

# **BUSINESS** DIGEST

Vol No 13 Issue No 6 September 2016

# Too Many Chefs Spoil Banks' Broth

Raghuram Rajan suggests way forward for banks at 'FIBAC 2016'

### Chairman-Editorial Board

Dr. A Didar Singh

### **Head - Publications**

Dilip Kumar Raina

### **Editor**

Sukumar Sah

### Senior Assistant Editor

Sushmita Yadav

### **Advertising & Circulation**

Rahul Siwach

PL Joseph

Rakesh Arora

Anjana Rajwar

### Design & Art

Visualeyes Communications Pvt. Ltd vipul2001@gmail.com

### Printed by

Diamond Printers

diamondartprinters1054@gmail.com

### © All Rights are reserved.

No part of this publication may be reproduced, stored in a retrieval system, or transmitted in any form or by any means, Electronic, Mechanical, Photocopying, Recording and/or otherwise without the prior written permission of the Publisher.

Statement about Ownership and other Particulars about the Journal (FICCI Business Digest) required to be published under Rule 8 of the Registrar Central Rules, 1956.

Printed and Published by Secretary General on behalf of (or owned by) Federation of Indian Chambers of Commerce and Industry, New Delhi and Published at Federation House Tansen Marg, New Delhi - 110001

R.N.I No. DELENG/2004/13722

Federation of Indian Chambers of Commerce and Industry,

Federation House, Tansen Marg,

New Delhi – 110001

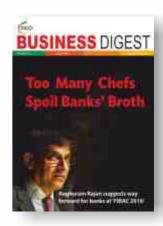
Phone: 23738760-70(11 Lines) Fax: 23320714, 23721504

E-Mail: ficci@ficci.com Website: www.ficci.com

FICCI is the voice of India's business and industry. Established in 1927, it is India's oldest and largest apex business organization. FICCI is in the forefront in articulating the views and concerns of industry. It services its members from the Indian private and public corporate sectors and multinational companies, drawing its strength from diverse regional chambers of commerce and industry across states, reaching out to over 2,50,0000 companies.

## **Special Features**

- 06 Bank management tied up with monitoring maze
- 18 Jaitley suggests Task Force to help set up arbitral centres in BRICS nations
- 22 Taking the BRICS economic partnership strategy forward
- 28 Health Minister Nadda for joint action by public & private sector professionals to transform Indian healthcare
- 36 Consumer Protection Bill, 2015 a milestone for consumer grievance redressal: Paswan



- 04 From the Secretary General's Desk...
- 26 ASEAN-India Business Council flags industry's concerns
- 38 Publishing industry's role in India's transition to a knowledge economy
- 42 Industry urged to support govt. to achieve ease of doing business
- 43 Quality Council of India holds two-day conclave
- 44 Use of solar pumps for irrigation being prioritized
- 46 Real Estate Regulation Act will reduce litigation, boost FDI flows: FICCI-Grant Thornton Report
- 47 Swedish firms urged to cash in on 'early bird' gains from India's liberalised defence business environment
- 48 Lava International India and Easy Group of Egypt sign MoU
- 49 FICCI celebrates 2nd National Handloom Day
- 50 FICCI's Forum of Parliamentarians holds briefing for US-bound MPs
- 52 'Where the mind is without fear'
- 53 Women entrepreneurs hold key to achieve double-digit growth rate
- 54 Arunima, a winner in the journey of life
- 56 In the States
- 64 Key Macroeconomic Indicators

We would like feedback/comment from readers to enable us to improve our offering. Write to us at: sukumar.sah@ficci.com or sushmita.yadav@ficci.com



# From the Secretary General's Desk...

hese are interesting, profitable, and challenging times for the financial sector" is how Raghuram Rajan described the scenario for India's financial sector at 'FIBAC-2016', the annual FICCI-IBA Conference on banking, a couple of weeks before he stepped down as the Governor of the Reserve Bank of India. He called it interesting because the level of competition is going to increase manifold, both for customers as well as for talent, transforming even the sleepiest areas in financial services; profitable because new technologies, information, and new techniques will open up vastly new business opportunities and customers and challenging because competition and novelty constitute a particularly volatile mix in terms of risk. The cover story in this issue carries details of the deliberations at the conference.

FICCI organised the conference on 'International Arbitration in BRICS – Challenges, Opportunities and Road Ahead', jointly with the Department of Economic Affairs, Ministry of Finance, Government of India and Indian Council of Arbitration in New Delhi on August 27, 2016. Arun Jaitley, Minister for Finance and Corporate Affairs, Government of India, underlined the need to constitute a Task Force of experts and officials to deliberate on the challenges in international arbitration in the BRICS countries and put in place institutional mechanisms to establish arbitral centres in these nations. The conference was inaugurated by Ravi Shankar Prasad, Minister for Law & Justice, Electronics & Information Technology, Government of India, who said that close to 70 per cent of arbitrators in international arbitration proceedings belong to the Western world and the quantum of penalties imposed were heavy which could unsettle the economies of the nations in investor-state dispute settlement.

JP Nadda, Union Minister for Health and Family Welfare, has emphasised the need to develop a forum for healthcare providers and professionals to engage in meaningful and interactive discussions with the government entities to enable the transformation and re-engineering of the Indian healthcare industry. The healthcare sector was moving in the right direction and 'Speed, Scale and Skill' were needed to keep the momentum of the drive alive, he said while speaking at the 'FICCI HEAL-2016' on the theme 'Reengineering Indian Healthcare' organized by FICCI in association with the National Health Mission, Ministry of Health & Family Welfare, Government of India. See report in the pages that follow.

Ram Vilas Paswan, Union Minister for Consumer Affairs, Food and Public Distribution, has urged industry to win the trust of the consumers and weed out companies indulging in misleading advertisements which often played with the health of the consumers. The onus was on industry to deliberate on this issue with seriousness and identify factors that are inimical to industry's growth, he emphasised while inaugurating the sixth edition of 'Massmerize', FICCI's annual flagship event on retail, FMCG and e-Commerce. The event was organised with the support of the Ministry of Consumer Affairs, Food & Public Distribution on September 1, 2016 in New Delhi.

The FICCI Grant Thornton Report, 'Real Estate Regulation Act, 2016 (RERA) – Are we ready?' a survey-based report, the first of its kind, reveals that a majority of the respondents are of the view that RERA will bring transparency in doing real estate dealings and thus reduce the litigations. Apart from leading to FDI inflow into the sector, it will improve the ease of availability of financing options in the market and the rule of depositing 70 per cent of sales proceeds in a separate account will help in ensuring timely delivery of the project and eliminate fly-by-night operators from the sector.

We hope you will find the contents of the issue informative and useful.

A. Didar Singh

12d /m