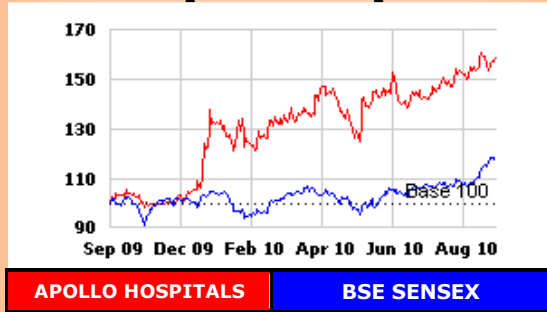


September 27, 2010

**C.M.P:**  
Rs.431.00

**Target Price:**  
Rs.496.00

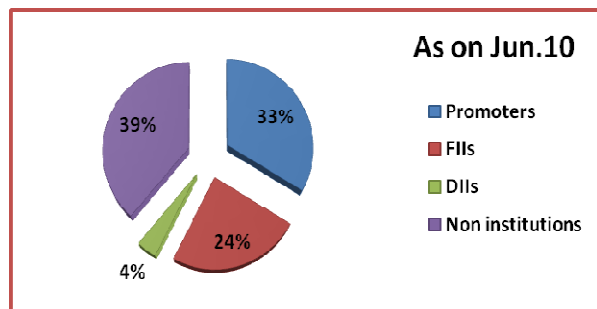
**1 Year Comparative Graph**



**Stock Data**

<b>Sector</b>	Healthcare
<b>Face Value (Rs)</b>	Rs.5.00
<b>52 wk. High/Low (Rs.)</b>	Rs.445.00/227.73
<b>Volume (2 wk. Avg.)</b>	19169
<b>BSE Code</b>	508869
<b>Market Cap (Rs.mn.)</b>	53254.36

**Share Holding Pattern**



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**SYNOPSIS**

- Launched in 1983 with a single hospital in Chennai, Apollo Hospitals Enterprise Ltd. has grown to become the largest private healthcare company in India.
- During the quarter the company has added six new hospitals with 750 in the past one year. The locations in which these hospitals have been added include Chennai, Madurai, Karur, Bhubaneshwar, Hyderabad and Secunderabad.
- During the quarter, 17 new pharmacy outlets have been added. With this addition, the total number of outlets has increased to 1,066.
- During the quarter Apollo Hospitals tie up with IT giant Cisco for providing Telemedicine services in the country.
- Apollo Hospitals has decided to make investments to the tune of Rs 1,800 crore over the next two years for building new hospitals across the country.
- During the quarter Apollo Hospitals Group launched the first standalone Dialysis Centre in Public Private Partnership with Central Government Health Scheme (CGHS).
- Apollo Hospitals is planning to add 2,000 beds within the next two years for an investment of Rs 1,500 crore to Rs 1,600 crore.
- The top line and Bottom line of the company are expected to grow at a CAGR of 20% over 2009 to 2012E.

**Financials**

(Rs.mn.)	FY10A	FY11E	FY12E
<b>Net Sales</b>	18257.80	21909.36	25195.76
<b>EBIDTA</b>	3142.30	3692.68	4231.75
<b>PAT</b>	1519.70	1765.44	2057.45
<b>EPS (Rs)</b>	24.60	14.29	16.65
<b>P/E (x)</b>	17.52	30.16	25.88

## Peer Group Comparison

Name of the company	CMP(Rs.)	Market Cap.(Rs.Mn.)	EPS(Rs.)	P/E(x)	P/BV(x)	Dividend (%)
Apollo Hospitals	431.00	53254.36	14.29	30.16	3.10	70
Opto Circuits	305.60	5612.33	9.55	32.00	6.70	40
Fortis Healthcare	163.20	6610.61	1.47	111.02	3.97	-
Indraprastha	43.80	401.53	3.37	13.00	2.96	16

