PRISM: Bridging the Gap Between Business Rankings and Real Investments

Category: Business

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In a global economy where investment decisions are increasingly complex, PRISM (Primus Regional Investment Suitability Matrix) has been introduced as a ground-breaking framework to help policymakers assess and enhance investment readiness across regions.

Going beyond conventional ease-of-doing-business rankings, PRISM provides a data-driven, multi-dimensional evaluation of investment attractiveness based on Cost, Speed, Ease of Doing Business, and Ease of Living. Developed through extensive insights from over 100 CXOs across industries, it offers a holistic, investor-centric roadmap for driving economic growth.

Bridging the Gap Between Rankings and Real Investments

India has made significant progress in improving its <u>business</u> environment, climbing from 142nd in 2015 to 63rd in the World Bank's Doing Business Report 2020. However, BRAP (<u>Business Reform Action Plan</u>) rankings have not always aligned with actual investment inflows, revealing the need for a more nuanced evaluation model:

- Andhra Pradesh, ranked 1st in BRAP 2019, placed 8th in private investments.
- Karnataka, India's top private investment recipient in 2019-20, was ranked 17th in BRAP.
- Telangana, Tamil Nadu, and Punjab, labelled "Top

Achievers" in BRAP 2020, ranked 10th, 13th, and 14th in private investments $\hat{a} \square \square$.

This disconnect underscores the limitations of regulatory rankings as standalone indicators of investment attractiveness.

Expert Endorsements: A Call for a More Holistic Approach

Shri Amitabh Kant, G20 Sherpa, Government of India, emphasized
ese-of-doing-business measures:

"Ease of Doing <u>Business</u> must evolve to incorporate the Speed of Doing Business, Cost of Doing Business, and Ease of Living. Investors today seek more than just ease of entry-they require tailored solutions, sector-specific support, and forward-thinking regulatory mechanisms. PRISM provides a strategic roadmap to address these needs."â

Echoing this sentiment, **Kanishk Maheshwari**, **Co-Founder & MD**, **Primus Partners**, stated, "Investors evaluate multiple factors beyond ease-of-doing-business rankings. Cost efficiencies, logistics infrastructure, and policy consistency play a defining role. PRISM is designed to capture these realities, offering policymakers a results-oriented tool to enhance regional competitiveness." $\hat{\mathbf{a}} \square \square$

A Comprehensive Framework for Investment Competitiveness

PRISM integrates **nine key factors and 64 sub-factors**, categorized into four dimensions that directly influence investment decisions:

- Cost of Doing <u>Business</u> Covers land costs, labor expenses, logistics, and regulatory compliance burdens.
- Speed of Doing <u>Business</u> Examines approval timelines, regulatory efficiency, and infrastructure readiness.

- Ease of Doing <u>Business</u> Focuses on transparency, government engagement, and industry collaboration.
- Ease of Living Assesses social infrastructure, environmental sustainability, and workforce qualityâ□□.

Empowering Policymakers with Actionable Insights

PRISM offers a data-backed, actionable roadmap to help governments and policymakers:

- Benchmark regions against real investor expectations.
- Identify key bottlenecks affecting investment inflows.
- Implement targeted interventions for improving <u>business</u> ecosystems.
- Strengthen policy frameworks for long-term investment sustainability.

With global competition for investments intensifying, PRISM equips governments with the necessary insights to attract, retain, and expand investments-ensuring <u>sustained economic growth</u> and regional competitiveness.

About Primus Partners Pvt Ltd

Primus Partners is a leading management consulting firm specializing in policy, technology and economic advisory. With a strong presence across India, the firm provides strategic insights and innovative solutions to drive sustainable growth for both public and private sector clients.

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