

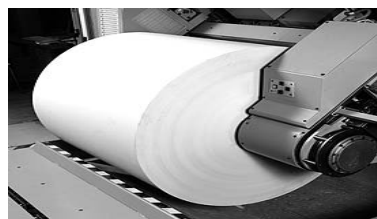
# Paper

## Summary

CRISIL Research expects domestic paper and paperboard demand to grow at a CAGR of 6.8 per cent between 2008-09 and 2013-14, while global demand is likely to grow at a CAGR of 2 per cent. With the revival in demand and shortage of capacity, raw material prices are expected to rise over the next 2 years, which will lead to the increase in paperboard and newsprint prices.

The impending need to comply with ECF norms looms large over small players. We believe small players do not have the wherewithal to invest in technological upgradation for ECF. In order to comply, small players will have to incur heavy expenditure, which will worsen their financial position.

## Annual Review ————— February 2010



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