## Investment Highlights

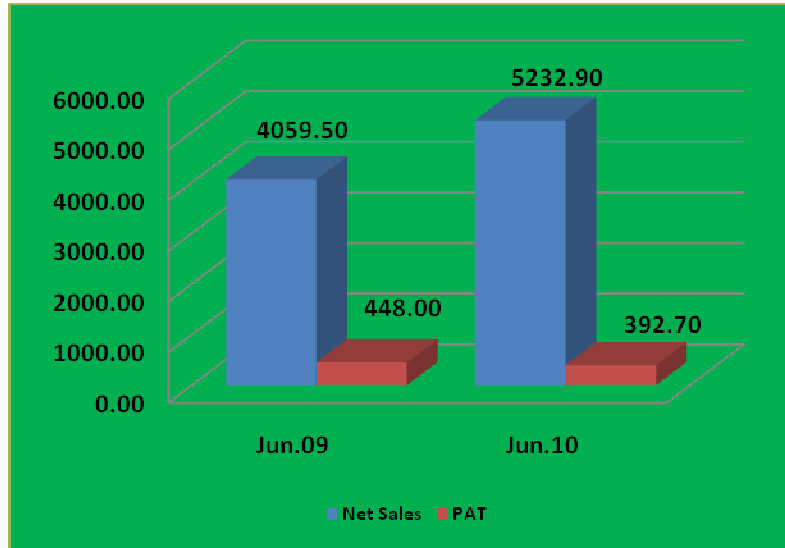
- Results Update (Q1 FY11)**

Apollo Hospitals Enterprise Ltd reported a decline in standalone net profit for the quarter ended June 2010. During the quarter, the profit of the company decreased 12.34% to Rs 392.70 million from Rs 448.00 million in the same quarter previous year. Net sales for the quarter increased 28.91% to Rs 5232.90 million, while total income for the quarter increased 25.26% to Rs 5268.90 million, when compared with the prior year period. Company posted earnings of Rs 6.36 a share during the quarter, registering 12.34% decline over prior year period.

Quarterly Results - Standalone (Rs in mn)			
As at	Jun - 10	Jun - 09	%Change
<b>Net Sales</b>	5232.90	4059.50	28.91
<b>PAT</b>	392.70	448.00	(12.34)
<b>Basic EPS</b>	6.36	7.25	(12.34)

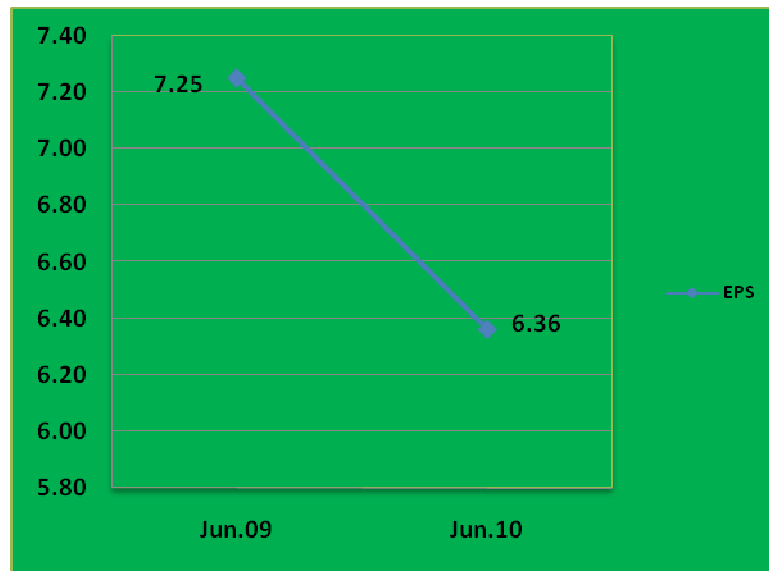
## Net Sales Growth

During the quarter, net sales increased by 28.91% to Rs.5232.90 million from Rs.4059.50 million in the same quarter last year and the Total Profit for the quarter ended June 2010 was Rs.392.70 million decline by 12.34% from Rs.448.00 million compared to same quarter last year.



## EPS

The basic EPS of the company stood at Rs.6.36 for the quarter ended Jun 2010 from Rs.7.25 for the quarter ended Jun 2009.



#### **✚ Launched first standalone dialysis centre**

The Apollo Hospitals Group launched the first standalone Dialysis Centre in Public Private Partnership with Central Government Health Scheme (CGHS). At present, of the 1.5 lakh new patients who suffer from end-stage renal failure annually, only 3,500 get kidney transplants and 6,000 undergo dialysis. After realizing the demand for this service which is only going to rise in future, CGHS has decided to step into the standalone model for dialysis as a pilot.

#### **✚ Launches 7 new Allied Sciences Courses**

Apollo Institute of Hospital Management & Allied Sciences in affiliation with Tamilnadu Dr.M.G.R. Medical University launches 7 new Allied Sciences Courses - A pioneering initiative in Paramedical Education.

#### **✚ Apollo Hospitals Enterprise recommends Dividend & Sub-Division**

Apollo Hospitals Enterprise Ltd Recommended a dividend of Rs. 7/- per share (70%) for the financial year 2009-2010. Approved the sub-division of each existing equity share of nominal value of Rs. 10/- each into 2 (Two) equity shares of nominal value of Rs. 5/- each subject to approval of members.

#### **✚ Apollo ties up with Cisco**

Apollo Hospitals has entered into a strategic alliance with IT giant Cisco for providing Telemedicine services in the country. Telemedicine is a process through which patients can consult doctors located at very distant places through electronic mediums without visiting them. The alliance with Cisco will revolutionize the delivery of healthcare in India.

