

Business Standard

BoI to tap retail investors for tier-I capital bonds

Targets Rs 1,000 cr via sale of non-core assets

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Bank of India plans to tap retail investors for issuance of additional tier-I bonds (AT1) to strengthen capital adequacy ratio. M Rego, managing director and chief executive, said his bank would look at this route (AT1) to raise capital. AT1 are Basel-III compliant instruments that come with restrictions on payments of interest and principal to absorb losses. The bank had raised Rs 1,500 crore in capital by issuing AT1 bonds to institutional investors, Rego told reporters on the sidelines of annual banking summit Fibac here on Wednesday. BoI chief said investors need to understand ...