



Overview of PPP's in Infrastructure

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Infrastructure Sector – Growth & Prospects

- ▶ 12th FYP estimated investments in Infrastructure development in the country – one trillion USD viz. Rs. 65 lakhs crores
 - ▶ 48% is expected to be contributed by the private sector
 - ▶ Private investment in infrastructure rose from 22% in 10th FYP to 38% in the 11th FYP
- ▶ Enabling framework for development of infrastructure and PPPs
 - ▶ Draft National PPP Policy, 2011 (Draft)
 - ▶ Draft PPP (Preparation, Procurement and Management) Rules 2012
 - ▶ Several States like Gujarat, Andhra Pradesh, Punjab and Bihar have explicit laws on infrastructure to encourage PSP
 - ▶ State is also revising its policy on infrastructure taking note of recent developments in the sector.
 - ▶ A specific law to facilitate private investment in infrastructure is under preparation

Key focus areas

PPPs for performance, technology and scaling up, Not just for financing

Sector specific solutions

New models for service delivery, performance monitoring

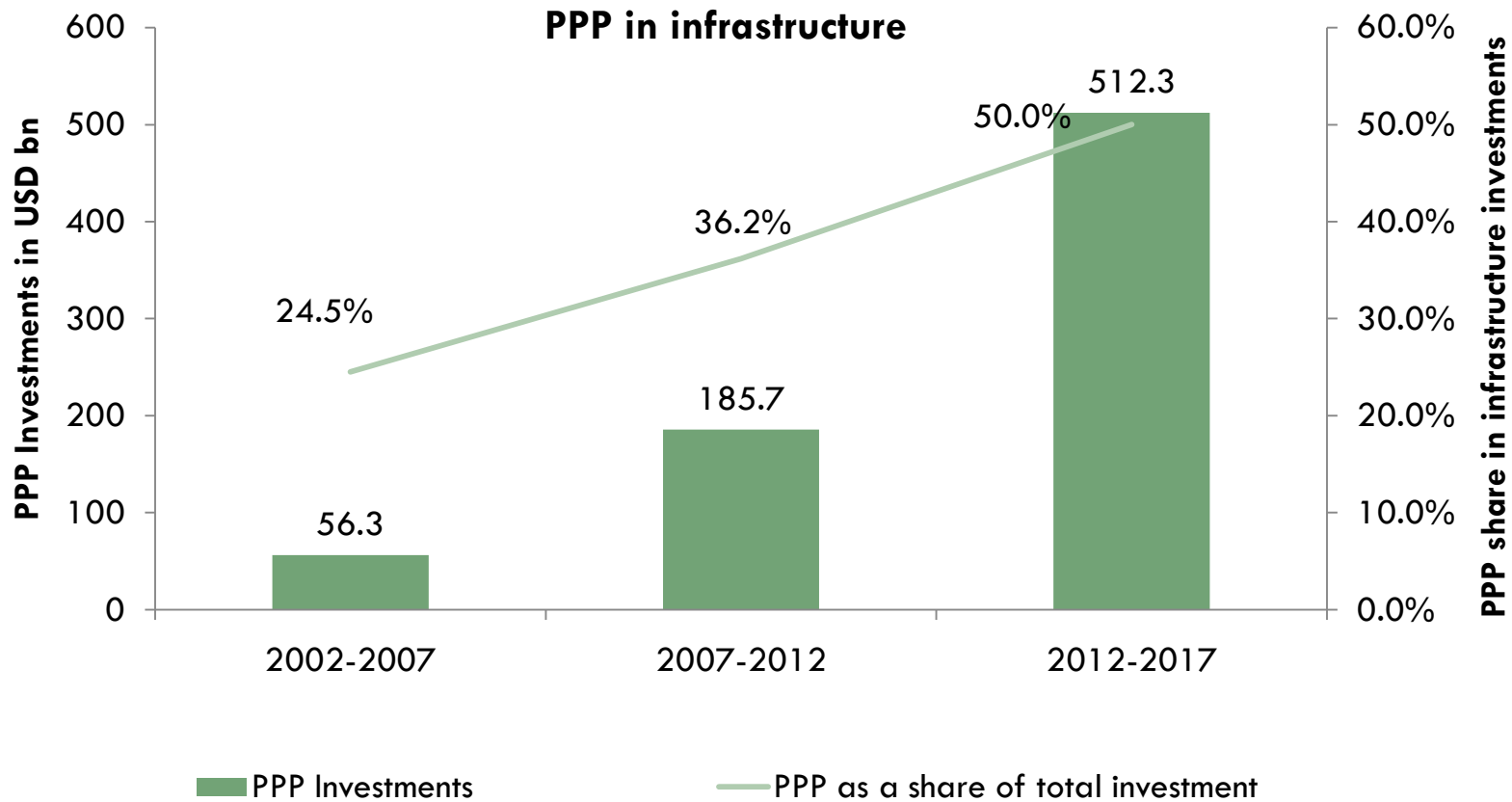
New financing products to plug the gaps

Blending plan programmes with private investment

Engagement with States and cities to deepen the PPP penetration



PPPs are making a significant contribution to infrastructure investments



\$16 bn (excluding telecom) invested by financial investors (PE, infra funds, capital markets)

Spread of PPP projects across sectors

Power Transmission

Jhajjar
Maru
Aravalli

Power Distribution

Delhi
Bhiwandi
Agra

Airports

Delhi
Mumbai
Bangalore
Hyderabad

Ports

Pipavav
Mundra
Hazira
JNPT
Vallarpadam

Highways

Delhi Gurgaon
Baroda – Halol
Panagarh – Pansit
Vivekananda bridge
NHAI Projects

Water

KUWASIP
Nagpur
Aurangabad
Latur
Salt Lake

Urban Infrastructure

Hyderabad SWM
Kohlapur Waste water
Dehradun SWM
Dehradun terminal
Amristar terminal

