

Export curbs may keep up pressure on rice mill stocks

Less-than-anticipated output loss, strong fundamentals likely to lift sentiment

LOVISHA DARAD
New Delhi, 12 September

Shares of rice mill companies have underperformed the benchmark indices, so far, this month. The government has banned the export of broken rice and also slapped a 20 per cent export duty on various grades of rice. Shares of LT Foods, Kohinoor Foods, Chaman Lal Setia Exports, for instance, have declined in the range of 0.8 per cent-10 per cent, against a 0.9 per cent gain in the Nifty50 index.

Though analysts foresee the government's protectionist measures to hurt companies in the near term, less-than-anticipated loss in rice production and sound fundamentals are expected to override negative sentiment in the long term, they said.

"These protectionist measures were unleashed by the government to tame inflation. While related stocks may be negatively impacted in the near term, we do not think it will last long. We suggest investors to hold on shares of sound fundamental companies from the lot. LT Foods is a favourable bet from a long-term horizon," said Gaurang Shah, head investment strategist, Geojit Financial Services.

For A K Prabhakar, head of research, IDBI Capital, investors should stay away from rice mill stocks for another quarter.

"We don't think that rice-exporting companies will reap profits until the Russia-Ukraine war is resolved. Besides



FEELING THE PINCH

Rice mill stocks have underperformed the Nifty50

(As on Sep 12)	CMP (₹)	One day	MTD
KRBL	321.0	5.7	2.2
LT Foods	91.6	2.9	-3.9
GRM Overseas	452.0	1.0	15.4
Chaman Lal Setia Exports	104.4	0.4	-1.4
Kohinoor Foods	71.0	-1.5	-10.0
NIFTY50	17,936.4	0.6	1.0

Compiled by BS Research Bureau Sources: Bloomberg, exchange

that, erratic rainfall in rice-producing regions have depleted stocks in the government's warehouse. Therefore, the government's priority right now is to safeguard it," he said.

Last week, the government imposed a 20 per cent export duty on non-basmati, unmilled, semi-milled, or totally milled, and husked brown rice to protect domestic supplies and calm prices after below-average monsoon rains in rice-producing regions. Parboiled rice and basmati rice, however, were excluded from the export duty.

The blanket ban on broken rice exports and a new duty on other grades of rice mark the third move by the Indian government to protect domestic supplies after it restricted exports of wheat and sugar.

According to the government, the domestic rice production may fall 7 per cent-9 per cent in the current crop year of 2022-23 to 118-120 million tonne (mt)m from 130 mt last year, due to lower paddy acreage in rain-deficient states of West Bengal, Bihar, Uttar Pradesh, and Jharkhand.

Therefore, lower crop production, coupled with restrictive export measures, hurts India — one of the world's largest rice producers from global trade as well. Globally, India accounts for 40 per cent of the global rice trade.

With India's outbound shipments of broken rice coming to a halt, rice futures have soared over 21 per cent, so far, this year, shares data.

A *Business Standard* analysis of trade data shows that India's exports of broken rice climbed over 90 per cent in FY22 to \$1.1 billion, from \$595.7 million in FY21.

Hence, analysts expect companies exporting broken rice will be mildly impacted. The situation will improve if sales of basmati and parboiled rice compensate, said analysts.

"While the export of broken rice will largely be impacted, we expect basmati and parboiled rice to make up for the damage. A mildly negative impact will be suffered by LT Foods since broken rice comprises 2-3 per cent of their sales," said Vinit Bolinjar, head of research, Ventura Securities.

AT1 bond returns can be pretty, but are perilous

Spread over G-Secs of comparable maturity have tightened against historical averages

SANJAY KUMAR SINGH

Additional tier 1 (AT1) bonds, which the market had shunned after the YES Bank debacle, are once again gaining popularity. Seven banks have raised ₹18,376 crore through these bonds since July at yields ranging between 7.75 per cent and 8.75 per cent. Many high networth individuals (HNIs), too, are gravitating towards them since these rates are much higher than State Bank of India's (SBI's) fixed deposit (FD) rate of 5.65 per cent (6.45 per cent for senior citizens) for a 5-10-year tenure.

Quasi-equity features

To lend more, banks need to shore up their equity capital. However, they don't like to issue additional equity. Doing so dilutes their return on equity. Instead, they issue AT1 bonds, which they can treat as equity for calculating their tier 1 capital. According to Ankit Gupta, founder, BondsIndia, "Investors don't get the benefit of equity in these instruments as their value doesn't grow the way the value of shares grows. Instead, they offer a fixed rate of return. They also carry higher risk. If the bank faces too many defaults, their value could get written off to zero." After the YES Bank fiasco, the Securities and Exchange Board of India (Sebi) curtailed retail participation by increasing their face value to ₹1 crore.

