

Fundraising via private bonds at record high in '23

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Fund mobilisation through private placement bonds reached an all-time high of ₹9.58 trillion in 2023, marking a 26 per cent increase from the previous year, according to a release by Prime Database.

Pranav Haldea, managing director of Prime Database Group, attributed the upswing to a surge in credit demand propelled by robust economic growth. Concurrently, the banking system faced liquidity constraints, compelling entities to explore alternative avenues for capital infusion, the release stated.



The highest mobilisation in 2023 came from All-India Financial Institutions and banks, accounting for ₹4.71 trillion, representing a 29 per cent increase from the previous year's ₹3.66 trillion. The private sector (excluding banks/financial institutions) witnessed a staggering 40 per cent surge, mobilising ₹4.45 trillion compared to ₹3.18 trillion in 2022.

Government entities played a pivotal role, collectively mobilising 41 per cent of the total amount, surpassing the 38 per cent recorded in 2022. Among government entities, all-India financial institutions/banks led with an 89 per cent share, followed by a 9 per cent share by public sector undertakings.

HDFC emerged as the frontrunner in fund mobilisation, raising ₹74,062 crore, followed closely by Nabard (₹63,164 crore).