Rural

PURA

Indl Parks

Pharma city

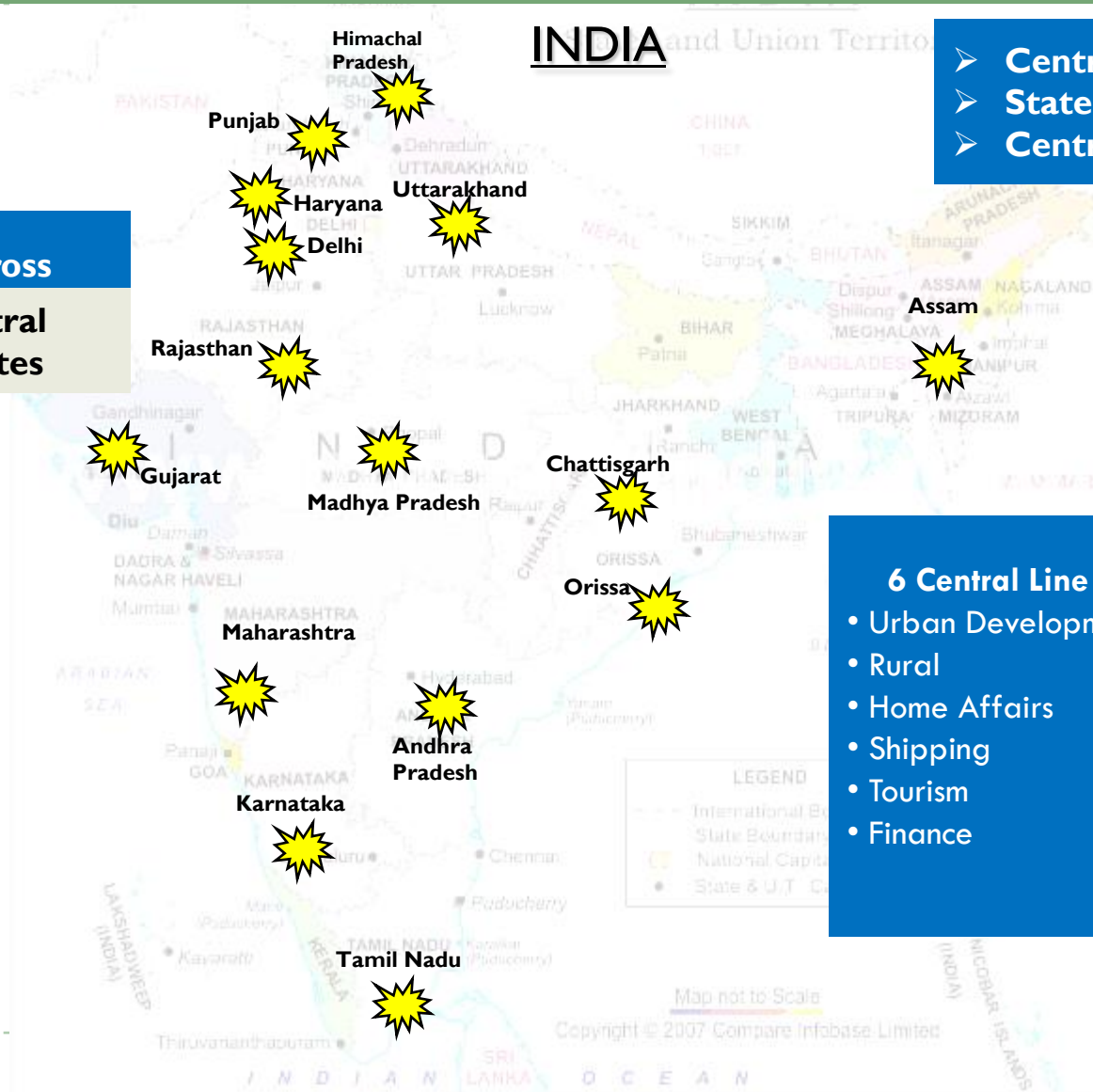


PPPs continue to be a priority in national planning

- ▶ Efforts to attract private investment into infrastructure through the PPP route have met with considerable success.
- ▶ PPP based development needs to be encouraged wherever feasible.
- ▶ PPPs with appropriate regulation and concern for equity should also be encouraged in social sectors, such as health and education.
 - ▶ Several States Governments are already taking steps in this direction.
- ▶ Central & State PPP Cells have been created

Tremendous efforts to encourage PPP's across India

PPP Cells / Capacity Building initiatives / Policies









INDIA

- Central DEA Cell
- States
- Central Line Ministries

21 PPP Cells Across India
6 Central
15 States

- 6 Central Line Ministry Cells**
- Urban Development
 - Rural
 - Home Affairs
 - Shipping
 - Tourism
 - Finance

Sector Enabling Tools Prepared

Sector	Tool	Agency/ State / PPP Cell
	Urban Transport Toolkit	Maharashtra
	Water Supply and Sewage Toolkit	Maharashtra
	Solid Waste Management Toolkit	MoUD KUIDFC (Karnataka)
	High Speed Rail Position Paper	Gujarat
	Urban Transport Financing Approach Paper	Central PPP Cell
	Health & Education Best Practices and Models	Central PPP Cell

Initiatives in Karnataka



Initiatives in Karnataka ... 1

- ▶ Karnataka Transparency in Public Procurement (KTTP) Act, 1999 in place for procurement of goods and services
 - ▶ Procedures and timelines for procurement
 - ▶ Download the enactment - <http://www.kar.nic.in/finance/trans/tender.htm>
