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## **RECORD Rs. 189478 CRORE RAISED THRU CORPORATE BONDS PRIVATE PLACEMENTS IN FISCAL 2009-10 : PRIME**

The recently-concluded fiscal 2009-10 witnessed a mobilisation through corporate bonds on private placement basis of Rs.189478 crore, representing a huge increase of 9 per cent over Rs.174327 crore mobilised in the previous year, according to Mr.Prithvi Haldea of PRIME which operates the country's premier and only database on debt private placements.

It may be mentioned that full 2001-02, 2002-03, 2003-04, 2004-05, 2005-06, 2006-07 and 2007-08 had witnessed mobilisations of Rs.45427 crore, Rs.48424 crore, Rs.48428 crore, Rs.55409 crore, Rs.81847 crore, Rs. 93855 crore and Rs. 115423 crore respectively. This has been reported by **PRIME** which operates the country's premier and only database on debt private placements. Only such deals which have a tenor and put/ call option of more than 1 year are reflected in this database.

**According to PRIME, raising by all-India financial institutions and banks remained steady, going up by 5 per cent from Rs.102886 crore to Rs.108522 crore.**

**The other sector which continued to witness large mobilisation was private sector, though its mobilisation went up by only 1 per cent from Rs.54634 crore to Rs.55178 crore.**

**The most significant increase came from PSUs, whose mobilization went up by a huge 89 per cent to Rs.22355 crore from Rs. 11814 crore in the previous year. The mobilisation by state financial institutions grew by 426 per cent to Rs.1337 crore from Rs.254 crore in the previous year. On the other hand, a major fall in mobilisation came from state level undertaking, down by 56 per cent to Rs.2084 crore compared to Rs.4738 crore in the previous year.**

**Government organisations and financial institutions, put together, witnessed a increase, mobilising 71 per cent of the total amount in the year, up from 69 per cent in the previous year. Among government organisations, all-India financial institutions/ banks led with a 57 per cent share, followed by a 12 per cent share by PSUs, a 1 per cent share by SLUs, and a 1 per cent share by SFCs.**

P.T.O.

Issuer Type	No.of Issuers	Amount (Rs.crore)	%
All-India Fin.Inst.& Banks	47	108522	57
State Financial Institutions	7	1337	1
Public Sector Undertakings	15	22355	12
State Level Undertakings	8	2085	1
Private Sector	115	55178	29
	192	189478	100

**According to Mr.Haldea, on an industry-wise basis, the Financial Services sector continued to dominate the market, raising Rs.133050 crore or 70 per cent of the total amount.** Power ranked second with a 9 per cent share (Rs.16474 crore), followed by Oil Exploration/ Drilling/ Refining (6340).

**According to PRIME, in addition to the above one-year tenor mobilisation of Rs. 189478 crore, a significant additional amount of Rs.126386 crore was raised through 2141 deals of tenor 365 days & below bonds by 84 issuers (previous year Rs.188100 crore). Moreover, an amount of Rs. 330112 crore (previous year Rs.15466 crore) in 8 deals was raised through pass-through certificates (securitised paper).**