#### MARKET WATCH

|           | 25-10-2017 | % CHANGE |
|-----------|------------|----------|
| Sensex    | 33,043     | 1.33     |
| US Dollar | 64.89      | 0.27     |
| Gold      | 30,500     | -0.03    |
| Brent oil | 58.35      | 1.69     |

| NIFTY 50         |            |       |
|------------------|------------|-------|
|                  | PRICE      | CHANG |
| Adani Ports      | 415.45     | 9.2   |
| Ambuja Cements   | 281.75     | -0.4  |
| Asian Paints     | 1201.70    | 21.2  |
| Aurobindo Pharma | 734.50     | -8.2  |
| Axis Bank        | 473.00     | 21.0  |
| Bajaj Auto       | 3232.25    | 22.2  |
| Bajaj Finance    | 1726.35    | 99.7  |
| Bharti Airtel    | 515.75.    | 13.7  |
| Bosch            | . 21259.15 | 61.3  |
| BPCL             | 509.80     | 0.1   |
| Cipla            | 592.65     | -2.4  |
| Coal India       | 289.15     | -0.5  |
| Dr Reddys Lab    | 2348.85    | -14.8 |
| Eicher Motors    |            |       |
| GAIL (India)     | 459.35     | 15.1  |
| HCL Tech         | 907.05     | 7.5   |
| HDFC             | 1677.65    | 44.6  |
| HDFC Bank        | 1795.10    | 72.0  |
| Hero MotoCorp    | 3769.65    | 14.2  |
| Hindalco         |            |       |
| HPCL             |            |       |
| Hind Unilever    | 1272.45    | 2.4   |
| Indiabulls HFL   | 1276.70    | -65.8 |
| ICICI Bank       |            |       |
| IndusInd Bank    |            |       |
| Bharti Infratel  | 452.15     | -1.1  |
| Infosys          |            |       |
| Indian OilCorp   |            |       |
| ITC              |            |       |
| Kotak Bank       |            |       |
| L&T              |            |       |
| Lupin            |            |       |
| M&M              |            |       |
| Maurti Suzuki    |            |       |
| NTPC             |            |       |
| ONGC             |            |       |
| PowerGrid Corp   |            |       |
| Reliance Ind     |            |       |
| State Bank       |            |       |
| Sun Pharma       |            |       |
| Tata Motors      |            |       |
| Tata Steel       |            |       |
| TCS              |            |       |
| Tech Mahindra    |            |       |
| UltraTech Cement |            |       |
| UPL              |            |       |
| Vedanta          |            |       |
| veudiitd         | 333.90.    | 2.2   |
| Wipro            | 200.00     | 2.1   |

#### Indicative direct rates in rupees a unit TT BUY TT SELL

| US Dollar           | 64.69 | 65.01 |
|---------------------|-------|-------|
| Euro                | 76.18 | 76.56 |
| British Pound       | 85.72 | 86.15 |
| Japanese Yen (100). | 56.69 | 56.98 |
| Chinese Yuan        | 9.74  | 9.79  |
| Swiss Franc         | 65.21 | 65.53 |
| Singapore Dollar    | 47.49 | 47.75 |
| Canadian Dollar     | 50.93 | 51.19 |
| Malaysian Ringitt   | 15.27 | 15.36 |
| Source:Indian Bank  |       |       |

#### October 25 rates in rupees with previ

SPECIAL CORRESPONDENT

The Centre could receive

equity equivalent to the

value of recapitalisation

bonds placed with public

sector banks, according to

Arvind Subramanian, Chief

On Tuesday, the govern-

said while delivering a lec-

ture at Khalsa College. "It is

likely that the recap bonds

will be placed with the banks

for which the government

will get an equivalent hold-

ing of equity in the banks,"

he added. This, he said,

Economic Adviser (CEA).

