

Shares and Bonds Department
Head Office

Ref. No. HO/SD/338

Date: 27.08.2019

The Vice President National Stock Exchange of India Ltd. Exchange Plaza, Bandra- Kurla Complex Bandra East, Mumbai-400 051	The Vice President BSE Ltd. 25, P.J.Towers Dalal Street, Mumbai-400001
---	---

Dear Sir/Madam,

Subject: Introduction of External Benchmark Linked Rates by the Bank

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that in order to ensure quicker transmission of policy rate adjustments, the Bank has decided to price its Housing Loans (upto ₹75.00 Lakh and MUDRA Loans) sanctioned with effect from 01.09.2019 with reference to the External Benchmark Linked Rates (EBLR). However, the borrowers shall have the option for either Marginal Cost of Funds Based Lending Rates (MCLR) linked loan or EBLR linked loan at mutually acceptable terms.

Further, all the Saving Bank Deposits of ₹40.00 Lakh and above will be linked with External Benchmark with effect from 01.10.2019.

The Rate of Interest based on External Benchmark on aforesaid loans will comprise RBI Repo Rate, Average of last ten years Net Interest Margin of the Bank rounded off to the nearest 05 bps and Credit Risk Premium based on Internal Credit Risk Rating.

This is for your information and record please.

Yours faithfully,

(Dina Nath Kumar)

Company Secretary and Compliance Officer