

# YES Bank's ride ends in forced bailout

DEV CHATTERJEE  
Mumbai, 5 March

The YES Bank board has been superseded by the Reserve Bank of India (RBI) and the private lender has become the target of a forced bailout, given the huge bad debt level in its corporate and real estate portfolios. This is in contrast to a few years ago, when it was the fastest-growing bank.

The lender took more risks compared to its peers, say bankers. "Even when other private sector banks would reject loans to corporate clients, it was YES Bank that came to their rescue," said a former executive.

Hence, it was not a surprise that the bank built a portfolio of bad loans to corporations. Companies that failed to repay loans include Dewan Housing Finance, Essel group, CG Power, Anil Ambani group, and Videocon.

Earlier this week, Reliance Infrastructure said it had defaulted on interest and principal payments on a ₹3,600-crore loan to YES Bank.

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Since the founder and former CEO Rana Kapoor (left) was forced to exit the bank by the RBI in January last year, new CEO Ravneet Gill — hired from Deutsche Bank — was tasked with reviving the bank. However, Gill failed to bring any respectable investor on board



Bank — was tasked with reviving the bank. However, Gill failed to bring any respectable investor on board, even as several names were linked from Microsoft and Paytm to JC Flowers and Tilden Park Capital. On the contrary, one of the potential investors turned out to be as bizarre as a man who had filed for bankruptcy in Canada.

"None of the investors saw any value even as its management went around soliciting investors," said an analyst.

The crisis in slow motion, however, helped several insiders exit the company's stock. Rana Kapoor had famously tweeted that YES Bank's shares were as good as "diamonds", and that he would never sell and bequeath the "dia-

monds" to his children. However, Kapoor's shares — a lot of which were pledged — were sold by lenders as share prices tanked.

By November 2019, Kapoor sold his remaining 0.8 per cent stake when the stock was trading at ₹64 a share. On Thursday, the stock closed at ₹37 — up 26 per cent following unconfirmed reports that State Bank of India was taking over the bank. It was at its peak of ₹383 in August 2018.

JPMorgan said that following the "forced" bailout, investors would likely want the bank to be acquired at near-zero value, to account for risks associated with the stress book and likely loss in deposits.

"In sum, we think the bank needs to be recapitalised at nominal equity value, and could test dilution of additional tier-1 (AT1s)," said JPMorgan analysts in a note on Thursday, while cutting the bank's target price to ₹1.

Analysts said YES Bank failed to get any marquee foreign investor given the uncertainties around asset quality, which had been plaguing the bank for at least a year. With a gross non-performing asset ratio of 74 per cent, YES Bank's asset quality is the weakest

among top private banks.

In its inspection report of 2019, the RBI had found ₹3,277 crore of divergence in non-performing assets, which would keep provisioning costs higher in the ensuing quarters. The lender has still not announced its December quarter (Q3) results, and a board meeting was scheduled for March 14 to consider its Q3 results, before the RBI superseded the bank's board.

In November, Moody's had warned that the bank had close to ₹31,400 crore in additional loans and investments (about 10.4 per cent of YES Bank's total loans and investments), which are rated below-investment grade. About 40 per cent of loans may turn debt, it warned.

The slowdown in commercial real estate further eroded the asset quality as the bank had a sizeable exposure to weaker companies in the sector.

As of September 2019, its exposure to housing finance companies and non-banking financial companies represented 6 per cent of its total exposure to the property sector. At the same time, the lender had 7.2 per cent direct exposure to the commercial and residential real estate sector.

# ED grills Goyal, asks him to appear today

SHRIMI CHOUDHARY  
New Delhi, 5 March

The Enforcement Directorate (ED) has asked Nareish Goyal, former chairman of now-defunct Jet Airways, to appear before it again on Friday for further questioning in connection with a money laundering probe registered against him on Tuesday.

