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PRESS RELEASE

PUBLIC DEBT ISSUES MOBILISATION UP BY 150 PER CENT TO RS. 42,383 CRORE IN 2013-14, TAX-FREE BONDS DOMINATE: PRIME DATABASE

The fiscal 2013-14 witnessed a mobilisation through public debt issues of Rs.42,383 crore. This was mobilised by 20 institutions and corporates. This has been reported by PRIME Database which operates the country's premier and only database on primary capital market.

On a period-on-period basis, the 2013-14 period's raising of Rs. 42,383 crore was a huge increase of 150 per cent over Rs. 16,982 crore mobilised in the previous financial year. This was mainly on account of tax-free bond raisings (86 per cent of total amount) by financial institutions and PSUs, according to Mr. Pranav Haldea, Managing Director of PRIME. Full year mobilisations for previous years through public debt issues have been given in the table.

Full year mobilisations through Public Debt Issues	
Year	Amount (Rs.crore)
2003-04	4,324
2004-05	4,095
2005-06	-
2006-07	-
2007-08	1,000
2008-09	1,500
2009-10	2,500
2010-11	9,431
2011-12	35,611
2012-13	16,982
2013-14	42,383

As per PRIME, the biggest mobilisation in the fiscal was again made by the category of All-India Financial Institutions/Banks at Rs. 29,700 crore. This was in comparison to Rs. 14,570 crore in the previous year, representing an increase of 104 per cent. According to Mr. Haldea, mobilisation by the private sector also witnessed an increase; it went up by 165 per cent to Rs. 5,869 crore compared to Rs 2,217 crore in the previous year. Mobilisation by PSUs also was significantly higher at Rs. 6,814 crore compared to just Rs. 195 crore in the previous year.

Government organisations and financial institutions put together, mobilised 86 per cent of the total amount, almost the same as 87 per cent in the previous year. As per PRIME, among government organisations, All-India Financial Institutions/Banks had a 83 per cent share with PSUs at 17 per cent.

Issuer Type	Amount (Rs.crore)	%
All-India Financial Institutions & Banks/Subsidiaries	29700	70
Public Sector Undertakings	6814	16
Private Sector	5869	14
Total	42383	100

The highest mobilisation through public debt issues during the period was by IIFCL (Rs. 6,878 crore), followed by IRFC (Rs. 5,828 crore), HUDCO (Rs. 4,796 crore) and REC (Rs. 4,500 crore).

According to Mr.Haldea, on an industry-wise basis, the Financial Services sector continued to dominate the market, collectively raising Rs. 30,773 crore or 73 per cent of the total amount. Real Estate ranked second with an 11 per cent share (Rs. 4,796 crore).

14 of the 35 issues, representing 74 per cent of the issue amount, were AAA rated.

Fiscal 2014-15 has seen 3 issues worth Rs.425 crore* till date.

* tentative amount