

FII, institutions put in bids of ₹6,000 cr for CPSE ETF

NEW DELHI: The second tranche sale of government's exchange traded fund (ETF) of top 10 state-owned companies today attracted robust response with the portion reserved for anchor investors getting subscribed over three-folds to the tune of ₹6,000 crore on the opening day.

The Reliance Mutual Fund-managed Central Public Sector Enterprises - Exchange Traded Fund (CPSE ETF) has Further Fund Offer (FFO) size of ₹4,500 crore, with an option to retain another ₹1,500 crore in case of over-subscription.

As much as 30 per cent of total issue size, or ₹1,800 crore,

was reserved for anchor investors who put in bids worth about ₹6,000 crore on Tuesday, a top official said. Nomura, Morgan Stanley, SBI, LIC, Axis Bank and Birla MF are some of the anchor investors which placed bids. The issue received all round participation from all categories of investors - banks, insurance companies, FIIs and MFs - both domestic and foreign.

The Government is looking to raise a total ₹6,000 crore in the second tranche issue of the CPSE ETF, which is part of its disinvestment plan aimed at narrowing Asia's widest fiscal deficit without reducing public spending.

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