- ▶ Separate PPP Cell constituted within the Department of Infrastructure
- ▶ SLSWA to approve infrastructure projects
- ▶ Availability of infrastructure status on the IDD website
- ▶ Introduction of MIS
- ▶ Empanelment of Transaction Advisors
- ▶ Initiatives to attract private sector through various Investor forums.

Initiatives in Karnataka ... 2

- ▶ Investment promotion subsidy
- ▶ Exemption from Stamp Duty & Concessional registration charges for registration of land and credit deeds
- ▶ Exemption from Entry Tax
- ▶ Technology upgradation and quality certification incentives.
- ▶ Soft loan on the quantum of Tax (Value Added Tax) paid.
- ▶ Special incentives for investments more than USD 50 million
- ▶ Single Window Agency
 - ▶ Handholding support for investors
 - ▶ Identification and providing necessary infrastructure.
 - ▶ Statutory approvals as per provincial requirement
 - ▶ Follow up of approved projects for necessary statutory clearances
- ▶ Capacity building initiatives – IDD , ATI

Enabling Policies

- ▶ Karnataka Infrastructure Policy, 2007
- ▶ New Industrial Policy 2009-14
- ▶ Millennium Information Technology Policy
- ▶ Millennium Biotech Policy II
- ▶ Millennium BPO Policy
- ▶ Tourism Policy
- ▶ Mineral Policy
- ▶ New Infrastructure Policy
- ▶ Suvarna Vastra Neethi (Textile Policy)
- ▶ State SEZ Policy
- ▶ Wine Policy
- ▶ New Semiconductor Policy
- ▶ Integrated Agro Business development Policy
- ▶ Energy Policy
- ▶ Minor Airport Policy (proposed)
- ▶ Infrastructure Bill (proposed)

Thank You!