

ow; the processes
nd the logistics
of its own created

to completely pass on these costs to customers.

No formal status

I think the biggest bottleneck affecting the logistics

sector today is the absence of an industry status. The conferring of industry status will give the much needed boost and impetus to the highly fragmented and deregulated logistics sector. Currently, 80% of the industry is being accounted by the unorganized sector. The logistics sector in India is distinguished by high logistic costs and very low operating margins. The logistic cost is estimated to be



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around 13% of the GDP.

One of the key causes of concern for the logistics sector is inefficient and inadequate infrastructure. Besides this, shortage of skilled manpower is another hurdle which is affecting the optimum realization of the logistics industry. The Government should join hands with industry associations to undertake sector specific projects and develop training institutes to train drivers about vehicle maintenance and road safety norms. We also wish that the government as well as other logistics players give more attention to middle level infrastructures like multi modal logistics parks, cold chain, cross docks, toll collection system, check posts, etc.