Jaitley Resumes Charge as FM ECONOMY & COMPANIES → 4

Trump Declares National Emergency to Build Wall AROUND THE WORLD >> 9

on Saturday



Exports Pick up 3.74%, Imports Remain Stagnant in January

India's exports picked up slightly in January with the traditional, job-creating sectors showing a rise in outward shipments at the beginning of the new calendar year. Exports grew 3.74% to \$26.3 billion in January while imports rose a meagre 0.01% to \$41.09 billion, leaving a trade deficit of \$14.7 billion. >> 4

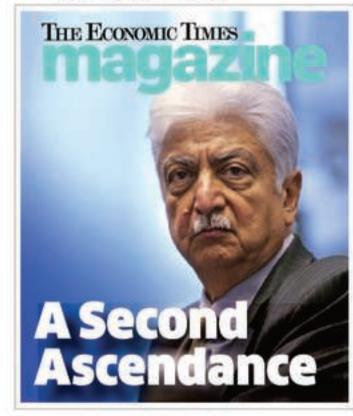
Reserve Bank Pulls up Yes Bank for Disclosing Confidential Report

RBI has warned Yes Bank with regulatory action for making publicits observation of the bank's risk assessment report (RAR), which had said there was no divergence between what the bank reported as non-performing assets and that identified by the regulator, >> 6

Cognizant to Pay \$25 million to Settle Bribery Charges

Cognizant Technology Solutions has agreed to pay \$25 million to settle charges towards violation of the Foreign Corrupt Practices Act (FCPA), the US Securities and Exchange Commission said. It said on Friday two former Cognizant executives were charged for their roles in facilitating payments of millions of dollars in bribe to an Indian government official. ▶ 6

SEET MAGAZINE ON SUNDAY



SET WEALTH ON MONDAY



Is India underestimating the potential backlash its

protectionist policies may bring in their wake?

RETALIATORY STEPS AGAINST PAKISTAN AFTER PULWAMA TERROR ATTACK

India Weighs Options, Including Military

Going On the Offensive



Home minister Rajnath Singh travelled to Srinagar and laid wreaths on the mortal remains of the troops. He was also the pallbearer for one of the jawans

PM says attackers will

pay 'heavy price'; govt

Saturday, mulls special

session of Parliament

calls all-party meeting on

Dalip.Singh@timesgroup.com

New Delhi: Prime Minister Narendra

Modi's warning that those behind Thurs-

day's Pulwama terror attack which killed

over 40 CRPF soldiers would pay a "very

Beyond MFN

Selective restrictions or han on imports

PAK CAN'T MOVE WTO AS IT HAS

NOT GIVEN MFN STATUS TO INDIA

Response

compliant

is WTO-

Higher tariffs likely

soon on Pak goods

Non-tariff steps also

likely to discourage

imports

Pulwama terror attack Strategy chalked out to isolate Pakistan

Cabinet Committee on

Security agrees to avenge

internationally: India reaches out to major nations MFN status given to

Pakistan withdrawn; more measures likely Home minister Rajnath

party meeting on Saturday to take Opposition on board Centre to explore possibility of special joint

session of Parliament to

convey a message of

solidarity

heavy price" came after the Cabinet Com-

mittee on Security (CCS) agreed that

ET has reliably learnt that besides di-

plomatic measures, military options are

also being considered. These range from

targeting Jaish-e-Mohammad camps in

Pakistan-occupied Kashmir to directly

taking on the Pakistan Army in areas

along the Line of Control where India

has an advantage. Jaish had claimed re-

The CCS, which was briefed on the at-

tack, came to the conclusion that eviden-

ce of Pakistan's role was incontrovertib-

le. It was agreed that a cross-border mili-

tary response must be pursued. Besides

the PM, the meeting was attended by Raj-

Pakistan's MFN Status Scrapped

Kirtika.Suneja@timesgroup.com

New Delhi: India revoked Pakistan's

most-favoured nation (MFN) status follo-

wing the Pulwama terrorist attack that

killed over 40 CRPF personnel and is ex-

ploring the possibility of further econo-

mic measures to tighten the screws on its

neighbour. This may include imposing

port restrictions, non-tariff measures,

banning certain goods and higher duties

"The MFN status, which had been

on imports from Pakistan, officials said.

India plans more steps including higher duties, port curbs to inflict economic pain

sponsibility for the terror attack.

strong retaliatory action must be taken.

