

Construction World's FASTEST GROWING CONSTRUCTION COMPANIES IN INDIA

With increasing urbanisation, the construction sector has witnessed tremendous growth potential in India. The government is committed to attracting huge investments in infrastructure projects, from various sources including fiscal resources, private sector and multilateral financing institutions. According to an estimate, the infrastructure segment contributes around 55 per cent of construction revenues, while industrial construction contributes another 35 per cent, with the remaining coming from household and small commercial developments. Some of the leading construction companies in India are Jaiprakash Associates, Simplex Infrastructure, Punj Lloyd, IVRCL and Gammon India.

The sector contributed around 8 per cent to India's national income as measured by Gross Domestic Product (GDP) in 2011-12 and around 33 million people depended on the sector directly and indirectly for their livelihood.

The growth of the construction industry declined to 5.3 per cent in 2011-12 from 8 per cent in the previous year, mainly because of the slowdown in the real estate sector and delay in the execution of infrastructure projects owing to statutory clearances. However, historically the construction sector grows at a compounded annual growth rate of around 9 per cent and it has the potential to revert to this growth rate, through policy support from the government.

In order to avoid delays in project execution, the central government announced a 'project clearance board' and a monitoring mechanism to speed up infrastructure projects. Other policy initiatives like the draft land acquisition bill, may reduce some of the hindrances to infrastructure projects and thereby support growth in the construction sector. The government aims to award 42 port projects, 9,500 km of road projects, three new greenfield airport projects, among others, in 2012-13.



INDIA'S FASTEST GROWING

RANK		Company Name	Revenue (₹ crore)				
2011	2012		2012	2011	2010	2009	2008
3	1	Ramky Infrastructure	3,847.68	3,147.00	2,022.00	1,241.00	1,116.00
9	2	Jaiprakash Associates	9,103.67	8,831.60	5,978.70	3,458.10	1,755.00
10	3	Soma Enterprices	3916.00	3,194.00	2,500.00	2,012.00	1,744.00
16	4	Punj Lloyd	10,312.92	7,888.82	10,447.83	11,876.08	7,752.92
13	5	Larsen & Toubro	51,200.01	41,234.82	34,848.02	31,522.53	21,003.26
1	6	Tata Projects	3123.00	3,097.00	2,780.00	1,952.00	1,373.00
4	7	Era Infra Engg	4,349.00	3,828.90	3,448.40	2,401.50	1,680.60
14	8	National Buildings Construction Corp	3,429.32	3,127.00	2,933.00	1,950.00	1,901.00
15	9	Simplex Infrastructures	5,971.80	4,794.00	4,554.60	4,723.50	2,821.10
11	10	Gammon India	5,536.07	5,551.60	4,471.80	3,657.90	2,517.80
18	11	Patel Engineering	3,663.63	3,464.00	3,081.1	2,459.80	1,859.60

L&T has added a Punj Lloyd equivalent this year to its topline.

CONSTRUCTION COMPANIES (LARGE CATEGORY)

Profits (₹ crore)					Company Name	RANK	
2012	2011	2010	2009	2008		2012	2011
244.00	206.00	127.00	42.00	52.22	Ramky Infrastructure	1	3
2,237.30	2,216.80	516.90	267.80	254.00	Jaiprakash Associates	2	9
314.00	192.00	162.00	126.00	123.00	Soma Enterprices	3	10
91.85	-59.52	-108.43	-225.29	358.42	Punj Lloyd	4	16
5,577.62	4,920.23	4,169.76	3,468.52	2,064.00	Larsen & Toubro	5	13
155.00	180.00	133.00	59.00	43.00	Tata Projects	6	1
201.60	246.80	284.30	144.00	144.23	Era Infra Engg	7	4
190.00	140.00	119.00	162.00	277.78	National Buildings Construction Corp	8	14
83.60	124.60	127.20	123.40	90.10	Simplex Infrastructures	9	15
91.20	118.50	144.80	140.00	86.00	Gammon India	10	11
75.00	122.60	193.30	136.40	151.90	Patel Engineering	11	18

Punj Lloyd, Soma Enterprices and L&T have jumped the rates.