

Need floating rates on deposits for more transmission: SBI Chairman

ENSECONOMICBUREAU
MUMBAI, AUGUST 19

STATE BANK of India (SBI) chairman Rajnish Kumar said Monday that while the bank had linked home loans and cash credit facilities to the repo rate, there would be a need to simultaneously have floating rates on deposits.

“For any transmission to happen, it has to happen on both sides. And, as we create flexibility on the liability side to link our liabilities to repo, which is an external benchmark and of all the benchmarks we studied, we decided that this is the most work-

able benchmark,” he explained.

If such flexibility is created on the liabilities side, the bank will pass on all rate cuts to its borrowers. Since existing liabilities cannot be repriced, only new borrowers will get the benefit of repo-linked loans.

Speaking at Fibac 2019, an annual event organised by the Fici and Indian Banks’ Association (IBA), Kumar further said that the Centre and the banking regulator have done all they could to ease the flow of credit to non-banking financial companies (NBFCs) and it is now up to banks to implement the policies laid out.

“Consultations are on (with regard to the stimulus package) with bankers and different industries. I think the government and the Reserve Bank of India (RBI) have done all they could for NBFCs. So, it is now only the execution and the rollout by the banks or the lenders,” he added.

There is nothing further the government can do, Kumar said, adding that there is liquidity, partial credit enhancement and interest rates have moderated. Asked about the progress made in the resolution of stressed NBFC Dewan Housing Finance (DHFL), Kumar said: “That you should ask the company.” **FE**

CoC HAD AWARDED ₹25 CR AGAINST THEIR CLAIMS OF ₹444 CR

NCLAT rules against operational creditors’ claim for Monnet Ispat

Bharat Petrosources, GAIL India and BHEL had moved NCLAT earlier this year

ENSECONOMICBUREAU
NEW DELHI, AUGUST 19

THE NATIONAL Company Law Appellate Tribunal (NCLAT) on Monday ruled against operational creditors of Monnet Ispat and Energy, appealing the committee of creditors’ (CoC) decision to award them only Rs 25 crore against claims of Rs 444 crore. The company’s operational creditors, including Bharat Petrosources, GAIL India and Bharat Heavy Electrical Ltd (BHEL), had moved the NCLAT earlier this year.

A plea filed by Industrial Financial Corporation of India (IFCI), a financial creditor, against treating of its secured loans as unsecured debt was also dismissed by the appellate tribunal. Monnet Ispat owes IFCI around Rs 158 crore. The company’s CoC had assigned a nil liquidation value to BHEL’s Rs 15 crore claims, while claims of Bharat Petrosources’ stand at Rs 19 crore.

BHEL contended that though

IL&FS: Deloitte moves NCLAT against NCLT order on 5-yr ban

New Delhi: Deloitte Haskins

& Sells on Monday moved the National Company Law Appellate Tribunal (NCLAT) against the order of the Mumbai bench of the National Company Law Tribunal (NCLT) that ruled that it had jurisdiction to hear a plea by the Ministry of Corporate Affairs (MCA) playing for a five-year ban on the auditor for allegedly col-

luding in the IL&FS case.

The appellate tribunal is likely to hear the pleas on Tuesday.

The Mumbai bench of NCLT had on August 9 dismissed the plea made by the former auditors of the debt-ridden IL&FS group challenging the tribunal’s jurisdiction to ban them under Section 140(5) of the Companies Act 2013. **FE**

the minimum value to be provided to operational creditors in a resolution plan is the liquidation value due to operational creditors, it cannot be limited only to liquidation value. “... thus, prescription of liquidation value as minimum amount to be given to operational creditors can in no way be construed to mean that the operational creditors at all times shall

be provided with only liquidation value,” BHEL said in its petition.

The Insolvency and Bankruptcy Code (IBC) was amended last month to empower the CoC to have the final say on the distribution of funds to various classes of creditors. It may be recalled that in the Essar Steel case, NCLAT had ruled that operational creditors should get a larger share

‘PE/VC investment at all time high of \$8.3 bn in July’

Private equity and venture capital (PE/VC) investments in India crossed \$8 billion in July – the highest fund infusion in a month by PE/VC funds – EY’s private equity deal tracker said

\$4.7 billion: Worth of mega deals in infrastructure sector in July

\$7.1 billion: Previous historical monthly high of PE/VC investments, recorded in March 2019

\$12 billion: Cumulative PE/VC

investments in Indian infrastructure sector so far this year; greater than total investments received by sector in previous seven years put together