#### **✚ Signed a memorandum of understanding with the Union Government**

The Apollo Hospitals Group has signed a memorandum of understanding with the Union Government to set up Central Government Health Scheme – Apollo Dialysis Clinics. The first such unit will be launched at the CGHS wellness centre in Sadiq Nagar here as a pilot project and will provide specialized services to kidney patients enrolled under the CGHS. This centre is expected to become functional by June this year.

#### **✚ Completes 20 stem cell transplants successfully**

Apollo Hospitals, Ahmadabad has completed 20 stem cell transplants for different diseases successfully. The hospital has also done the first successful Autologous Stem Cell Transplant (Stem Cells collected from one's own body) for Acute Leukemia in Gujarat.

### **✚ Apollo Hospitals forays into stem cell research**

Apollo Hospitals Educational and Research Centre (AHERF), under the aegis of Apollo Hospitals, has set up Cell and Molecular Biology Research Center (CMBRC), which will be involved in stem cell research and clinical trials, in its Jubilee Hills campus. The Centre plans to initially use bone marrow, placental and umbilical cord-derived stem cells, both for research and for clinical trials in certain key areas like Critical Limb Ischemia, Cerebral Palsy and Stroke.

### **✚ Launches its 50th Hospital**

The 50th hospital of the Apollo Hospitals Group was launched at Secunderabad on April 2nd, 2010. The 150-bed tertiary care hospital was inaugurated by the Hon'ble Chief Minister of Andhra Pradesh, Sri K Rosaiah at Secunderabad. Dr. Prathap C Reddy, Chairman, Apollo Group of Hospitals presided over the function.

### **✚ Expands Global reach**

Chennai-based Apollo Hospitals has expanded its global reach with the opening of Apollo Bramwell Hospital in Mauritius. The 220-bed facility, a joint venture between British American Investment and the company, has been built with an investment of \$70 million. It will be a multi-specialty care center with the offerings in cardiology, cosmetic surgery, nephrology and neurology, and will also provide ayurveda, acupuncture aromatherapy and music therapy, among others.

Recently, Apollo Hospitals secured \$50 million worth of loan from International Finance Corporation (IFC), a member of the World Bank Group, to set-up high quality hospitals in remote areas of India.

### **✚ Apollo walks out of Wockhardt Hospitals acquisition race**

Chennai-based healthcare giant Apollo Hospitals is no more in the race for acquiring Wockhardt Group offered hospitals in Bangalore, Mumbai and Kolkata.

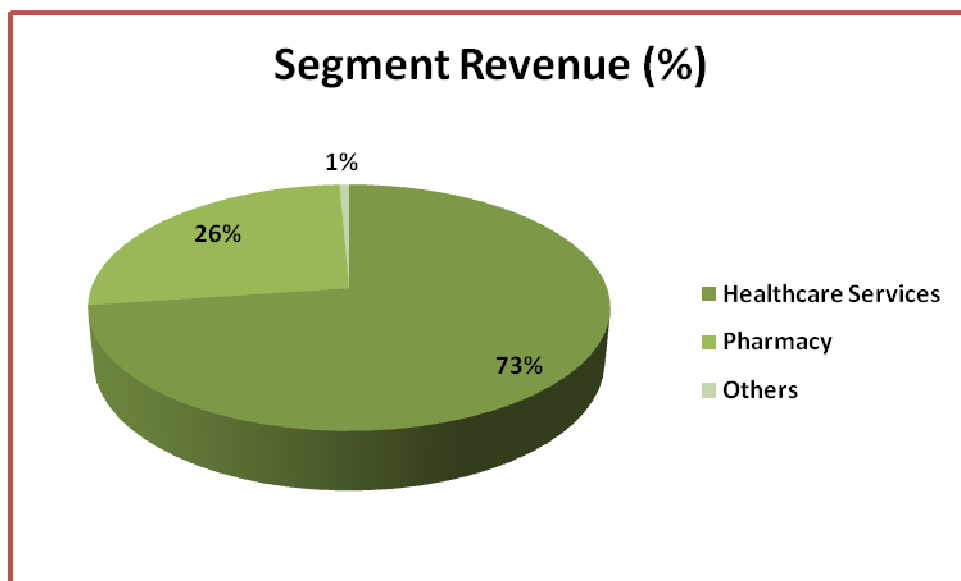
The declaration comes after close assessment of the offer, which concluded that the acquisition will not result in any great value unlocking as Apollo Hospitals has very strong presence in all the three cities where Wockhardt Hospitals are put on the block. Apart from this, the valuation did not looked attractive due to higher premium asked by the Mumbai-based pharma group. Wockhardt group is looking to sell its hospital chain arm Wockhardt Hospitals to trim down its outstanding debt position which is around Rs 3,700 crore.

