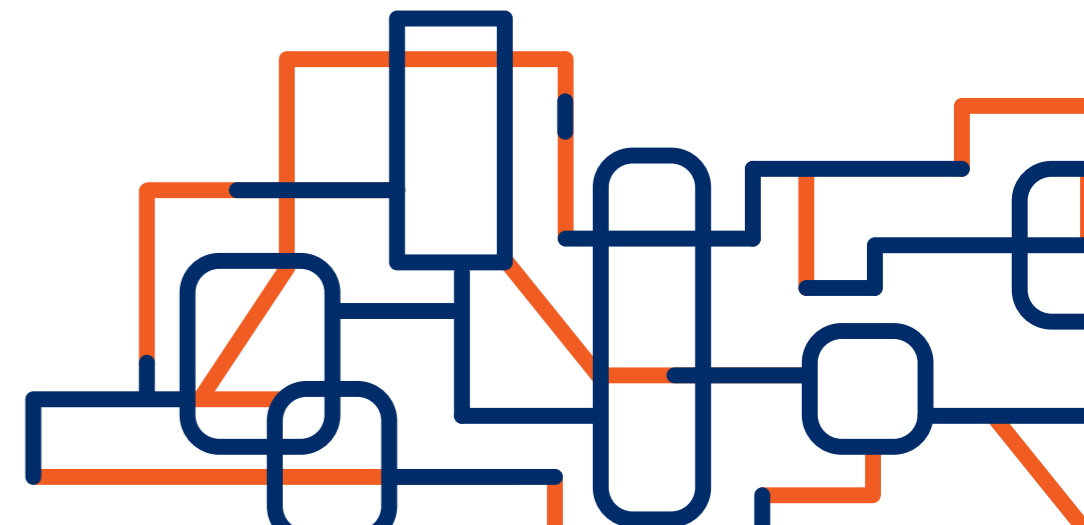
**URBAN
GATEWAY
INDIA**

AUGUST 2018

INDIA URBAN DEVELOPMENT GATEWAY

INDIA URBAN OPPORTUNITY

UK INDIA
BUSINESS COUNCIL





Most populous country in the world by 2030



Population is shifting to cities from rural areas



Estimated that 25-30 people will migrate every minute to a city



Estimated to generate 80% of economic growth

INDIA NEEDS TO INVEST £534 BILLION IN INFRASTRUCTURE

To absorb this migration, India must transform its cities to address the increasing aspirations of urban dwellers and attract the investment that will further drive growth and development.

INDIA TO REMAIN ONE OF THE FASTEST GROWING ECONOMIES IN THE WORLD

Source: International Monetary Fund

FDI INFLOWS INCREASED BY 37% SINCE THE LAUNCH OF THE MAKE IN INDIA INITIATIVE

Source: Department of Industrial Policy and Promotion, Government of India

LEADING INVESTORS RANKED INDIA AS THE MOST ATTRACTIVE MARKET

Source: Ernst & Young Emerging Markets Centre.

INDIA REGISTERED A RECORD IMPROVEMENT ON EODB RANKING FROM 142 TO 100 BETWEEN 2014-2017

Source: World Bank

INDIA RANKS 39TH (PREVIOUS YEAR 55) ON GLOBAL COMPETITIVENESS INDEX (GCI) 2016-17

Source: World Economic Forum

GOODS AND SERVICES TAX (GST) THE BIGGEST TAX REFORMS SINCE INDEPENDENCE

Source: Government of India

SMART CITIES MISSION, UNDER WHICH THE MINISTRY HAS ANNOUNCED 99 CITIES FOR CENTRAL ASSISTANCE, GOT THE HIGHEST HIKE OF 54.22 PER CENT WITH £685M AS AGAINST £444M IN THE 2017-18 BUDGET

Need for large scale urban development is supported through various schemes rolled by the Government of India. Ongoing Missions embarked by the Ministry of Urban Development, Government of India towards urban development

AMRUT MISSION

Mission covering 500 cities (with more focus on Water supply and sanitation); Projects awarded worth £~1b.

SMART CITY MISSION

Mission covering 100 cities impacting 72 Million urban population; Total cost of projects – £~16b.

NATIONAL INVESTMENT AND INFRASTRUCTURE FUND

Initial Corpus of £2.4b created to support the commercial viable projects in green field and brown field category.