This will be the third consecutive day of questioning. On Wednesday, he was summoned to ED Mumbai's office, where he was interrogated for four hours and taken to his residence later in the evening. On Thursday, too, he was grilled for a few hours.

Sources in ED said the probe indicated that funds were siphoned off through entities created abroad and the money was diverted to the personal accounts of Goyal and his family.

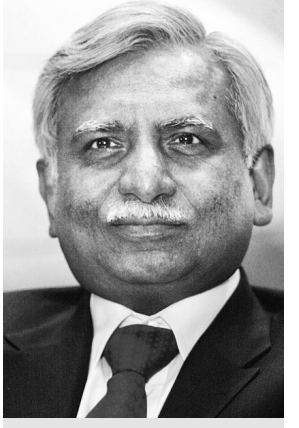
The agency has also detained Goyal's fund manager as he was allegedly in charge of the former's personal finances.

ED, which had conducted extensive search operations at Goyal's residences on Wednesday, seized several digital documents and records pertaining to alleged fictitious transactions, an official said.

ED's case is based on the first information report filed by the Mumbai police, which is necessary to probe "predicate offence" under Prevention of Money Laundering Act (PMLA).

Sources said that the probe agency could also write to lenders who did not get back their money, like State Bank of India, and nudge them to file a complaint.

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During the FEMA (Foreign Exchange Management Act) probe, the agency had alleged that Goyal's companies executed several "colourable transactions" under the guise of selling and distribution expenses.

"Commission and other fictitious expenses were booked at unrealistically high prices and, therefore, they were projecting huge losses," ED had said last year.

Further, Jet Airways had executed allegedly suspicious aircraft lease transactions with ghost entities located abroad, made payments towards lease rentals, and in exchange diverted the monies to Goyal, ED had said.

# Foreign brokerages attach ₹1 value to YES stock

SUBRATA PANDA  
Mumbai, 5 March

JP Morgan cut its target price for YES Bank on Thursday to ₹1 per share, taking into account the potential fall in the lender's net worth due to stressed assets. Macquarie Capital Securities also said if State Bank of India (SBI) decided to buy stake in the bank, they should buy it at ₹1 per share as the net worth is hugely impaired.

"We believe forced bailout investors will likely want the bank to be acquired at near-zero value to account for risks associated with the stress book and likely loss of deposits. We think the bank will need to be recapitalised at nominal equity value and could test dilution of additional tier 1 (AT1) capital. We remain underweight and cut our target price to ₹1 as we believe net worth is largely impaired," JP Morgan said.

Explaining its reasons for the meagre price for YES Bank shares, Macquarie said the bank has a net worth of ₹25,000 crore. However, its BB and below rated loan portfolio is approximately ₹30,000 crore and the BBB below book is almost ₹50,000 crore. "If we assume substantial portion of BB and below is wiped off, and say 10-15 per cent of the BBB book is to be written off, it implies the current net worth of the bank is zero (after factoring in 25 per cent of the tax benefits)," it said.

YES Bank's shares soared 26 per cent to ₹36.85 on Thursday after reports said that SBI-led consortium would buy a significant stake in the bank. But the share price may not hold at current levels if these brokerages' projections turn true.

"The quasi-sovereign bailout, we believe, is a bondholder/depositor bailout and not an equity one. Hence, today's rally in the

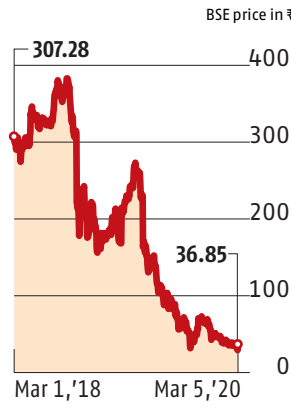


stock is unjustified. The new capital will likely come in at a steep discount to current share price," JP Morgan said.

