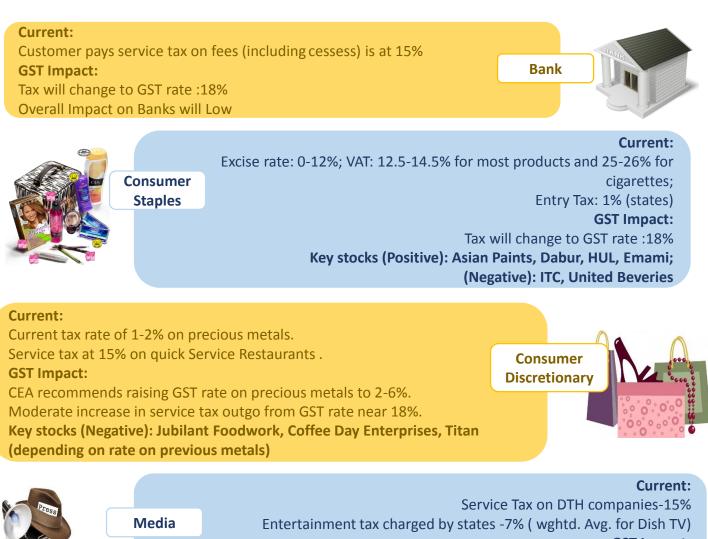
Impact of GST on various sectors

GST may be a reality soon. But the tax (likely to come in 17-18 percent) may not have a uniform impact on all sectors, given their varying taxation structures.



GST Impact: Should benefit from a rate below the total tax incidence (currently 22%) Key stock (Positive): Dish TV, Videocon DTH, Big TV

Current: Service Tax on telecom services 15% GST Impact: Moderate rise in tax incidence could lead to marginal dip in consumption/Teleco revenue. Key stocks (Negative)- Airtel, Idea, and RCom

Auto



Current: Excise Rates of 2-30% Vat at 14.5% Central Sales Tax at 1% on inter-state trade **GST Impact:** Should benefit from a rate below the total tax incidence (currently >27%) Key stock (Positive): Maruti, Exide, M&M, Hero, Bajaj Auto, Eicher Motor, Ashok Leyland.

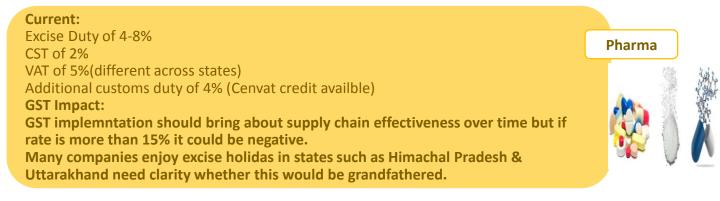
Current: Steel and Aluminum Excise Duty of 12.5% VAT of 4% Central Sales Tax at 1-2% on inter state trade GST Impact: For aluminum and steel the current tax is similar to expected GST rate (18-20%)

Cement

Current: Excise Rates of 12.5% Vat at 14% Central Sales tax at 1-2% on inter state trade **GST Impact:** Should benefit from as total taxes are 27% - although with lower than expected GST rate producers may pass some benefits to consumers.

Metals

Key stock (Positive): Ultratech, Shree Cement, Ambuja Cement.



Real Estate

Current: Stamp Duty not part of GST Companies pay 15-16% taxes on inputs (input credit available) GST Impact: May not be a part of GST

Current:

Organized large scale logistics business is predominantly exim-based owing in part to supply chain considerations driven by the indirect tax regime. **GST Impact:**

Supply chain in India likely to see overhaul/transformation, inter-state trade barriers to reduce and likely lead to growth in inter-state commerce. Key stocks: (Psitive) Container Corp, Allcaro Logistics, Gati, Gateway Distriparks (could get into domestic business).

Logistics



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