106: Number of deals that recorded investment worth \$8.3 billion in July, as against 70 deals worth \$1.8 billion in July 2018



MAJOR PE/VC DEALS IN JULY:

- Brookfield-Reliance Jio’s \$3.7 billion deal
- Baring PE Asia’s \$800 million buyout of Citius Tech

14 Number of large deals – with value greater than \$100 million – recorded in July, aggregating \$7 billion, as against three large deals worth \$402 million in July 2018

Fresh default by DHFL on ₹1,571 cr bond repayments

PRESS TRUST OF INDIA
NEW DELHI, AUGUST 19

DHFL ON Monday said it has defaulted on its financial repayment obligations worth Rs 1,571 crore with regard to issuance of bonds and commercial papers.

The defaults pertain to three cases with regard to interest pay-

ment on non-convertible debentures and commercial papers (CPs), Dewan Housing Finance Corporation Ltd (DHFL) said in a regulatory filing.

In a break-up, the non-bank-financial company (NBFC) said it has defaulted on Rs 46.92 crore towards interest amount on secured NCDs (9.92 per cent and 9.40 per cent/10 year tenor); on

NCDs issued through a public issue for multiple tenors of amount involving interest of Rs 363.77 crore and principal amount of Rs 1,059.91 crore. Besides, defaults of Rs 100 crore occurred on CPs.

The beleaguered NBFC has not been able to fulfil its obligations towards debt repayment in the recent past and there have been several cases of defaults on commer-

cial papers and bonds.

The company is estimated to be sitting on a debt-pile of over Rs 90,000 crore. The NBFC sector has been reeling under stress since the unfolding of the IL&FS liquidity crisis in September 2018 due to alleged fraud and mis-management issues.

Stock of DHFL closed 6.86 per cent up at Rs 49.05 on BSE.

Disclosure lapses: Stricter norms set for listed firms

PRESS TRUST OF INDIA
NEW DELHI, AUGUST 19

MARKETS REGULATOR Sebi on Monday said companies in violation of disclosure regulations will have to pay a penalty of Rs 20,000 per day till the date of compliance. Securities and Exchange Board of India (Sebi) said that stock exchanges will impose fines in case of non-compliance with certain provisions of Issue of Capital and Disclosure (ICDR) Regulations.

The fine will be applicable if the bonus issue is delayed beyond 15 days from the date of approval of the issue by the board of directors in cases where shareholders’ approval for making the bonus issue is not required.

While in the cases where issuer is required to seek shareholders’ approval for making the bonus issue, the fine will be applicable if bonus is not issued within two months from the date of the meeting of board of directors, Sebi said.

With respect to delay in bonus issue, Sebi clarified that “the ap-

provals for the listing and trading of promoters’ bonus shares may be granted by the stock exchange, only after payment of the requisite fine by the listed entity. “However, the approvals for the listing and trading of bonus shares allotted to persons other than the promoter(s) may be granted in the interest of the investors, subject to compliance with other requirements,” Sebi said in a circular.

The fine will also be levied on entities that do not complete the conversion of convertible securities and allot the shares within 18 months from the date of allotment of such securities.

Meanwhile, top officials said that the regulator is planning to ease its norms for buyback of shares by listed companies, especially those having subsidiaries in housing finance and NBFC sectors.

A proposal in this regard is expected to be discussed by Sebi’s board at its meeting this week, they added. The repurchase of shares by listed companies is governed by the Buyback Regulations of the Sebi as well as by the Companies Act.

Debenture reserve requirement for HFCs and NBFCs removed

PRESS TRUST OF INDIA
NEW DELHI, AUGUST 19

THE CENTRE has removed the redemption reserve requirement for issuance of debentures by non-banking financial companies (NBFCs), housing finance companies (HFCs) and listed firms, a move aimed at reducing cost for raising capital. Under the Companies Act, these entities raising money had to create Debenture Redemption Reserve (DRR) and that requirement has now been done away with.

The Ministry of Corporate Affairs (MCA) on Monday said the requirement for a DRR of 25 per cent of the value of outstanding debentures issued by listed companies, NBFCs and HFCs has been removed.

The changes would be applicable for public issue as well as private placements.

In the case of unlisted companies, the DRR requirement has

been reduced to 10 per cent from 25 per cent of the outstanding debentures. “The measure has been taken by the government with a view to reducing the cost of the capital raised by companies through issue of debentures and is expected to significantly deepen the bond market,” the release said.

