



# MUDRA

### THE FINANCE NEWSLETTER

Date: 01 st September 2022

Issue No.: 39



DR. ASHOK K. CHAUHAN FOUNDER PRESIDENT,
AMITY UNIVERSITY



DR. ATUL
CHAUHAN
CHANCELLOR,
MITY UNIVERSITY



DR. BALVINDER
SHUKLA

VICE CHANCELLOR,



DR. SANJEEV BANSAL
DIRECTOR OF AMITY
BUSINESS SCHOOL, DEAN
FACULTY OF MANAGEMENT
STUDIES

FOLLOW US ON in

#### "STOP INNER CONTRADICTIONS AND CONFLICT"

Be clear about your thoughts and goals. Times are changing and requirements are plenty. Irrespective of insinuating role of rising competitive work life and transformed social life, the secret to a fulfilled achievement can be derived when state is 'mindful', and which leads to conscious deliberations. With rising expectations and surmounting challenges attaining clarity, purpose and outcome of every decision must be realized. Since 'management' is a purposive outcome and outward looking proactive and strategic process, it is important to that as sustainable organizations with a futuristic looking perspective, being mindful helps in maintaining psychological wellbeing for being healthy and contented.



DATE: 1 SEPTEMBER, 2022

ISSUE NO.: 39



### FROM THE EDITORIAL DESK

Dear Readers,

"FINANCE IS AN INTEGRAL PART OF OUR LIVES."

With an educative purpose, we are coming forth with our monthly financial newsletter "MUDRA" to help our readers regarding insights to specific news and facts about the financial world. 'MUDRA' serves as a gist of the news happening in the financial ecosphere. It indeed gives me pleasure to share that the newsletter is designed and compiled by the students. My special accolades go to all those who have worked behind this. I hope you enjoy going through the newsletter and we look forward to receiving your opinions and suggestions.



DR. ASHIMA AGARWAL FINANCE DEPARTMENT, AMITY BUSINESS SCHOOL

HAPPY LEARNING!

### FD

## **FDI**

**EDITORIAL 1** 

# Foreign direct investment in India and it's future

By Aashna Jain MBA Finance (2021-23)

**EDITORIAL 2** 

foreign direct investment

## India needs to regulate FDI for national security

By Sonali Khanna MBA Finance (2021-23)





DATE: 1 SEPTEMBER, 2022

**ISSUE NO.:** 39





How global firms are looking at the Indian investment story

Indians invest in fintech foreign companies





FDI received in defense sector since revising policy: Government



A u-turn in the textile sector?



India's FDI to GDP ratio lessened to 2.7% in Fiscal 22

### GAME

Send your Answers to finclubabs@gmail.com or click here

#### ANSWER THE FOLLOWING

- WHEN MULTINATIONAL CORPORATIONS (MNCS) SET UP IN NEW COUNTRIES, THEY MAY USE LEGAL CREATIVE ACCOUNTING TO MINIMIZE THE TAX BURDEN IN THE RECIPIENT COUNTRIES (HOST COUNTRIES). THIS IS AN EXAMPLE OF \_\_\_\_\_\_.
- · A COMPANY THAT ESTABLISHES A NEW OPERATION IN A FOREIGN COUNTRY HAS MADE
- WHAT IS IT CALLED WHEN A COUNTRY IS SPECIALISED IN A PARTICULAR GOOD AND THEN IT TRADES THE GOOD WITH OTHER COUNTRIES?
- WHAT IS THE NODAL DEPARTMENT FOR FORMULATION OF THE POLICY ON FOREIGN DIRECT INVESTMENT?
- WHAT IS FDI LIMIT FOR PRIVATE SECURITY AGENCIES IN INDIA?



DATE: 1 SEPTEMBER, 2022

**ISSUE NO.:** 39



### FINANCIAL FACTS

- Foreign direct investments (FDI) are substantial investments made by a company into a foreign concern.
- The investment may involve acquiring a source of materials, expanding a company's footprint, or developing a multinational presence.
- As of 2020, the U.S. is second to China in attracting FDI.
- Special Considerations- Foreign direct investments can be made in a variety of ways, including opening a subsidiary or associate company in a foreign country, acquiring a controlling interest in an existing foreign company, or by means of a merger or joint venture with a foreign company.
- The threshold for a foreign direct investment that establishes a controlling interest, per guidelines established by the Organisation of Economic Co-operation and Development (OECD), is a minimum 10% ownership stake in a foreignbased company.

### **FINANCIAL TERMS**

- Business registrar A business register is a list of enterprises or establishments maintained by countries to assist in the compilation of their business statistics generally and which can identify those enterprises involved in foreign direct investment.
- Conduit A conduit is an enterprise that obtains or borrows funds, often from unaffiliated enterprises, and remits those funds to its direct investor or another affiliated enterprise.
- Foreign direct investment enterprise A foreign direct investment enterprise is an enterprise resident in one economy and in which an investor resident in another economy owns, either directly or indirectly, 10% or more of its voting power if it is incorporated or the equivalent for an unincorporated enterprise.
- Immediate host/investing country Immediate host/investing country is the basis for geographical allocation with respect of the first counterparty.

MARKET RATES						POLICY RATES	
PARTICULARS PRICE	SENSEX	NIFTY	GOLD	USD/	NASDAQ	CRR	4.50%
PRICE				INR		SLR	18%
AS ON 24 AUGUST, 2022	58,774 .72	17,522 .45	53,570	79.90	14,862 .99	MSF	5.15%
						REPO RATE	5.40%
AS ON 24 JULY, 2022	55,766 .22	16,631	52,260	79.88	13,739 .36	REVERSE REPO RATE	3.35%
						BANK RATE	5.65%

AS ON 24 AUGUST, 2022	IUP		TOP LOSERS	
COMPANY	SHREE CEMENTS	HINDALCO	ADANI PORTS	BAJAJ FINANCE
CURRENT PRICE	21,630	430 .95	836 .30	7450
CHANGE %	1.32	1.20	2.46	1.84