HOUSING FOR ALL

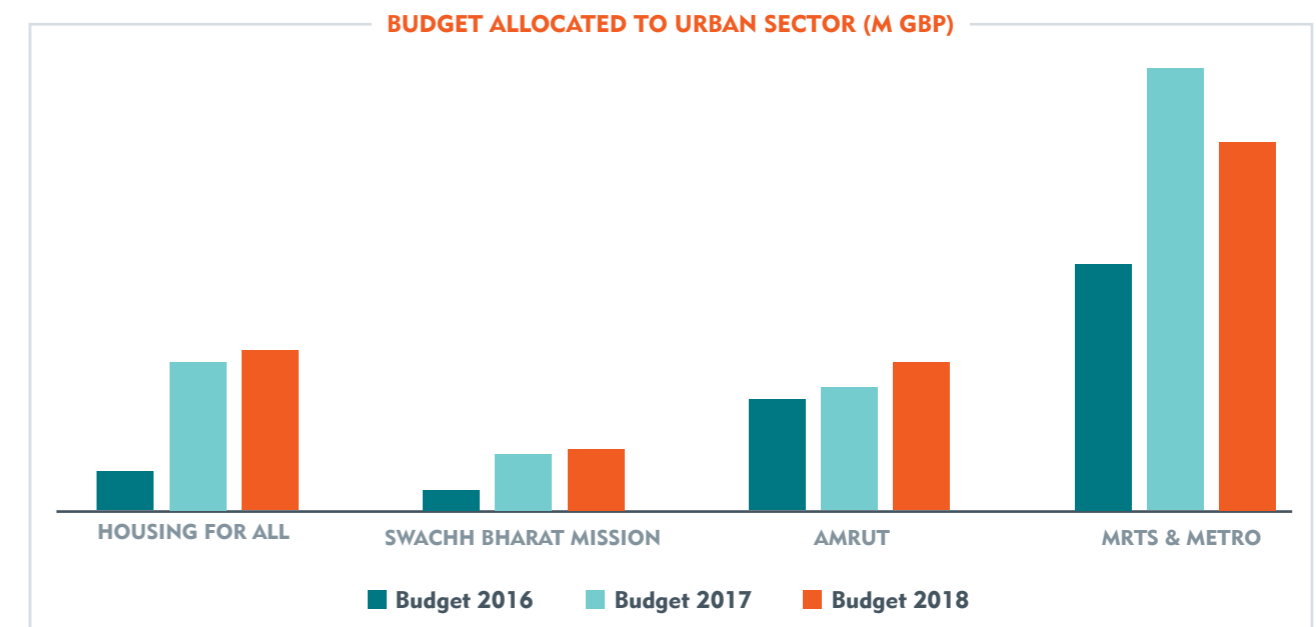
3,833 municipalities covered for construction of 20 m housing units. Financial assistance of £24b from central government.

DIGITAL INDIA

Transform India to a digitally empowered society and knowledge economy; £163m investments identified.

SWACHH BHARAT MISSION

Covering about 4,000 towns; Cost of implementation of Swachh Bharat Mission is estimated to be £7.4b.



	HOUSING FOR ALL	SWACHH BHARAT MISSION	AMRUT	MRTS & METRO
Budget 2016	178	92	502	1116
Budget 2017	671	225	556	2000
Budget 2018	722	277	667	1666

