

Economic Times

Max India Scales to a New High

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Heard on the Street

Max India Scales to a New High

Max India has offered investors a good opportunity to make capital gain after a foreign PE fund acquired a substantial stake at a premium. The acquisition through conversion of debentures triggered momentum in the stock which helped it scale a new high on Tuesday. GS Capital Partners, the private equity arm of Goldman Sachs, picked up over 9% through conversion of compulsorily convertible debentures at ₹216.75 apiece, at about 30% premium, on June 10. What surprised the market is that the fund opted for conversion at premium even after the company reported



higher losses of ₹42 crore for FY11. The stock gained before closing 6.5% up at ₹188.3 on the BSE on Tuesday.

Contributed by Vijay Gurav