# 'Bank funding will be liquidity-neutral'

Only interest expenditure will contribute to annual fiscal deficit, says RBI Governor Urjit Patel

SPECIAL CORRESPONDENT

The Centre's move to infuse ₹2.11 lakh crore capital into public sector banks through recapitalisation bonds and budgetary support is a welcome step, according to Urjit Patel, Governor, Reserve Bank of India.

He added the recapitalisation bonds will be liquidityneutral for the government except for interest payment.

"The recapitalisation bonds will be liquidity neutral for the government except for the interest expense that will contribute to the annual fiscal deficit numbers," Dr. Patel said.

The banks will be recapitalised over a period of two years through recapitalisation bonds and budgetary provision. Dr. Patel said a well-capit-

alised banking system was a



**Stepping stone:** A well-capitalised banking system is a prerequisite for stable economic growth, says Dr. Patel. • REUTERS

pre-requisite for stable economic growth and this package to restore the health of the banking system was a monumental step forward in safeguarding the country's economic future.

"The proposed recapitalisation package for the bankby market funding, he said. The Governor said healthier banks with could get the capital first which will prompt others to also address the balance sheet issues. 'Calibrated approach' "Last, but not the least, it will allow for a calibrated ap-

ticipation of private share-

holders of public sector

banks by requiring that parts of the capital needs be met

proach whereby banks that have better addressed their balance sheet issues and are in a position to use fresh capital injection for immediate credit creation can be given priority while others shape up to be in a similar position," he said.

"This provides for a good way of bringing some market discipline into a public recapitalisation programme compared to the past recapitalisation programmes," Dr. Patel said.

The central bank Governor said for the first time in the last decade, there was a real chance that all the policy pieces of the jigsaw puzzle will be in place for a comprehensive and coherent, rather than piece-meal, strategy to address the banking sector challenges. "It bodes us well that this step has been taken in a time of sound macroeconomic conditions for the economy on other fronts," he said.

Commenting that financial sector policies should support growth while maintaining financial stability, Dr. Patel said RBI is looking forward to working with the government in ensuring these plans reached their natural completion for the benefit of the broader Indian economy.

#### Credit, GDP growth to rise: report

PRESS TRUST OF INDIA

The government's decision to infuse ₹2.1 trillion of capital in public sector banks could improve credit growth by up to 10 percentage points (pp) and also boost GDP growth by up to five pp, said a report.

A Goldman Sachs research report said, every incremental ₹100 billion of capital infusion has the potential to increase credit and GDP growth by 1 pp and 0.5 pp respectively.

"By the same calculation, a ₹1.05 trillion infusion into PSU banks over the next 12 months would lower the drag on bank credit growth by up to 10 pp and boost GDP growth

# new heights

Index crosses 33,000 for first time

push Sensex to

Bank, infra stocks

SPECIAL CORRESPONDENT

MUMBAI The benchmark Sensex crossed the 33,000-mark for the first time ever on Wednesday, as banks and infrastructure stocks gained new highs on account of the bank capitalisation plan announced by the government on Tuesday.

The 30-share Sensex gained 435.16 points or 1.33% to close at 33,042.50, after touching an intra-day high of 33,117.33. The broader Nifty of the NSE ended the day at 10,295.35, rising 87.65 points or 0.86%.

Banks, especially government-owned, were in the limelight with sector behemoth State Bank of India (SBI) gaining almost 28% or ₹70.20 to close at ₹324.70. It touched a new 52-week high of ₹328 and was the top gainer among the Sensex pack. SBI was followed by ICICI

Bank that gained 14.69%. Other banking majors such as Bank of Baroda, Punjab National Bank, Bank of India and Union Bank, among others, also witnessed double-digit gains in the stock prices on Wednesday. Incidentally, the Nifty PSU Bank index soared almost 30% gaining close to 1,000 points.

On Tuesday, the Centre announced a massive recapitalisation plan for public sector banks worth ₹2.11 lakh crore. Of this, ₹1.55 lakh crore would be raised through recapitalisation bonds. Another ₹76,000 crore would be available from budgetary support and raised from the market.