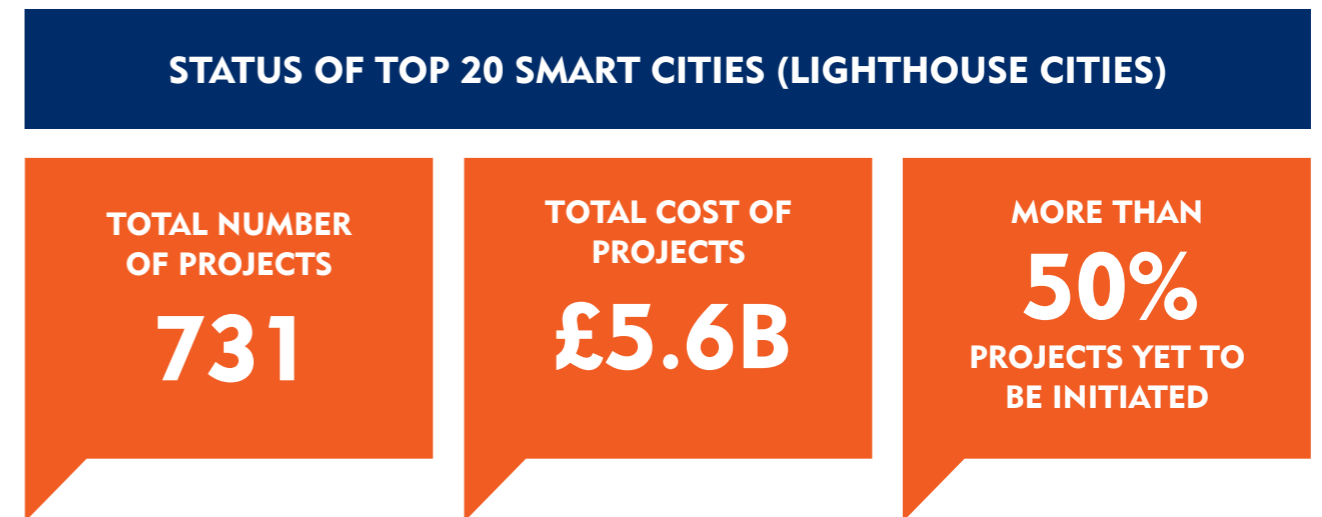
To overcome urbanization challenges and provide better standards of living, various smart cities projects are at different stages of implementation, from as early as 2007

	100 SMART CITIES	STATE-LEVEL INITIATIVES*			INDUSTRIAL CORRIDORS	PRIVATE TOWNSHIPS		
		GIFT	KOCHI	OTHERS		LAVASA	PALAVA	WAVE
About	In July 2014, the Indian/ Central Government announced '100 Smart City development mission' in India	Implementations that were undertaken by States on their own, prior to the 100 Smart City initiative			Corridors such as the Delhi Mumbai Industrial Corridor (DMIC) are expected to include several smart cities on their routes	Smart City projects implemented by private promoters (usually real estate companies) with limited government involvement		
Expected Investments	INR 480b by Central Govt. with contribution from state and private	Public private partnership (PPP) model for funding, varying from state to state			N/A	Varies according to size of the township		
Current Status	Concept Stage	Most of the state driven projects are in Execution Stage			Mix of Design (in some states) & Execution (in others)	Mix of Design (in some states) & Execution (in others)		

*Most of the state driven Smart City projects mentioned above are expected to be separate from the 100 Smart City project. Also, the above mentioned Smart City project types are not exhaustive and only the key ones are mentioned above

Smart City Mission offers opportunity for a wide range of businesses to participate in Urban Development in India

- Budget outlay for centre and state support of £12b to support the Smart City implementation
- Increasing support to Smart City Municipal Corporations to enter into PPP agreements
- Model Concession Agreement in urban water supply developed to address appropriate risk allocation, tariff indexation to inflation and overall transparency and consistency.
- Funds earmarked to support Municipal corporations to appoint consultants
- Preparation of Smart City proposals
- Project Management and Consultancy team
- Technical & Administrative support unit
- Information Communication and Technology consultant.



Gujarat International Finance Tec-City (GIFT), one of India's first Smart City projects and located between Ahmedabad & Gandhinagar, is being built with total budget of USD 13 Billion, competing 2025

STATE GOVERNMENT OWNED GREENFIELD SMART CITY PROJECT STARTED IN 2007, SPREAD ACROSS 886 ACRES

STRATEGICALLY LOCATED IN GANDHINAGAR 12KM FROM AHMEDABAD INTERNATIONAL AIRPORT



OBJECTIVE: DEVELOP GLOBALLY BENCHMARKED INTERNATIONAL FINANCE SERVICE CENTRE (IFSC)

TOTAL PROJECT COST OF INR 780 BILLION (USD 13 BILLION) FOR COMPLETE DURATION

BASED ON PUBLIC-PRIVATE PARTNERSHIP (PPP) MODEL FOR FUND RAISING AND PROJECT EXECUTION

- 12km from Ahmedabad International Airport
- Accessible through 4-6 lane State and National Highways
- On the banks of the Sabarmati River