Worse, it would send out wrong signals. Any bail out of a private sector entity by public sector undertakings (PSUs), government, or taxpayers

indeed creates a moral hazard. "The fact that the government is considering such a bail out proposal shows the risk inherent in investing in PSU banks/companies who continue to be subjected to the vagaries and compulsions of the government. The bigger casu-

## OVER THE YEARS



be good for SBI's shareholders either, say analysts. "It will be incrementally negative for its valuations, as it sets a precedent for nationalisation of any future private losses. Part of this is already captured in the sharp discount at which the stock trades versus private peers," JP Morgan said.

There could be other challenges. "One buys a bank for its liabilities franchise and not for its assets. We are unsure of YES Bank's quality of liabilities franchise, which perhaps could have further got affected due to the current solvency issues. Consolidation would have brought about a lot of integration challenges as well as legal challenges, as we believe SBI Act needs to be amended for SBI to acquire a private sector bank. Even in this case, the deal will require blessings of the regulator as well as the government," Macquarie said.

**ESAB INDIA LIMITED**  
CIN: L29299TN1987PLC058738  
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.

Name of the Shareholder	Folio No.	Certificate No.	Distinctive Nos.	Shares
SUKHAL GANERIWALA M P GANERIWALA	S01790	24188	4412811 - 4412910	100
		81145	7141794 - 7141868	75
		81146	7141869 - 7141943	75
		81147	7141944 - 7141988	45

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: 6 March, 2020

For ESAB India Limited  
S. Venkatakrishnan  
Company Secretary

**यूको बैंक UCO BANK**  
Honours Your Trust  
(A Govt. of India Undertaking)  
Head Office - II, Department of Information Technology  
3 & 4, DD Block, Sector - 1, Salt Lake, Kolkata-700064

**NOTICE INVITING TENDER**  
UCO Bank invites Request for Proposals (RFPs) for the following:  
1. Supply, Installation & Maintenance of various Hardware Items including Computers/Printers/Scanners etc. under Rate Contract.  
2. Implementation of Anti Money Laundering Solution.  
3. Loyalty Rewards Programme.  
For any details, please refer to <https://www.ucobank.com>.  
Date: 06.03.2020  
Deputy General Manager (DIT, BPR & BTD)

**NATIONAL SEEDS CORPORATION LTD.**  
(A Government of India Undertaking - "Mini Ratna" Company)  
CIN : U74899DL1963GO003913  
BEEJ BHAWAN, PUSA COMPLEX, NEW DELHI-110012  
E-mail: nsc@indiaseeds.com Website: www.indiaseeds.com

**Requirement for Chartered Accountants / Cost Accountants for Internal Audit for FY 2020-21**  
Required details are available at NSC Website [www.indiaseeds.com](http://www.indiaseeds.com). Interested firms may send their application within a period of 21 days from the date of this Publication.

**CONTROL PRINT LIMITED**  
CIN: L22219MH1991PLC059800  
Regd. Office: C-106, Hind Saurashtra Industrial Estate, Andheri-Kurla Road, Marol Naka, Andheri (East), Mumbai 400 059. Phone No. 022-28599065/66939800  
E-mail: companysecretary@controlprint.com  
Website: www.controlprint.com

**NOTICE**  
Notice is hereby given in terms of Regulation 29 and Regulation 47 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, that a Meeting of the Board of Directors of the Company is scheduled to be held on **Wednesday, March 11, 2020** inter-alia, to consider a proposal of declaration of 2nd Interim Dividend, if any, for the Financial Year 2019-20.

The information is also available on the Company's website [www.controlprint.com](http://www.controlprint.com) as well as on the website of the BSE Limited at [www.bseindia.com](http://www.bseindia.com) and National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com).