### **✚ Apollo Hospitals to invest Rs 1,800 Cr in two years**

Apollo Hospitals Enterprise has decided to make investments to the tune of Rs 1,800 crore over the next two years for building new hospitals across the country. The Chennai based hospital is planning to add 2,000 beds within the next two years for an investment of Rs 1,500 crore to Rs 1,600 crore. The fund for the proposed investment is to be raised through a combination of debt and equity. The group is also planning to invest around Rs 200 crore within next two years through its joint venture with One Equity Partners -- Western Hospital Corporation to set up a 600 bed hospital in Navi Mumbai and Thane.

It proposes to set up a 200-bed hospital in Shanghai at an investment of USD 120 million, 150-bed hospital in Vienna for USD 95 million and a hospital in Nigeria. After hospitals, Apollo would also look at opening pharmacies in these countries, as it tries to maximise its revenues abroad.

#### **Segment Revenue (Q1 FY11)**



#### **Company Profile**

Apollo Hospitals Enterprise Limited (AHEL) was incorporated as a Public Limited Company in the year 1979. Promoted by Dr. Prathap C Reddy, it is the first group of hospitals that pioneered the concept of corporate healthcare delivery in India. AHEL is a listed Company on the Bombay Stock Exchange.

AHEL today, is the leading private sector healthcare provider in Asia and owns and manages a network of speciality hospitals and clinics, a chain of Pharmacy retail outlets across the country, and provides Consultancy Services for commissioning and managing the Speciality Hospitals. Today Apollo Hospitals is not just one of the country's premier healthcare providers but has also played a pioneering role in helping India become a center-of-excellence in global healthcare.

The Apollo Hospitals group today includes over 7500 beds across 43 hospitals in India and overseas, neighbourhood diagnostic clinics, an extensive chain of Apollo Pharmacies, medical BPO and health insurance services and clinical research divisions that are working on the cutting edge of medical science. However the largest achievement of the Apollo Group has been to take quality healthcare to across the length and breadth of India.

By the start of the new millennium, Apollo Hospitals Group had become an integrated healthcare organization with owned and managed hospitals, diagnostic clinics, dispensing pharmacies and consultancy services. In addition, the group's service offerings include healthcare at the patient's doorstep, clinical & diagnostic services, medical business process outsourcing, third party administration services and health insurance. To enhance performance and service to customers, the company also makes available the services to support the business of healthcare; telemedicine services, education and training programmes & research services and a host of not-for-profit projects.

### **Medical Milestones:**

- ✦ Employs over 4000 specialists and super-specialists and 3000 medical officers spanning over 55 clinical departments in patient care.
- ✦ Achieved a 99.6% success rate in cardiac bypass surgeries, over 91% of these were beating heart surgeries.
- ✦ Conducted over 100,000 cardiac surgeries - one of only 10 hospitals in the world to achieve these volumes.
- ✦ First Indian hospital group to introduce new techniques in Coronary Angioplasty, Stereotactic Radiotherapy and Radiosurgery.
- ✦ Performed over 7, 50,000 major surgeries and over 10, 00,000 minor surgical procedures with exceptional clinical outcomes.
- ✦ Pioneered orthopaedic procedures like hip and knee replacements, the Illizarov procedure and the Birmingham hip re-surfacing technique.
- ✦ First hospital group to bring the 320 Slice CT- Angio scan system and the 64 Slice CT-Angio scan system to India.
- ✦ First hospital group in South-East Asia to introduce the 16 Slice PET-CT Scan.
- ✦ First to perform liver, multi-organ and cord blood transplants in India.
- ✦ Equipped with the largest and most sophisticated sleep laboratory in the world.
- ✦ Introduced the most advanced CyberKnife Robotic Radio Surgery System in Asia Pacific, the world's first and only robotic radiosurgery system designed to treat tumors anywhere in the body with sub-millimeter accuracy.

## **Achievements/ recognition:**

Over the years, Apollo has received many awards and accolades in recognition of its pioneering achievements in Indian healthcare.

- ✦ Apollo Hospitals, Chennai & Hyderabad won the healthcare awards 2008, instituted by the Express Healthcare Publications (The Indian Express Group). The awards received include: - Apollo Hospitals Chennai- Overall Best Hospital of the year - Apollo Hospital Chennai- Operational Excellence- Apollo Speciality Hospital, Chennai- Leveraging Global Opportunity- Apollo Health City Hyderabad- Sustained Growth- Apollo Health City Hyderabad- Patient Care.
- ✦ Apollo Hospitals, Chennai has been rated 'Best Private Sector Hospital' in India by The Week magazine for 2003, 2004, 2007 and 2008.
- ✦ Apollo Hospitals was recognized as a 'Superbrand of India' in the healthcare sector for 2003 and 2004.
- ✦ Apollo Clinics were awarded Franchisor of the Year for 2003 and 2004.
- ✦ The Asia-Pacific BioBusiness Leadership Award 2005 was awarded to Dr. Prathap C. Reddy, Founder Chairman Apollo hospitals group.
- ✦ Modern Medicare Excellence Award 2006-07 award to Dr. Prathap C Reddy, Founder Chairman, Apollo Hospitals Group, by ICICI Group, to honour outstanding achievements in the healthcare industry.
- ✦ Save a Child's Heart (SACH) - was a runner-up in the 'Corporate Governance' category at Hospital Management Asia 2004, a major hospital expo in Bangkok, Thailand
- ✦ Avaya Global Connect award went for the second successive year, in 2006, to Apollo Hospitals, Hyderabad for customer responsiveness in the healthcare sector based on a nation wide polling exercise.

