



BFSI

Fortnightly Newsletter

8th June to 21st June 2019

## BFSI Newsletter

## Investment and Exit

**Paytm to invest Rs 250 crore to expand Paytm QR**

12th June 2019. Economics Times

Digital payments major Paytm Wednesday said it will invest Rs 250 crore this year for the expansion of Paytm QR in tier IV and V towns... [more](#)**IFC set to invest \$30 million in Indian School Finance Company**

19th June 2019. Business Standard

International Finance Corporation (IFC) will invest \$30 million in Indian School Finance Company (ISFC), a non-banking financial company (NBFC) that provides loans to educational institutions... [more](#)**Warburg Pincus, Blackstone & Apax Partners may invest up to \$750m in Yes Bank**

17th June 2019. Money Control

Private equity investors Blackstone Group, Apax Partners and Warburg Pincus are seeking more details of Yes Bank's exposure to stressed loan ... [more](#)

## Fund Raise

**Industrial IoT startup SwitchOn raises \$1 million in seed funding**

17th June 2019. Economics Times

SwitchOn, an Edge-AI enabled industrial IoT company, today announced that it has raised \$1 million in seed funding led by pi Ventures, Axilor and members of The Chennai Angels... [more](#)**B2B Fintech Startup Razorpay Raises \$75 Mn From Ribbit Capital, Sequoia**

17th June 2019. INC 42

B2B fintech startup Razorpay has reportedly raised \$75 Mn (INR 525 Cr) in a Series C round of funding co-led by Ribbit Capital, the US-based financial technology investment firm and Sequoia India... [more](#)**Lendingkart Raises INR 80 Cr Venture Debt From Alteria Capital**

17th June 2019. INC 42

Alteria Capital, which claims to be India's largest venture debt fund, said it has invested \$11.4 Mn (INR 80 Cr) in digital lending startup Lendingkart in the form of venture debt funding... [more](#)**OkCredit Raises \$15.5 Mn From Tiger Global, Y Combinator And Others**

11th June 2019. INC 42

Bengaluru-based digital application provider for micro-merchants OkCredit, has raised \$15.5 Mn in a Series A funding round led by New York-based investment fund Tiger Global... [more](#)**Artha Venture Fund Announces Second Close At Over INR 100 Cr**

11th June 2019. INC 42

Artha Venture Fund, an early-stage venture fund which describes itself as India's first micro VC fund, has announced the second close of its first fund which now brings the total amount raised to over INR 100 Cr (\$14.4 Mn)... [more](#)**Central Bank to raise Rs 5,000 cr this fiscal to meet Basel III norms**

10th June 2019. Business Standard

Central Bank of India (CBI) is planning to raise up to Rs 5,000 crore in the current fiscal through various means, including rights issue and FPO, to meet Basel III norms ... [more](#)**YES Bank on track to raise \$1 bn by way of a share sale**

14th June 2019. Business Standard

Newly appointed Yes Bank CEO and MD, Ravneet Gill is confident that the bank will be able to come out of the present crisis and maintain its guidance on cleaning up its books and margins... [more](#)**SBI plans to mop up Rs 5,000-crore debt capital via tier-II bonds**

18th June 2019. Business Standard

State Bank of India (SBI), the country's largest lender, plans to raise up to Rs 5,000 crore in debt to shore up capital adequacy and support business growth... [more](#)

### **Paytm Money plans to raise \$1.2 billion in a mega funding round**

19th June 2019. [Business Standard](#)

Paytm Money, the wholly-owned subsidiary of mobile wallet giant Paytm, is planning to raise as much as \$1.2 billion in a mega funding round... [more](#)

### **API startup Postman raises \$50 million funding from Charles River, Nexus Venture**

19th June 2019. [Live Mint](#)

Postman, a platform for managing and developing application programming interfaces (APIs), on Wednesday announced the completion of its Series B financing round worth \$50 million... [more](#)

### **Investcorp raising up to \$300 mn for maiden India fund**

12th June 2019. [Live Mint](#)

Bahrain's alternative asset manager Investcorp, which entered the Indian market last year through the acquisition of the private equity (PE) and real estate funds businesses of IDFC Alternatives Ltd... [more](#)

### **Corporation Bank plans to raise ₹ 5,000 crore in FY20**

17th June 2019. [Live Mint](#)