For Control Print Limited  
Sd/-  
Reena Shah  
Company Secretary & Compliance Officer

Mumbai  
March 05, 2020

**GOVERNMENT OF TAMIL NADU**  
Auction of 30 year Tamil Nadu Government Stock (Securities)

1. Government of Tamil Nadu has offered to sell by auction the dated securities for an amount of **Rs.1000.00 Crore** with **Thirty year** tenure. Securities will be issued for a minimum nominal amount of Rs.10,000/- and multiples of Rs.10,000/- thereafter. Auction which will be yield-based under multiple price format will be conducted by Reserve Bank of India at Mumbai Office (Fort) on **March 09, 2020**.

2. The Government Stock upto 10% of the notified amount of the sale will be allotted to eligible individuals and institutions subject to a maximum limit of 1% of its notified amount for a single bid as per the Revised Scheme for Non-competitive Bidding facility in the Auctions of State Government Securities of the General Notification (Annexure II). Under the scheme, an investor can submit a single bid only through a Bank or a Primary Dealer.

3. Interested persons may submit bids in electronic format on the Reserve Bank of India Core Banking Solution (E-Kuber) System as stated below on **March 09, 2020**.

a) The competitive bids shall be submitted electronically on the Reserve Bank of India Core Banking Solution (E-Kuber) System between 10.30 A.M. and 12.00 P.M.

b) The non-competitive bids shall be submitted electronically on the Reserve Bank of India Core Banking Solution (E-Kuber) System between 10.30 A.M. and 11.30 A.M.

4. The yield percent per annum expected by the bidder should be expressed upto two decimal points. An investor can submit more than one competitive bid at different rates in electronic format on the Reserve Bank of India Core Banking Solution (E-Kuber) System. However, the aggregate amount of bids submitted by a person should not exceed the notified amount.

5. The result of auction will be displayed by Reserve Bank of India on its website on **March 09, 2020**. Successful bidders should deposit the price amount of Stock covered by their bids by means of a Bankers' Cheque or Demand Draft payable at Reserve Bank of India, Mumbai (Fort) or Chennai on **March 11, 2020** before the close of banking hours.

6. The Government Stock will bear interest at the rate determined by Reserve Bank of India at the auction. Interest will be paid half yearly on **September 11** and **March 11**. The Stock will be governed by the provisions of the Government Securities Act, 2006 and Government Securities Regulations, 2007.

7. The stocks will qualify for ready forward facility.

8. For other details please see the notifications of Government of Tamil Nadu Specific Notification No.465(L)/W&M-II/2020, dated **March 05, 2020**.

S. KRISHNAN,  
Additional Chief Secretary to Government,  
Finance Department, Chennai-9

DIPR/379/DISPLAY/2020

**भारतीय विमानपत्तन प्राधिकरण AIR INDIA**  
A STAR ALLIANCE MEMBER

**NOTICE INVITING TENDER (Global)**  
GLOBAL e-Tender ID : 2020\_AAI\_44464\_1  
Global e-tenders (online tenders) are hereby invited by Jt. General Manager (MM), on behalf of the Chairman, Airports Authority of India, AAI Office Complex, Safdarjung Airport, New Delhi, under two envelope system for the work "Supply of 02 Nos. Truck Mounted Emergency Rescue Stairs with Comprehensive Annual Maintenance Contract (CAMC) at Chennai and Kolkata Airports." Total Estimated cost (Excl. GST): INR ₹ 16.352 Crores (INR ₹ 163.520 Million) OR US \$ 2.261 Million OR Euro 2.060 Million. Last date for submission of Tender: **16-April-2020 upto 1800 Hrs. IST**. For further details please visit website: <https://etenders.gov.in/eprocure/app>. Further clarification/ corrigendum, if any, will be notified through e-Procurement Portal at <https://etenders.gov.in/eprocure/app>. Telefax +91 11 24635799/24632978  
N-121/2019-20

**SBI**  
Corporate Centre, Stressed Assets Resolution Group,  
2<sup>nd</sup> Floor, Tower "4", The Arcade Building,  
World Trade Centre, Cuffe Parade, Mumbai - 400 005.

