



Kotak Mahindra Bank

December 10, 2018

To, The General Manager Department of Corporate Services – Listing Department BSE Limited P.J. Towers, Dalal Street Mumbai 400 001 BSE Scrip Code: 500247	To, The Vice President Listing Department National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor, Plot C-1, Block "G" Bandra Kurla Complex, Bandra (East) Mumbai 400 051 NSE Scrip Code: KOTAKBANK
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Dear Sir/ Madam

Kotak Mahindra Bank had on August 2, 2018 announced completion of its Perpetual Non Convertible Preference Shares (PNCPS) issue on that day resulting in dilution of promoter stake to 19.70% of paid up capital


Reserve Bank of India (RBI) responded to this and we communicated to the exchange on August 14, 2018 as below:

"This refers to our letter dated August 2, 2018. RBI has today communicated to us that our PNCPS issuance does not meet their promoter holding dilution requirement. We continue to believe that we have met the requirement and will engage with the RBI in this behalf."

We have since clarified and conveyed to the RBI our position in relation to PNCPS being a part of paid up capital and the legal basis on the matter of dilution of shareholding under the Banking Regulation Act. We have also shared with the RBI the opinions of eminent jurists and senior most legal counsels of the country, which confirm our understanding.

However, we have not heard from the RBI on the above matter. Given the milestone of December 31, 2018, the Bank has been left with no option but to protect its interest. By way of abundant caution, the Bank has today filed a writ petition with the Hon'ble Bombay High Court to validate the Bank's position.

Yours faithfully,
Kotak Mahindra Bank Limited


Bina Chandarana
Company Secretary &
Sr. Executive Vice President

Kotak Mahindra Bank Ltd.
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