Most analysts are now taking a bullish view on the sector that has been grapHope soars Following the Centre's

recapitalisation of state-run banks, lenders' share prices zoomed, SBI and PNB, for instance, touched their 52week highs on Wednesday LTP T/ %

| ame          | SHARE  | Change |
|--------------|--------|--------|
| ВІ           | 324.7  | 27.58  |
| NB           | 201.9  | 46.2   |
| оВ           | 188.2  | 31.47  |
| ol           | 188.15 | 33.96  |
| nion Bank    | 176.1  | 34.07  |
| ndian<br>ank | 327.75 | 21.48  |
| anara<br>ank | 437.9  | 38.05  |
| DFC Bank     | 1794.5 | -3.79  |
| ICI Bank     | 305.6  | 14.69  |
| xis Bank     | 472.7  | 4.61   |
|              |        |        |

pling with concerns related to bad debts and loan recovery.

In a note, Morgan Stanley said that all state-owned banks "are likely to go up meaningfully" in the nearterm while adding that banks can "take the required hits, make proper provisions, and move ahead." It said SBI would be the biggest beneficiary of the move and has upgraded its rating to overweight. Infrastructure stocks too

were in the limelight after the Centre said about 2,000 kilometre of coastal roads will be constructed in Phase I of BharatMala. Stocks such as Sadbhav Engineering and L&T rose 9.23% and 5.65% respectively. BHEL, Siemens and ABB too registered significant gains.

PARADIP PORT TRUST

CORRIGENDUM-1

## Capital infusion to be credit positive for public sector banks, says Moody's

Govt. may have factored in higher credit growth as compared to last three years

SPECIAL CORRESPONDENT

The Centre's decision to infuse ₹2.11 lakh crore into public sector banks will be credit positive and the amount is large enough to comprehensively address their weak capital profile, rating agency Moody's said. This is a significant

credit positive as weak capitalisation is the main credit weakness for most rated public sector banks," according to a statement from Moody's Investor Service. The rating agency said the

bonds had relatively longer

maturity and did not have

Govt. may get equity from PSBs

for recapitalisation bonds: CEA

Issue details will be known in the period ahead, he says

Centre had taken similar steps in the past when these



PSU banks can now consider

much market liquidity. A similar structure this time would have some negative implications for the banks' liquidity and profitability profiles, it added.

overarching credit weakness

of the public sector banks currently is their weak capitalisation levels, we would see infusion of the recapitalisation bonds as a significant credit positive, notwithstanding some of these potential weaknesses in their structure," it said.

ing sector combines several

desirable features," he said.

"First, by deploying recapit-

alisation bonds, it will front-

load capital injections while

staggering the attendant

fiscal implications over a

The move will involve par-

period of time."

For the 11 rated public sector banks by Moody's, the rating agency estimates that their external capital requirements over the next two years would be about ₹70,000 crore to ₹95,000

the capital requirements for compliance with Basel-III norms and for conservative recognition and provision-

HUL Q2 net

rises 16% on

lower cost

PRESS TRUST OF INDIA

FMCG major Hindustan

Unilever Ltd. (HUL) on

Wednesday reported a

16.42% increase in its stan-

dalone net profit at 1.2/6

crore for the September

quarter, mainly on account

The company had pos-

ted a net profit of ₹1,096

crore during the same

period of the previous

of lower expenses.

latory filing.

ing of their asset quality problems.

#### Capital needs

"In addition to the fact that Moody's estimates of capital requirements is for only the 11 rated banks while the government factors in the entire PSU bank universe, the government's estimate of capital requirements could also be factoring in a much higher loan growth than was seen in the last three years," the agency said.

Moody's also said PSU banks could now consider accessing market to raise capital. Subdued valuation had been a constraint for them thus far.

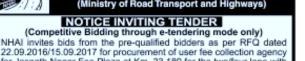
the sale of 100 MT CPO on 01.11.2017. For details visit our website www.oilpalm india.com.



