



HIVE

Quarterly Newsletter
Vol.2 | December 2022



The Conversation



Dear Readers,

As we release the second edition of our quarterly newsletter "HIVE", I extend my warmest greetings to you and hope you had a prosperous start to the new year.

In the past quarter, Reliance MET City has seen significant progress and developments, including the establishment and announcement of new facilities by major manufacturing giants Nihon Kohden, Hamdard Group, and Boditech Med. This strategic alliance is a testament to Haryana's role as a hub for industrial growth and expansion which will create thousands of new job opportunities, positively impacting the local and national economies.

The Haryana government has also implemented the Haryana Enterprises and Employment policy 2020 (HEEP 2020) to position the state as a premier business destination and a favourable location for start-ups and investors. The HEEP policy will foster the growth of start-ups and incentivize innovation, crucial for the development of a robust business ecosystem. As India assumes the presidency of the G20, the country is expected to see a rise in foreign investment opportunities. Also, the state's efforts to establish itself as a preferred business hub through the HEEP policy 2020 will make Haryana an attractive destination for businesses and investors.

The development of Reliance Met City in Haryana is playing a critical role in the state's economic development and is expected to attract more investment and businesses to the region, positioning Haryana as a global investment hub. I am confident that Reliance MET City will continue to play a meaningful role in shaping the infrastructure growth story of our nation and is committed to contributing to the nation's economic and infrastructural development.

Happy Reading!
Sh. Shrivallabh Goyal
CEO & WTD (METL)

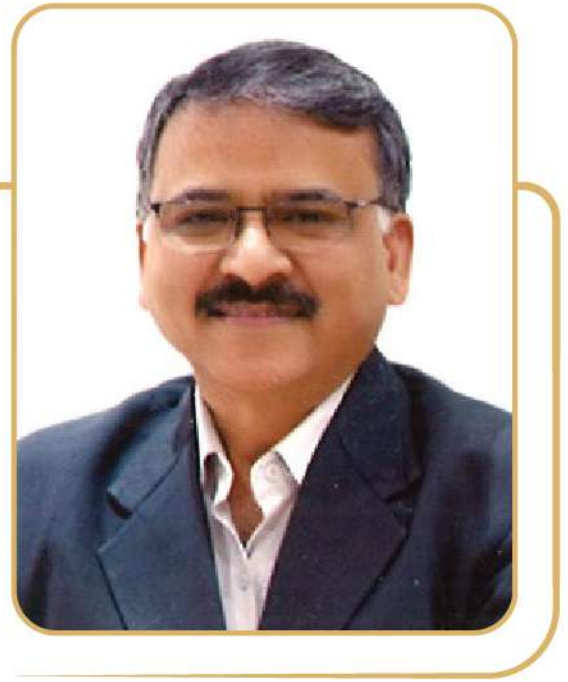
Please feel free to reach out to us with any feedback or suggestions regarding this newsletter or any other matter by contacting us at Contact.MET@ril.com



Scan to visit
our website

CONNECT US : 1800 891 1800
Quarterly Newsletter | Issue 2

From CFO's Desk



Dear Friends,

Very warm wishes for a shining new year!

We always begin the new year with hopes, and this year particularly is said to be a year of tremendous growth, despite the clouds of an economic recession in the US looming large on us.

In this message, I want to share with you a few areas top of my mind as I plan for the new year.

Global Economic Outlook

In a recent interview, IMF Chief Kristalina Georgieva mentioned that for most of the global economy, 2023 is going to be a tough year as the main engines of global growth i.e., United States, Europe, and China will experience a slowdown, driving one third of the world economy into recession. Moreover, the continuing war in Ukraine, inflation pressures, and high interest rates by central banks like US Federal Reserve, will further slowdown economic growth. While she mentioned that US is most resilient and may avoid recession, IMF did cut down its 2023 economic growth outlook.

Indian Economic Outlook

A recent survey showed manufacturing output in India, measured by S&P global India Manufacturing Purchasing Managers Index, in Dec'22, being the highest it has been in 13 months (at 57.8).

A lot to celebrate as India is set to be the second-fastest growing economy in G20 in 2022-23, despite decelerating global demand and the tightening of monetary policy to manage inflationary pressures.

However, the world economic pressures will catch up, slowing down GDP growth to 5.7% in FY 2023-24. CPI inflation will remain above the central bank's upper limit target of 6% at least until early 2023 and then gradually recede as higher interest rates take effect. High inflation will slow household consumption and delayed investment, as financing becomes more expensive, and exports will be affected by the economic slowdown in advanced countries and the geopolitical tensions.

To prepare for the slowdown, macroeconomic stability should be pursued. This can be done through a monetary policy geared towards anchoring inflation expectations and a fiscal policy oriented towards debt control and targeting of current capital spending. Improvements in the business climate, when combined with financial deepening and skills development, can boost investment and infrastructure, and create more and better jobs.

