



**BFSI**

**Fortnightly Newsletter**

1st June to 15th June 2020

## BFSI Newsletter

### Investment and Exit

#### **IDFC Group sells entire stake in IDFC Securities for Rs 86 crore**

11th June 2020. Money Control

IDFC Ltd on Thursday announced that it has divested entire stake in its step-down subsidiary IDFC Securities Ltd for Rs 86 crore...[more](#)

#### **State Bank of India to sell 2.1% stake in SBI Life via OFS on June 12 & 15**

11th June 2020. Money Control

State Bank of India will sell 2.1 percent equity stake in its life insurance business -- SBI Life Insurance Company -- through an offer for sale in the next two trading sessions....[more](#)

#### **Fullerton India raises Rs 750 crore equity capital from parent firm**

1st June 2020. Economic Times

Non-banking financial company (NBFC) Fullerton India Credit Company Limited (FICC) on Monday said it has raised Rs 750 crore from its parent Fullerton Financial Holdings....[more](#)

#### **Satya MicroCapital, Sindhuja Microcredit raise Rs 170 crore from global investors**

1st June 2020. Economic Times

Notwithstanding risk aversion the sector is facing, two microfinance institutions Satya MicroCapital and Sindhuja Microcredit have managed to raise a total of Rs 170 crore from international investors....[more](#)

#### **Standard Life sells 1.98% stake in HDFC Life for Rs 1,986 crore**

5th June 2020. Business Standard

Standard Life, the joint venture partner in HDFC Life Insurance, sold 1.98 per cent stake (40 million shares) in the life insurance firm on Thursday...[more](#)

#### **Foreign portfolio investors to pick up \$300-million stake in YES Bank**

11th June 2020. Business Standard

A group of US-based foreign portfolio investors (FPIs) is looking to pick up a stake worth \$300 million in YES Bank by investing in its forthcoming share sale via the structured, unsponsored American Depository Receipts (ADR) route....[more](#)

#### **Yes Bank acquires 24% stake in Dish TV**

1st June 2020. Money Works for me

Yes Bank has acquired 44,53,48,990 equity shares of Dish TV India constituting approximately 24.19 percent of the post-issue paid-up share capital as at March 31, 2020....[more](#)

#### **VC-backed fintech firm Innoviti raises Series C funding from FMO, others**

10th June 2020. VCCircle

Innoviti Payment Solutions Pvt. Ltd, which operates an eponymous payments-focussed financial technology firm, has raised funding as part of its Series C round....[more](#)

#### **Japan's Gojo & Company invests in Aviom India Housing Finance**

5th June 2020. VCCircle

Gojo & Company, Inc., a Japan-based firm that holds stakes in microlenders, has made a \$3.7 million (Rs 26 crore) investment in its portfolio firm Aviom India Housing Finance Pvt. Ltd....[more](#)

### **Satyen Kothari-led fintech firm Cube Wealth secures fresh capital**

2nd June 2020. VCCircle

Cube Wealth, a digital wealth management service for busy professionals, has raised \$5,00,000 (Rs 3.7 crore) in funding from two of its existing investors...[more](#)

### **Amazon-backed BankBazaar gets new investor in extended Series D round**

2nd June 2020. VCCircle

A & A Dukaan Financial Services Pvt. Ltd, which operates online financial services marketplace BankBazaar, has raised Rs 45 crore (around \$6 million) from new and existing investors...[more](#)

### **Illinois' pension fund returns as LP for India VC fund**

1st June 2020. VCCircle

Illinois Municipal Retirement Fund (IMRF) has committed to invest up to \$25 million (Rs 187 crore) in a US-based venture capital...[more](#)

### **Draper Startup House launches investment syndicate platform in India**

12th June 2020. Entrackr

Singapore-based global syndicate Draper Startup House or DSH has announced today the launch of Draper Venture Syndicate Network, a seed-stage investment syndicate platform in India...[more](#)

