LAKSHMI VILAS BANK

Secretarial Department CIN: L65110TN1926PLC001377

Ref/Sec/205 & 266/134/2016-2017 17 October, 2016

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

Dear Sir/ Madam,

Sub: Outcome of the Board Meeting held on October 17, 2016

The Board of Directors of The Lakshmi Vilas Bank Limited (the "Bank") at its meeting held on May 6, 2010 has approved raising of Tier I capital through the issue of Equity Shares in the domestic and / or international markets in one or more tranches ("Issue"). Further, the shareholders of the Bank at their Annual General Meeting ("AGM)" held on June 10, 2016 have approved the Issue.

Pursuant to the aforementioned resolutions, the Board of Directors of the Bank at its meeting held today, i.e. Monday, October 17, 2016 has approved issuance of Equity Shares of Rs. 10 each of the Bank, upto the limit approved by the shareholders at the AGM, to Qualified Institutional Buyers through a Qualified Institutional Placement ("QIP"). Further the Board of Directors has authorised the Capital Raising Committee of the Board to, *inter alia*, determine the form, terms, timing of the Issue, issue price etc in relation to the QIP.

The relevant date for determination of the floor price of the Equity Shares to be issued shall be the date of meeting in which the Capital Issue Committee decides to open the proposed QIP.

The Board also noted that that in view of the Tier I Capital requirements on the Bank based on the current business Plan the Management may evaluate suitable options to raise additional Tier I Capital by way of issue of equity shares not exceeding 35% of the existing paid-up capital of the Bank as on date including the proposed QIP. Any such fund raise will be subject to approval of the Board of Directors, Shareholders of the Bank and any regulatory authority including Reserve Bank of India, as applicable.

Kindly take the above on record.

Thanking you,

Yours faithfully,

N Ramanathan
Company Secretary

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