



The Analyst

News Letter

Presented by:

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OLA CABS RAISES USD 110 MN (INR 709.5 Cr)

Ola cabs, a Bangalore based cab aggregation service app, has raised USD 110 MN (INR 709.50 CR., Ex rate USD/INR 64.5) from Tencent, Softbank Group

DRIVEZY RAISES USD 10 MN (INR 64.5 Cr)

Drivezy, a Bangalore based Self Drive car and bike rental platform, has raised USD 10 MN (INR 64.5 CR., Ex rate USD/INR 64.5) from Das Capital, Axan Partners, Das Capital and IT Farm.

POLICYBAZAAR RAISES USD 77 MN (INR 496.65 Cr)

PolicyBazaar, a Gurugram based Online insurance policy aggregator company, has raised USD 77 MN (INR 496.65 CR., Ex rate USD/INR 64.5) from Wellington Management, DG Ventures India, True North.

CHAAYOS RAISES USD 2 MN (INR 12.9 Cr)

Chaayos, a Gurugram based online & offline Chai ordering platform, has raised USD 2 MN (INR 12.9 CR., Ex rate USD/INR 64.5) from Tiger Global Management.

OTHER UPDATES

- *Government approves sale of its entire stake in Dredging Corporation of India Limited*
- *For the first time ever, India has jumped 30 positions to become the top 100th country in terms of ease of doing business ranking this year*
- *Asian Development Bank and the Government of India have signed a \$300 million loan (INR 1935 Cr) to continue a series of fiscal reforms in West Bengal to improve the quality of public service delivery in the state*
- *Total GST revenue for September stood at Rs 92,150 crore*
- *Income tax department opens chat window to address queries*
- *To cut huge delays in infrastructure projects, Govt. of India has decided to initiate a “challenge method” to incentivise those states that expedite clearances for and implementations of such projects*
- *Service sector grows for second straight month in October*
- *India’s bad loans hit record Rs. 9.5 lakh crore*
- *World Bank lowers India’s growth forecast*

➤ In big setback, power utilities losses jump 36 % to Rs 89,603 cr in FY16

The aggregate book losses on accrual basis of all the state power utilities increased by nearly 36% to Rs 89,603 crore in FY16 as the utilities in Maharashtra went into a loss of Rs 28,029 crore in the fiscal against a profit of Rs 1,834 crore in FY15. The performance report recently released by the Power Finance Corporation noted that Maharashtra's losses were mainly because the utilities have charged depreciation of Rs 27,588 crore on revalued assets for the period FY06 to FY15. The aggregate revenue from sale of electricity for utilities selling power directly to consumers increased by 5.5% to Rs 3,92,398 crore. The revenue growth in FY15 was 12.6%. Delhi, Gujarat, West Bengal continued to remain profit making states for two straight years. Tamil Nadu, Rajasthan and Haryana showed considerable improvements in the fiscal, cutting their losses by Rs 6,819 crore, Rs 2,823 crore and Rs 1,394 crore, respectively.

➤ 331 infrastructure projects see cost overrun of Rs 1.72 lakh crore

As many as 331 infrastructure projects, each worth Rs 150 crore or above, have seen a cost overrun of Rs 1.72 lakh crore because of various reasons including delays, according to a government report. Ministry of Statistics and Programme Implementation monitors infrastructure projects worth Rs 150 and above. The total original cost of implementing 1,257 projects was Rs 15,76,903.56 crore and their anticipated completion cost is likely to be Rs 17,49,274.62 crore, cost overrun of Rs 1,72,371.06 crore (10.93 % of the original). Out of a total of 1,257 projects, 2 projects have reported completion and 10 new projects have been initiated on the monitor of this ministry during July. Of these, 11 projects are ahead of schedule, 304 are on schedule and 274 are delayed, 331 projects are showing cost overrun and 92 projects are showing both time and cost overrun with respect to original implementation schedules.

➤ Reliance Communications, Sistema Shyam Teleservices merger gets DoT nod

The Department of Telecom (DoT) has approved the merger of Sistema Shyam Teleservices (SSTL) into Reliance Communications (RCom), a deal which will add around 2 million customers and annual revenue of around Rs 700 crore to the Anil Ambani-led company. The closure of the transaction is expected by the first week of November 2017. SSTL is paying off all its existing debt on its own prior to closing. Also, the DoT nod comes as a relief for the debt-ridden RCom after its merger with Aircel collapsed.

➤ Department of Industrial Policy and Promotion (DIPP) eases mechanism for processing FDI proposals

The commerce and industry ministry has eased the mechanism for processing foreign direct investment (FDI) proposals by doing away with the requirement of sending the applications to the department of revenue.

