

Norms for bank lending to well-rated NBFCs eased

SHASHANK NAYAR
Mumbai, February 7

THE RESERVE BANK of India (RBI) on Thursday eased guidelines for risk weights of banks having exposure towards rated non-bank finance companies (NBFCs), allowing a flow of credit towards well-rated NBFCs facing a liquidity crunch. The guidelines are to be issued by the end of February.

“With a view to facilitating the flow of credit to well-rated NBFCs, it has now been decided that rated exposures of banks to all NBFCs, excluding core investment companies, would be risk-weighted as per the ratings assigned by accredited rating agencies, in a manner similar to that for corporates,” the RBI said in its statement on developmental and regulatory policies.

Bank credit towards NBFCs was at ₹5.7 lakh crore as on December 2018, a 55% growth year-on-year, according to RBI data. “Reduction in risk weights for NBFCs is expected to free up the equity capital for banks against their exposures to NBFCs, which banks can use for incremental credit growth or improvement in their capital ratios. While this can also result in reduced borrowing rates and incremental credit supply for NBFCs, this will depend on banks’ willingness to do so,” said AM Karthik, assistant vice-president, ICRA.

The existing guidelines require a uniform 100% risk-weight on bank exposures to rated as well as unrated systematically important non-deposit taking NBFCs (NBFC-ND-SI).

However, the bank exposure to core investment companies (CICs) continues to be risk-weighted at 100%. A CIC is an NBFC carrying on the business of acquisition of shares and securities.

‘Investors should look at short-term debt funds’

CHIRAG MADIA
Mumbai, February 7

THE RESERVE BANK of India (RBI), in its sixth bi-monthly policy, reduced the key repo rate by 25 basis points on Thursday. Fund managers expect that investors should stick to short-term income debt funds and not to embrace enter long-term debt funds yet.

Mahendra Kumar Jajoo, head – fixed income at Mirae Asset Global Investments (India), said, “RBI has taken a pragmatic approach and there is clarity in the communication which will help the markets. If things pans out in right way, I think we might see two more rate cuts in the next

financial year.” Investors should continue to look at short-term income funds in the current scenario and expects 10-year yields hovering around 7.15%-7.20% in the next few months, he added.

On Thursday, 10-year benchmark G-Sec closed at 7.5%. There are a number of short-term debt funds such as liquid funds, ultra-short duration funds, money market funds and short duration funds. While short duration funds invest in debt and money market instruments where duration of portfolio is between one and three years. On the other hand, liquid funds, ultra-short duration funds and money market

funds have instruments maturity of between 91 days and one year.

R Sivakumar, head of fixed income at Axis MF, said, “We do not expect long bonds to offer significant investment opportunities given the uncertainty around crude prices, the OMO calendar for the remainder of the year and possible front-loading of debt issuances in the next financial year.”

In the past one year, liquid funds category and ultra-short term fund category have given returns of 6.95% and 6.09%, respectively, show the data from Value Research. Short duration and medium duration funds have given returns of 6.25% and 5.55% in the last one year.

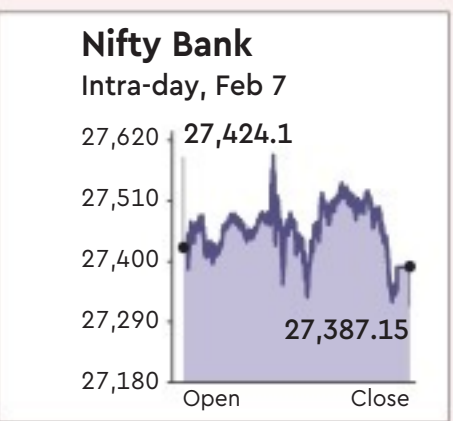
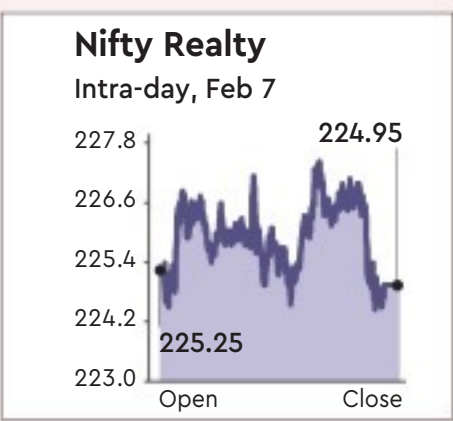
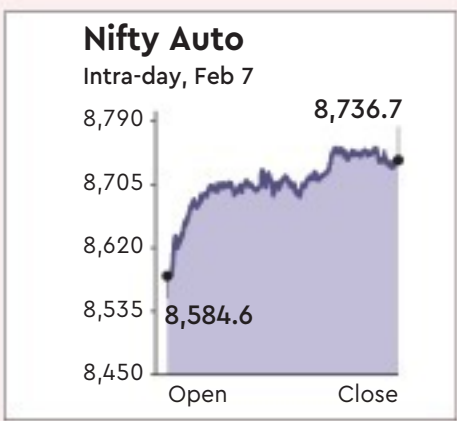
Auto stocks up; bank, realty flat