Ref No. Extended Date for Submission of Tender | 8th Nov. 2017 till 15.00 hrs Date of Opening Tender 8th Nov. 2017 till 15.30 hrs The above advertisement is available on our Website: http://www.icts.res.in/ tenders and Central Public Procurement Portal, http://eprocure.gov.in/cppp.

e revised as follows: Last date of submissio bids: at 17.15 hrs on 05.11.2017, Date ening of bids: at 15.30 hrs on 07.11.201 e interested bidders may log on to Parad

Executive Engineer (El.)



for Jasnath Nagar Fee Plaza at Km. 33.189 for the two/four lane with paved shoulder section from km. 11.000 to km 175.433 (Jodhpur-Pokaran) of NH-114 in the State of Rajasthan. Last date & time of online submission : 22.11.2017 (up to 1100 Hrs.) For details kindly visit website: www.nhai.org or https://etenders.gov.in

**BUILDING A NATION, NOT JUST ROADS** 

### HINDUSTAN PETROLEUM CORPORATION LIMITED (A Government of India Enterprise) VISAKH REFINERY, MALKAPURAM, VISAKHAPATNAM-530011. (A.P) enders are invited for the following at Visakh Refinery as detailed below

tem: 3 YEARS RATE CONTRACT FOR SUPPLY OF FCCU I FRESH CATALYST, FOR HPCL VISAKH REFINERY, <u>Tander No.</u>: 17000648- HD-46002, <u>EMD amount</u> Rs. 53,51,430f- or USD 81,842f-, <u>Tender Due Date and Time</u>: 21-Nov-2017, 11:00 hrs IST Details and Tender Document are available at HPCL website http://www.hindustanpetroleum.com in Quick Links under "Tenders & Contracts" Please note that this is an online tender and online response submitted at sin (https://tender.hpcl.co.in/f) shall only be accepted. Infirmation regarding extension of due date and corrigendums (if any), would be hosted on the above websites only and bidders should regularly visit the above websites to keep themselves updated. CHIEF GENERAL MANAGER - MATERIALS

#### OIL INDIA LIMITED (A Government of India Enterprise)

OIL INDIA LIMITED (OIL), KG Basin Project invites International Competitive Bids (ICB) under Single Stage Composite Bid System from experienced Contractors/Bidder through its e-procurement portal; https://etender.srm.oilindia.in/ir//portal agains following e-Tender: CEG5974P18 - Hiring of Services for Field Core Processin and Routine Core Analysis for 03(Three) Exploratory wells at KG Basin Project For detailed requirement, Tender fee, EMD, Tender collection date, Tende closing/ opening date etc., please visit OIL's website: www.oil-india.com All corrigenda, addenda, amendments, time extension etc. to the tender will be hosted on the website and in the e-portal: https://etender.srm.oifindia.in/irj/porta only and no separate notification shall be issued in the press. Prospective bidders are requested to regularly visit the website and e-portal to keep

#### Tender Notice No. 07 of 2017-18 (2nd Attempt)

On-line tender for the Consultancy Services for preparation of feasibility study and detailed project report for the work for Vadgam Bypass, Vadali Bypass and Chansol Bypass and for diversion and curvature improvement of NH-58 in the State of Gujarat. (Job No. 058/GJ/2017-18/602) are invited by the Executive Engineer, National Highway Division, Block-C. 7th Floor, Bahumali Bhavan, Vastrapur, A'bad-380052 from the consultants registered in EMPANELLED consultants (MORTH). Tender Documents available on web-site web-site e procurement through CPP portal of NIC https://eprocure.gov.in and INFRACON Portal

time 12.00 Hrs. & Submitted online upto date 15/11/2017 time 12.00 Hrs. The department has the right to reject any or accept any or all the tenders.