2007-2015



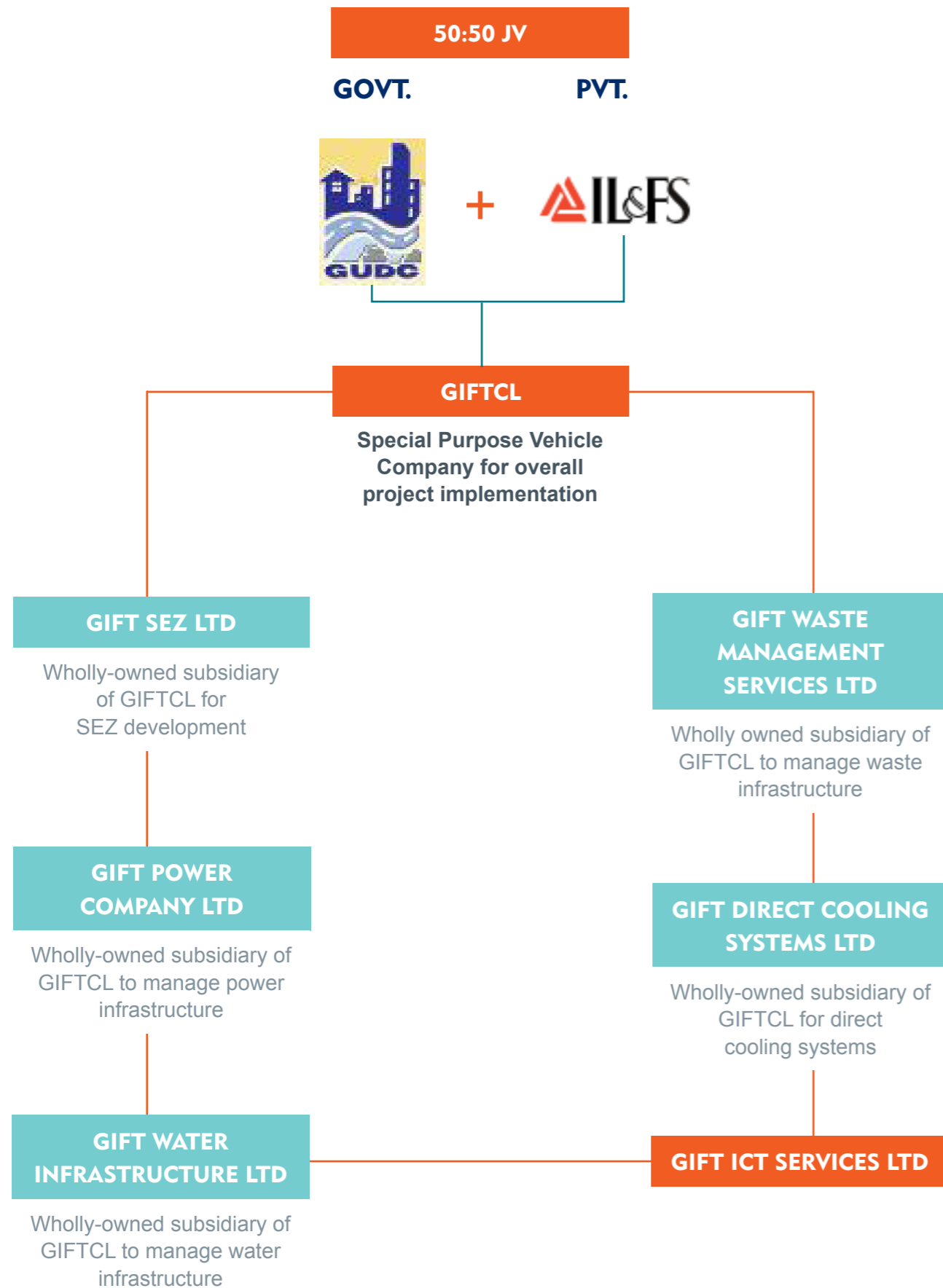
State Government decided to develop "GIFT Smart City" in Gandhinagar, Gujarat

State government formed Joint Venture with a private entity IL&FS to establish GIFTCL, which will be responsible to develop the complete project