Singh to convene all-

NARENDRA MODI Prime Minister nath Singh, Sushma Swaraj, Arun Jaitley and Nirmala Sitharaman. After the CCS meeting, the PM hit out at Pakistan

Terrorists and their

big mistake. You will

price... I assure everyone

that the forces behind the

to justice. Security forces

have been given complete

freedom (to act)

attack... we will bring them

backers... have made a

(to act)," he said at a railway function. The CCS also gave its go-ahead to a strategy to isolate Pakistan diplomatically. The meeting also discussed the possibility of withdrawing India's high commissioner in Islamabad, Ajay Bisaria.

for trying to destablise India. "Security

forces have been given complete freedom

The external affairs ministry, it was agreed, will ask Indian diplomats to engage with other countries and the UN to build global opinion against Pakistan's support to terror, said government sources.

granted to Pakistan, stands with-

drawn," finance minister Arun Jaitley

said on Friday after the Cabinet Com-

mittee on Security met. "The MEA (Mi-

nistry of External Affairs) will initiate

all possible diplomatic steps to ensure

the complete isolation from the interna-

By withdrawing MFN status, India is

no longer mandated to give the country

the same treatment as all other mem

bers of the World Trade Organization.

India Doesn't Have to Notify WTO >> 4

tional community of Pakistan."

NSA Reviewing Situation ▶ 6

India Launches Diplomatic Outreach

Foreign secretary Vijay Gokhale on Friday apprised P-5 envoys of Islamabad's role in the attack. He also summoned Pakistan's envoy to India

and demanded verifiable

action against JeM. ▶▶ 2

Oppn Lends Support to Centre, Troops

In a show of political solidarity, top leaders of the Congress party on Friday extended full support to the Centre and the armed forces in dealing with the situation. >> 2

> CONDOLE, PUNISH AND REIMAGINE SECURITY >> SEE EDIT

Families of Slain Soldiers Still in Disbelief

The griefstricken families of the CRPF personnel who lost their lives in the Pulwama terror attack carried out by Pak-based Jaish-e-Mohammad are still in a state of disbelief. >> 3

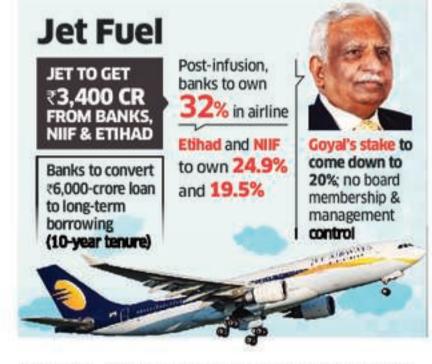
Terror Attack Bears Stamp of New ISI Chief

The Pulwama attack carries the stamp of the new chief of the ISI, Lt Gen Asim Munir, said people familiar with Pak spy agency's modus operandi. Dipanjan Roy Chaudhury reports. >> 3

PAK-BASED **JAISH'S TRAIL** OF TERROR

LENDERS TO HOLD MAXIMUM STAKE

Banks, NIIF and **Etihad to Restart** Jet Engine with ₹3,400cr Infusion



Etihad, NIIF will hold about 24.9% and 19.5%, respectively; Goyal 20%

MihirMishra@timesgroup.com

New Delhi: A consortium of banks, along with the National Investment and Infrastructure Fund (NI-IF) and Etihad, will invest about ₹3,400 crore in Jet Airways, leading to a much-reduced holding for founder Naresh Goyal, a change in management control and lenders with the biggest stake. Following the infusion, which will be in phases, the consortium of banks, led by State Bank of India, will own 32% of the airline and Abu Dhabi-owned Etihad and the NI-IF will hold about 24.9% and 19.5%, respectively, said a person with knowledge of the matter.

Goyal's stake will drop to 20% from 51%, stripping him of board membership and management control, the person said. He will, however, retain his status as promoter. ET had reported on Friday that Goyal's stake was likely to drop to this level.

"Both NIIF and Etihad funds will be converted into equity at a rate of ₹150 per share," said the person. A waiver from the Securities and Exchange Board of India for a subsequent public offer won't be required because Etihad's stake won't increase beyond 25% even after the equity infusion. The banks will get their stake in the company at ₹1 per share.