## **Company Services**

### **Services offered by the company:**

- ✦ Cardiology & Cardiothoracic Surgery
- ✦ Orthopedics & Joint Replacement Surgery
- ✦ Spine Surgery
- ✦ Oncology
- ✦ Medical & Surgical Gastroenterology



- ✦ Neurology & Neurosurgery
- ✦ Nephrology & Urology
- ✦ Critical Care Medicine.

## **SWOT Analysis**

### **Strengths**

- ✦ AHEL is the leading private sector healthcare provider in Asia and owns and manages a network of speciality hospitals and clinics.
- ✦ Strong Management.
- ✦ Strong R &D infrastructure.
- ✦ Enhanced presence in the international market.

### **Opportunities**

- ✦ Apollo Hospitals Enterprise has decided to make investments to the tune of Rs 1,800 crore over the next two years for building new hospitals across the country.
- ✦ Chennai-based Apollo Hospitals has expanded its global reach with the opening of Apollo Bramwell Hospital in Mauritius.

### **Threats**

- ✦ Global economic slowdown.
- ✦ Frequent change of exchange rates.
- ✦ Competition from domestic as well as international players of the sector is a major concern for the company. If the company is not able to compete effectively, it will effect the company's operations as well as financial conditions.

## Financial Results

### 12 Months Ended Profit & Loss Account (Standalone)

Value(Rs. in million)	FY09A	FY10A	FY11E	FY12E
Description	12m	12m	12m	12m
<b>Net Sales</b>	<b>14579.80</b>	<b>18257.80</b>	<b>21909.36</b>	<b>25195.76</b>
Other Income	223.70	329.70	296.73	326.40
<b>Total Income</b>	<b>14803.50</b>	<b>18587.50</b>	<b>22206.09</b>	<b>25522.17</b>
Expenditure	-12378.60	-15445.20	-18513.41	-21290.42
<b>Operating Profit</b>	<b>2424.90</b>	<b>3142.30</b>	<b>3692.68</b>	<b>4231.75</b>
Interest	-223.10	-377.50	-471.88	-519.06
Gross Profit	2201.80	2764.80	3220.81	3712.68
Depreciation	-439.20	-543.10	-624.57	-687.02
<b>Profit before Tax</b>	<b>1762.60</b>	<b>2221.70</b>	<b>2596.24</b>	<b>3025.66</b>
Tax	-541.70	-702.00	-830.80	-968.21
<b>Profit after Tax</b>	<b>1180.70</b>	<b>1519.70</b>	<b>1765.44</b>	<b>2057.45</b>
Equity Capital	602.40	617.80	617.80	617.80
Reserves	13106.20	14800.00	16565.44	18622.89
Face Value	10.00	10.00	5.00	5.00
Total No. of Shares	60.24	61.78	123.56	123.56
<b>EPS</b>	<b>19.60</b>	<b>24.60</b>	<b>14.29</b>	<b>16.65</b>

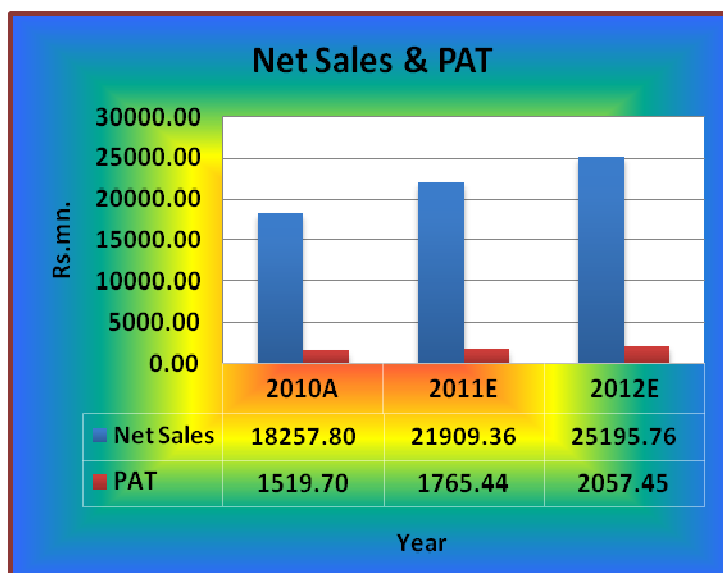
## Quarterly Ended Profit & Loss Account (Standalone)

