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Rs. 64,250 CRORE RAISED THROUGH DEBT PRIVATE PLACEMENTS IN FIRST QUARTER OF 2012-13: PRIME

The first quarter of the current fiscal witnessed a mobilisation through debt (bonds) on private placement basis of Rs. 64,250 crore. This was mobilised by 86 institutions and corporates. This has been reported by PRIME Database 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 above 365 days are reflected in this database.

On a period-on-period basis, the April-June period's raising of Rs. 64,250 crore was an increase of 29% over Rs. 49,859 crore mobilised in the corresponding period of the previous year, according to Mr.Prithvi Haldea, Chairman & Managing Director of PRIME. Full year mobilisations for previous years through debt private placements were as given in the table.

As per PRIME, the biggest mobilisation was again made by the category of all-India financial institutions/banks at Rs. 32,980 crore. This was in comparison to Rs. 35,299 crore in the corresponding period of the previous year, representing a decrease of 7%.

Full year mobilisations through Debt Private Placements	
Year	Amount (Rs. crore)
2001-02	45,427
2002-03	48,424
2003-04	48,428
2004-05	55,409
2005-06	81,847
2006-07	93,855
2007-08	1,15,423
2008-09	1,74,327
2009-10	1,89,490
2010-11	1,92,225
2011-12	2,51,437

According to Mr.Haldea, mobilisation by the private sector went up by 135% to Rs. 22,156 crore compared to Rs.9,417 crore in the same period last year. Funds raised by PSUs too went up to Rs. 7,323 crore compared to Rs.4,469 crore in the same period last year. Funds raised by State Level Undertakings (SLUs) too went up to Rs.1,295 crore compared to Rs.671 crore and mobilisation of State Financial Institutions (SFIs) too went up to Rs. 496 crore compared to Rs.3 crore in the corresponding period of the previous year.

Government organisations and financial institutions, put together, mobilised 66% of the total amount, down from 81% in the corresponding period of the previous year. As per PRIME, among government organisations, all-India financial institutions/ banks led with a 51% share, followed by an 11% share by PSUs, 2% share each by SLUs and 1% by SFIs.

The highest mobilisation through debt private placements during the period was by PFC (Rs. 8,398 crore), followed by HDFC (Rs. 4,790 crore), Hindalco (Rs. 4,500 crore) and NABARD (Rs. 4,379 crore).

According to Mr.Haldea, on an industry-wise basis, the Financial Services sector, continued to dominate the market, collectively raising Rs. 41,816 crore or 65% of the total amount. Power ranked second with a 9% share (Rs. 5,474 crore).