BHARADWAJ SHARMA
Mumbai, February 7

SHARES OF INTEREST rate-sensitive stocks, including those of banking and real estate, ended nearly flat on Thursday, while stocks of the auto companies ended higher after the RBI cut the repo rate by 25 bps.

While the Nifty Bank index and Nifty PSU Bank ended 0.06% and 0.37% down, respectively, the Nifty Private Bank index ended marginally (0.07%) up. These indices closed the session at 27,387.15, 2,940.60 and 15,552.85 points, respectively. On the other hand, the Nifty Realty index ended flat, declining 0.07% at 224.95 points. In contrast, the Nifty Auto index gained 1.98% to close at 8,736.70 points.

According to analysts, the



Narnolia Financial Advisors.

Sujan Hajra, chief economist, Anand Rath Financial Services, expects another 50 bps cut in 2019.

Shishir Baijal, chairman and managing director at Knight Frank, sees the rate cut as a positive opportunity for the sector. “We hope it will provide a further fillip to the demand side for real estate. We now expect banks to pass on benefits of revised rates to end consumer

of loans...” said Baijal.

“This is a temporary phenomenon. Globally crude oil prices are rising gradually and it is a matter of concern for the markets. Trade tension and geopolitical matters also remain causes for worry. Hence, we expect the rupee to trade in 71-72 range in the near term with the currency continuing its depreciation bias,” shared Rushabh Maru, research analyst at Anand Rath.

EXPERTS' TAKE

Stance shifted to ‘neutral’ from ‘calibrated tightening’, action dovish

SHUBHADA RAO & VIVEK KUMAR

CONTRARY TO MARKET expectation of a status quo, the Reserve Bank of India’s Monetary Policy Committee reduced its benchmark repo rate by 25 bps to 6.25% at its sixth bi-monthly policy review. As such, the reverse repo rate and the MSF rate now stand adjusted at 6.00%, and 6.50% respectively. Four out of six MPC members voted for the rate cut, with the other two voting to keep the policy rate unchanged. The rate cut decision was accompanied by a shift in monetary policy stance to ‘neutral’ from ‘calibrated tightening’ earlier. This was not only on expected lines by market consensus, but also a unanimous thought process within the MPC.

Key takeaways

Inflation: The central bank

lowered its CPI inflation trajectory to 2.8% in Q4 FY19 and 3.2-3.4% in H1 FY20 vis-à-vis its earlier projection of 2.7-3.2% in H2 FY19 and 3.8-4.2% in H1 FY20. It also introduced its CPI inflation forecast for Q3 FY20, which is pegged at 3.9%.

Growth: The central bank introduced its FY20 GDP growth forecast at 7.4% (with risks evenly balanced), up from CSO’s estimate of 7.2% in FY19.

Rationale for forecasts: The downward revision to the CPI inflation trajectory primarily reflects the “unprecedented soft inflation recorded across food sub-groups”. This is along expected lines as India’s food inflation has been persistently surprising on the downside in recent quarters. In addition, crude oil price has been more or less stable while few items within domestic fuel have turned soft.

Our take

If one were to zoom out, it becomes evident that CPI inflation has been undershooting its mandated target on a trend basis. With average CPI inflation of 3.6% in FY18, the implied average CPI inflation in

inflation to remain sub 4% in each of the next four quarters, i.e. until Q3 FY20.

With the governor reiterating the statutory mandate of targeting 4% inflation (with a band of +/- 2%), such a benign outcome along with the projected

The Budget has upped the share of revenue expenditure, which we reckon would help boost private consumption. While this could transpire into higher pressure on demand-led inflation, the impact is “likely to materialise over a period of time”

FY19 comes around 3.5-3.6%. Further, for FY20, the implied forecast average CPI inflation currently tracks 3.6-3.8% (assuming a close to 4% inflation outturn for Q4 FY20). If one were to zoom in, then what comes out is the observation that after remaining below the 4% target in Q2 and Q3 of FY19, the RBI projects headline

outlook indeed provided room for the central bank to eke out a dose of monetary accommodation. Factors like a sizeable correction in inflation expectation of households and producers, re-opening of the negative output gap (likely after the Q2 FY19 GDP data along with the outlook for H2 FY19), and relatively dovish commentary from the US

Fed and the ECB further supported the decision to reverse the course of monetary policy.