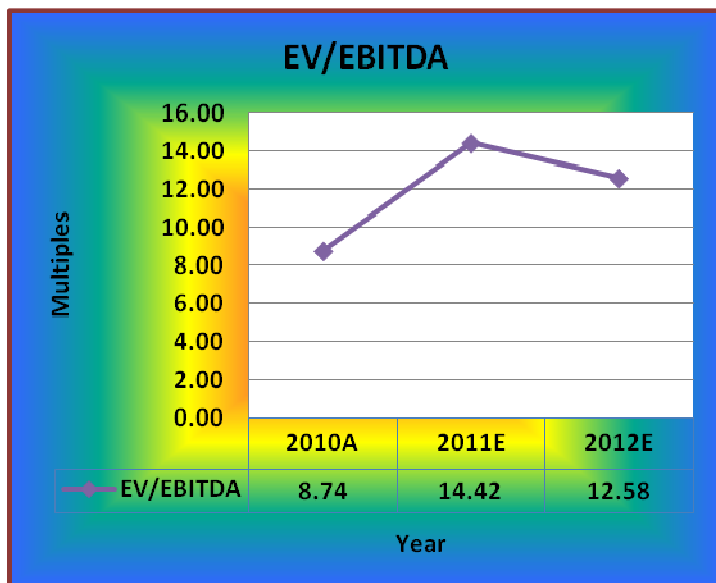
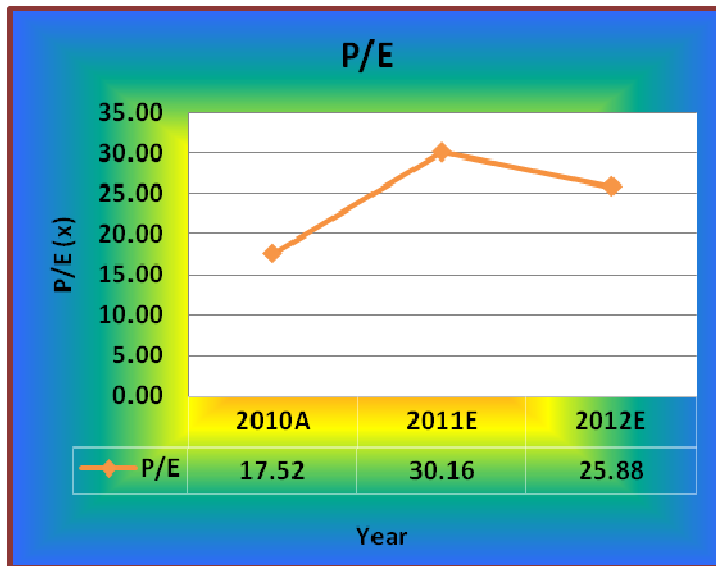
Value(Rs. in million)	31-Dec-09	31-Mar-10	30-Jun-10	30-Sep-10E
Description	3m	3m	3m	3m
<b>Net Sales</b>	4808.70	4829.00	5232.90	5546.87
Other Income	106.50	55.50	36.00	39.60
<b>Total Income</b>	4915.20	4884.50	5268.90	5586.47
Expenditure	-4031.60	-4200.30	-4349.70	-4603.91
<b>Operating Profit</b>	883.60	684.20	919.20	982.57
Interest	-84.70	-107.00	-157.30	-160.45
<b>Gross Profit</b>	798.90	577.20	761.90	822.12
Depreciation	-141.00	-144.10	-163.30	-168.20
<b>Profit before Tax</b>	657.90	433.10	598.60	653.92
Tax	-218.80	-141.10	-205.90	-221.03
<b>Profit after Tax</b>	439.10	292.00	392.70	432.90
Equity Capital	617.80	617.80	617.80	617.80
Face Value	10.00	10.00	10.00	5.00
Total No. of Shares	61.78	61.78	61.78	123.56
<b>EPS</b>	7.11	4.73	6.36	3.50