HNIs invest by purchasing them in the secondary market from bond distributors.

Loss absorption risk

The key risk of AT1 bonds arises from a feature called loss absorption. When a bank is being restructured or liquidated, the order of repayment is as follows: FD holders, and then secured debt, unsecured or subordinate debt, and perpetual debt (AT1 bond) holders. "These bonds rank last in repayment — just before equity — which makes them the riskiest among fixed-income securities," says Gupta.

According to Joydeep Sen, corporate trainer (debt markets) and author, "What



CONSIDER THESE ALTERNATIVES

- Senior citizens should consider products such as Prime Minister Vaya Vandana Yojana and Senior Citizens Savings Scheme, which offer 7.4% each
- Another safe alternative is the RBI Floating Rate Savings Bond which offers 7.15%
- Consider whether the extra potential

- risk in AT1 bonds (even from high quality banks) is worth taking for the 35-70-basis point of extra return
- Investors may also consider target maturity funds maturing in 2027 offering yield-to-maturity of 7.2-7.3%, and come with indexation benefit

the YES Bank fiasco also revealed is that AT1 bond investors can suffer loss — not just if the bank goes bankrupt and shuts down, but even if it remains a going concern. "The aforementioned risk reduces in the case of banks having stronger fundamentals." However, compared to the normal bonds of the same bank, AT1 bonds would be riskier, which is why they offer a higher rate of return," says Gupta.

Another risk arises from 'coupon discretion'. "In the case of AT1 bonds, the payment of the coupon depends on whether the bank has profits. It can also dip into its reserves to pay coupons. In normal bonds and debentures, payment of coupon is not contingent on whether the issuer is in profit or loss. Non-payment of coupon hasn't happened to date in AT1 bonds, but the risk exists," says Sen.

AT1 bonds come with a call option. The issuer bank can recall them after five years (or subsequently on the anniversary of issuance). Usually, these bonds get recalled on the first call date (that is, five years after issuance).

According to Deepesh Raghav, founder, Personal Finance Plan, a Sebi-registered investment advisor, "If the bank

exercises its call option when interest rates are going down, that subjects the investor to reinvestment risk."

How to make the right choice

While selecting an AT1 bond, take into account the bank's credit rating, the size of its balance sheet, and its corporate governance standards. You can use a simple method for selection. Each bond house has an inventory sheet where all bonds and their yields are listed. "Top tier banks like SBI, HDFC offer the lowest yield. Those whose fundamentals are perceived to be not as good offer higher yields. Select a bank whose risk level you are comfortable with," advises Sen.

Should you invest?

The YES Bank mess should not deter investors from investing in AT1 bonds of higher-quality banks. They should check whether they are being compensated adequately. Compare the yields of government securities (G-Secs) with the yields of AT1 bonds having a similar call date profile.

"The spread between G-Sec yields and callable AT1 bonds yields was higher earlier. Spreads have narrowed now. Hence, investors need to decide whether to buy now or defer the purchase until the spreads become more reasonable," says Sen.

Navi Tech gets Sebi nod for ₹ 3,350-cr IPO

Sachin Bansal-led firm to use IPO proceeds to boost lending, insurance biz

BS REPORTER

Mumbai, 12 September

Navi Technologies has received a go-ahead from market regulator Securities and Exchange Board of India (Sebi) to launch its initial public

offering (IPO).

The Sachin Bansal-led firm had filed an offer document for a ₹3,350-crore fund raise in March.

Navi plans to use the IPO proceeds to scale up its lending

and insurance verticals.

The company provides digital-first distribution for personal loans, home loans and health insurance offerings to its customers without the need of physical infras-

tructure.

Its arm Navi Mutual Fund is largely focused on offering low-cost passive funds. Started about three years ago, Bansal has invested around ₹ 4,000 crore in the company.