**SALE OF FINANCIAL ASSETS TO BANKS/ ARCS/ NBFCs/ FIs THROUGH e-AUCTION**  
State Bank of India invites bids from the Banks/ARCS/ NBFCs/FIs through e-Auction for sale of financial assets. Banks/ARCS/NBFCs/FIs interested in bidding for buying such financial assets, to be showcased by the Bank from time to time, can participate in the bidding process after executing a non-disclosure agreement with the Bank, if not already executed. For execution of non-disclosure agreement with the Bank & other queries, if any, such interested Banks/ARCS/ NBFCs/FIs can contact on e-mail id-[dgm.sr@sbi.co.in](mailto:dgm.sr@sbi.co.in)

State Bank of India invites Expression of Interest from Banks/ ARCS/NBFCs/FIs for the proposed sale of its Non Performing Assets (NPAs) comprising (04) financial assets with Total outstanding of ₹348.37 Crore. Interested prospective bidders are requested to intimate their willingness to participate in the e-Auction by way of an "Expression of Interest". Kindly visit Bank's Website at <https://bank.sbi> Click on link **SBI In the news > Auction Notice > ARC AND DRT** for further details.

Place: Mumbai  
Date: 06-03-2020

Deputy General Manager (ARC)

**IFCI**  
LIMITED  
(A Government of India Undertaking)  
Registered Office: IFCI Tower, 61 Nehru Place  
New Delhi-110 019  
Tel: 011-41732000 Fax: 011-26230201  
Website: www.ifcilt.com  
CIN: L74899DL1993GO1053677

**INVITATION OF BIDS/OFFERS FOR PURCHASE OF IFCI'S SHAREHOLDING IN INVESTEE COMPANIES**  
Bids are invited for purchase of IFCI's shareholding in 3 Investee Companies from interested investors directly or by Arranger on behalf of confirmed investors, eligible for purchasing the shares of the Investee Companies.

The detailed terms can be downloaded from IFCI's website ([www.ifcilt.com](http://www.ifcilt.com)). All corrigenda/addenda/amendments/ time extensions/ clarifications etc. will be hosted on the above website only.

Sd/-  
General Manager  
(Monitoring & Recovery Department)

Place: New Delhi  
Date: 06.03.2020

**बांधकाम विभाग जिल्हा परिषद ठाणे.**  
**ई - निविदा सूचना क्र. 88 सन 2019-2020**

अतिरिक्त मुख्य कार्यकारी अधिकारी, जिल्हा परिषद ठाणे हे ई-निविदा द्वारे सर्व लेखाशिष्टांखाली बांधकाम विभाग (पश्चिम), जिल्हा परिषद ठाणे कडील कामांच्या Online निविदा मागवित आहेत.

1. विस्तृत माहिती <http://mahaetenders.gov.in> या संकेत स्थळावर उपलब्ध आहे.

2. सदर ई-निविदा Online Download/Upload खालील वेळापत्रकामुळे करण्यात येईल.

निविदा सूचना क्रमांक	ई निविदा Online Download / Upload करण्याचा दिनांक	निविदा उघडण्याचा दिनांक (शक्य असल्यास)	एकूण कामे
88	दिनांक 04/03/2020 ते दिनांक 19/03/2020	दिनांक 23/03/2020	08

3. सदर ई-निविदाबाबत या पुढील सर्व शुध्दीपत्रक अथवा इतर माहिती <http://mahaetenders.gov.in> या संकेत स्थळावर प्रसिध्द करण्यात येईल.

सही/-  
कार्यकारी अभियंता  
बांधकाम विभाग  
जिल्हा परिषद ठाणे.

सही/-  
अतिरिक्त मुख्य कार्यकारी अधिकारी  
जिल्हा परिषद ठाणे.