Public sector lender Corporation Bank plans to raise up to ₹ 5,000 crore through issuance of fresh equity shares, debt instruments on private placement basis, rights issue... [more](#)

### **Federal Bank to raise up to Rs 500 cr through Basel III-compliant bonds**

19th June 2019. [Money Control](#)

Private sector lender Federal Bank on Wednesday announced plans to raise up to Rs 500 crore by issuing Basel III-compliant bonds on private placement basis... [more](#)

### **Canara Bank may raise Rs 6,000 crore via QIP**

17th June 2019. [Money Control](#)

Public sector lender Canara Bank is raising Rs 6,000 crore through a qualified institutional placement (QIP) and has invited bids to hire five merchant bankers for the process.... [more](#)

### **South Indian Bank to raise Rs 500 Cr via debt**

15th June 2019. [Money Control](#)

South Indian Bank on June 15 said it will raise Rs 500 crore through issuance of debt securities on private placement basis in domestic and overseas markets... [more](#)

### **Power Finance Corp raises \$1 bn from global market**

12th June 2019. [Money Control](#)

Power Finance Corporation (PFC), a state-run NBFC, said June 12 it has raised \$1 billion (around 6,940 crore) through issuance of bonds in the international market.... [more](#)

### **PNB board approves raising Rs. 1500 crore through Basel III compliant Tier II bonds**

19th June 2019. [Equity Bulls](#)

The Board of directors of Punjab National Bank (PNB) in its meeting held on 19.06.2019 has granted permission for raising capital through issuance of Basel III compliant Tier II Bonds amounting up to Rs. 1500 crore in one or more tranches... [more](#)

### **Trading platform FnO gets \$2million**

21st June 2019. [Economics Times](#)

Fintech startup built for futures trading FnO has raised \$2 million in an angel round... [more](#)

### **AI frm Active.ai raises \$3 million**

21st June 2019. [Economics Times](#)

AI startup Active.ai has raised \$3 million from Innocell, the venture capital arm of Spanish banking group Banco Sabadell, in an extension of its Series-A funding round... [more](#)

### **AU Small Finance Bank to raise up to Rs 500cr via bonds**

20th June 2019. [Money Control](#)

AU Small Finance Bank said June 20 it will raise up to Rs 500 crore by issuing bonds... [more](#)

## **Merger And Acquisitions**

### **HDFC to acquire Apollo Munich Health Insurance for Rs 1,347 crore**

20th June 2019. [Business Standard](#)

Mortgage lender Housing Development Finance Corporation (HDFC) will acquire controlling stake of 51.2 per cent in Apollo Munich Health Insurance for about Rs 1,347 crore from Apollo Hospitals group... [more](#)

### **IndusInd Bank - Bharat Financial Inclusion merger to be effective from July 4**

20th June 2019. [IIFL](#)

IndusInd Bank and Bharat Financial Inclusion have considered and noted the NCLT order on June 10, 2019, sanctioning the Scheme of Arrangement among BFIL the Bank, and IndusInd Financial Inclusion Limited (IFIL)... [more](#)

### **Canara Bank revives plan to sell stake in Can Fin Homes**

18th June 2019. [Money Control](#)

State-owned Canara Bank June 18 said its board has approved plan to sell part or full stake in housing finance subsidiary Can Fin Homes Ltd (CFHL)... [more](#)

## **Sundaram Finance to acquire BNP stake in two JVs for Rs 1,000 crore**

21st June 2019. Money Control

Non-banking finance company Sundaram Finance Ltd June 20 said it has reached agreements with its partner BNP Paribas for acquiring stakes held by the latter in their two joint venture companies for a total consideration of around Rs 1,000 crore.... [more](#)

## **Banking**

### **Shadow banking crisis raises risk of Indian bad-loan redux**

17th June 2019. Economics Times

Just as India's banks emerge from under a pile of bad loans to large energy, steel and other industrial companies, they are facing a new reckoning from the accelerating crisis in the country's shadow banking sector...[more](#)

### **Reserve Bank of India relaxes norms for no-frills accounts**

10th June 2019. Economics Times

Banks will now provide cheque books and other facilities to basic account holders, with the Reserve Bank of India relaxing the norms on Monday...[more](#)