The MCA has amended the Companies (Share Capital & Debentures) Rules to effect the changes. Till now, listed companies had to create a DRR for both public issue as well as private placement of debentures. In the case of NBFCs and HFCs, they had to have DRR when they opted for public issue of debentures.

The amendments are aimed at “creating a level-playing field between NBFCs, HFCs and listed companies on the one hand and also between them and banking companies and all India financial Institutions on the other, which are already exempted from DRR,” the release said.

Ikea India opens online store in Mumbai

PRESS TRUST OF INDIA
MUMBAI, AUGUST 19

SWEDISH HOME furnishings major Ikea on Monday said it has launched its online store in the city offering more than 7,500 products. It said the online store is part of its new multichannel approach to reach 100 million customers in the next three years. Mumbai will see a multi-channel offer including smaller format stores, and a big format store in Navi Mumbai, the company said in a statement.


“India’s retail landscape is changing at a scale and pace not seen before driven by increasing urbanisation and changing customer behaviours. Today marks an important occasion in our history as we roll out our multi-channel, digital first approach with Mumbai being amongst the first few markets worldwide, where we are bringing alive this transformation,” Peter Betzel, chief executive officer of Ikea India, said.

Rajasthan State Road Development And Construction Corporation Ltd., JAIPUR No. NIT/19/2019/2517-26	
अप्यकासीन ई-निविदा सूचना सं. 153/2019-20	Date: 19.08.2019
निम्न निविदा परीकोना पर शकत वसुली हेतु ई-टेंडरिंग प्रक्रिया में अर्जितार्थ निविदा अर्जित की जाती है-	
बिना कीमत	आवृत्ति (क्र.)
Collection of Toll Tax on Salumber-Keer Ki Chaudi & Dehri-Kurath-Bamhara Road for the period of 02 years. UBN No. RRC/120/WLO/08002	650.00 Lacs
अर्जितार्थ निविदा पर अर्जितार्थ बताने की अवधि दिनांक 17.08.2019 से 09.09.2019 तक 26.08.2019 से 02.09.2019 तक	
निविदा में संबंधित समस्त विवरण एवं संबंधित वेबसाइट http://eproc.rajjasthan.gov.in, http://spp.rajjasthan.nic.in तथा http://roads.rajjasthan.gov.in पर देना हो सकता है। शुल्क सेवेदी को अपने निविदा हस्ताक्षर के साथमें वेबसाइट http://eproc.rajjasthan.gov.in पर रजिस्टर्ड करवाना आवश्यक है।	
हस्ताक्षरक:	

GOVERNMENT OF INDIA, DEPARTMENT OF SPACE
SATISH DHAWAN SPACE CENTRE SHAR
CONSTRUCTION & MAINTENANCE GROUP
SRIHARIKOTA-524124.

E-TENDER BRIEF NOTICE		
e-Tender Notice No. CMG/C/R 1987026	Date: 19.08.2019	
1. On Behalf of the President of India, Group Director, Construction & Maintenance Group, SDSC SHAR invites applications from bidders for sealed, item-rate e-Tenders for the following work as a "COMPOSITE TENDER".		

Sl. No.	Description	Details
1	Title of Work	Package (A): SPP Augmentation Project (SPAG) at SDSC SHAR (Civil, Electrical & Air Conditioning works for 7 buildings)
	NIT No & Date	CMG/C/R 1987026, Dt:19/08/2019
2	Estimated Cost put to tender	₹ 7436 Lakhs
3	Period of Completion	16 Months
4	Period during which the tender documents can be requested	From: 22/08/2019,10:00 Hrs. To: 04/09/2019,14:00 Hrs.
5	Last date and time for uploading of tenders	09/09/2019,14:30 Hrs.
2. Interested tenders may please refer Detailed Notice Inviting Tender (NIT) from website www.isro.gov.in / www.tenderwizard.com/ISRO . For further details and purchase of tender documents visit www.tenderwizard.com/ISRO . Ph-08623 228447, 226420. Group Director, CMG, SDSC SHAR		



कुळगांव बदलापूर नगर परिषद

नगर परिषद दुहे कुणालय इमारत, पहिला मजला, आदर्श विद्यार्थी रोड, बदलापूर रेल्वे स्टेशन (पूर्व) कुळगांव, पिन-४२१५०३, ता. अंबरनाथ, जि. ठाणे.

