

GOVERNMENT OF INDIA
MINISTRY OF NEW AND RENEWABLE ENERGY
RAJYA SABHA
UNSTARRED QUESTION NO. 1108
ANSWERED ON 29/07/2025

FUND RAISING BY IREDA THROUGH QIP

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Will the Minister of NEW AND RENEWABLE ENERGY be pleased to state:

- (a) whether Indian Renewable Energy Development Agency (IREDA) has raised funds through Qualified Institutions Placement (QIP);
- (b) if so, the issue price and discount offered;
- (c) the major institutional investors, including LIC and others who have participated in the QIP and their respective allotments;
- (d) the manner in which the raised funds will be utilized to strengthen IREDA's capital base and support green energy financing; and
- (e) whether the quick follow-up to IREDA's IPO reflects strong investor confidence in India's renewable energy sector and if so, the key indicators thereof?

ANSWER

THE MINISTER OF STATE FOR NEW & RENEWABLE ENERGY AND POWER

(SHRI SHRIPAD YESSO NAIK)

- (a) Yes, IREDA has raised funds of around ₹ 2005.9 crores by issuance of fresh equity shares through Qualified Institutions Placement (QIP) route in June, 2025.
- (b) The issue price was ₹ 165.14 per equity share. The discount offered was ~ 5.00% on the floor price (₹173.83) amounting to ₹ 8.69 per equity share.
- (c) The major investors to whom allotment (more than 5% of the QIP offerings) was made are as under:

| SI. No. | Name of the Allotees | % allotment of the Issue size |
|---------|--|-------------------------------|
| 1 | Life Insurance Corporation of India | 50.00 |
| 2 | Societe Generale - ODI | 8.98 |
| 3 | Morgan Stanley Asia (Singapore) PTE. – ODI | 9.12 |
| 4 | Vikasa India EIF I Fund | 5.13 |

(d) The funds raised through QIP issue were added to the Tier-1 capital of the Company, thereby boosting the Capital to Risk (Weighted) Assets Ratio (CRAR). The CRAR of the Company increased from 17.77% as on March 31, 2025 to 19.58% as on June 30, 2025 majorly due to increase in Tier-1 capital from the QIP raising. As per the objects of the Issue the net proceeds raised from the QIP were used for onward lending towards renewable energy projects and general corporate purpose.

(e) The timing and successful execution of IREDA's QIP after its IPO underscores a high level of investor confidence in the company and India's renewable energy sector.

Following listing at an issue price of ₹32 per share, IREDA's stock has shown robust listing gains and continued strength in the secondary market which reflects both investor's optimism around renewable energy financing and confidence in IREDA's financials, asset quality, growth trajectory, robust and transparent corporate governance.

Key indicators that illustrate the robust investor sentiment include:

a. The QIP was subscribed by marquee investors like LIC which reinforces the long-term institutional confidence in IREDA's business model and sectoral growth.

b. The inclusion of global financial institutions like Morgan Stanley and Societe Generale as significant allottees shows that foreign investors also view IREDA as an attractive player in India's renewable energy financing space.