### **Clix Capital shows interest for stake buy in Lakshmi Vilas Bank**

15th June 2020. The New Indian Express

Clix Capital Services has approached Lakshmi Vilas Bank for a potential investment in the bank...[more](#)

## **Fund Raise**

### **Spandana Sphoorty Financial to raise up to Rs 100 crore via bonds**

13th June 2020. Money Control

Non-banking finance company Spandana Sphoorty Financial Ltd on Saturday said it will raise up to Rs 100 crore by issuing bonds on a private placement basis...[more](#)

### **Manappuram Finance raises Rs 250 crore via NCDs**

12th June 2020. Money Control

Manappuram Finance on Friday said it has raised Rs 250 crore by issuing bonds on a private placement basis...[more](#)

### **HDFC to raise up to Rs 4,000 crore via bonds**

11th June 2020. Money Control

Mortgage lender HDFC Ltd on Thursday said it will raise up to Rs 4,000 crore by issuing bonds on private placement basis...[more](#)

### **DCB Bank plans to raise up to Rs 500 crore**

11th June 2020. Money Control

Private sector lender DCB Bank on Thursday said it plans to raise up to Rs 500 crore through equity or other instruments...[more](#)

### **SBI board to consider raising up to \$1.5 billion via bonds**

11th June 2020. Money Control

India's biggest lender State Bank of India (SBI) on June 11 said that its board will consider raising up to \$1.5 billion by issuing bonds during the current financial year...[more](#)

### **Indiabulls Housing Finance raises Rs 200 crore via NCDs**

13th June 2020. Money Works for me

Indiabulls Housing Finance has raised Rs 200 crore through Secured, Redeemable, Non-Convertible Debentures (NCDs)...[more](#)

### **Ugro Capital raises Rs 50 crore through NCDs**

8th June 2020. Money Works for me

Ugro Capital has received approval for the allotment of 500 Secured, Redeemable, Listed, Non-Convertibles Debentures (NCDs)...[more](#)

### **KLM Axiva Finvest to raise ₹ 125 crore via NCD issue**

6th June 2020. The Hindu Business Line

KLM Axiva Finvest to raise ₹ 125 crore via NCD issue. KLM Axiva Finvest, an NBFC in Kerala, has come out with an NCD issue to raise ₹125 crore...[more](#)

## **Banking**

### **IndusInd Bank launches mobile app based facility for opening current accounts in paperless manner**

4th June 2020. Money Works for me

IndusInd Bank has launched a first-of-its-kind assisted mobile application-based facility, that enables the Bank to open current accounts for self-employed individuals and businesses digitally, in just a few hours...[more](#)

## **SBI creates separate business vertical to focus on rural, semi urban areas**

3rd June 2020. Money Works for me

In a major restructuring exercise, State Bank of India (SBI) has created a separate Financial Inclusion and Micro Market (FI&MM) vertical with a focus on rural and semi-urban areas to improve customer experience....[more](#)

## **India's falling prices give RBI room to ease policy further**

15th June 2020. Economic Times

India's wholesale prices fell more than estimated in May, indicating easing price pressures in the economy ravaged by the coronavirus pandemic....[more](#)

## **Bank of Baroda to completely digitise lending operations**

15th June 2020. Economic Times

India's third largest lender Bank of Baroda is set to completely digitise its lending operations including home, agriculture, MSME, personal and auto loans....[more](#)

## **SBI relaunches Aadhaar-based online savings account opening facility**

12th June 2020. Economic Times

The State Bank of India (SBI) on Friday relaunched its Aadhaar-based instant digital savings account facility for customers who want to open an online account using the Yono platform....[more](#)

## **NBFC**

### **Extension of moratorium on loan repayment to affect liquidity conditions of NBFCs: ICRA**

2nd June 2020. Money Control

The extension of moratorium on loan repayments till August by the Reserve Bank of India will impact non-banking financial companies' (NBFCs) collections and affect their liquidity conditions, says a report....[more](#)