Going forward, the future course of monetary policy trajectory would depend upon the following:

The central bank expects overall food inflation to remain benign in near term. While the annualised food inflation could remain benign in near term, the momentum could see a build-up in coming months.

Oil price “outlook continues to be hazy”. We couldn’t agree more on this as crude oil price has seen heightened volatility in the last one year amid heavy geopolitical intervention. The futures market currently expects oil prices to end 2019 at an average price of \$62.5, which is almost the same as the prevailing spot price. If oil price were to pan out along these lines, then there can be favourable impact

on monthly FY20 inflation prints via statistical base effects.

The Budget has upped the share of revenue expenditure, which we reckon would help in boosting private consumption. While this could transpire into higher pressure on demand-led inflation, the impact is “likely to materialise over a period of time”. Keeping in mind the implementation lags and its trickle down effect, such an outcome is quite likely. However, we believe the central bank would need to be extremely vigilant in this case as few items within core inflation have already started exhibiting unusual upward price pressures.

Assuming the India crude basket to average close to \$65 per barrel in FY20, we expect average CPI inflation to edge towards 4.1% in FY20 from an average of 3.7% in FY19. This calls for a prolonged

pause in monetary policy with the likelihood of a moderate improvement in GDP growth momentum in the backdrop of a consumption-led fiscal stimulus.

However, we note that forecasting domestic food and global crude oil prices is fraught with extreme challenges. If the recent softness in price of these commodities were to persist in the coming quarters, then there can be a likelihood of extending the sub 4% inflation trajectory beyond Q3 FY20. Such a scenario (which would be clearer with the next update of RBI’s bi-annual Monetary Policy Report) could then potentially open up space for incremental monetary accommodation, as early as in April 2019.

Shubhada Rao is chief economist at Yes Bank and Vivek Kumar is senior economist at Yes Bank

VENKATESHWARA INDUSTRIAL PROMOTION CO. LTD. CIN NO: L65909WB1981PLC033333 90, PHEARS LANE 6TH FLOOR, ROOM NO. 603, KOLKATA-700012 UNAUDITED FINANCIAL RESULTS FOR QUARTER AND NINE MONTHS ENDED ON 31ST DECEMBER, 2018			
Rs. Lacs except EPS			
PARTICULARS	Quarter ending (31/12/2018)	Corresponding 3 months ended in the previous year (31/12/2017)	previous year ended (31/03/2018)
Total income from operations (net)	363.94	42.15	578.07
Net Profit/ (Loss) from Ordinary Activities after tax	(6.42)	25.55	1.52
Net Profit/ (Loss) for the period after tax (after Extraordinary items)	(6.42)	25.55	1.52
Equity Share Capital	5,024.00	5,024.00	5,024.00
Reserves (excluding Revaluation Reserve as shown in the balance sheet of previous year)	-	-	-
Earning Per Share (of Rs. 10/- each)	-0.013	0.051	0.003
Basic Diluted	-0.013 -0.013	0.051 0.051	0.003 0.003
NOTE: The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015.			
Place: Kolkata Date: 06-02-2019			
Name: MUKESH MITTAL Designation: Director DIN: 05300556			

KALPATARU ENGINEERING LIMITED CIN NO: L27104WB1980PLC033133 18, RABINDRA SARANI, PODDAR COURT, GATE NO.4, 4TH FLOOR, ROOM NO.4, KOLKATA-700001 UNAUDITED FINANCIAL RESULTS FOR QUARTER AND NINE MONTHS ENDED ON 31ST DECEMBER, 2018			
Rs. Lacs except EPS			
PARTICULARS	Quarter ending (31/12/2018)	Corresponding 3 months ended in the previous year (31/12/2017)	previous year ended (31/03/2018)
Total income from operations (net)	5.48	24.25	138.86
Net Profit/ (Loss) from Ordinary Activities after tax	2.53	18.41	0.27
Net Profit/ (Loss) for the period after tax (after Extraordinary items)	2.53	18.41	0.27
Equity Share Capital	1,821.13	1,821.13	1,821.13
Reserves (excluding Revaluation Reserve as shown in the balance sheet of previous year)	-	-	2,845.44
Earning Per Share (of Rs. 10/- each)	0.014	0.101	0.001
Basic Diluted	0.014 0.014	0.101 0.101	0.001 0.001
NOTE: The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015.			
Place: Kolkata Date: 05.02.2019			
KALPATARU ENGINEERING LTD. Sd/- BHAKTI SOMIYA Director DIN- 06957470			



STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018			
(Rs. in crores)			
Particulars	Quarter ended December 31, 2018 (Unaudited)	Nine months ended December 31, 2018 (Unaudited)	Quarter ended December 31, 2017 (Unaudited)
1 Total income from operations	1,112.34	3,624.17	2,220.25
2 Profit / (loss) before exceptional items and tax	(110.51)	(1,315.00)	(42.67)
3 Profit / (loss) before tax	(49.62)	(1,254.11)	(47.84)
4 Net profit / (loss) after tax, and share in profit / (loss) of associate and joint ventures	(40.07)	(1,242.55)	(32.68)
5 Total comprehensive income / (loss)	(64.07)	(1,222.88)	(18.94)
6 Paid up equity share capital (Face value of Rs. 2/- each)	1,063.95	1,063.95	1,063.95
7 Earnings / (loss) per share (EPS) (* not annualised)			
- Basic (Rs.)	*(0.07)	*(2.32)	*(0.05)
- Diluted (Rs.)	*(0.07)	*(2.32)	*(0.05)

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018			
(Rs. in crores)			
Particulars	Quarter ended December 31, 2018 (Unaudited)	Nine months ended December 31, 2018 (Unaudited)	Quarter ended December 31, 2017 (Unaudited)
1 Total income from operations	506.64	2,134.20	1,851.33
2 Profit / (loss) before exceptional items and tax	(232.90)	(839.42)	15.46
3 Profit / (loss) before tax	(284.72)	(918.76)	2.92
4 Profit / (loss) after tax	(284.80)	(919.04)	2.92
5 Total comprehensive income / (loss)	(287.26)	(918.79)	5.59
6 Paid up equity share capital (Face value of Rs. 2/- each)	1,063.95	1,063.95	1,063.95
7 Earnings / (loss) per share (EPS) (* not annualised)			
- Basic (Rs.)	*(0.54)	*(1.73)	*0.01
- Diluted (Rs.)	*(0.54)	*(1.73)	*0.01

Notes:
The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 7, 2019. The statutory auditors of the Company have carried out a limited review of the above results for the quarter and nine months ended December 31, 2018.

The above is an extract of the detailed format of financial results for the quarter and nine months ended December 31, 2018, filed with the stock exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the standalone and consolidated financial results for the quarter and nine months ended December 31, 2018 are available on the website of the Company, www.suzlon.com and website of the Stock Exchanges, www.bseindia.com and www.nseindia.com.

Place: Pune
Date: February 7, 2019

Registered Office:
Suzlon Energy Limited
[CIN: L40100GJ1995PLC025447]

Regd. Office: “Suzlon”, 5, Shrimali Society, Near Shri Krishna Complex, Navrangpura, Ahmedabad-380009
Tel.: +91.79.6604 5000 / +91.79.2640 7141, Fax: +91.79.2656 5540, +91.79.2644 2844
website: www.suzlon.com; email id: investors@suzlon.com

More than 18 GW of installations | Footprint across 18 countries | Largest product portfolio | R&D across Netherlands, India, Germany and Denmark
Leading global renewable energy player offering end-to-end solutions. To know more visit us at: www.suzlon.com | Join us on

For Suzlon Energy Limited
Tulsi R. Tanti
Chairman & Managing Director
DIN No: 00002283



