

Shares and Bonds Department
Head Office

Ref. No. HO/SD/331

Dated: 10.09.2018

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
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Dear Sir/Madam,

Subject: Review of Credit Rating to Bank's Outstanding Basel-III compliant Tier 2 Bonds by Brickwork Ratings India Pvt. Ltd. (Brickwork)

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that Brickwork Ratings India Pvt. Ltd. have reviewed the existing rating of Bank's outstanding Basel-III compliant Tier 2 Bonds rated by them and has revised their rating downward as detailed below:


Particular	Pre-revised rating	Revised Rating
₹1500 crore Basel III compliant Tier 2 Bonds (Issued in two tranches Series I of ₹500 crore & Series II of ₹1000 crore)	BWR AA- (Outlook-Stable)	BWR A+ (Outlook- Stable)

Brickwork has communicated that the Rating downgrade factors in the Bank's performance upto Q1FY19, mainly with reference to the following:

1. Volatility in earnings and low operating profits over the last 2 quarters.
2. High level of slippages over the last 2 quarters.
3. Increasing provisions due to NCLT cases as also ageing of NPAs.
4. Large losses over the last 3 quarters, resulting in fairly sharp drop in CRAR and other capital adequacy ratios.
5. Need for regular infusion of funds from GOI till the Bank's collection performance shows significant improvement.

This is for your information and records.

Yours faithfully,


(Sanjay Aggarwal)
General Manager (F&A) and CFO