### **Maruti partners with NBFCs to push sales in rural markets**

9th June 2020. Live Mint

Maruti Suzuki India Ltd, the country's largest passenger vehicle manufacturer, has collaborated with non-banking financial companies (NBFCs) to push sales in the rural areas where demand recovery is expected to be quicker than urban areas....[more](#)

### **Banks, NBFCs, fintech firms rush to register for ₹ 3 lakh crore MSME guaranteed loan scheme**

4th June 2020. Live Mint

Banks, non-banking finance companies (NBFCs) and fintech companies that are into the business of lending are looking at utilising the government's ₹ 3-lakh-crore Emergency Credit Line Guarantee Scheme (ECLGS) for helping the micro, small and medium enterprise (MSME) sector....[more](#)

### **A timeline of the crises that brought India's \$370 billion shadow banking sector to its knees**

3rd June 2020. Quartz India

The Covid-19 outbreak and the ensuing lockdown has hurt almost all industries in India, but for the country's \$370 billion shadow banking sector, this might be the last nail in the coffin....[more](#)

### **After IL&FS crisis, Covid-19 makes NBFCs struggle despite RBI actions**

12th June 2020. Business Standard

The shadow banking sector was already struggling with funds in light of the IL&FS crisis when Covid-19 hit. While bank credit to NBFCs has seen a rise of 30 per cent year on year, credit has mostly flown into larger NBFCs with good parentage and ones with better ALM positions....[more](#)

### **RBI staff studies on NBFCs call for more policy help to avoid systemic risk**

11th June 2020. Business Standard

Two studies done by staff at the Reserve Bank of India (RBI) on non-banking finance companies (NBFCs) recommended more support for the sector to avoid systemic risk....[more](#)

## **Micro Finance**

### **Reverse migration may open fresh business opportunities to micro lenders: Muhammad Yunus**

6th June 2020. Economic Times

Microfinance lenders need to revisit their strategy and build products suitable for this emerging borrowers, father of microfinance Muhammad Yunus told industry leaders....[more](#)

## **Mutual Funds**

### **Mutual funds apply for new funds to take advantage of market recovery**

4th June 2020. Business Standard

Mutual funds (MFs) have applied for a clutch of new funds to take advantage of the beaten-down valuations and expand their product basket, with markets showing signs of recovery...[more](#)

### **Groww receives Rs 50 Cr from the parent entity**

12th June 2020. [Entrackr](#)

Mutual fund and stockbroking app Groww has received Rs 49.9 crore in an equity funding round from its parent entity, Billion Brains Garage Ventures Private Limited....[more](#)

### **Mirae Asset India launches Mirae Asset Arbitrage Fund**

3rd June 2020. [Economic Times](#)

Mirae Asset Investment Managers India announced the launch of Mirae Asset Arbitrage Fund....[more](#)

### **Franklin Templeton MF receives interest payment of Rs 103 cr from Vodafone Idea**

15th June 2020. [Economic Times](#)

Franklin Templeton Mutual Fund on Sunday said it has received an interest payment of about Rs 103 crore from Vodafone Idea Ltd which will be distributed among investors in proportion to their holdings in the plans of the segregated portfolios....[more](#)

### **Debt mutual funds need to hold more G-Secs to meet redemption pressures: RBI**

11th June 2020. [Economic Times](#)

Debt mutual funds may be mandated to hold more government bonds incrementally to overcome liquidity challenges from sudden redemptions, as was evident in the recent Franklin Templeton case, an RBI...[more](#)

## **Insurance Companies**

### **Munich Re may lead \$70 million round in Acko**

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

Munich Re Ventures, the strategic corporate venture capital arm of Munich Reinsurance, is in the final stages of leading a \$60-70 million financing round in Acko Technology...[more](#)

### **Micro life insurance plan eyes group segment**

8th June 2020. [The New Indian Express](#)

With many sections of the population unlikely to command enough economic heft to be able to invest in flexible life insurance policies during the pandemic, life insurer Max Life has launched its Group Saral Suraksha Plan...[more](#)

