

Briefing

Indian primary market issuances of debt securities continues to be dominated by private placement; public issues of debt are mostly from government companies, finds RAJESH GAJRA

Who tapped public

Biggest corporate debt issuances to public were mostly from government companies

4,083

Jan-Feb '14
Indian Railways
Finance Corp

3,876

Oct-Nov '13
Power Finance
Corp

3,698

Jan '14
NHAI

3,441

Aug-Sep '13
REC

3,000

Dec '13-Jan '14
IIFC

2,370

Sep-Oct '13
HUDCO

2,153

Dec '13-Jan '14
HUDCO

2,100

Dec '13-Jan '14
National
Housing Bank

1,750

Dec '13
NTPC

1,213

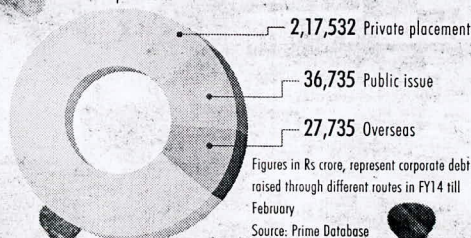
Oct '13
IIFC

Data pertains to 10 largest public non-convertible debenture/bond issues during FY14 (till Feb). Source: Securities and Exchange Board of India



Private overwhelms public

In FY14, total corporate debt securities issued to public has been mere 13 per cent



Forex assets and gold reserves rise

	Feb 21, 2014		Feb 28, 2014	
	Rs billion	\$ million	Rs billion	\$ million
Total reserves	18,245	293,406	18,272	294,360
Foreign currency asset	16,589	266,868	16,567	266,902
Gold	1,254	20,076	1,302	20,978
SDR	277	4,456	277	4,469
Reserve position in the IMF	125	2,006	125	2,012

Source: RBI

Forex reserves

Currency in circulation falls marginally

Feb 21, 2013 outstanding Feb 28, 2013 outstanding

Reserve money components:

Currency in circulation	12,913	12,878
Bankers' deposits with RBI	3,317	3,500
Others' deposits with RBI	13	12

Reserve money sources:

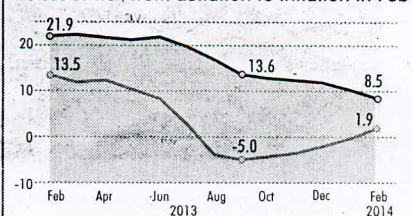
Net RBI credit to government	6,590	6,796
Net RBI credit to banks	407	361

Figures in Rs billion

Source: RBI

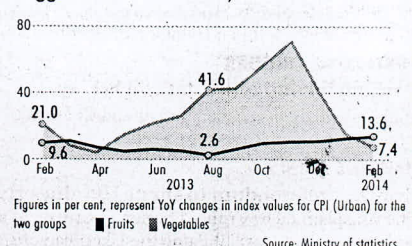
Money supply outstanding

Pulses switch from deflation to inflation in Feb



Price of roti & dal

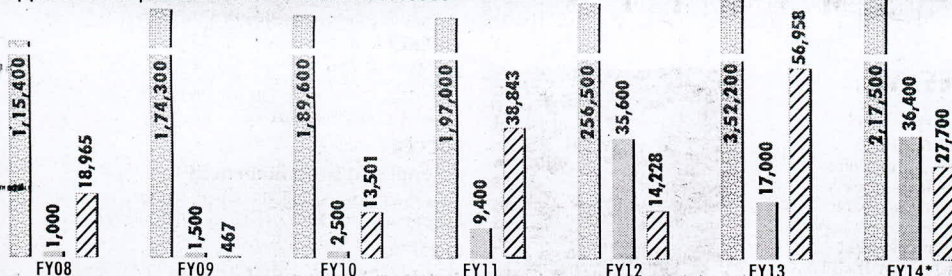
Veggies inflation crashes, fruits' rises



Price of veggies & fruits

Long-term trend in corporate debt securities issuances

Only when other sources are proving difficult do companies approach the public with debt securities issues



*Till Feb

Private

Source: Prime Database

Analysed by FC Research Bureau