Sustainability

In the past, economic development has often come at the cost of the environment, in the form of land degradation, deforestation, soil erosion, air and water pollution, among others. The economic benefits from enhanced quality of goods and services have often fallen short of the damage to resources.



Scan to visit
our website

From CFO's Desk

An increasing recognition that overall goals of environmental conservation and economic development are not conflicting but in fact mutually reinforcing, has prompted calls for 'environmentally sustainable' economic development, an approach to economic development that does not compromise the quality of the environment for future generations.

METL is conscious about its social obligation to ensuring environment preservation while embarking on its fast growth trajectory. As such, it has obtained Gold Rating from IGBC for its infrastructure development activities and have achieved high standards of environment management through use of non-conventional energy sources namely solar power, water conservation through efficient water fixtures, and sustainable green development.

Interest Rates

As the Covid-19 pandemic spread, RBI, like many other central banks around the world, began loosening its monetary policy in early 2020 to shore up the economy. The bank reduced its repo rate by 75bps to 4.4% in March 2020, and by another 40bps to a record-low of 4% in May 2020.

Given the looming economic pressures, the bank, on December 7th, hiked the repo rate by 35 basis points to 6.25%. Consequently, it also hiked its standing deposit facility rate and marginal standing facility rate by 35 basis points each, to 6.00% and 6.50%, respectively.

With the hardening of bank rate, there has been spurt in lending rates by commercial banks, which will have cascading effect on business operations and performance. While the economy is growing at a faster pace presently, the likely impact of big economic recession in US, coupled with hardened interest rates, will have an adverse impact on economic growth.

Indian Real Estate Industry Outlook

The real estate sector in India is the second largest employment generator, and third largest in terms of FDI flow. The market is poised to touch Rs 65,000 crore by 2024 and expected to contribute to 13% of the country's GDP by 2025. The sector is clearly demonstrating a growth trajectory, and is in fact, galloping into its next journey.

The COVID-19 pandemic changed the way people work and live across the nation. As normalisation is streaming back into our lives; we see that urbanisation is not restricted to metropolitan cities anymore. With a hybrid mode of work, there has been a migration of skilled workforce to tier 2 and tier 3 cities, which has fuelled demand for Grade A commercial spaces (e.g., fully sustainable multi-storeyed buildings, fully secured gated communities, well-designed commercial complexes, malls) in these cities.

The Indian real estate industry has been agile and resilient in meeting evolving homebuyer and end-user needs, with an array of asset classes emerging.

While real estate has been mostly an end user driven market over the past 3 to 4 years, trends are now shifting and it is once again featuring on investor radar, with large tech companies closing big ticket office deals.



Scan to visit
our website

From CFO's Desk

Our Promoters, We and Our Valued Customers

With parental support and a great brand value of Reliance, we have been able to establish MET City as a serious key player in real estate sector.

Our company has so far obtained licenses for 1900+ acres for development of Greenfield smart industrial Township; active development is in progress on ~ 1200 acres. The investment made so far has been to the tune of Rs 8000 Crores on land and infrastructure works, and has launched four industrial sectors, three pockets of affordable residential plotted development, and two projects for SCO.

The present township development plan has the employment potential of 55,000, contributing to Haryana's GDP growth and to the economic development of local communities.

Our clients represent seven countries, with major ones being Panasonic, Denso, Dinamic oil, FM logistics, Auto live, Nihon Kohden, Tsuzuki, Deerfos, Boditech, Focustek Iberiam and Ayurveda Giant Hamdard.

After working on the initial stages of ensuring adequate habitation of industrial units in METL as well as pushing buyers of residential plots to complete construction of the houses, we are ready to work hard on developing a township with a complete ecosystem of all requisite facilities.

GST Issue

Recently, there have been conflicting opinions of AARs on applicability of GST on the sale of developed plots. Though sale of land is specifically exempted from GST under CGST Act 2017, the conflicting opinions had created an un-certainty.

Taking cognizance of the uncertainty and its likely impact on the real estate industry, GST Council, in its 47th meeting, clarified that GST is not applicable on sale of land with certain development works.

My best wishes for your good health and spectacular growth in your business operations! Be safe!

Sh.Sudhir Jain
CFO (METL)



Scan to visit
our website

MET City Updates

Nihon Kohden

Nihon Kohden, a leading medical electronics manufacturer in Japan held a groundbreaking ceremony to build their largest manufacturing facility at Reliance MET City. The new 8,900 square metre haematology analyser reagent factory will be built on 16,135 square metres. It will be nearly four times bigger than Nihon Kohden's existing facility in Gujarat. Following Panasonic, Denso, and T-Suzuki, Nihon Kohden will be the 4th Japanese company to enter Reliance MET City. This has strengthened its position as one of the top locations in Haryana and North India to set up large-scale operations.