— TENDER CARE —

— Advertorial

GAIL REACHES OVER 55 MILLION (5.5 CRORE) PEOPLE THROUGH ITS DIGITAL INITIATIVES

GAIL (India) Limited's digital initiatives to spread awareness about Natural Gas and other clean energy sources reached a significant milestone of 1.5 lakh followers on GAIL Twitter handle. GAIL now has more than 11 lakh followers across all its Social Media platforms. The company's social media platforms reached out to more than 55 million people from January to August 2022. GAIL is present across social media platforms like Twitter, Facebook, LinkedIn, Youtube and Instagram through which information about various GAIL projects of national importance, innovations, new technologies, benefits of Natural Gas, renewables, bio gas, hydrogen etc. are shared with followers regularly. GAIL also uses social media for its award-winning initiative 'Hawa Badlo', which spreads awareness about the harmful effects of air pollution and ways to fight the menace for a cleaner and greener environment. This initiative has been actively working towards educating the Indian masses against air pollution through events, short films, web series, videos, contests etc. To connect with its followers, GAIL had carried out various digital initiatives through its GAIL & Hawa Badlo platforms like #AirPollutionKaAlarm; #PowerToGreen; #HarGharTiranga; #WorldEnvironmentDay; #AzadiKaAmritMahotsav; #InternationalYogaDay; #SheDrivesChange; #PollutionSolution; #GreenRide — Ek Pahal Swachh Hawa ki Ore; #SchoolWarriors 2.0 etc.

NLC INDIA LIMITED PRESENTS ANTI-RETROVIRAL TREATMENT DRUGS FOR HIV TO TANSACS

As a part of National AIDS Control Program, 1.23 lakh People living with HIV (PLHIV) are being provided with lifelong Anti-Retroviral Treatment (ART) drugs at free of cost. Due to sudden crisis in the procurement of ART drugs across the country and considering the emergency situation, NLC India Limited, as a socially responsible CPSE, came forward for procuring Life-saving ART drugs under its CSR initiative. Dr.C.Dharini Mouli, General Superintendent, NLC India Hospital presenting the 50000 Units of Life-Saving Anti-Retroviral Treatment drugs for HIV to Swaminathan, Tech. Support/Tamil Nadu AIDS Control Society. Also seen are Somervel, Hospital Administrator and employees of NLC India Hospital.



BOI CELEBRATES 117th FOUNDATION DAY

On the occasion of 117th foundation day of Bank of India, BOI, Zonal Office, Bhubaneswar organized a Speech Competition in Kendriya Vidyalaya-6, Malaya Das S, Zonal Manager, BOI, Zonal Office, Bhubaneswar, Ananta Narayan Meher, Principal of the School, Ved Prakash Ojha, Chief Manager, Security Department, Sraddha Acharya, Senior Hindi Teacher were present on this occasion. Total 23 Students participated in the Competition. The topics were given as Swatch Bharat Abhiyan, Importance of Official Language-Hindi, Azadi Ka Amrit Mahotsav.



ANNA SEWA ABHIYAAN BY INDIAN BANK ; ANNA SEWA ABHIYAAN AT HOPE CHARITABLE TRUST, CHETPET, CHENNAI ORGANISED BY INDIAN BANK

Indian Bank observed a month-long Anna Sewa Abhiyaan, a CSR initiative during the anchor month of August 2022 under the Azadi Ka Amrit Mahotsav (AKAM) campaign of Govt. of India. As part of the initiative, the team undertook community service across various old age homes, cancer patients' shelter houses, Divyang Jan & Mentally Retarded people, homes for the destitute and orphanages by serving them food and providing the necessary help and support on the weekdays as well as on weekends. The Bank reached out to 29 NGOs/ Shelter Homes during the month and served around 3000 needy people. Indian Bank official expressed his feelings, "Indian Bank is committed to its social responsibility and will continue reaching out to the various strata of the society requiring help & support to live a respectful life. "As you give, so shall you receive", is a part of the ancient tradition of India, which is nature's principle and a strong social-cultural practice of India to share with the ones in need."



ASHWANI GHAI TAKES CHARGE AS C.O.O. OF LIC HFL

Ashwani Ghai has assumed charge as Chief Operating Officer of LIC Housing Finance Ltd. (LIC HFL). Prior to joining as Chief Operating Officer at LIC HFL, he was working as Executive Director (Strategy) at LIC of India. One of his key assignments was at LIC of India's IPO Cell as Executive Director, where he was responsible for steering the preparatory work & successful listing of shares of the Corporation. Ashwani Ghai is a postgraduate in Economics, PGEP from IIM Ahmedabad & Fellow of the Insurance Institute of India (IiI). Over a career spanning 34 years, he has worked across various functions such as marketing, personnel, Investment/ Fund Management, and Enterprise risk management. Before his elevation as Executive Director, he held the position of Chief (Investment Operations).



