

Chinese firm Sany to invest Rs 300 cr more in India

Investment Update

SANY | Quality Changes the World
SANY Group



SANY India office at Chakan Industrial Area Phase III, Pune Maharashtra

“We will invest INR 300 crore at this facility over the next three years”

said Alex Wu, Managing Director, Sany India

SANY India was established in December 2002. In India SANY has a corporate hub with the biggest SANY overseas manufacturing plant at MIDC Chakan, Pune, with 6 branch offices located in central cities of India and more service outlets covering the whole country.

SANY product range introduced in India includes concrete pump trucks, trailer-mounted concrete pumps, excavators, motor graders, crawler cranes, truck cranes, pile driving machinery, port machinery, pavers, etc. and some of these are leading the ways in India's construction industry. In 2011, SANY's trailer-mounted concrete pump set a new pumping record in India by a single pump delivering concrete vertically to a 290m height in the prestigious project in Mumbai.

SANY India employs over 700 persons working in the fields of Marketing, R&D, Production, Distribution and Service. In the year 2007, SANY Group signed a memorandum with the Maharashtra government to invest USD 60 million and leased an 80-acre (about 333,000 square meters) plant at Chakan Industrial Area, Pune to build a new plant to satisfy the continuously increasing demand of construction machinery in the Indian market. This is the first big Chinese investment in Maharashtra and also the first overseas investment for SANY Group. The products coming out of Chakan plant, Pune includes crawler cranes, boom pump, concrete pump, transit mixer, batching plant, motor graders, excavators, backhoe loaders, piling rigs, etc. The main and potential markets for SANY Heavy Industry India Pvt. Ltd are India, South Asia, Southeast Asia and the Middle-East.

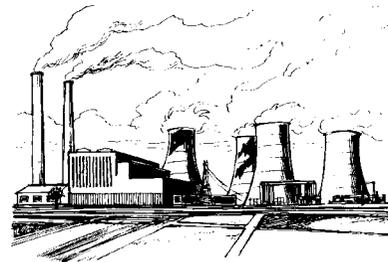
The company will invest an additional INR 300 crore in its Chakan plant, and add port machinery and dumpers for the mining industry to its existing range of products this year.

When it went on stream in April 2010, the company's Greenfield plant at Chakan was its first outside China and the largest one overseas.

“We will invest INR 300 crore at this facility over the next three years,” said Alex Wu, Managing Director, Sany India. The company also decided to localize the current range of products to the extent of 50 per cent in revenue terms this year he said, adding that one of the localization initiatives includes using engines from Cummins India.

Maharashtra to become a power surplus state

Power



Maharashtra will have a surplus of 1,369 MW in 2013-14 fiscal riding on strong capacity addition by private players as well state-owned utilities

Marking a turnaround in generation, Maharashtra will have a surplus of 1,369 MW in 2013-14 fiscal riding on strong capacity addition by private players as well state-owned utilities.

This will come into effect with the expected completion of projects is 1,369 MW for 2013-14 and 898 MW for 2014-15.

The private producers have added 320 MW this year and will add another 1,590 MW this year. In 2013-14 they will add another 3,045 MW. On the other hand the state-owned utilities have added 500 MW this year and will add another 1,000 MW in the remaining part of the year. In 2013-14 they will add 1,910 MW.

Thus total power addition from both private and state-owned producers will be 3,410 MW in 2012-13 and 4,955 MW in 2013-14. This will not only make the state self sufficient in terms of power needs but also bring it to a situation where it can offer excess power to states that need them.

The gap between demand and supply stood at 1,474 MW in the first six months of the financial year 2012-13. Over the last four years the gap between demand of power by the state and supply has been coming down. The shortfall that stood at 2,743 MW in 2009-10 came down to 2,180 MW in 2011-11 and then to 2,090 MW in 2011-12.

The projects by private players include 3,300 MW Tiroda power plant by Adani Power and 1,350 MW MW power plant by Indiabulls in Amravati.

In stage 1, the state government has contracted for a capacity of 1,320 MW from Adani Power Maharashtra.

In stage 2 the state contracted for 1,200 MW of capacity from Indiabulls Power and 1,325 MW from Adani Power.