Boditech Med

Reliance MET City recently welcomed Boditech Med, a South Korean manufacturer of IVD diagnostic equipment, to construct a state-of-the-art manufacturing facility. Spanning over 10,032 sq metres, the manufacturing unit will be built with an investment of Rs 50 crores. This Biotech Med manufacturing facility will play a vital role in catering to the Southwest Asian and Middle Eastern IVD markets and creating a robust job market in sales and regulation.

Hamdard Group

Hamdard Group is setting up Hamdard Food Park Cluster (HFPC) on 10 acres of land at Reliance MET City. The group is investing Rs 100-150 crores in the first phase of development of the manufacturing facility. The project will include processing plants for honey and edible oils, manufacturing facilities for spices and goods like vermicelli and soya chunks, and packaging units for dairy products, juices, and carbonated drinks. The alliance will bring world-class products to the market and help generate more investments and employment.



Scan to visit our website

MET City Updates

Sanjeev Kaushal, IAS, the Chief Secretary of Haryana, along with other senior officials from the Government of Haryana, paid an official visit to Reliance MET City to gain an in-depth understanding of the project. The delegation was led by Mr. S.V. Goyal, CEO & WTD, Reliance MET City, who provided a comprehensive guided tour of the project. To commemorate the visit, the Chief Secretary and all the other officials participated in a tree-planting ceremony.

Visit of Chief Secretary at MET City



APREA – Singapore



Reliance MET City marked its presence in the leader's congress of APREA in Singapore. The conference focused on the challenges and opportunities that have arisen in the wake of the pandemic and other socio-economic disruptions that have changed the course of doing business.

Reliance MET City attended the NAREDCO National Haryana Real Estate Summit 2022 where Mr. Vaibhav Mittal, VP, Reliance MET City was invited as the panellist in a session on 'Rising Construction Costs in the Real Estate Industry'. During the session, Mr. Mittal shared his insights on the crucial role of proper planning and phasing of development in business cities, as a means of effectively managing and controlling construction costs.

NAREDCO Event



EV Conclave



Mr. Vaibhav Mittal, VP, Reliance MET City was invited to the 2nd edition of the India EV Conclave to share his thoughts on the investment opportunities in the Indian EV market. He spoke on how Reliance MET City being an IGBC smart industrial city, is an ideal facility to manufacture EV products. The event brought together policymakers, investors and industry leaders to deliberate on the opportunities and challenges in India's EV market.

Reliance MET City participated in a three-day, first-of-its-kind Gurugram 'Industrial Expo' to promote MET City as an ideal destination to set up industries. The Expo served as an excellent opportunity for industrial investors and guests to gain insight into the benefits of greenfield smart cities in facilitating well-designed and well-developed industrial areas.

1st Industrial EXPO



Scan to visit
our website

CONNECT US : 1800 891 1800
HIVE | December 2022

Spotlight



Spreading the Word:

As part of our continued efforts to create awareness about the Reliance MET City project, we reached out to our stakeholders with an advertisement in the Economic Times. The ad highlighted the various facilities and amenities available in 'North India's fastest-growing greenfield smart city' including the ability to live, work, and do business in the same area.

Dhirubhai Ambani Cricket Tournament:

To commemorate the 90th birth anniversary of RIL Founder Late Shri Dhirubhai Ambani, Reliance MET City organised a three-day inter-village cricket tournament in Jhajjar, Haryana. Over a hundred players from different teams displayed their talent and love for the game. This, in conjunction with the energy of the players and spectators alike, made the tournament a spectacle to behold and a fitting tribute to the memory of the late Shri Dhirubhai Ambani, a true visionary and patron of sports and cultural activities.



Making a Difference



Towards a Healthier India

As part of our efforts to make India healthier, Reliance MET City organised a series of health camps in 11 rural villages. These camps were able to provide free check-ups and referrals to a total of 1,191 individuals. The camps were staffed by both government doctors and private medical college professionals and included the added component of educational awareness sessions for visiting community members and school students. Through the utilisation of mobile medical unit health services, a total of 10,353 consultations were provided to underprivileged communities.

Muskan Cosmetics: Empowering India

In our commitment to empowering marginalised communities through sustainable solutions, Reliance MET City and Reliance Foundation came together to support Rinky Kumar in starting her cosmetic shop. She has named her business Muskaan Cosmetics. With our little effort, she is now actively contributing to empowering her family's future and engaging in new livelihood opportunities.



Scan to visit our website

Construction Updates



Entry Gate, Sector-08



Club House, Sector-08



Dinamic Oil



Nihon Kohden



Reliance Retail



Scan to visit
our website