



**BFSI**

**Fortnightly Newsletter**

22nd December to 8th January 2020

## BFSI Newsletter

### Investment and Exit

#### Aye Finance gets Rs 107 crore in debt funding from Swiss-based BlueOrchard

27th Dec 2019. [Business Standard](#)

Aye Finance, the CapitalG-backed fintech lender, on Thursday said it has raised Rs 107 crore as debt funding from Swiss-based BlueOrchard... [more](#)

#### Motilal Oswal PE to invest Rs 250 crore in product company VVDN

27th Dec 2019. [Economic Times](#)

Motilal Oswal Private Equity has agreed to invest Rs 250 crore in Gurugram-based product engineering firm VVDN Technologies which is looking to expand its operations... [more](#)

#### Fusion MFI gets Rs 500 crore from Warburg, others

7th Jan 2020. [Economic Times](#)

American private equity companies Warburg Pincus and Creation Investments have jointly invested Rs 500 crore afresh in Fusion Microfinance, enhancing their exposure to the Indian microfinance space at a time when several non-bank lenders are struggling to raise funds.... [more](#)

#### Fintech Startup WealthBucket Raises INR 18 Cr To Expand In Tier 2, 3 Cities

31st Dec 2019. [INC 42](#)

Delhi based fintech startup WealthBucket, on Tuesday (December 31), announced that it has raised INR 18 Cr in a funding round from NorthStar Ventures, founder of Devnagri, Vinod Khatumal, and other high net worth individuals (HNIs).... [more](#)

#### Many PSBs may exit insurance JVs in 2020 to raise funds

5th Jan 2020. [Asia Insurance Post](#)

The government is unlikely to announce capital infusion for the public sector banks (PSBs) in the upcoming Budget and will rather encourage them to expedite recovery of bad loans and raise funds from the market... [more](#)

### Fund Raise

#### HDFC to mop up Rs 2,500 crore by issuing bonds on private placement basis

24th Dec 2019. [Business Standard](#)

Mortgage lender HDFC Ltd will raise up to Rs 2,500 crore by issuing bonds on a private placement basis... [more](#)

#### NBFC firm Avanti seeks to raise up to \$40 million

22nd Dec 2019. [Live Mint](#)

Avanti Finance, the microloan-focused NBFC promoted by Ratan Tata and Nandan Nilekani from their personal philanthropic funds, is looking to raise USD 30-40 million (up to about ₹ 285 crore) in fresh equity from impact investors and domestic financial institutions to fuel growth... [more](#)

#### Bank of Baroda raises Rs 920 cr by issuing Basel III compliant bonds on private placement basis

3rd Jan 2020. [First Post](#)

State-owned Bank of Baroda on Friday said it has raised Rs 920 crore by issuing Basel III-compliant bonds on private placement basis.... [more](#)

#### ESAF Small Finance Bank files papers for Rs 976 crore IPO

6th Jan 2020. [Economic Times](#)

ESAF Small Finance Bank on Monday filed Draft Red Herring Prospectus (DRHP) with markets regulator the Securities and Exchange Board of India (Sebi) to raise around Rs 976 crore via IPO.... [more](#)

### Merger And Acquisitions

#### Sachin Bansal's Navi acquires MavenHive

26th Dec 2019. [Live Mint](#)

Navi Technologies, an investment firm with a focus on the financial services sector, co-founded by Flipkart co-founder Sachin Bansal, has completed the acquisition of Bengaluru-based technology consultancy MavenHive... [more](#)

## **HDFC gets Irdai nod to acquire majority stake in Apollo Munich Health Insurance**

2nd Jan 2020. [Asia Insurance Post](#)

Housing Development Finance Corporation (HDFC) and its subsidiary HDFC ERGO have received all the regulatory approvals to acquire up to 51.2 per cent stake in Apollo Munich Health Insurance.... [more](#)

## **Banking**

### **Indian Overseas Bank gets Rs 4,360 cr from Centre for meeting norms**

4th Jan 2020. [Business Standard](#)

Indian Overseas Bank (IOB) has received capital infusion of Rs 4,360 crore from the Central government...[more](#)

