

# Business News Update

2 June 2025

**“Courage Is Not The Absence Of Fear But The Strength To Overcome It.”**

## **Adani-owned Mumbai Airport's cash deposit rules trigger lobbying efforts from IndiGo, Air India**

The airport in India's financial capital of Mumbai, run by the Adani Group, has triggered a lobbying effort by top carriers IndiGo and Air India after it changed payment rules, citing financial needs and a risk of airline defaults, documents show. The airport is one of India's busiest at a time when dozens are being added in one of the world's fastest-growing aviation markets. It is the biggest of seven managed by a group led by billionaire Gautam Adani. Confidential letters seen by Reuters show the intense pushback to the change, which seeks a compulsory cash deposit in a bank as security against charges such as landing and parking fees, instead of a long-standing practice of bank guarantees. "None of these airlines normally pay on time ... we want to align our cash flow with the airlines' cash flow," said Arun Bansal, the chief executive of Adani Airport Holdings, which has a stake of 74% in the

Source: [Livemint, June 1, 2025](#)

## **Maharashtra FDA revokes Zepto's food license in Mumbai's Dharavi**

Maharashtra's food safety regulator, the Food and Drug Administration (FDA), has suspended quick commerce platform Zepto's food business licence in Mumbai's Dharavi area, over reasons of non-compliance with food safety standards, reported the news portal Business Standard on Sunday, 1 June 2025. According to the report, the food safety agency found fungal growth on certain food products, improper maintenance of cold storage temperatures, and no clear separation between expired and valid items during a recent inspection. The food safety regulator also found that the food products were directly stored on wet and dirty floors, and some food items were stored in an area near some clogged and stagnant water. The food safety inspection was carried out after receiving information from the FDA Minister of Maharashtra, Yogen Kadam, according to the news portal's report.

Source: [Livemint, June 1, 2025](#)

## **Coal India subsidiary Bharat Coking Coal files IPO papers**

State-owned Coal India arm Bharat Coking Coal (BCCL) has filed draft papers with market regulator Sebi for its initial public offering. The issue will be entirely an offer for sale, as BCCL will not issue any fresh shares. Coal India (CIL) plans to sell up to 46.5 crore shares. "The draft red herring prospectus...of Bharat Coking Coal was filed with SEBI, BSE and NSE," CIL said in a filing to BSE. DRHP is a preliminary document that a company files with Sebi for a public offer. "The DRHP filing pertains to the proposed initial public offering (IPO) of BCCL comprising an offer for sale of up to 46,57,00,000 equity shares by Coal India Limited, which remains subject to receipt of applicable approvals, market conditions, and other relevant considerations," the company said. BCCL, established with a mandate to mine and supply high-grade coking coal, plays a pivotal role in fuelling the nation's steel sector, which relies heavily on the company's coal for production and manufacturing processes.

Source: [Money Control, June 2, 2025](#)

## **Aegis Vopak Terminals shares list at 6% discount to IPO price on NSE**

Aegis Vopak Terminals shares listed at a discount compared to its issue price on Monday, following a 2.09 times subscription to its Rs 2,800-crore initial public offer (IPO) between May 26-28. Shares of Aegis Vopak Terminals listed at Rs 220 per share on the National Stock Exchange (NSE), a discount of 6.38 percent from its IPO price. The issue had a price band of Rs 223-235 per share. On the BSE, the shares of the company listed at Rs 220 apiece. The total market valuation of the company post listing of shares stood at Rs 24,375.81 crore. The company had raised Rs 1,260 crore from anchor investors. The analysts had already cited the stretched valuation metrics for the issue. "The company has achieved the lowest capex per MT and highest tank turns in the industry, which highlights its operational strength. While valuations are steep, the aggressive capacity expansion plans justify a long-term view," said Narendra Solanki, Head of Fundamental Research at Anand Rathi Wealth. "We recommend

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## Vietnamese automaker VinFast gears up for its India debut in June

VinFast, the largest passenger vehicle OEM in Vietnam, is all set to launch its VF6 and VF7 EVs in India as early as this month with bookings to commence soon, the company's Asia CEO Pham Sanh Chau said at a media event in Hanoi, Vietnam. The company's parent Vingroup is also in talks with various Indian states to bring other businesses such as electric buses, green energy and hospitality to India. The vehicles, equipped with LFP cells, are likely to take on India's mid-size SUV segment, with the likes of Tata's Nexon, Curvv, MG's ZS EV, Hyundai's Creta EV, Mahindra's BE6, XEV9e and the upcoming Maruti e-Vitara. The prices and certified range of VinFast's SUVs are to be announced soon. The cars will be CKD units assembled at the company's Thoothukudi plant. In Phase I, the plant is capable of 50,000 units annually and has the potential to ramp up to 1,50,000 units in the future. "We already have plans for Phase 2 of the factory. In the future, the plant will ramp up its capacity to meet

Source: [Business Line, June 1, 2025](#)

## Fed's Waller still open to cutting interest rates later this year

Federal Reserve Governor Christopher Waller said on Monday that interest rate cuts remain possible later this year even with the Trump administration's tariffs likely to push up price pressures temporarily. Given that a rise in inflation pressures tied to President Donald Trump's import tax increases is unlikely to be persistent, "I support looking through any tariff effects on near term-inflation when setting the policy rate," Waller told a gathering in Seoul, South Korea. If tariffs settle in the lower end of the range of possibilities and "underlying inflation continues to make progress to our 2% goal" with a still "solid" job sector, "I would be supporting 'good news' rate cuts later this year," Waller said. He added, "Fortunately, the strong labor market and progress on inflation through April gives me additional time to see how trade negotiations play out and the economy evolves" before needing to decide what the central bank should do with interest rates. Waller's comments on the outlook for the economy

Source: [Reuters, June 2, 2025](#)

## US remittance tax to revive hawala, hand cartels a financial lifeline

Hidden on page 1,054 of President Donald Trump's "big, beautiful bill" is a threat to impose a 3.5 per cent tax on all remittance transfers made by non-citizens to accounts outside the country. This is a dangerous, backward-looking provision, and will make Americans less safe without raising much revenue. It is easy to understand why a measure like this would appeal to the current administration. It makes migrants' lives harder, and that's enough for it to be worth passing into law. And it certainly will create difficulties for millions of legal and illegal immigrants in the US, as well as for their families outside. Mexico's president, Claudia Sheinbaum, has been a vocal opponent, saying — correctly — that this is unjustifiable double taxation. Her country, the largest destination for such transfers, has a lot to lose. But other countries are also worried. India is the third-largest destination for remittances from the US, receiving about \$18 billion in 2024; the Philippines and China aren't far

Source: [Business Standard, June 2, 2025](#)

## Asia shares, dollar slip as tariff tensions darken mood

Asian share markets and the dollar made a soft start on Monday as U.S.-China trade tensions continued to simmer, while investors turned defensive ahead of key U.S. jobs data and a widely expected cut in European interest rates. There was little obvious reaction to President Donald Trump's threat late Friday to double tariffs on imported steel and aluminium to 50%, beginning on June 4, a sudden twist that drew the ire of European Union negotiators. Speaking on Sunday, Treasury Secretary Scott Bessent said Trump would soon speak with Chinese President Xi Jinping to iron out a dispute over critical minerals. Beijing then forcefully rejected Trump's trade criticism, suggesting a call might be some time coming. White House officials also continued to play down a court ruling that Trump had overstepped his authority by imposing across-the-board duties on imports from U.S. trading partners. "The court ruling will complicate the path ahead on trade policy, but there remains an ample set of provisions available to the administration to deliver its desired results," said Bruce Kasman, chief economist at

Source: [Reuters, June 2, 2025](#)