

IDFCFIRSTBANK/SD/287/2025-26

February 21, 2026

**National Stock Exchange of India Limited**

Exchange Plaza,  
Bandra Kurla Complex, Bandra (East)  
Mumbai 400 051

**NSE Symbol: IDFCFIRSTB****BSE Limited**

Phiroze Jeejeebhoy Towers  
Dalal Street, Fort  
Mumbai 400 001

**BSE Scrip Code: 539437****Sub.: Disclosure under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("SEBI Listing Regulations")**

Dear Sir/ Madam,

Pursuant to Regulation 30 of the SEBI Listing Regulations, we wish to inform you that based on a preliminary internal assessment (upon receipt of communication from a particular Department of Government of Haryana), the Bank has identified an incident involving unauthorized and fraudulent activities by certain employees at a particular branch in Chandigarh and potentially involving other individuals / entities/ counterparties. The details are as follows:

1. The Bank received a request from a particular Department of Haryana Government for closure of its account and transfer of funds to another bank. In the process, certain discrepancy were observed in the amount mentioned vis-à-vis the balance in the account.
2. From February 18, 2026 onwards, certain other Haryana Government entities engaged with the Bank with regard to their respective accounts with the Bank. During this process, differences were observed between the balances in the account and the balances as mentioned by the said Haryana Government entities holding accounts with the Bank.
3. Based on the preliminary internal review conducted, the matter is confined to a specific group of government-linked accounts within Haryana Government operated through the said branch in Chandigarh and does not extend to other customers of the Chandigarh Branch.
4. The aggregate amount under reconciliation across the identified accounts at the abovementioned Branch is approximately ₹590 crore. The impact may be determined based on receipt of further information, validation of claims, recoveries of any nature including those made through the process of marking lien on fraudulent beneficiary accounts maintained with other Banks, liabilities of other entities involved in the fraudulent transactions, and the legal recovery process.
5. The Bank has taken the following actions:
  - Four suspected officials have been placed under suspension pending investigation. The Bank will pursue strict disciplinary, civil and criminal action against the employees and other external individuals responsible, in accordance with applicable law.

- A meeting of the Special Committee of the Board for Monitoring and Follow-up of Cases of Frauds (SCBMF) was convened on February 20, 2026 and the matter was placed before the Committee.
- The meeting of the Audit Committee and the Board of Directors were convened on February 21, 2026 to apprise on the matter.
- The Bank is in the process of appointing an independent external agency to conduct an independent Forensic Audit.
- The statutory auditors have been informed.
- The Bank has filed a complaint with the Police authorities and will extend full cooperation to the investigating agencies.
- The Bank has sent recall request to certain beneficiary banks to lien mark balance in suspicious accounts held in these banks.

The details required under the SEBI Master Circular for compliance with the provisions of the Listing Regulations dated January 30, 2026, are provided as **Annexure 1**.

Further, in compliance with Regulation 46(2) of the SEBI Listing Regulations, this disclosure is also being uploaded on the Bank's website at [www.idfcfirst.bank.in](http://www.idfcfirst.bank.in)

The Board Meeting of the Bank commenced at 7:15 p.m. and concluded at 9:15 p.m.

Request you to kindly take the above on record.

Yours faithfully,

For **IDFC FIRST Bank Limited**

**Satish Gaiwad**  
**General Counsel and Company Secretary**

*Enclosed: As Above*

**Annexure 1**

<b>Sr.</b>	<b>Particulars</b>	<b>Description</b>
1.	<b>Nature of fraud/default/arrest</b>	Potential unauthorized and fraudulent activities by certain individuals employed at a particular branch in Chandigarh potentially in collusion with other individuals / entities, pertaining to account(s) held by certain departments of the Government of Haryana.
2.	<b>Estimated impact on the listed entity</b>	The aggregate amount under reconciliation across the identified accounts at the abovementioned Branch is approximately ₹590 crore. The impact may be determined based on receipt of further information, validation of claims, recoveries of any nature including those made through the process of marking lien on fraudulent beneficiary accounts maintained with other Banks, liabilities of other entities involved in the fraudulent transactions, and the legal recovery process.
3.	<b>Time of occurrence</b>	Subject to external independent examination.
4.	<b>Person(s) involved</b>	<i>Prima facie</i> , unauthorized and fraudulent activities have been carried out by certain employees at a particular branch in Chandigarh in a specific set of Haryana State Government Accounts and potentially involving other individuals / entities/ counterparties.
5.	<b>Estimated amount involved</b>	Please refer to Sl. No. 2 above.
6.	<b>Whether such fraud has been reported to appropriate authorities</b>	Yes. The Bank has informed its regulator, filed a complaint with the police and is also in the process of filing further complaints with appropriate law enforcement agencies and reporting to relevant authorities.