Exchange rates
(as on 3rd Nov, 2017)

S. NO	PARTICULARS	RATE
1	1 USD	64.57 INR
2	1 EURO	75.33 INR
3	1 POUND	84.42 INR
4	1 JAP YEN	00.56 INR

Reserve & Policy rates
(as on 3rd Nov, 2017)

✓ **RESERVES RATES**

- CRR: 4 %
- SLR: 19.5%

✓ **POLICY RATES**

- Repo Rate: 6.00%
- Reverse Repo Rate: 5.75%
- Bank Rate: 6.25 %
- MSFR: 6.25 %

S. No	INDEX	31 st SEP, 2017	31 st OCT, 2017	% CHANGE
1	SENSEX	10,251.74	10,773.59	5.09 %
2	NIFTY	9,859.50	10,335.30	4.82%
3	NIKKEI	20,397.50	22,011.61	7.91%
4	NASDAQ	6,516.72	6,727.67	3.23%
5	KOSPI	2,394.47	2,523.43	5.38%

Bank rates
(as on 31st Oct, 2017)

S. No	NAME OF BANKS	MCLR (Overnight – One year)
1	ALLAHABAD BANK	7.95% - 8.45%
2	ANDHRA BANK	8.10% - 8.40%
3	BANK OF BARODA	8.05% - 8.30%
4	BANK OF INDIA	7.70% - 8.30%
5	BANK OF MAHARASHTRA	8.15% - 8.70%
6	CANARA BANK	7.90% - 8.30%
7	CENTRAL BANK OF INDIA	7.80% - 8.30%
8	CORPORATION BANK	8.00% - 8.65%
9	DENA BANK	8.05% - 8.25%
10	INDIAN BANK	8.00% - 8.35%
11	INDIAN OVERSEAS BANK	8.00% - 8.40%
12	ORIENTAL BANK OF COMMERCE	8.10% - 8.40%
13	PUNJAB AND SIND BANK	8.00% - 8.45%
14	PUNJAB NATIONAL BANK	7.75% - 8.15%
15	STATE BANK OF INDIA	7.70% - 7.95%
16	SYNDICATE BANK	8.00% - 8.50%
17	UCO BANK	7.90% - 8.45%
18	UNION BANK OF INDIA	7.70% - 8.20%
19	UNITED BANK OF INDIA	8.20% - 8.75%
20	VIJAYA BANK	7.90% - 8.50%
21	IDBI BANK	8.00% - 8.55%
22	ICICI BANK	7.80% - 8.20%
23	CITI BANK	7.90% - 8.05%
24	HDFC BANK	7.85% - 8.15%
25	KOTAK MAHINDRA BANK	7.70% - 8.60%



REGISTRATION OF A COMPANY IN INDIA WITH FOREIGN PROMOTERS

A foreign promoter can incorporate a Private Limited company in India. Following procedure is involved in registering a private limited company in India with foreign promoter(s):

A) Required documents of foreign promoter:

- Following documents are required to establish identity of the foreign promoter.
 - PAN card (not mandatory)
 - Passport (Mandatory)
 - Local Identity proof issued by Govt, of foreign country where the promoter is citizen
 - Proof of Nationality is also required in case of foreign promoter. Passport/ Citizenship card shall be used to establish nationality of the foreign promoter.
- Following documents are required as address proof of the foreign promoter.
 - Bank Statement
 - Telephone Bill
 - Electricity Bill
 - The address proof should be latest and should not be more than 2 months old on the date of filing registration application with Registrar of Companies.

All of the above documents are required to be authenticated. Different type of authentication is done in the following cases:

- Country which is a party to Hague Apostille Convention, 1961 (“Hague Convention Country”)
- Country in any part of Commonwealth (“Commonwealth Country”)
- Country other than the above

*In case of **Hague Convention Country**, the aforementioned documents are required to be apostilled and notarized before notary (public) of the country of his origin.*

*In case of **Commonwealth Country**, the aforementioned documents are required to be notarized before notary (Public) of the country of his origin only.*

*In case of **country other than the above**, the documents shall be notarized before the notary (Public) of such country and the certificate of the notary shall be authenticated by a Diplomatic or consular officer.*

All the documents should be self-attested. In case the promoter is in India while the company registration is in process, the documents shall be apostilled by the consular officer of the country of his origin in India Further, if the documents are in foreign language; it must be translated by an official translator to English/Hindi and should be duly stamped by the translator. Documents for Company registration are prepared on the basis of the aforementioned documents.

B) Applying for Digital Signature Certificate (DSC):

Digital Signature Certificate (DSC) application form duly signed by the applicant should be submitted to DSC vendor along with aforementioned documents duly apostilled and/or notarized as mentioned above. In case the promoter is in India while the DSC is applied, the documents shall be apostilled by the consular officer of the country of his origin in India. Email Id and mobile phone number are also required for verification by the DSC vendor. Once the application is processed and verification is completed, DSC shall be issued to the promoter.

C) Obtaining Director Identification Number (DIN):

The next step is to obtain DIN of the Director. The application shall be made in form DIR-3 along with documents such as proof of identity, proof of residence (as mentioned above), proof of nationality. The documents should be apostilled and/or notarized as the case may be.

D) Preparing and filing INC-1 for name reservation:

Once the DIN of director(s) is obtained, application for reservation of name is made in form INC – 1.

E) Preparing and filing necessary documents with Roc by subscriber to moa:

The documents for registration of the company are prepared. Following documents are prepared:

- INC – 9
- DIR – 2
- Affidavits
- MOA & AOA

In case the foreign promoter is present in India during execution of the aforementioned documents, a copy of visa is attached with the form. Visa should be a **valid business Visa** only. In case of person holding Overseas Citizen of India (OCI)/ Person of Indian Origin card (PIO), **no business visa is required.**

If the documents (including subscriber sheet of MOA& AOA) are executed by the foreign promoter in the country of his origin, the same shall be apostilled and/or notarized as mentioned above.

F) Filing forms with Registrar of Companies.

All the executed documents, identity proof, address proof, proof of nationality (duly apostilled and/or notarized as the case may be) are filed with ROC in e-spice forms i.e. INC – 32, INC – 33 and INC – 34

For more information, you may visit our website: www.knovalt.com

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