No.INF/ABD/1422/2017-2018

#### ERALA STATE ELECTRICITY BOARD LTD E-TENDER NOTICE he Executive Engineer, Electrical Division, KSEBL, Attinga Thiruvananthapuram.695 101. Phone: - 9446008043. e-Tender No. : 01/2017-18/EE-ATL/19.10.2017

Name of work: Construction of 17 km 1.1 kV LT line with Aerial Bunched Cab of size of 3x95+1x70+1x16 sq.mm on existing poles under Electrical Section Alting notuding supply, testing and commissioning. PAC: - Rs.1,28,64,200/-, EMD Rs. 50,000- Last date for the submission of tender documents 10.11.2017, 5 p.m. For detals visit www.kseb.in and download tende documents from www.etenders.kerala.gov.in PR/MC1/ 1031/Window/1804/2017. Sd/- Executive Enginee



Sealed Tenders in two-part bid are invited for Guest H BHEL-ISG, Bangalore (Tender Ref: 88/17/7008/SRK) Due date for submitting offer: On or before 8.11.2017, 2.00 PM Opening of Techno-commercial bid: 8.11.2017 at 3.00 PM
Complete Tender Specifications including pre-qualification criteria can be downloaded from the websites: www.bhelisg.com, www.bheli.com, http://tenders.gov.in, www.eprocure.gov.in
Further Corrigenda, Addenda, Amendments, Time extensions, Clarifications etc., if any, to

the Tender will be hosted in the above websites only. Bidders should regularly visit abo AGM/Steel & Common MM Contact Ph : 080-22184047; e-mail: v.jain@bhel.in

#### KOLKATA METROPOLITAN DEVELOPMENT AUTHORITY

Abridged e-Tender Notice No.: 20/SE/C-II/RB/KMDA of 2017-2018 (2nd Call Superintending Engineer, Roads & Bridges Sector, KMDA Block-A, 2nd Floor, Unnayan Bhavan, Salt Lake City, Kolkata - 700 091 ites online e-tender from reliable, resourceful, bonafide and expe irms/companies/individual contractors/joint ventures/consortium for the ollowing work: Name of works: Design, Preparation of EIA & EMP Engineering, Manufacture, Supply, Procurement, Clearances, Transportation Storage, Insurance, Erection, Testing and Commissioning of a Giant Ferri Wheel with a minimum height of 100 m (minimum diameter of 90 m) having sealed air conditioned passenger capsules on Turnkey Basis and Operation & Maintenance for a Period of Five Years from Commercial Operation Date t Millennium Park-II, Kolkata along with development of shore protection of the entire Millennium Park Stretch indentified for setting up of Giant Wheel of River Hooghly and obtaining all necessary approvals & clearances as further defined in the Bid Document, Bid Security: Rs. 25,00,000/-; Time of Completion: 24 months; Online Bid Submission Last Date & Time is: 22.11.2017 up to 5.00 p.m. For details contact the above office or visit our KMDA/T-544/A-Contad(4)/2017-18

Visit Website: www.kmdaonline.org/www.wbtenders.gov.in

#### COFFEE BOARD (Ministry of Commerce & Industry, Govt. of India)

CENTRAL COFFEE RESEARCH INSTITUTE Coffee Research Station P.O. Chikkamagaluru District-577 117

Ref: RES/CCRI/Ag.Chem/2017-18/1781

#### Date: 25.10.2017

Sealed tenders are invited in two cover system from the reputed manufacturers who are having all India Networks of sales either directly or through their sole authorized dealers. distributors for supply of Flame Atomic Absorption Spectrophotometer (One No.) to the Central Coffee Research Institute, Coffee Research Station (Post) - 577 117, Chikkamagaluru District, Karnataka State. More details on the tender form, terms & conditions are available at the Coffee Board website www.indiacoffee.org The last date for receipt of closed tenders is 17.11.2017 before 3.00 P.M. Opening of Technical Bid part of tender will be conducted on the same day after 4.00 P.M.