WORLD E.V. DAY – INDIANOIL GEARED TO SERVE NEW AGE EV CUSTOMERS

Vsatish Kumar, Director (Marketing) while greeting EV (Electric Vehicles) Customers and stakeholders on World EV Day said, "Electric Vehicles are now a reality and IndianOil is geared up to meet the challenges. Our bouquet of services will include all kind of energy offerings including EV charging at our Retail Outlets. IndianOil's E-Mobility initiatives is aimed to provide confidence to automobile manufacturers for enhancement of EV production & to customers for uninterrupted drive." IndianOil, the largest Oil & Gas major in the country, has been in the forefront for serving EV Customers and has already provided 2500+ EV Charging Stations at Fuel stations across the country and plans to increase numbers to 4000 by end of current financial year.

BOB G.M. AND D.G.M. VISIT SAMBALPUR

Sonam T. Bhutia, General Manager, Bank of Baroda and Ramesh Mohanty, Deputy General Manager, Bank of Baroda visited Sambalpur on 6th of this month. During the visit both the executives attended a programme where they met MSME Customers and addressed them. Sonam T. Bhutia & Ramesh Mohanty emphasized on the MSME and Retail loan Sector in financial year 2022-23 of Bank of Baroda. On this occasion Bank Sanctioned 100 Crore to its Customers.



FORM G INVITATION FOR EXPRESSION OF INTEREST (Under Regulation 36A (1) of the Insolvency and Bankruptcy (Insolvency Resolution Process for Corporate Persons) Regulations, 2016)	
RELEVANT PARTICULARS	
1. Name of the corporate debtor	BENGAL EMTA COAL MINES LIMITED
2. Date of incorporation of corporate debtor	01.02.1996
3. Authority under which corporate debtor is incorporated/registered	Registrar of Companies-Kolkata, West Bengal, India
4. Corporate identity number / limited liability identification number of corporate debtor	U70102WB1996PLC076986
5. Address of the registered office and principal office (if any) of corporate debtor	SB, Nandalal Bose Sarani (Russel Street), Kolkata-700071, West Bengal, India
6. Insolvency commencement date of the corporate debtor	30th June, 2022
7. Date of invitation of expression of interest	13th September, 2022
8. Eligibility for resolution applicants under section 25(2)(b) of the Code is available at:	On request by e-mail to: cirp.becmi@gmail.com
9. Norms of intelligibility applicable under section 29A are available at:	These norms are available in section 29A of the Insolvency and Bankruptcy Code, 2016. Please refer the same at: https://www.ibbi.gov.in/en/legal-framework/act
10. Last date for receipt of Expression of Interest	28th September, 2022
11. Date of issue of provisional list of prospective resolution applicants	08th October, 2022
12. Last date for submission of objections to provisional list	13th October, 2022
13. Date of issue of final list of prospective resolution applicants	23rd October, 2022
14. Date of issue of information memorandum/evaluation matrix and request for resolution plans to prospective resolution applicants	13th October, 2022
15. Manner of obtaining request for resolution plan, evaluation matrix, information memorandum and further information	The RP will share the Evaluation Matrix, Information Memorandum, RFRP via e-mail to the eligible applicants on execution of confidentiality undertaking and complying with other terms of EOI along with a refundable deposit of Rupees Five Lakh only
16. Last date for submission of resolution plans	12th November, 2022
17. Manner of submitting resolution plans to resolution professional	In the sealed envelope by speed post or hand delivery to RP's correspondence address as given in Sl.no. 21 along with electronic form digital copy in a pen drive and at cirp.becmi@gmail.com in a password protected form
18. Estimated date for submission of resolution plan to the Adjudicating Authority for approval	11th December, 2022
19. Name and registration number of the resolution professional	Name: Swapnil Jain, Registration No.: IBBI/IPA-001/IP-PQ2498/2021-2022/13872
20. Name, Address and e-mail of the resolution professional, as registered with the Board	Name: Swapnil Jain, Registered Address: CA 10 Salt Lake, Sector 1, Kolkata-700064 Regd. e-mail id: swapniljain88@gmail.com Address: Central Plaza, 5th Floor, Room No 5A, 41 B B Ganguly Street, Kolkata-700012 e-mail id: cirp.becmi@gmail.com
21. Address and e-mail to be used for correspondence with the resolution professional	On request by e-mail to: cirp.becmi@gmail.com
22. Further Details are available at or with	
23. Date of publication of Form G	13th September, 2022
Sd/- Swapnil Jain Regn No.: IBBI/IPA-001/IP-P-02498/2021-2022/13872 AFA Valid till 09.11.2022 Registered Address: CA 10 Salt Lake Sector-1, Kolkata-700064 Registered Email id: swapniljain88@gmail.com Date : 13th September 2022 Place : Kolkata For Bengal Emta Coal Mines Limited	

