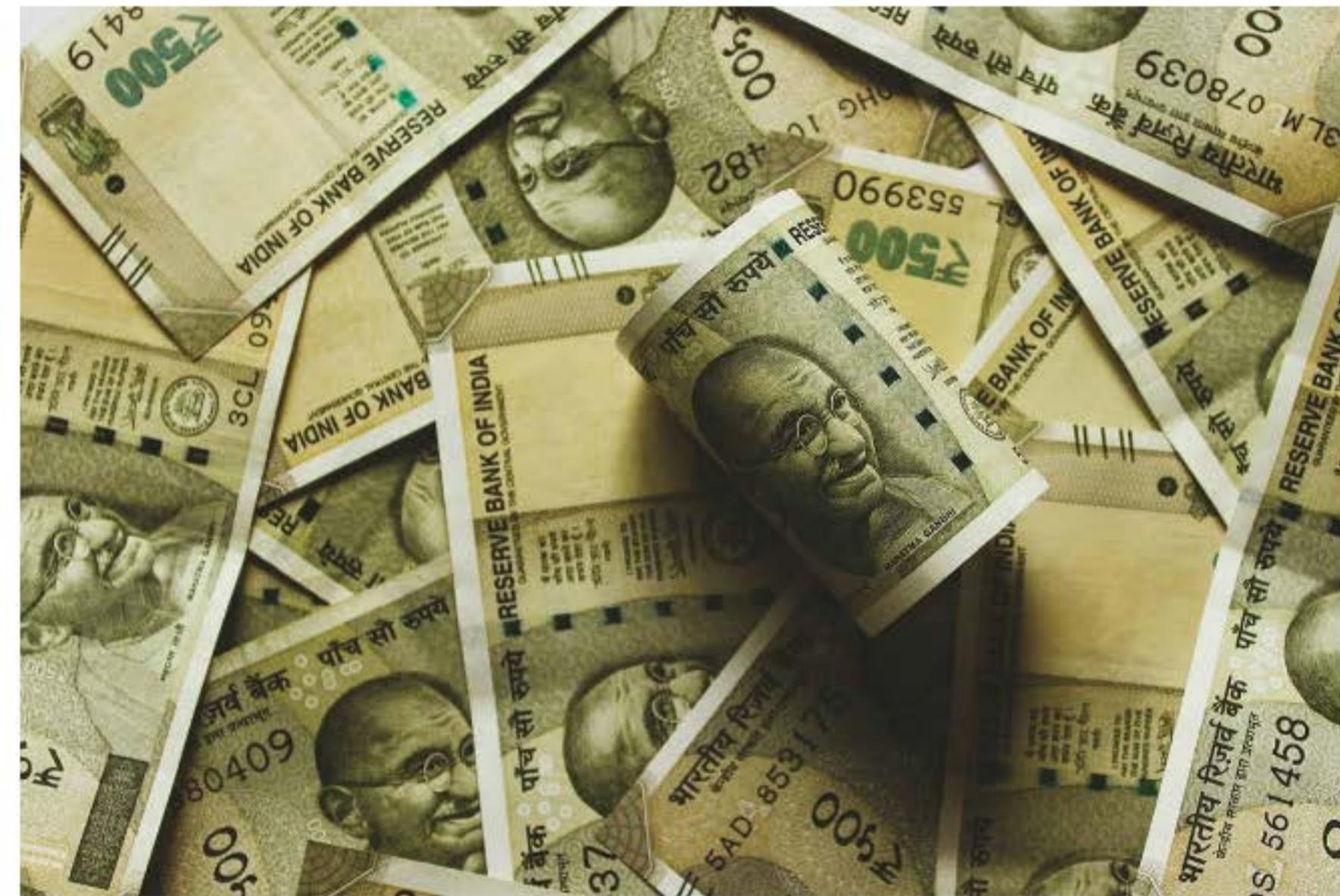


Private investment cycle set to pick up: Report

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“We expect industrial capex to pick up, driven by conducive government support through policy measures such as the Production-Linked Incentive (PLI) scheme and reduced tax rates and accommodative monetary policies and lower interest rates,” the agency said in a report released Monday.



It said the PLI scheme has given a much-needed booster dose to flailing capex.

The private industrial capex appears to be getting into a whole new cycle after the pandemic hiccup, helped by conducive government support, accommodative monetary policies and global liquidity, Crisil Ratings said in a report. The agency said last fiscal, the top 350 of around 15,000 manufacturing firms (non-infra – listed and unlisted) on its Quantix platform deferred capital expenditure (capex) because of the COVID-19 pandemic.

It led to an estimated 14 per cent contraction in their capex, albeit less than a 21-23 per cent decline for the entire industry.

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