EGM on February 21 ▶ 6

DGCA TO CONDUCT SAFETY AUDIT OF JET ►► 5 **STOCK ENDS 4% LOWER**

Dr Reddy's Shares Fall 30% in Intra-day Trade

Shares of Dr Reddy's Laboratories recovered sharply after falling as much as 30% in intraday trade and ended Friday 4% lower, pointing to easing concerns over an import alert after a US regulatory report on a key plant. A Jefferies research note had said that the US drug regulator had reiterated

some concerns regarding DRL's Bachupally unit. ▶▶ 6

PAGE 3

SBI Taps Big 4 Auditors to Appoint RP for RCom

PSU lender also considering filing an independent application for insolvency against the Anil Ambani firm

Mohit.Bhalla@timesgroup.com

New Delhi: State Bank of India (SBI), one of the major lenders to Anil Amba-Reliance Communications (RCom), has approached some of the Big Four audit firms and consultants to identify and select a resolution professional (RP) to manage insolvency proceedings of the telecom company. EY and a previously appointed resolution professional for RCom are among the firms interviewed by the

state-run lender, according to people

Taking Charge

SBI seeks to steer RCom insolvency It has the largest loan exposure to **RCom** RCom owes ₹40,000 crore

to various

lenders

Ericsson is also fighting to recover ₹550 crore dues from RCom **SBI** wants insolvency

professional of its choice May initiate independent insolvency application

at NCLT

ry 4 that it had decided to submit itself to NCLT as it was unable to pay its debts. The lender also has the option of waiting for RCom to initiate bankruptcy proceedings on its own and then recommending an RP of its choice once

Delhivery Buys Aramex's India Business



Delhivery has acquired the Indian business of Dubai-based logistics firm Aramex, report Writankar Mukherjee & Sagar Malviya. >> 5

Amazon and Flipkart Vie for Hopscotch



Amazon and Flipkart are fighting for a significant minority stake in 6-yearold online kids apparel

report Kala Vijayraghavan & Baiju Kalesh. >> 11

CHAUTHA



29.05.1922 - 13.02.2019

With profound grief we inform you that our respected Mother (Mataji)

Smt. Malti Mohinder Singh Syngle Ji

left for her heavenly abode peacefully on 13th February, 2019

CHAUTHA WILL BE HELD ON

16th FEBRUARY 2019, SATURDAY 5:00 - 7:00 PM

at Darbar Hall, Taj Palace, S.P. Marg, New Delhi (Followed by Prasad)

IN PROFOUND GRIEF

Manish-Neelima Syngle (Son & Daughter-in-law) Manoj Singhal (Son)

Monika-Surinder Mohan Aggarwal (Daughter & Son-in-law)

RSVP - Arjun Rawat: +91 98189 98566 | corporate@mmsprings.in

Dhiraj Dhar-Chitra Gupta (Nephew & Daughter-in-law)









'GST, DeMo Show India a Robust Market' >> 4

in the know. the committee of creditors is conve-SBI is considering initiating an indecompany Hopscotch, TODAY'S QUESTION pendent application to take RCom to ned, according to sources. RCom owes Do you think surgical strike is the right the National Company Law Tribunal banks close to ₹40,000 crore. response to Pulwama terror attack? though the debt-ridden company had www.economictimes.com informed stock exchanges on Februa-NCLT Had Approved RBSA as RP ►> 6

Amway global co-chairman says marketplaces likely to tweak their business models rather than exit India

Ecomm Cos may Adapt to New FDI Rules: De Vos

Ratna.Bhushan@timesgroup.com

New Delhi: "Ecommerce marketplaces are just going to have to find some new ways to operate and adjust their business models," said Amway Corp co-chairman Doug De Vos, referring to India's revised guidelines on foreign direct investment (FDI) in the sector that took effect on February 1.

"Ecommerce isn't going to stop." Online sales for the maker of Nutralite dietary supplements, Amway Queen cookware and Glister toothpaste currently contribute close to 35% to its India revenue.

"We have had challenges too but we continue to believe in this market and work through it. I think the government is trying to get their arms aro-



BI INTERVIEW

We have had challenges too but we continue to believe in this market and work through it. I think the government is trying to get its arms around how the supply works for ecommerce companies

DOUG DEVOS Amway Co-chairman

Stanley report that suggested Wal-

und how the supply works for ecommerce companies," said DeVos, who is visiting the country for the India-US CEO forum.

mart may review its Flipkart investment following the new FDI rules. "Ithink that's a lot of short-term DeVos dismissed a recent Morgan reaction. I can't imagine anyone

ver reasons. After the initial shock. they will adjust and adapt in their business model to comply and find a path to be successful," he said. According to the

wanting to exit this market for whate-

no vendor can have As per revised norms, no vendor can have equity participation by an online marketplace or its group cos

by a marketplace or its group companies. The inventory of a vendor will be deemed to be controlled by the marketplace if more than 25% of the vendor's purchases are from the

marketplace entity. India doesn't allow such control.

revised guidelines,

equity participation