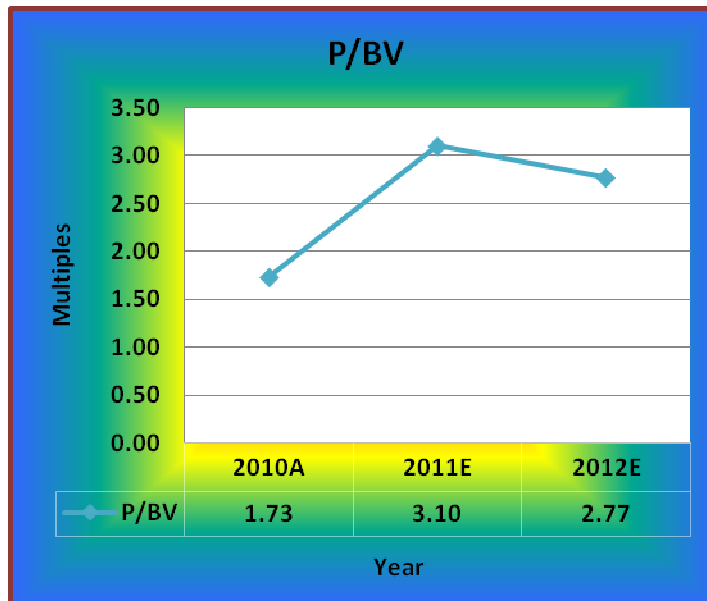
## Key Ratios

Particulars	FY09A	FY10A	FY11E	FY12E
EPS (Rs.)	19.60	24.60	14.29	16.65
EBITDA Margin (%)	16.63%	17.21%	16.85%	16.80%
PAT Margin (%)	8.10%	8.32%	8.06%	8.17%
P/E Ratio (x)	21.99	17.52	30.16	25.88
ROE (%)	8.61%	9.86%	10.27%	10.69%
ROCE (%)	10.91%	11.65%	12.21%	12.67%
EV/EBITDA (x)	10.71	8.47	14.42	12.58
Debt-Equity Ratio	0.33	0.45	0.46	0.45
Book Value (Rs.)	227.57	249.56	139.07	155.72
P/BV	1.89	1.73	3.10	2.77

## Charts







## Outlook and Conclusion

- At the current market price of Rs.431.00 the stock is trading at a P/Ex of 30.16x for FY11E and 25.88x for FY12E.
- **Due to the Splitting of nominal value of equity share of the Company from Rs. 10/- each into 2 (Two) equity shares of nominal value of Rs. 5/- each, the EPS of company has come down.** The EPS of the stock is expected to be at Rs.14.29 and Rs.16.65 for FY11E and FY12E respectively.
- On the basis of price to book value, the stock trades at 3.10x and 2.77x for FY11E and FY12E respectively.
- On the basis of EV/EBITDA, the stock trades at 14.42 x for FY11E and 12.58 x for FY12E.
- The Net sales and PAT of the company is expected to grow at a CAGR of 20% respectively over FY09 to FY12E.
- Apollo Hospitals has entered into a strategic alliance with IT giant Cisco for providing Telemedicine services in the country.
- The Apollo Hospitals Group has signed a memorandum of understanding with the Union Government to set up Central Government Health Scheme – Apollo Dialysis Clinics.

- Apollo Hospitals has expanded its global reach with the opening of Apollo Bramwell Hospital in Mauritius.
- Apollo Hospitals proposes to set up a 200-bed hospital in Shanghai at an investment of USD 120 million, 150-bed hospital in Vienna for USD 95 million and a hospital in Nigeria.
- Apollo Hospitals is planning to add 2,000 beds within the next two years for an investment of Rs 1,500 crore to Rs 1,600 crore.
- Apollo Hospitals has decided to make investments to the tune of Rs 1,800 crore over the next two years for building new hospitals across the country.
- We expect that the company will keep its growth story in the coming quarters also. We recommend **'STRONG BUY'** in this particular scrip with a target price of Rs.496.00 for Medium to Long term investment.

## Industry Overview

### Sector structure/Market size

- The healthcare industry in the country, which comprises hospital and allied sectors, is projected to grow 23 per cent per annum to touch US\$ 77 billion by 2012 from the current estimated size of US\$ 35 billion, according to a Yes Bank and an industry body report published in November 2009. The sector has registered a growth of 9.3 per cent between 2000-2009, comparable to the sectoral growth rate of other emerging economies such as China, Brazil and Mexico. According to the report, the growth in the sector would be driven by healthcare facilities, private and public sectors, medical diagnostic and pathlabs and the medical insurance sector. According to the report, diagnostics would contribute US\$ 2.5 billion to the healthcare industry by 2012.
- An increasing number of public and private healthcare facilities are expected to propel demand for the industry, accounting for another US\$ 6.7 billion in this period.
- As per a study by an industry body and Ernst & Young, India would require another 1.75 million beds by the end of 2025. The public sector however is likely to contribute only around 15-20 per cent of the required US\$ 86 billion investment. The corporate India is therefore, leveraging on this business potential and various health care brands have started aggressive expansion in the country. Some of the companies that plan to increase their footprints include Anil Ambani's Reliance Health, the Hindujas, Sahara Group, Emami, Apollo Tyres and the Panacea Group.
- Sahara Group is planning several healthcare projects such as a 200-bed multi-specialty tertiary care hospital at Gorakhpur in Uttar Pradesh, a 1,500-bed

multi super-specialty, tertiary care hospital at Aamby Valley City and 30-bed multi-speciality secondary care hospitals across all the 217 Sahara City Homes Townships.