जाक्रं/ठाजिप/बावि/निविदा-3/वशि-43  
बांधकाम विभाग पश्चिम जि. प. ठाणे  
दिनांक : 04.03.2020

**SHREEJI TRANSLOGISTICS LIMITED**  
CIN: L63010MH1994PLC077890  
Registered Office: Shreeji Krupa, Plot No. 107, Sector No. 19 C, Vashi, Navi Mumbai - 400705. | Tel.: (022) 4074 6666 / 4074 6600  
E-mail: info@shreejitransport.com | Website: www.shreejitranslogistics.com

**NOTICE OF POSTAL BALLOT**  
Members of the Company are hereby informed that pursuant to Section 110 and other applicable provisions of the Companies Act, 2013 ("the Act") read with the Rules framed thereunder and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations"), the Company has on Thursday, March 05, 2020, completed the dispatch of Postal Ballot Notice dated March 03, 2020 along with Postal Ballot Form to the Members of the Company whose names appear in the List of Beneficial Owners furnished by NSDL and CDSL as on Friday, February 28, 2020.

(a) through electronic mode, to the members whose email addresses are registered with the Company/ Depository Participant(s), and  
(b) through physical mode along with postage prepaid self-addressed reply envelopes, to the members whose email addresses are not registered.

for seeking approval of the members of the Company by Postal Ballot, including voting by electronic means, for migration of the Company's present listing of Equity Shares from SME Platform of BSE Limited to the Main Board of BSE Limited, by way of a Special Resolution.

The Company has engaged CDSL to provide remote e-voting facility to the Members, to exercise their right to vote by electronic means on the Resolution set forth in the Notice.

The Members are requested to note that the remote e-voting facility shall commence on Friday, March 06, 2020 at 9:00 a.m. and end on Saturday, April 04, 2020 at 05:00 p.m. Members can opt for only one mode of voting, i.e., either by Postal Ballot Form or remote e-voting. In case Members cast their votes through both the modes, voting done by remote e-voting shall prevail and votes cast through Postal Ballot Forms will be treated as invalid.

Members whose names are recorded in the List of Beneficial Owners, as furnished by NSDL and CDSL, as on the close of business hours on Friday, February 28, 2020 ("cut-off date") will be entitled to cast their votes by Postal Ballot or remote e-voting.

The Board of Directors of the Company has appointed Mr. Sanjay H. Sangani, Practicing Company Secretary, as the Scrutinizer for conducting the Postal Ballot and remote e-voting process in a fair and transparent manner. Shareholders are requested to kindly note that the duly completed and signed Postal Ballot Form should reach to the Scrutinizer on or before 5:00 p.m. on Saturday, April 04, 2020.

Please note Postal Ballot Form received after the said time and date will be treated as not having been received.

The result of the Postal Ballot (including e-voting) will be declared by the Whole-time Director of the Company on Monday, April 06, 2020 at the Registered Office of the Company. The said result alongwith the Scrutinizer's Report shall be placed on the website of the Company i.e. [www.shreejitranslogistics.com](http://www.shreejitranslogistics.com) and on the website of CDSL i.e. [www.evotingindia.com](http://www.evotingindia.com) immediately after the declaration of result by the Whole-time Director. The results shall also be immediately forwarded to BSE Limited.

Members who have received the Postal Ballot Notice by e-mail and who wish to vote through Postal Ballot or Members who have received physical copies of the Postal Ballot Form and are desirous of obtaining a duplicate one, may send a written request to the Company at [info@shreejitransport.com](mailto:info@shreejitransport.com). The Company shall forward the same along with postage pre-paid self-addressed reply envelope to the Member.

In case you have any queries or issues regarding Postal Ballot including remote e-voting, members may contact Mr. Rajnikant Shah, Whole-time Director on telephone no. (022) 4074 6666/ 4074 6600 or e-mail id: [info@shreejitransport.com](mailto:info@shreejitransport.com) or contact CDSL help line number 1800225533 or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section.

For Shreeji Translogistics Limited  
Tanvi M. Shah  
Company Secretary

Place : Mumbai  
Date : March 05, 2020