

# TPG to acquire around 15% stake in co: Shriram Capital

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The Foreign Investment Promotion Board (FIPB) has given the go-ahead to Texas Pacific Group (TPG) to induct foreign equity in Shriram Capital in a Rs 1,180 crore proposal.

Arun Duggal, Chairman of Shriram Capital in an interview on CNBC-TV18, spoke about the nod from FIPB and what the road ahead was for the company.

*Below is a verbatim transcript of his conversation with CNBC-TV18's [Udayan Mukherjee](#) and [Mitali Mukherjee](#). For complete details watch the accompanying videos.*

[Excerpts from Bazaar on CNBC-TV18](#)  
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**Q: Walk us through what the FDI okay constitutes and what it means for you?**

A: We have received an approval from FIPB for further investment by TPG, in Shriram Capital which is the holding company of all financial services businesses of the Shriram Group. TPG is an old and trusted partner in several of our ventures, most importantly, in Shriram Transport and Shriram City Union Finance. It was very logical next step for them to become an investor and partner in the holding company.

**Q: How much stake will TPG be acquiring and at what price?**

A: The FIPB approval is for Rs 1,180 crore. Their stake, still to be fine tuned will be around 15%.

**Q: A quick word on whether you will require any further fund inflows there?**

A: We are a fast growing financial services group. One thing about financial services is that the more successful you are, the more capital you need. This capital will serve us well for a period of time.