



IPO Watch
Dated 15th March 2010

IPO News

- **Persistent Systems IPO to open on March 17**

Pune based software product development company Persistent Systems is entering capital market with an initial public offering (IPO) of 54,19,706 equity shares of Rs 10 each on March 17, 2010. The company will raise around Rs 157.17-168 crore at price band of Rs 290-310 per equity share. Promoters' holding will be reduced to 38.83% from 43.31% post issue. The company will receive only Rs 128.31 crore from the issue while the rest of the money will go to selling shareholders. The book running lead managers to the issue are Enam Securities Private Limited and JP Morgan India Private Limited. Link Intime India Private Limited is the registrar.

- **GSPC to come out with IPO soon**

State-owned Gujarat State Petroleum Corporation (GSPC) will be coming out with its initial public offer (IPO) very soon, Patel made the announcement while talking about the budgetary demand of the Energy department. The Minister said that the process regarding the IPO was under way. The Director General of Hydrocarbon (DGH) has certified two TCF (trillion cubic feet) gas reserves in GSPC's Deendayal blocks in the KG basin. Around Rs 3,500 crore is likely to be raised through IPO to fund development of its eastern offshore Krishna-Godavari basin gas finds.

- **SKS Microfinance may hit Street with Rs 1,000-cr IPO**

Hyderabad-based SKS Microfinance is looking to raise Rs 1,000 crore from its upcoming public flotation, whose progress is being keenly watched as it is the first share issue by a company in the fledgling microfinance sector. The firm, which specialises in offering small loans to poor borrowers, is expected to file its draft red herring prospectus (DRHP) by end of this month and is looking for a valuation between Rs 5,000 crore and Rs 7,000 crore. Since then, other details about the SKS IPO, which will be India's first IPO from the microfinance sector, are slowly entering the public domain. The company posted a Rs 80 crore profit on revenues of Rs 544 crore in 2008-09.

- **Realty major, BPTP, plans Rs 1,500 cr IPO**

Real estate developer, BPTP Limited, plans to raise around Rs 1,500 crore through an IPO early next-fiscal. They hope to launch their IPO of Rs 1,500 crore



early next-fiscal. The company, which presently has a networth of Rs 1,600 crore, is hoping to clock a topline of Rs 1,000 crore and PAT of Rs 200 crore in FY 10. From the issue proceeds, the company plans to pre-pay Rs 325 crore of its debt while Rs 500 crore has been earmarked for Government use, he said. The realty major, presently, has a consolidated debt of Rs 900 crore. In 2011, Rs 150 crore will come up for repayment and in 2012, Rs 600 crore, Chawla said, adding that "though we are not stressed in terms of debt, we plan to pre-pay Rs 325 crore out of the issue proceeds." JP Morgan and SSKI are the Book-Running Lead Managers (BRLMs) to the issue.

- **NMDC FPO fully subscribed, sources hint at LIC bailout**

The follow-on public offer of NMDC, a navratna public sector undertaking, has been fully subscribed on the last day. Qualified institutional investors helped the issue to sail through. Their reserved portion was subscribed 2.28 times. Overall, the issue got overbid 1.25 times, as per data available on the NSE website. LIC, India's largest insurance company, has bailed out NMDC FPO on the last day, subscribed to 75-80% of the issue at Rs 300 per share, reports CNBC-TV18 quoting sources. It has put in nearly Rs 7,500-8,000 crore in FPO. However, this issue could not be able to encourage investors, especially retail as well as non-institutional investors. Their response was pathetic after looking at subscription figures for their reserved portion (35% and 15%, respectively), which was just 0.2 times each.

Forthcoming IPO-

<u>Issue details</u>	<u>Persistent Systems Ltd. (IPO)</u>
Issue open	17-19 March, 2010
Issue size	5,419,706 Equity Shares
Face value	Rs.10 Per Equity Share
Issue price	Rs 290 - Rs. 310
Minimum order quantity	20 Equity shares
Issue Type	100% Book Built Issue IPO
Listing at	NSE , BSE
BRLM	Enam Securities Pvt. Ltd., J.P. Morgan India Pvt. Ltd.

Basis of Allotment for Rural Electrification Corporation Ltd.

No. of Shares Applied for	No. of Shares Alloted	Ratio of Allotees to Applicant	
30	30	1	1
60	60	1	1
90	90	1	1
120	120	1	1
150	150	1	1
180	180	1	1
210	210	1	1
240	240	1	1
270	270	1	1
300	300	1	1
330	330	1	1
360	360	1	1
390	390	1	1
420	420	1	1
450	450	1	1
480	480	1	1

- **REC FPO Listing price per share:**
 QIB - Rs. 206/- to 215/-
 Non Institutional Bidders - Rs. 203/-
 Employees - Rs. 193/-
- **Listing price of MAN Infra Construction Ltd. Rs. 252 per share (Face value Rs. 10 & premium of Rs. 242)**
- **Listing price of Texmo Pipes & Products Ltd. Rs. 90 per share (Face value Rs. 10 & premium of Rs. 80)**
- **Listing price of NMDC FPO is fixed for Rs. 300**



IPO Listed-

Code	Company	Listing Date	Listing Price(Rs.)	Listing Volume	High(Rs.)	Low(Rs.)	Last Price(Rs.)	Volume
533169	Man Infra	11-Mar-10	335	16508586	337	322.5	336	1190310
533164	Texmo Pipes	10-Mar-10	101.5	33696283	147.25	140	145.35	1598880
532955	Rural Elec.Corp.	08-Mar-10	230	219323	243.2	239.1	239.2	409154
533163	ARSS Infra	03-Mar-10	640	11514084	761.45	745	751.1	271746
533162	Hathway Cable	25-Feb-10	246	6249043	212.4	205.9	207	26022
533160	D B Realty	24-Feb-10	430	20920602	464.8	455	456.15	22861
533161	Emmbi Polyarns	24-Feb-10	45.5	57173030	23.8	22.75	22.9	172730
533159	Aqua Logistics	23-Feb-10	219.4	19063341	254	246.2	247	212751
532555	NTPC	19-Feb-10	204	1842731	201.85	200	200.6	85002
533158	Thangamayil Jew.	19-Feb-10	70	8613802	76.95	75	76.65	11556

Subscription Figures of Closed IPO's:

Category	<u>DQ Entertainment (International) Ltd.</u>	<u>NMDC Ltd.</u>
QIB	93.87	2.28
HNI	272.90	0.22
Employee	0.32	0.07
RETAIL	19.45	0.22
Total	86.33	1.25
No. Of Applicants	120433	165000



Prospective Issues:

Company Name	Issue size
Real estate Vatika Group	Rs.1000 cr.
Parabolic Drugs	Rs. 200 cr.
Power Grid Board	Rs. 4700 cr
Satluj Jal Vidhyut Nigam	Rs. 24000 cr
Oberoi reality	Rs. 1500 cr
Indosolar	Rs. 400 cr