



To

The Vice President,
IDBI Trusteeship Services Limited,
Regd. Office: Asian Building, Ground Floor,
17, R. Kamani Marg, Ballard Estate,
Mumbai - 400001

Dear Sir / Madam,

Subject: The Lakshmi Vilas Bank Limited (Amalgamation with DBS Bank India Limited)
Scheme, 2020

Ref: Our letter dated 26.11.2020 filed with Stock Exchange under copy to you among others.

We invite your kind reference to the intimation filed to the stock exchange on 26.11.2020 as mentioned above.

In this context, you may note that the Lakshmi Vilas bank has apart from Series VII Option B amounting to Rs.50.50 crores, has the following outstanding Unsecured Non-convertible Redeemable Fully paid-up Basel-III compliant Tier-2 Bonds:

Particulars	Series-VIII	Series - IX	Series - X
Date of Allotment	24.03.2014	30.09.2015	09.06.2017
Date of Redemption	24.03.2024	30.09.2025	09.06.2024
Rate of Interest	11.80%	11.50%	10.70%
Amount (Rs. in crores)	78.10	140.10	100.00
Face Value of the Bond	10.00 lakhs	5.00 lakhs	5.00 lakhs

Issuance, Trading and Listing	NSE
-------------------------------	-----

The Reserve Bank of India, vide their letter dated 26th November 2020 has advised the need to fully write-down the Series VIII, Series IX and Series X Basel-III complaint Tier-2 Bonds before the amalgamation comes into effect from the Appointed date i.e., 27th November 2020.

Copy of the RBI letter dated 26.11.2020 is enclosed herewith.

You are requested to take the same on record and do the needful.

Thanking you,

Yours faithfully,



N Ramanathan
Company Secretary



Encl: As above



भारतीय रिजर्व बैंक
RESERVE BANK OF INDIA

www.rbi.org.in

DOR.CO.BP.No.1547/21.01.002/2020-21

November 26, 2020

The Administrator
The Lakshmi Vilas Bank Ltd.
Corporate Office
LVB House, 4/1, Sardar Patel Road,
Guindy, Chennai - 600032

Dear Sir,

The Lakshmi Vilas Bank Limited (Amalgamation with DBS Bank India Limited) Scheme, 2020

Please find enclosed 'The Lakshmi Vilas Bank Limited (Amalgamation with DBS Bank India Limited) Scheme, 2020' ("Scheme") which has been approved by the Central Government and has been notified in the Official Gazette on November 25, 2020 and will come into force on November 27, 2020.

2. The bank has issued 3 tranches of Unsecured Non-convertible Redeemable Fully Paid-up Basel III compliant Tier 2 bonds ("Basel III Tier 2"), the details of which are as under:

	Series	Date of issuance	Amount Issued (Rs. Crore)
1	Tier 2 Series VIII	24/03/2014	78.10
2	Tier 2 Series IX	30/09/2015	140.10
3	Tier 2 Series X	09/06/2017	100.00
TOTAL			318.20

3. As per the terms of the Information Memorandums of the respective Basel III Tier 2 bonds issued by the bank,

"If the relevant authorities decide to reconstitute the Bank or amalgamate the Bank with any other bank under the section 45 of the BR Act, such a bank shall be deemed as non-viable or approaching non-viability and both the pre-specified trigger and the trigger at the point of non-viability for write-down of the Bonds shall be activated. Accordingly, the Bonds shall be written-off before amalgamation/ reconstitution in accordance with applicable rules."

4. Given that Section 45 of the Banking Regulation Act, 1949 has been invoked and the Scheme has been notified, the bank is deemed to be non-viable or approaching non-viability

विनियमन विभाग, केंद्रीय कार्यालय, 12वीं और 13वीं मंजिल, केंद्रीय कार्यालय भवन, शहीद भगत सिंह मार्ग, मुंबई 400001

टेलीफोन /Tel No: 22661602, 22601000 फैक्स/Fax No: 022-2270 5670, 2260 5671, 5691 2270, 2260 5692

Department of Regulation, Central Office, 12th & 13th Floor, Central Office Bhavan, Shahid Bhagat Singh Marg, Mumbai - 400001

Tel No: 22661602, 22601000 Fax No: 022-2270 5670, 2260 5671, 5691, 5692



and accordingly, the triggers for a write-down of Basel III Tier 2 bonds issued by the bank has been triggered.

5. In light of above provisions, such Basel III Tier 2 bonds would need to be fully written-down before the amalgamation of the bank comes into effect.

Yours sincerely,

(Usha Janakiraman)
Chief General Manager

Enclosure: The Lakshmi Vilas Bank Limited (Amalgamation with DBS Bank India Limited) Scheme, 2020