### **Bank of Baroda ties up with JM Financial for co-lending**

2nd Jan 2020. [Economic Times](#)

State-owned Bank of Baroda has entered into a strategic co-lending agreement with JM Financial Home Loans Limited (JMFHL), the housing finance arm of JM Financial Group, for offering retail loans to home buyers....[more](#)

### **SBM Bank ties up with PayNearby to offer 'open banking' to masses**

6th Jan 2020. [Economic Times](#)

SBM Bank (India) on Monday signed an MoU with fintech startup PayNearby to build an 'open banking' network towards delivering basic banking solutions as well as advanced financial services to the customers...[more](#)

### **Zomato, Paytm Investor Ant Financial Now Wants To Be A Bank**

3rd Jan 2020. [INC 42](#)

Alibaba's Ant Financial has applied for digital banking licence in Singapore ahead of the speculated follow-on investment in Zomato and the launch of its India and Southeast Asia-focussed fund....[more](#)

### **SBI planning to sell 5 million shares representing 1.01% stake in NSE**

3rd Jan 2020. [Business Standard](#)

The country's largest lender SBI on Friday said it is looking to sell 50 lakh shares representing 1.01 per cent stake in the National Stock Exchange (NSE) as part of its capital raising exercise...[more](#)

## **NBFC**

### **NBFCs relying less on Commercial Papers to raise short term funds**

27th Dec 2019. [Economic Times](#)

Non-bank lenders and home financiers are relying less on commercial papers (CPs) to raise funds after IL&FS defaults last autumn prompted mutual funds and asset management companies to restrict their exposure to these categories of financiers...[more](#)

### **RBI relaxes securitisation norms for NBFCs till June 30**

3rd Jan 2020. [Money Control](#)

Instructions to NBFCs for all other governing securitisation and direct assignment transactions remain unchanged...[more](#)

### **PE investors may step up investments in NBFCs despite stress**

7th Jan 2020. [Live Mint](#)

Private equity (PE) investments into non-banking financial companies (NBFCs) in India are most likely to increase in 2020, even as the sector faces high chances of slipping into distress in the future....[more](#)

## **Housing Finance**

### **Tata Capital Housing launches ₹ 2,000 crore maiden NCD issue**

6th Jan 2020. [Live Mint](#)

Tata Capital Housing Finance Ltd (TCHFL), a wholly-owned subsidiary of Tata Capital Ltd, launched its maiden public issue of secured and unsecured redeemable non-convertible debentures (NCDs) worth ₹ 2,000 crore...[more](#)

## **Mutual Funds**

### **Reliance Jio's Fintech Play May Include Mutual Funds**

2nd Jan 2020. [INC 42](#)

After ecommerce, Reliance Jio is ready to strengthen its fintech play. Mukesh Ambani-led Reliance Jio is reportedly looking to launch mutual funds among other financial products...[more](#)

### **UTI Mutual Fund gets Rs 20.50 crore from Altico Capital**

6th Jan 2020. [Economic Times](#)

UTI Mutual Fund on Monday said it has received UTI payment to the tune of Rs 20.50 crore from troubled non-bank lender Altico Capital which was unpaid since September...[more](#)

### **Tata Mutual Fund launches Tata Quant Fund**

3rd Jan 2020. [Advisor Khoj](#)

The investment objective of the scheme is to generate medium to long-term capital appreciation by investing in equity and equity related instruments selected based on a quantitative model (Quant Model)....[more](#)

## Insurance Companies

### Shriram Group looks to dilute 5% each in life & non-life biz

31st Dec 2019. [Economic Times](#)

Financial services conglomerate Shriram group has kick started the process to identify buyers for stakes in both its insurance businesses - life and non-life...[more](#)

### Indian insurance firms build own tech teams as focus turns to data

8th Jan 2020. [Economic Times](#)

Indian insurance firms, which depend on technology services vendors to man their IT processes, are increasingly building inhouse technology teams, eyeing data and analytics as core to their business strategy...[more](#)

### Future Generali India likely to increase health insurance biz

7th Jan 2020. [Bima Bazaar](#)

Non-life insurer Future Generali India Insurance Company Ltd. is planning to expand its retail health insurance business with new product...[more](#)