KERALA WATER AUTHORITY e-Tender Notice	
Tender No : Re T No.73/2022-23/SE/Q Rehabilitation of Existing sewerage system and extension of sewerage system for Zone A1 Part II KLM SS-02 and commissioning of Asaram pumping station - Balance works EMD : Rs. 5,00,000/- Tender fee : Rs. 15,00,00/-2,700/- Last Date for submitting Tender : 03.10.2022 02:00:pm Phone : 04742745293 Website : www.kwa.kerala.gov.in , www.etenders.kerala.gov.in Superintending Engineer PH Circle, Kollam	
KWA-JB-GL-6-759-2022-23	

एच.ई.सी. HEC HEAVY ENGINEERING CORPORATION LIMITED (A Government of India Enterprise) Plant Plaza Road, Dhurwa-834004, Ranchi, Jharkhad		
NOTICE INVITING BID Date : 07.09.2022 Tender No : 194 Date : 07.09.2022		
Sealed bids in one-part bid system are invited from reputable and experienced parties to execute "Sub: "Arranging and managing parking of all types of vehicle (Cycle/Scooter/Car/OTHERS)", in designated and HEC owned nine open space areas located in HEC Township Ranchi on 9th Oct 2022 as a single part bid".		
Sale of Bid Document : From 08.09.2022 to 22.09.2022 (Upto 11.00 hrs)	Bid closing Date & Time: 22.09.2022 at 12.00 Hrs.	Bid Opening : 22.09.2022 at 15.30 hrs.
Bid Documents with details, may be collected from SDGM i/c TA Div, Room No-35, TA Div-Hqr on payment of Rs. 118/- (Inc GST) as tender document cost by DD (Non-refundable). Bid Documents may be downloaded from our website www.hecltd.com in which case Bid fee will have to be deposited along with the Bid.		
SDGM i/c TA Div		
HEC BUILDS THE MACHINES THAT BUILD THE NATION		

ESAB INDIA LIMITED CIN: L29299TN1987PLC058739 Regd. Office: Plot No.13, 3rd Main Road, Industrial Estate, Ambattur, Chennai 600 058. Telephone No: 044-4228 1100 Email id: investor.relations@esab.co.in				
NOTICE is hereby given that the following share certificates issued by the company are stated to have been lost or misplaced or stolen and the registered holders of the shares have applied to the company for issue of duplicate share certificate.				
NOTICE OF LOSS OF SHARE CERTIFICATES				
NAME OF THE SHAREHOLDER	Folio No.	Certificate No.	Distinctive Nos.	Shares
THOMAS GEORGE	T01065	21351 97858-97860	4129111 – 4129210 8511168 – 8511362	100 195
The public are hereby warned against purchase or dealing in any way with the above said share certificates. Any person(s) who has / have any claim(s) in respect of the said share certificates should lodge such claim(s) with the company at its registered office at the address given above within 15 days of the publication of the notice after which no claim will be entertained and the company will proceed to issue the duplicate share certificate(s).				
Place : Chennai Date : 13 September, 2022		For ESAB India Limited G. Balaji Company Secretary		

WHITEOAK CAPITAL MUTUAL FUND THE ART AND SCIENCE OF INVESTING	WhiteOak Capital Asset Management Limited (CIN - U65990MH2017PLC294178) Registered Office: Unit No. B4, 6th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai 400 025. Website: https://mf.whiteoakamc.com Tel. No.: +91(22) 69187607 Fax No.: +91 (22) 69187643 email: clientservice@whiteoakamc.com
NOTICE-CUM-ADDENDUM TO THE SCHEME INFORMATION DOCUMENT ("SID") AND KEY INFORMATION MEMORANDUM ("KIM") OF WHITEOAK CAPITAL TAX SAVER FUND EXTENSION OF NEW FUND OFFER ("NFO") PERIOD OF WHITEOAK CAPITAL TAX SAVER FUND	
NOTICE is hereby given that WhiteOak Capital Mutual Fund has extended the closing date of NFO of WhiteOak Capital Tax Saver Fund (<i>An Open Ended Equity Linked Savings Scheme with a Statutory Lock in of 3 years and Tax Benefit</i>) (" the Scheme ") from September 23, 2022 to October 07, 2022.	
Accordingly, the NFO will close for subscription on October 07, 2022 (Friday).	
This notice-cum-addendum forms an integral part of the SID and KIM of the Scheme as amended from time to time. All the other terms and conditions of the SID/KIM will remain unchanged.	
For WhiteOak Capital Asset Management Limited (formerly known as YES Asset Management (India) Limited) (Investment Manager for WhiteOak Capital Mutual Fund) Sd/- Authorised Signatory	
Date : September 12, 2022 Place : Mumbai	
Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.	