

IRC: F-48:29:238:2020

20.03.2020

The Manager,
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra-Kurla Complex,
Bandra (East), Mumbai 400051

Dear Sir,

Reg : Your email dt 19.03.2020 seeking clarification on the announcement regarding press release dated 18.03.2020 titled "Karur Vysya Bank enters into Precious Metals Business".

With reference to the above, we wish to clarify that:

1. Expected benefits:

In terms of the Reserve Bank of India guidelines, only designated banks are permitted to import Bullion and Silver and extend Metal loan facility to Bullion merchants. Hitherto, our existing customers were availing this facility from other designated banks. We can now extend this business to our existing and new customers. This will help the bank to increase advances and profits.

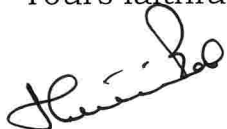
2. Estimated amount to be invested:

The amount spent for one time infrastructure is about Rs 50 lakhs and manpower cost would be around Rs 600 lakhs for the first year.

We further clarify that the said event is in ordinary course of business.

We trust this clarifies the matter.

Yours faithfully,



Srinivasarao M
Company Secretary &
Asst. General Manager

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