- Meanwhile, Artemis Health Sciences (AHS), a health care venture of the Apollo Tyres Group, is also planning to establish four to eight multi-specialty hospitals in Punjab, Uttar Pradesh, Madhya Pradesh, Rajasthan and Haryana over the next three years.
- The rural healthcare sector is also on an upsurge. The Rural Health Survey Report 2009, released by the Ministry of Health, stated that during the last five years rural health sector has been added with around 15,000 health sub-centres and 28,000 nurses and midwives. The report further stated that the number of primary health centres have increased by 84 per cent, taking the number to 20,107.

### **Health Insurance**

- The Indian health insurance market has emerged as a new and lucrative growth avenue for both the existing players as well as the new entrants. According to a latest research report "Booming Health Insurance in India" by research firm RNCOS released in April, 2010, the health insurance market represents one the fastest growing and second largest non-life insurance segment in the country. The Indian health insurance market has posted record growth in the last two fiscals (2008-09 and 2009-10). Moreover, as per the report, the health insurance premium is expected to grow at a CAGR of over 25 per cent for the period spanning from 2009-10 to 2013-14.
- According to the Yes bank and an industry body report published in November 2009, the medical insurance sector would account for US\$ 3 billion by 2012.

### **Investments in Healthcare**

As per data released by the Department of Industrial Policy and Promotion (DIPP), the drugs and pharmaceuticals sector has attracted FDI worth US\$ 1.70 billion between April 2000 and April 2010, while hospitals and diagnostic centres have received FDI worth US\$ 786.14 million in the same period.

- Healthcare major, Fortis Hospitals plans to invest US\$ 53.7 million, to expand its facilities pan-India.
- Asia's leading hospital chain, Columbia Asia Group, which already has six hospitals in the country, plans to ramp-up its operations in India by opening eight more multi-speciality community hospitals with a total capacity of 800 beds by mid-2012. The group has earmarked a total investment of US\$ 177.1 million for the 14 hospitals.



- Narayana Hrudayalaya has inaugurated the phase-I of the 5,000-bed health city in Hyderabad. The company plans to expand its presence to seven more cities to take the total number of hospitals to 14 in the next 2-3 years.
- Australian medical devices company, Cochlear Ltd plans to set up its wholly-owned subsidiary in India, to provide better patient and product support. The company also plans to invest about US\$ 15 million over five years.
- US-based venture capital firms GTI Group and New Enterprises Associates (NEA) have jointly invested US\$ 21.13 million in Bengaluru-based day-care surgery centre Nova Medical Centers' expansion plans.

### **Medical Tourism**

- According to a new report published by RNCOS, titled "Booming Medical Tourism in India" released in September 2009, medical tourism in India has emerged as the fastest growing segment of the tourism industry despite the global economic downturn. High cost of treatments in the developed countries, particularly the USA and UK, has been forcing patients from such regions to look for alternative and cost-effective destinations to get their treatments done. The Indian medical tourism industry is presently at a nascent stage, but has an enormous potential for future growth and development.
- As per the market research report, India's share in the global medical tourism industry will climb to around 2.4 per cent by the end of 2012. Moreover, medical tourism is expected to generate revenue of US\$ 2.4 billion by 2012, growing at a CAGR of over 27 per cent during 2009–2012. The number of medical tourists is anticipated to grow at a CAGR of over 19 per cent in the forecast period to reach 1.1 million by 2012.

### **Government Initiative**

- The Government launched the National Rural Health Mission (NRHM) in 2005. It aims to provide quality healthcare for all and increase the expenditure on healthcare from 0.9 per cent of GDP to 2-3 per cent of GDP by 2012.
- According to Union Budget 2010-11, the Finance Minister, Mr Pranab Mukherjee increased the plan allocation for Ministry of Health and Family Welfare from US\$ 4.2 billion in 2009-10 to US\$ 4.8 billion in 2010-11.
- Moreover, in order to meet revised cost of construction, in March 2010 the government allocated an additional US\$ 1.23 billion for six upcoming AIIMS-like institutes and upgradation of 13 existing Government Medical Colleges.

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A. Rajesh Babu	FMCG
C.V.S.L.Kameswari	Pharma
U. Janaki Rao	Capital Goods
E. Swethalatha	Oil & Gas
D. Ashakirankumar	Auto
Kavita Singh	Diversified
Priya Shetty	Diversified
Neelam Dubey	Diversified

**Firstcall India also provides**

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