ENDURANCE TECHNOLOGIES LIMITED CIN: L34102MH1999PLC123296 Registered office: E-92, M.I.D.C. Industrial Area, Waluj, Aurangabad – 431136 (Maharashtra), India Email: investors@endurance.co.in						
EXTRACT OF STANDALONE AND CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 ST DECEMBER, 2018						
₹ in million (except per share data)						
Sr. No.	Particulars	Standalone			Consolidated	
		Quarter ended 31 st December, 2018	Nine months ended 31 st December, 2018	Quarter ended 31 st December, 2017	Quarter ended 31 st December, 2018	Nine months ended 31 st December, 2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Total Income	13,306.52	40,887.38	10,822.46	18,223.04	56,315.64
2	Net Profit for the period (before Tax and Exceptional items)	1,130.48	3,927.00	1,025.25	1,612.33	5,390.24
3	Net Profit for the period before tax (after Exceptional items)	922.48	3,719.00	756.47	1,404.33	5,182.24
4	Net Profit for the period after tax (after Exceptional items)	629.17	2,475.77	487.30	965.60	3,463.58
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	614.13	2,451.92	502.04	471.63	3,344.04
6	Paid-up Equity Share Capital (Face value of Rs. 10 per share)	1,406.63	1,406.63	1,406.63	1,406.63	1,406.63
7	Earnings Per Share (of Rs. 10/- each) (for continuing and discontinued operations) - (not annualized)					
	Basic & diluted	4.47	17.60	3.46	6.86	24.62
						5.56
Notes: a) The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 7 th February, 2019. The Statutory Auditors of the Company have carried out a limited review of these financial results. b) The Consolidated financial results include results of the Company's subsidiaries in Italy and Germany. c) During the previous year, the Company had incurred ₹ 268.78 million towards Voluntary Separation Scheme for eligible workmen, as part of consolidation of plant operations in the Pune region, which has been disclosed as an exceptional item in the financial results of the quarter ended 31 st December, 2017. d) The Company has closed its plant at Manesar in December, 2018 and accordingly paid ₹ 38.40 million towards full and final dues to workmen entitled as per the provisions of Industrial Disputes Act, 1947. The Company has also provided for ₹ 169.60 million towards additional compensation payable to all its eligible permanent workmen. These amounts totalling to ₹ 208 million have been disclosed as an exceptional item in the financial results for the quarter and nine months ended 31 st December, 2018. e) The above is an extract of the detailed format of the Standalone and Consolidated financial results for the quarter and nine months ended 31 st December, 2018, filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Full format of the financial results is available on the Company's website at www.endurancegroup.com and on the websites of the Stock Exchanges i.e. www.bseindia.com and www.nseindia.com .						
For and on behalf of the Board of Directors						
Anurang Jain Managing Director (DIN: 00291662)						
Place: Mumbai Date: 7 th February, 2019						

शुक्रवार दि. 8/02/2019

लोकसत्ता मराठवाडा



ENDURANCE
Complete Solutions

ENDURANCE TECHNOLOGIES LIMITED

CIN: L34102MH1999PLC123296

Registered office: E-92, M.I.D.C. Industrial Area, Waluj, Aurangabad - 431136 (Maharashtra), India

Email: investors@endurance.co.in

EXTRACT OF STANDALONE AND CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

₹ in million (except per share data)

Sr. No.	Particulars	Standalone			Consolidated		
		Quarter ended 31 st December, 2018	Nine months ended 31 st December, 2018	Quarter ended 31 st December, 2017	Quarter ended 31 st December, 2018	Nine months ended 31 st December, 2018	Quarter ended 31 st December, 2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Total Income	13,306.52	40,887.38	10,822.46	18,223.04	56,315.64	15,427.78
2	Net Profit for the period (before Tax and Exceptional items)	1,130.48	3,927.00	1,025.25	1,612.33	5,390.24	1,467.79
3	Net Profit for the period before tax (after Exceptional items)	922.48	3,719.00	756.47	1,404.33	5,182.24	1,199.01
4	Net Profit for the period after tax (after Exceptional items)	629.17	2,475.77	487.30	965.60	3,463.58	781.81
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	614.13	2,451.92	502.04	471.63	3,344.04	739.97
6	Paid-up Equity Share Capital (Face value of Rs. 10 per share)	1,406.63	1,406.63	1,406.63	1,406.63	1,406.63	1,406.63
7	Earnings Per Share (of Rs. 10/- each) (for continuing and discontinued operations) - (not annualized)						
	Basic & diluted	4.47	17.60	3.46	6.86	24.62	5.56

Notes:

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 7th February, 2019. The Statutory Auditors of the Company have carried out a limited review of these financial results.
- The Consolidated financial results include results of the Company's subsidiaries in Italy and Germany.
- During the previous year, the Company had incurred ₹ 268.78 million towards Voluntary Separation Scheme for eligible workmen, as part of consolidation of plant operations in the Pune region, which has been disclosed as an exceptional item in the financial results of the quarter ended 31st December, 2017.
- The Company has closed its plant at Manesar in December, 2018 and accordingly paid ₹ 38.40 million towards full and final dues to workmen entitled as per the provisions of Industrial Disputes Act, 1947. The Company has also provided for ₹ 169.60 million towards additional compensation payable to all its eligible permanent workmen. These amounts totalling to ₹ 208 million have been disclosed as an exceptional item in the financial results for the quarter and nine months ended 31st December, 2018.
- The above is an extract of the detailed format of the Standalone and Consolidated financial results for the quarter and nine months ended 31st December, 2018, filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Full format of the financial results is available on the Company's website at www.endurancegroup.com and on the websites of the Stock Exchanges i.e. www.bseindia.com and www.nseindia.com.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 7th February, 2019

Anurag Jain
Managing Director
(DIN: 00291662)

Adfactors 495