## **Payment Banks**

### **RBI's Rs 500-crore fund to promote digital payments in small towns**

6th June 2020. [Business Standard](#)

The Reserve Bank of India (RBI) on Friday said it was setting up a Payment Infrastructure Development Fund (PIDF) with a corpus of Rs 500 crore, with an aim to give a push to digital payments nationwide...[more](#)

### **Paytm deepens micro-credit foray as other companies shy away**

8th June 2020. [ET Retail](#)

India's most valued fintech, Paytm, is set to harness increased credit demand through the lockdown to extend its foray into micro-credit services for users paying bills and making purchases online...[more](#)

## **Private Equity**

### **Ascent Capital set to hit final close of new private equity fund**

15th June 2020. [VCCircle](#)

Homegrown private equity firm Ascent Capital Advisors India Pvt. Ltd is close to making the final close of its latest fund...[more](#)

### **Arkam Ventures, floated by former Helion and Kalaari execs, hits first close of debut fund**

8th June 2020. [VCCircle](#)

Arkam Ventures, a venture capital firm floated by former executives at Helion Venture Partners and Kalaari Capital, on Monday said it has marked the first close of its debut fund that seeks to raise a total of Rs 700 crore (\$93 million)...[more](#)

## **VC Funding**

### **IIFL to support fintech startups amid COVID-19 crisis**

11th June 2020. [Money Control](#)

Financial services group IIFL on Wednesday said it has launched an initiative to support fintech startups that are facing funding and growth challenges due to the COVID-19 pandemic....[more](#)

### **Iron Pillar ropes in Nitya Capital as investor in holding company**

3rd June 2020. [VCCircle](#)

Venture capital firm Iron Pillar, which provides growth capital to mid-stage technology companies in India, has struck a strategic partnership with a US-based real estate firm Nitya Capital...[more](#)

## Foreign Institutional Investors

### FII's back in India, infuse Rs 23,000 crore in 7 sessions

8th June 2020. Economic Times

Foreign funds invested nearly 40 per cent of what they sold in entire March in the past seven days as Federal Reserve's pump-priming and the gradual reopening of the economy stoked interest in riskier assets....[more](#)

## IBC/NCLT

### SBI moves NCLT to recover Rs 1.2k-cr Reliance Communications loans from Anil Ambani

12th June 2020. Economic Times

State Bank of India moved the insolvency court (NCLT) to recover more than Rs 1,200 crore from Anil Ambani under the personal guarantee clause of the bankruptcy law....[more](#)

## Corporate Action & Management

### VC firm Antler hires Urban Ladder co-founder Rajiv Srivatsa for India entry

1st June 2020. VCCircle

Singapore-based venture capital firm Antler is starting its India operations and has appointed Urban Ladder co-founder Rajiv Srivatsa to lead its local operations...[more](#)

### IDBI Bank's board approves appointment of Anshuman Sharma as government nominee director

11th June 2020. Economic Times

IDBI Bank on Thursday said its board has approved the appointment of Anshuman Sharma as government nominee director with effect from June 11, 2020....[more](#)

### Lakshmi Vilas Bank appoints B K Manjunath as non-exec, independent director

10th June 2020. Economic Times

Lakshmi Vilas Bank (LVB) on Wednesday said it has appointed B K Manjunath as its non-executive and independent director...[more](#)

### Sreekanth Nadella takes over as CEO of KFinTech

15th June 2020. Cafe Mutual

KFin Technologies or KFinTech has elevated its COO Sreekanth Nadella as the new Chief Executive Officer (CEO) of the company with effect from June 15, 2020...[more](#)

### Bharat Ravuri is the new MD of Principal Mutual Fund

15th June 2020. Cafe Mutual

Principal Financial Group has appointed Bharat Ravuri as the new Managing Director of Principal AMC....[more](#)

### Imtaiyazur Rahman is the new CEO of UTI AMC

14th June 2020. Cafe Mutual

UTI Mutual Fund has appointed Imtaiyazur Rahman as the new CEO of the fund house...[more](#)

Best Regards



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