LAKSHMI VILAS BANK

Secretarial Department CIN L65110TN1926PLC001377

Ref/Sec/205 & 266/193 /2019- 2020 September 27, 2019

The National Stock Exchange of India Limited	**BSE Limited**
Listing Department	Department of Corporate Services,
Exchange Plaza, Bandra Kurla Complex,	Floor 25,
Bandra (East),	Phiroze Jeejeebhoy Towers
Mumbai 400 051.	Dalal Street, Mumbai 400 001.
Company symbol: LAKSHVILAS	Security code no: 534690

Dear Sir,

Sub: Disclosure of Material Information to Stock Exchanges – Prompt Corrective Action

******

In compliance of Clause 2(B) of the Bank's Policy for determining materiality of events read with Regulation 30 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, it is hereby informed that the Reserve bank of India, vide their letter dated September 27, 2019 has initiated Prompt Corrective Action for Lakshmi Vilas Bank Limited on account of high net NPA, insufficient CRAR and CET 1, negative RoA for two consecutive years and high leverage, based on the on-site inspection under the Risk Based Supervision carried out for the year ended March 31, 2019 in terms of RBI/2016-17/276 DBS.CO.PPD.BC.No.8/11.01.005/201-17 dated April 13, 2017. RBI has also advised the Bank on the restrictions put in place and the actions to be taken by the Bank, which the Bank has taken note of for necessary compliance, with progress to be reported on a monthly basis to RBI.

The Prompt Corrective Action is aimed at improving the performance of the Bank and will not have any adverse impact on the normal day-today operations of the Bank including acceptance / repayment of deposits in the normal course.

Thanking you,

For **Lakshmi Vilas Bank Limited**

N Ramanathan
Company Secretary

THE LAKSHMI VILAS BANK LTD. Secretarial Department Corp Office, Chennai-32