ईमेल :- coud.kulgaonbadlapur@maharashtra.gov.in, वेबसाइट :- <http://kbmc.gov.in>

Outward No.KBMC/PWD/7185/2019-20 Date : 19.08.2019

Corrigendum (E-Tender Notice No.2)

KULGAON Badlapur Municipal Council has invited E-Tender for Planning and Designing construction of flat type high rise buildings cum commercial units including onsite development with all infrastructures services for economical weaker section (EWS) scheme at Belavali, Badlapur for 2298 housing units (EWS) vide published E-tender Notice No. 02 (Tender No. 2019_DMA_459536_1) Dated 10.07.2019.

The last date of downloading online Tender is 23.08.2019 which is extended to 26.08.2019, similarly last date of online submission is extended from 23.08.2019 to 29.08.2019 up to 3.00 pm. The technical bid will be opened on 31.08.2019 at 11.30 am.

Sd/-
Chief Officer
Kulgaon Badlapur Municipal Council

Google cuts some Android phone data for wireless carriers

New York/San Francisco: Alphabet Inc’s Google has shut down a service it provided to wireless carriers globally that showed them weak spots in their network coverage, people in the know told *Reuters*, because of Google’s concerns that sharing data from users of its Android phone system might attract the scrutiny of users and regulators. The withdrawal of the service, which has not been previously reported, has disappointed wireless carriers that used the data as part of their decision-making process on where to extend or upgrade their coverage. Even though the data were anonymous and the sharing of it has become commonplace, Google’s move illustrates how concerned the company has become about drawing attention amid a heightened focus on data privacy. **REUTERS**

BRIEFLY

G-secs worth ₹17,000 crore to be sold Friday

New Delhi: The Reserve Bank of India will sell five government securities worth Rs 17,000 crore on Friday, the central bank said in a statement. The move will suck out liquidity from the financial system. “Subject to the limit of Rs 17,000 crore being total notified amount, (Government of India) will have the option to retain additional subscription up to Rs 1,000 crore each against any one or more of the above securities,” RBI said Monday.

Re plunges to over 6-month low of 71.43

Mumbai: The Indian rupee tumbled 29 paise to close at an over six-month low of 71.43 against the US dollar on Monday amid growing worries over economic slump and sustained foreign fund outflows. Further, rising crude oil prices and strengthening of the US dollar vis-a-vis other currencies overseas also took toll on the Indian currency.

‘FinMin thinking over stress fund for infra sector’

New Delhi: The Finance Ministry is contemplating to set up stress fund for various infrastructure sectors, including real estate and power, Housing and Urban Affairs Secretary Durga Shanker Mishra said at an event organised by NAREDCO here on Monday.

PV retail sales down 11% in July: FADA

New Delhi: Retail sales of passenger vehicles (PV) declined by 11 per cent to 2,43,183 units in July as compared to the same period last year, hit by weak demand across the country, automobile dealers’ body FADA said on Monday. Federation of Automobile Dealers Associations (FADA) said PV sales stood at 2,74,772 units in July 2018. “Consumer sentiment and overall demand continued to be quite weak across all segments and most geographies,” FADA president Ashish Kale said.

KP Singh quits as DLF whole time director

New Delhi: DLF Ltd patriarch KP Singh has stepped down as whole-time director but will remain its non-executive Chairman, the firm said Monday. In a filing, DLF told that shareholders’ approval has been sought on a resolution through postal ballot for “appointment of KP Singh for continuation as a non-executive director.” **PTI**

Balesh Sharma quits as CEO of Vodafone Idea

Mumbai: Balesh Sharma has resigned as CEO of Vodafone Idea. A company statement Monday said Ravinder Takkar, currently Vodafone Group’s representative in India, would take over from Sharma with immediate effect as the new MD and CEO of Vodafone Idea. **FE**

Apple CEO warns Trump about China tariffs, Samsung competition

REUTERS
WASHINGTON, AUGUST 19

US PRESIDENT Donald Trump said on Sunday that he had spoken with Apple Inc’s chief executive Tim Cook about the impact of US tariffs on Chinese imports as well as competition from South Korean company Samsung Electronics Co Ltd.

Trump said Cook “made a good case” that tariffs could hurt Apple, given that Samsung’s products would not be subject to those same tariffs. Tariffs on an additional \$300 billion worth of

Chinese goods, including consumer electronics, are scheduled to go into effect in two stages on September 1 and December 15.

By contrast, the United States and South Korea struck a trade agreement last September. “I thought he made a very compelling argument, so I’m thinking about it,” Trump said of Cook, speaking with reporters at a New Jersey airport. US stock futures rose upon opening on Sunday after Trump’s comments. In addition to his comments on Apple, Trump said on Twitter earlier in the day that his administration was “doing very well with China.”