### **RBI issues fresh circular for defaulting companies**

8th June 2019. Economics Times

The Reserve Bank of India issued the much-anticipated, revised circular on dealing with defaulters that retained the original spirit of its efforts to discipline borrowers and banks but sought to make the rules compliant...[more](#)

### **Srei Equipment gets \$30 million from Netherland bank**

21st June 2019. Money Control

Srei Equipment Finance said it has received credit approval worth USD 30 million from FMO, a Netherlands-based development finance bank...[more](#)

## **NBFC**

### **Financial sector pitches for special liquidity window for NBFCs**

14th June 2019. Economics Times

The financial sector has pitched for a special liquidity window for non-banking finance companies and tax sops for retail investors in corporate bonds and term insurance plans...[more](#)

### **SBI says it continues to lend to NBFCs**

14th June 2019. Economics Times

Amid the growing fears of defaults by non-banking finance companies, the largest lender State Bank of India Friday said it will continue to fund to the sector...[more](#)

### **Funding for NBFCs should accompany RBI's liquidity management rules**

14th June 2019. Business Standard

The non-banking finance companies, most of whom are cash strapped, want the Reserve Bank of India (RBI) to implement liquidity risk management rules only in tandem with an arrangement for making available much needed funds...[more](#)

## **Micro Finance**

### **L&T Finance to expand micro loan business in North India**

11th June 2019. Economics Times

Non-bank lender L&T Finance is planning to expand its microfinance business in Punjab, Haryana and Uttar Pradesh as it aims to grow the microloan vertical at 20-25% CAGR...[more](#)

## **Mutual Funds**

### **HDFC Mutual Fund takes Rs 500 crore of Essel group exposures on books**

18th June 2019. Business Standard

HDFC Asset Management Company (AMC) has offered exits to investors of some fixed-maturity plans (FMPs) by transferring Rs 500 crore worth of their exposures to Essel group firms on to its own books...[more](#)

### **India to witness launch of second ESG Fund from MF industry**

18th June 2019. Money Control

Quantum Mutual Fund will launch Quantum India ESG (Environment, Social and Governance) Equity Fund on June 21, which will remain open until July 5...[more](#)

### **Tata Mutual Fund approves creation of segregated portfolio of DHFL securities**

8th June 2019. Economics Times

Trustees of Tata Mutual Fund have approved the creation of segregated portfolio of securities of DHFL held by captioned schemes effective from the expiry of mandatory load free exit period of 30 days...[more](#)

### **MIRAE ASSET MUTUAL FUND FILES OFFER DOCUMENT FOR OVERNIGHT FUND**

17th June 2019. LKP

Mirae Asset Mutual Fund has filed offer document with SEBI to launch an open ended debt scheme named 'Mirae Asset Overnight Fund...[more](#)

## BNP PARIBAS MUTUAL FUND FILES OFFER DOCUMENT FOR INDIA ESG FUND

12th June 2019. LKP

BNP Paribas Mutual Fund has filed offer document with SEBI to launch an open ended equity scheme named 'BNP Paribas India ESG Fund...[more](#)

## Insurance Companies

### IDBI Bank enters into a Bancassurance Corporate Agency agreement with Tata AIG

18th June 2019. IIFL

IDBI Bank Ltd. entered into a Bancassurance Corporate Agency agreement with Tata AIG to provide Tata AIG's suite of general insurance products...[more](#)

### Bajaj Allianz General Insurance teams with Citibank to expand distribution

18th June 2019. Times of India

Private general insurance company, Bajaj Allianz has teamed up with Citibank to expand its distribution of its insurance products ...[more](#)

## Payment Banks

### PoS players raise their game as biggies enter cards space

13th June 2019. Economics Times

The entry of Reliance Jio, Paytm and other new-age digital payment companies into the traditional card payments business has set alarm bells ringing in the sector...[more](#)

### Paytm dominates UPI merchant payment segment with 60% share

10th June 2019. Economics Times

Digital payments firm Paytm on Monday said it enabled seven crore UPI-based merchant transactions out of the total 12 crore transactions in the country in May 2019...[more](#)

### Paytm Money gets PFRDA approval to distribute NPS

13th June 2019. Cafe Mutual

PFRDA has granted point of presence (PoP) online license to Paytm Money. This means, Paytm Money can now distribute NPS...[more](#)