### Max India to sell stake in Max Bupa health Insurance

3rd Jan 2020. [Bima Bazaar](#)

Max India Limited has recently informed stock exchanges that the IRDAI has given green signal to the company to sell its entire stake in Max Bupa Health Insurance Company Ltd...[more](#)

## Payment Banks

### Airtel Payments Bank enables 24x7 NEFT transfers

26th Dec 2019. [Economic Times](#)

Airtel Payments Bank on Thursday said it has enabled 24x7 NEFT transfers in line with the Reserve Bank of India's (RBI) guidelines...[more](#)

### BharatPe Creates ESOP Pool Of \$20 Mn To Attract Top-Level Talent

2nd Jan 2020. [INC 42](#)

Merchant-focused payments and lending platform BharatPe has created an employee stock options (ESOP) pool of around \$20 Mn...[more](#)

### Paytm to start share trading services soon

6th Jan 2020. [Live Mint](#)

Digital investment platform Paytm Money will soon start offering stock market trading services....[more](#)

## VC Funding

### Ronnie Screwvala-backed start-up upGrad lines up big plans for 2020

1st Jan 2020. [Business Standard](#)

In its bid to tap the growing online higher education market in India, media entrepreneur and former UTV founder Ronnie -Screwvala backed start-up upGrad has planned an ambitious Rs 175-crore branding and marketing campaign in 2020....[more](#)

### T-Hub, LetsVenture announce first batch of startups for T-Angel

7th Jan 2020. [Economic Times](#)

T-Hub on Tuesday announced the selection of 31 startups for the first edition of T-Angel. It is T-Hub's joint initiative with the Government of Telangana to enable early-stage startup investments in the state...[more](#)

### Govt may provide tax incentives for startups in Budget

30th Dec 2019. [Economic Times](#)

The government is expected to provide tax incentives to start-ups in the forthcoming budget to support the growth of budding entrepreneurs...[more](#)

### Efforts on to make it easier to start up, do business

27th Dec 2019. [Economic Times](#)

A plethora of regulatory changes covering startups is in the works to reduce time spent on tax compliance by them to less than one hour a month along with easier incorporation processes and boosting the availability of global and domestic capital...[more](#)

## Foreign Intuitional Investors

### India sees highest FII inflows in Asia since 2014

7th Jan 2020. [Economic Times](#)

Foreign flows into Asian equities turned positive in 2019 due to diminished fears about a Sino-US trade war and a fall in US interest rates, and analysts expect a recovery in regional economies to help keep the inflows coming in 2020....[more](#)

## Money Markets

### 9 firms to list commercial papers worth Rs 6,100 crore on BSE

6th Jan 2020. [Economic Times](#)

Leading stock exchange BSE on Monday said nine companies have filed applications with the bourse to list their commercial papers (CPs) for a total issue size of Rs 6,100 crore....[more](#)

**SBI to float \$2-bn distressed asset fund; to bring in global partners**1st Jan 2020. *Business Standard*

The country's largest lender, State Bank of India (SBI), plans to float a distressed asset fund in the new year and will be roping in a global partner to raise money from international investors....[more](#)

**SBI, Union Bank to sell NPAs of Rs 2,836 crore this month**2nd Jan 2020. *Economic Times*

The country's largest lender State Bank of India (SBI) and Union Bank of India are looking to sell their non-performing loans totalling Rs 2,836 crore to banks, asset reconstruction companies and other financial institutions...[more](#)

**IBC/NCLT****DHFL creditors claim more than ₹ 87,000 crore under IBC process**30th Dec 2019. *Live Mint*

Lenders, bondholders, employees and other creditors to Dewan Housing Finance Corp. Ltd (DHFL) have claimed dues of ₹ 87,905.6 crore under the insolvency resolution process...[more](#)

**Reliance Home Finance could land at NCLT**6th Jan 2020. *ET realty*

Debt investors of Reliance Home Finance (RHFL), a unit of Reliance Capital, are planning legal action that may include a request for initiating recovery proceedings in the National Company Law Tribunal against the stressed financier, which defaulted on bond repayments ...[more](#)

Best Regards

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