

October 25, 2017

The Manager-Listing Department
National Stock Exchange of India Limited
Exchange Plaza,
Plot no C/1, G Block
Bandra Kurla Complex,
Bandra (E) Mumbai – 400051
NSE Scrip Code: IDFCBANK

Sub: IDFC Bank Limited – News Clarification

Dear Sirs / Madam,

With reference to your letter dated October 25, 2017, we would like to inform that IDFC Bank Limited ('the Bank') has already submitted the update on the matter vide its letter dated October 25, 2017. A copy of the letter filed with the Stock Exchanges is enclosed herewith for your reference.

Kindly take the aforesaid on record.

Thanking you,

Yours faithfully,
For IDFC Bank Limited


Mahendra N. Shah
Company Secretary & Chief Compliance Officer



October 25, 2017

The Manager-Listing Department
National Stock Exchange of India Limited
Exchange Plaza,
Plot no C/1, G Block
Bandra Kurla Complex,
Bandra (E) Mumbai – 400051
NSE Scrip Code: IDFCBANK

The Manager-Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai – 400 001
BSE Scrip Code: 539437

Sub: IDFC Bank Limited – Disclosure of information under Regulation 30 of SEBI (LODR) Regulations, 2015

Dear Sirs / Madam,

This is to inform you that the Reserve Bank of India ('RBI') has vide its letter dated October 23, 2017, received by IDFC Bank Limited ('IDFC Bank' or the 'Bank') on October 24, 2017, informed about imposition of a monetary penalty of Rs.2 crore on the Bank for non-compliance with para 2.2.1.2 of Master Circular DBR.No.Dir.BC.10/13.03.00/2015-16 dated July 01, 2015 on Loans and Advances – Statutory and Other Restrictions w.r.t. appropriate approving authority for granting of loans to any company in which any of the directors of other banks holds substantial interest or is interested as a director or as a guarantor.

The penalty has been imposed in exercise of the powers vested in the RBI under the provisions of Section 47A of the Banking Regulation Act, 1949.

Copy of RBI Press Release is enclosed for your reference.

Thanking you,

Yours faithfully,

For IDFC Bank Limited



Mahendra N. Shah

Company Secretary & Chief Compliance Officer





भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA

वेबसाइट : www.rbi.org.in/hindi

Website : www.rbi.org.in

ई-मेल email: helpdoc@rbi.org.in

संचार विभाग, केंद्रीय कार्यालय, एस.बी.एस.मार्ग, मुंबई-400001

DEPARTMENT OF COMMUNICATION, Central Office, S.B.S.Marg, Mumbai-400001

फोन/Phone: 022 2261 0835 फैक्स/Fax: 91 22 22660358

October 24, 2017

Reserve Bank of India imposes monetary penalty on IDFC Bank Limited

The Reserve Bank of India (RBI) has imposed on October 23, 2017, a monetary penalty of ₹ 20 million on IDFC Bank Limited (the bank) for contravention of regulatory restrictions pertaining to loans and advances. This penalty has been imposed in exercise of powers vested in RBI under the provisions of Section 47A(1)(c) read with Section 46(4)(i) of the Banking Regulation Act, 1949, taking into account failure of the bank to adhere to certain directions issued by RBI.

This action is based on deficiencies in regulatory compliance and is not intended to pronounce upon the validity of any transaction or agreement entered into by the bank with its customers.

Background

The status report of the bank based on its financial position as on December 31, 2016, revealed, *inter alia*, non-adherence with certain directions pertaining to sanction / renewal of loans and advances. Based on the status report, a Notice was issued to the bank dated August 07, 2017, advising it to show cause as to why penalty should not be imposed on it for non-compliance with directions issued by RBI. After considering the bank's reply and oral submissions made in the personal hearing, RBI came to the conclusion that the aforesaid charge of non-compliance with RBI directions was substantiated and warranted imposition of monetary penalty.

Press Release: 2017-2018/1117

Jose J. Kattoor
Chief General Manager