## Private Equity

### Farm-focused Pioneering Ventures opens Rural India Impact Fund to push growth

10th June 2019. Economics Times

Agri-focused accelerator and investor Pioneering Ventures has launched its Rural India Impact Fund, a private equity fund with a targeted corpus of \$70 million...[more](#)

### Warehousing sees surge in private equity investment and leasing activity

9th June 2019. Business Standard

Warehousing as a sector is witnessing rapid growth, with a surge in private equity (PE) investment and leasing activity...[more](#)

### EPFO halts investment in private sector bonds due to NBFC crisis

21st June 2019. Business Standard

The Employees' Provident Fund Organisation (EPFO) has decided to halt investment in private sector bonds, following defaults triggered by the crisis in non-banking financial companies (NBFCs)...[more](#)

## VC Funding

### LetsVenture To Launch A Campaign For Standardising Startups ESOPs

14th June 2019. INC 42

LetsVenture is launching a campaign to build a standardised framework for startups' employee stock ownership plans (ESOPs). The angel investment firm believes that such a standardised framework will help startups to attract talent from top global companies...[more](#)

### Indian VCs Come Together To Form A Startup Funding Trust

14th June 2019. INC 42

A group of Indian early-to-mid-stage domestic venture capital firms (VCs) comprising prominent names such as Kae Capital, YourNest Venture Capital and Stellaris Venture Partners...[more](#)

## FDI

### India likely to be among top 20 global FDI sources by 2021

14th June 2019. Business Standard

The growing number of Indian companies eyeing international acquisitions is expected to make the country one of the top 20 global sources of foreign direct investment (FDI) ...[more](#)

## Money Markets

### DHFL pays Rs 962 cr towards non-convertible debentures within cure period

12th June 2019. Business Standard

Crisis-hit mortgage lender Dewan Housing Finance, who had defaulted on interest payment on non-convertible debentures (NCDs)...[more](#)

## **RBI to pump in Rs 12,500 crore liquidity on June 20 via bond purchases**

14th June 2019. [Business Standard](#)

The Reserve Bank of India said Thursday said it will infuse Rs 12,500 crore into the financial system through bond purchases on June 20...[more](#)

## **FPIs pour in Rs 7,095 crore in first week of June**

9th June 2019. [Money Control](#)

Continuing their buying spree, foreign investors have pumped in a net amount of Rs 7,095 crore into the Indian capital markets ...[more](#)

## **BARODA MF INTRODUCES MONEY MARKET FUND**

9th June 2019. [LKP](#)

Baroda Mutual Fund (MF) has launched the Baroda Money Market Fund, an open ended debt scheme...[more](#)

## **IBC/NCLT**

### **ICICI Bank moves NCLAT to seek early hearing on JAL insolvency plea**

17th June 2019. [Economics Times](#)

Private sector lender ICICI Bank Monday approached the National Company Law Appellate Tribunal (NCLAT), seeking a direction to NCLT Allahabad to hear urgently its insolvency petition against Jaiprakash Associates Ltd (JAL) and pass the order without any further delay...[more](#)

## **Corporate Action & Management**

### **RBI gets a new executive director**

15th June 2019. [Economics Times](#)

Dr. Rabi N. Mishra has been elevated as executive director in the Reserve Bank of India...[more](#)

Best Regards



From the desk of,

Ajay Jain

Chairman & Managing Director

Monal Capital (P) Limited

Tel.: +91-22-4976 1501 | 4976 1601 | 47081900 Mobile: +91 9820304342 | [Email: ajay@monalcapital.com](mailto:ajay@monalcapital.com)

Ground Floor, B Wing, 902, Kanakia Wall Street, Andheri-Kurla Road, Andheri (East), Mumbai - 400 093, India, [Website: www.monalcapital.com](http://www.monalcapital.com)

**[Investment Banking - Debt Syndication](#) | [Corporate Finance](#) | [Bonds](#) | [Equity](#) | [Infrastructure](#) | [Real Estate](#) | [M&A](#) | [Stress Asset Solutions](#) | [Startup & VC Advisory](#)**

Disclaimer: Information gathered & material used in this document is believed to be from reliable sources. Monal Capital however does not warrant the accuracy, reasonableness and/or completeness of any information. Monal Capital and any of its officer's directors, personnel and employees, shall not liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner