



# ICMAI REGISTERED VALUERS ORGANISATION

## WEEKLY VALUATION NEWS



### MapmyIndia IPO Subscription Status, GMP, Valuation. Last Day to Invest, Should you?

MapmyIndia owner CE Info Systems initial public offering (IPO) saw a massive response from investors on the final day of bidding. CE Info Systems IPO received bids for 4.99 crore equity shares against an offer size of 70.44 lakh units, according to the data. MapmyIndia IPO was booked 7.09 times so far on December 13. The quota set aside for the non-institutional investors (NII) was subscribed 7.77 times. Qualified institutional buyers (QIB) have put bids 4.37 times for their portion. Retail investors have bought shares 8.36 times the allotted quota. MapmyIndia IPO was subscribed 2.02 times on its first day of bidding. On the second day, the issue was booked 6.16 times.

**Source: News 18**

**Please read the full news at**

<https://www.news18.com/news/business/markets/mapmyindia-ipo-subscription-status-gmp-valuation-last-day-to-invest-should-you-4547894.html>

### The 'art' of VC start-up valuations is a forgery

Venture capitalists frequently say that valuing startups is "more art than science." If that's true, then it's absurdist art, because most seed-stage businesses have no value. In fact, seed-stage startups — companies that have not yet released a product, regardless of how many rounds they've raised — are probably worth less than zero using any rational valuation methodology. The only certainty at this stage is that the startup will keep losing more money until a product is released, at which point it's possible that revenue may be generated. The chances of going out of business are high

**Source: Live Mint**

**Please read the full news at:**

<https://techcrunch.com/2021/12/10/the-art-of-vc-startup-valuations-is-a-forgery/>

## What will make Aswath Damodaran give ITC better valuation?

For professor Aswath Damodaran, popularly known as the "Dean of Valuation", companies that know their age create value, and those that don't destroy it. ITC, the country's largest cigarette maker, falls in the latter category, according to the professor of finance at the Stern School of Business, New York University.

**Source: Economics Times**

**Please read the full news at:**

[https://economictimes.indiatimes.com/markets/stocks/news/what-will-make-ashwath-damodaran-give-itc-better-valuation/articleshow/88179886.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/what-will-make-ashwath-damodaran-give-itc-better-valuation/articleshow/88179886.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## TVS Motor and Zoho invest in Ultraviolette at \$205 Mn valuation

Electric bike startup Ultraviolette has raised around \$15 million in a new round from TVS Motor Company and Zoho Corporation. This is the part of Series C round for the company which last raised Rs 50 crore or \$6.5 million from TVS and GoFurugal in October last year. The new round comes amidst back to back funding rounds in startups in the electric vehicles space. On Wednesday, Ola Electric had picked up \$53 million led by Temasek. Euler Motors also closed a \$10 million equity round whereas Ather Energy raised around \$17 million in debt from its longtime backer Hero MotoCorp.

**Source: Entrackr.com**

**Please read the full news at**

<https://entrackr.com/2021/12/tvs-motor-and-zoho-invest-in-ultraviolette-at-205-mn-valuation/>

## What Markdowns And Lower Valuations Mean For The Indian Startup Space?

What happened in the last 12-18 months was purely abnormal. Previously, there was a certain pace at which you would fund a company. For example a Series A company, which is just starting, would be valued at \$4 million- \$5 million. For Series B, the company had to do earn a certain amount of revenue, show that they have business model that can scale and was then valued at \$20 mln- \$25 mln. But over the last one and half years, companies which were in the Series A phase were given cheques worth \$40 mln- \$50 mln assuming capital will create the winner. What is happening today is just unwinding of what had already taken place, realization that quality of founders and their ability to execute is what it takes to win and not just throwing money. The phenomenon is very similar to that of a stock market bubble, every company irrespective of the fundamentals goes up. The last 18 months saw companies excessively funded for the stage they were in at that point of time and the only goal was to raise more money as quickly as possible.

**Source: Entrepreneur.com**

**Please read the full news at:**

<https://www.entrepreneur.com/article/274457>

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