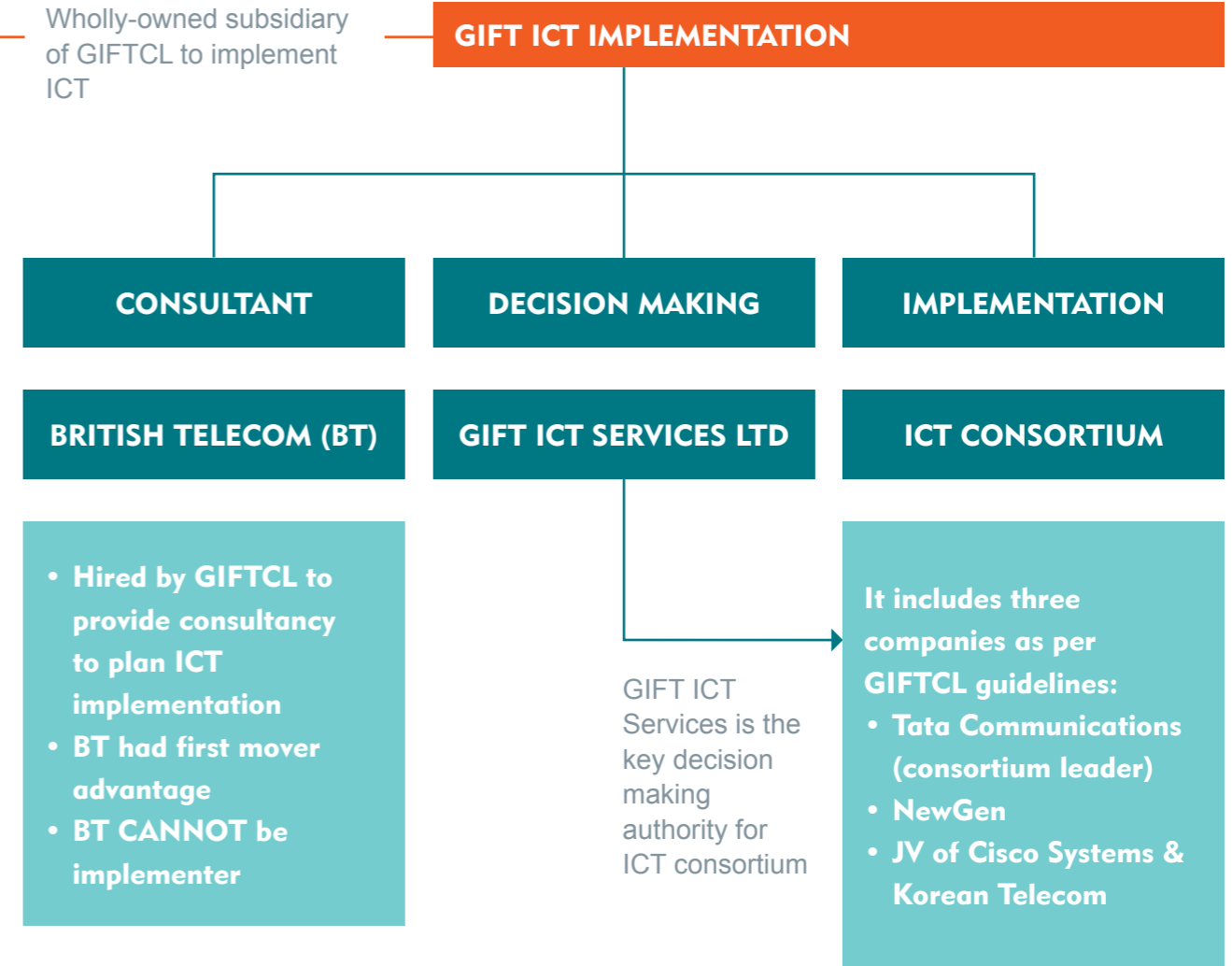
Third party consultants such as British Telecom, Mckinsey were empannelled to advise GIFTCL

Total cost of USD 13 Billion was estimated for the complete project. Cost of ICT implementation was estimated to be USD 1.1 Billion

Two 28 floor commercial towers were inaugurated, total of 10 million sq.ft. developed



Wholly-owned subsidiary of GIFTCL to implement ICT



The total ICT budget is approx. INR 70 Billion (US\$ 1.16 Billion/ YEN 116 Billion), which is 9% of the total project cost

URBAN GATEWAY INDIA

WHO ARE WE?

India's cities are undergoing a massive infrastructure transformation. This poses a challenge to city authorities to find the world's best urban expertise. Businesses with that expertise are faced with making connections across India.

The UK India Business Council's Urban Gateway India addresses both these challenges.

Learn how Urban Gateway India can help you enter the Indian infrastructure market and gain access to global urban expertise.

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