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PRESS RELEASE

2015-16 SEES HIGHEST EVER MOBILISATION THROUGH BONDS PRIVATE PLACEMENTS AT Rs. 4.92 LAKH CRORE : PRIME DATABASE

The recently concluded fiscal 2015-16 witnessed the highest ever mobilisation through corporate bonds on private placement basis of **Rs. 4,92,047 crore. This was mobilised by 589 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 have been considered.

On a year-on-year basis, the 2015-16 raising of **Rs. 4.92 lakh crore** was an increase of 6 per cent over the **Rs. 4.65 lakh crore** mobilised in 2014-15, courtesy higher raisings by the Private Sector, according to **Mr. Pranav Haldea, Managing Director of PRIME.** Full year mobilisations for previous years through debt private placements have been given in the table.

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	93,891
2007-08	1,15,423
2008-09	1,74,342
2009-10	1,89,830
2010-11	2,02,590
2011-12	2,59,229
2012-13	3,52,759
2013-14	2,87,893
2014-15	4,65,713
2015-16	4,92,047

As per PRIME, the highest mobilisation in the year was made by the Private Sector at Rs. 2,36,382 crore. This was in comparison to Rs. 1,91,157 crore in the previous year, representing an increase of 24 per cent. It is significant to note that the share of the Private Sector has been going up steadily and is now 48 per cent; 5 years ago, it was just 23 per cent.

Mobilisation by Public Sector Undertakings (PSUs) also went up by 3 per cent to Rs.32,267 crore compared to Rs. 31,219 crore in the previous year. Mobilisation by State Level Undertakings (SLUs) also went up by a huge 205 per cent to Rs. 23,848 crore compared to Rs. 7,822 crore in the previous year.

According to Haldea, fall in mobilisation was witnessed by All-India Financial Institutions/ Banks, down by 15 per cent to Rs.1,99,550 crore compared to Rs.2,34,631 crore in the previous year. Mobilisation by State Financial Institutions (SFIs) went down to nil compared to Rs. 883 crore in the previous year

Government organisations and financial institutions, put together, mobilised 42 per cent of the total amount, less than the 44 per cent in the previous year. As per PRIME, among government organisations, All-India Financial Institutions/Banks led with a 73 per cent share followed by a 16 per cent share by PSUs and 11 per cent by SLUs.

Issuer Type	No. of Issuers	Amount (Rs.crore)	%
All-India Financial Institutions & Banks/Subsidiaries	48	1,99,550	41
State Financial Institutions	0	0	0
Public Sector Undertakings	10	32,267	7
State Level Undertakings	6	23,848	5
Private Sector	525	2,36,382	48
Total	589	4,92,047	100

The highest mobilisation through debt private placements during the period was by **LIC Housing (Rs. 26,412 crore)**, **PFC (Rs. 23,587 crore)**, **REC (Rs. 22,303 crore)**, **HDFC (Rs. 22,276 crore)**, **NABARD (Rs.14,730 crore)** and **SBI (Rs. 10,500 crore)**.

According to Haldea, on an industry-wise basis, the Financial Services sector continued to dominate the market, collectively raising Rs.3,18,482 crore or 64 per cent of the total amount. Power sector ranked second with an 12 per cent share (Rs. 58,499 crore).

*Changes in figures for prior years are on account of new deals coming to light after completion of financial year.