

Afternoon

DESPATCH & COURIER

Nippon Life To Own 49% Stake In Reliance Capital Asset Management

Reliance Capital, a part of Anil Ambani led Reliance Group, has completed the transaction for receipt of approx. Rs 1,200 crore (US\$ 180 million) from Nippon Life Insurance for additional 14% stake sale in Reliance Capital Asset Management (RCAM). Nippon Life Insurance (NLI), a Fortune 500 company and one of the largest life insurers in the world, now becomes a co-sponsor of Reliance Mutual Fund, along with Reliance Capital, and will own 49% in Reliance Capital Asset Management. The Board of RCAM, yesterday, approved the transfer of an additional 9.57% stake to Nippon Life Insurance, with the balance 4.43% to be transferred in the next couple of weeks. The transaction pegs the valuation of Reliance Capital Asset Management at Rs 8,542 crore (US\$ 1.3 billion), the highest valuation till date for any asset management company in the country. In line with the new shareholding, the name of Reliance Capital Asset Management would also be changed to Reliance Nippon Life Asset Management.