Sd/- Director of Research

# Zee Entertainment 532.15



accessing market to raise capital. ■ REUTERS

"However, given that the

the current system of public

This estimate factors in

## XIV /130, KOTTAYAM SOUTH P.O KODIMATHA, Kottayam - 68601: 6882,2567104,2567103, 230077

Tenders invited for

# National Highways Authority of India (Ministry of Road Transport and Highways)

fiscal, HUL said in a regu-Net sales during the quarter under review stood at ₹8,199 crore against ₹8,335 crore in the year-ago period, down

Expenses were down 5.95% at ₹6,748 crore compared with ₹7,175 crore during July–September last fiscal. "In a challenging business environment, we delivered a particularly strong overall performance," HUL chairman Harish Manwani said.

#### ment had said it would issue ₹1.35 lakh crore as 'recapitalisation bonds' over the current and next fiscal years, Arvind Subramanian and use these bonds to recapitalise public sector base of the public sector banks and allow them to banks. "Details of the mechanics strengthen and increase of issuing these bonds will their lending. be elaborated in the period ahead," Mr. Subramanian

Recapitalisation bonds are likely to impose an interest burden of about ₹9,000 crore annually on the government, though they will not have any inflationary implications for the economy,



'₹9,000-crore burden'

Mr. Subramanian also said

#### sector banks lending to private companies had turned toxic and there was a view that private-to-private lending and private-to-public lending should instead be encouraged.

managers operate must be addressed. He also sought to answer what some of the "uber-Brahmastra" reforms in banking sector could be to

accompany the recapitalisa-

He also said the climate of

caution, inertia and fear un-

der which public sector bank

tion exercise. One option, he said, was for selective and incentivebased recapitalisation where "one possibility would be to recapitalise the unviable banks only to the extent necessary to finance their current balance sheet size while explicitly not providing for their growth".

#### (With PTI inputs) would strengthen the capital Railways floats global tender for procuring rail worth about ₹3,500 cr.

Procurement to help the utility clear pending track renewal work, says Goyal

On track: The procurement from the open market will help

SOMESH JHA

In a first, the Ministry of Railwasy has floated a global tender to procure seven lakh tonne of rail, worth about ₹3,500 crore, instead of purchasing from the Steel Authority of India Limited (SAIL), in a bid to clear pending track renewal work. "We floated a global

tender on October 12 to procure seven lakh tonne additional rail, which will help us to ensure that the backlog of track renewal is cleared," said Piyush Goyal, Railways Minister, on Wednesday. "We were not able to meet

the demand for track renewal due to shortage of rail," he said. At present, the Railways procures rail solely from

public sector SAIL which is

the country. The move comes five months after the Union Cabinet approved a policy to provide preference to domestically manufactured iron and steel products in government procurement. "We are going to stick to our commitment to procure

meet the shortfall of rail for new tracks, among others. the largest steel producer in steel from SAIL. We are procuring steel from open market to meet the shortfall of rail for new lines, gauge conversion and doubling," said a top Ministry of Railways

The Ministry had decided that the rails earmarked for constructing new lines

ing tracks in accident-prone areas in the wake of rising derailment cases.

would be diverted for renew-

NITI report SAIL had committed to sup-

ply 11.45 lakh tonne rail to the Railways in 2017-18, leaving a deficit of 3.14 lakh tonnes. A NITI Aayog report earlier this year raised concerns over delay in overdue track replacement that could likely lead to train accidents. In 2016-17, the Railways renewed 2,487 km tracks compared with 2,794 km in 2015-16 and 2,424 km in 2014-15. According to a 'White Pa-

per on Indian Railways' published in February 2015, the Railways has a total track length of 1,14,907 km and on average, 4,500 km should be ideally renewed every year.

www.infracon.nic.in Tender will be available download online upto date 15/11/2017

The same can also be seen at the notice board of this office. For further particulars visit us on www.statetenders.com. or contact above stated office during office hours.