



भारतीय स्टेट बैंक
भारतीय स्टेट बैंक
State Bank of India

शेयर आणि बॉन्ड विभाग, कॉर्पोरेट केन्द्र, 14वा माळा, स्टेट बैंक भवन,
मादाम कामा रोड, मुंबई - 400 021.

शेयर आणि बॉन्ड विभाग, कारपोरेट केन्द्र, 14वाँ तल, स्टेट बैंक भवन,
मादाम कामा रोड, मुंबई - 400 021.

Shares & Bonds Department, Corporate Center, 14th Floor, State Bank Bhavan,
Madame Cama Road, Mumbai-400 021.

Tel. 91-22-2274 0841 - 48 (Eight Lines) | Fax : 91-22-2285 5348 | E-mail : gm.snb@sbi.co.in

18th April, 2017

Date :

Ref. No. CC/S&B/SA/137

The Executive Director
National Stock Exchange of India Ltd.
Exchange Plaza,
Plot No. C/1, G- Block,
Bandra Kurla Complex, Bandra – East,
Mumbai – 400051.

Kind Attn.: Jiten Patel – Asst. Manager (Listing Compliance)

Dear Sir/Madam,

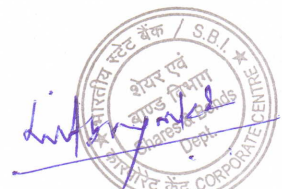
Sub: Clarification on Media Report

Further to our letter No. CC/S&B/SA/96 dated 12.04.2017 on captioned subject and as requested vide your email dated 12.04.2017, we submit herewith revised reply with our comments on material impact of this article on the Bank for your record.

With reference to the news reports about alleged involvement of staff of SBI in money laundering at a Branch in Bareilly, we would like to clarify that all the new accounts during the period of demonetisation were opened after complying with the KYC Guidelines.

Bareilly Branch opened 2,411 accounts during the period of 10.11.2016 to 24.11.2016. Majority of these accounts (about 77%) were not opened with cash funding at all. These also include Salary accounts opened for employees of, Indian Railways, staff accounts and PPF/Government accounts. The news reports sound as if all accounts were opened only for the purpose of channelizing Black Money, and all cash deposited in Bareilly Branch is Black Money, which is completely false.

Dormant Accounts get activated regularly. After Demonetisation, a number of customers deposited Specified Bank Notes (SBN) in their dormant accounts in our Branches throughout the country. Depositing cash in a dormant account does not need any supervisory override or specific activation. Only when a withdrawal is required to be made, the account needs to be activated. Thus, the allegation that Bank officials connived with unknown persons to activate the accounts for facilitating cash deposit is incorrect.



All accounts where large cash deposits are made are regularly monitored. During demonetisation period also, all such transactions were investigated and Cash Transaction Reports and Suspicious Transaction Reports were submitted as per the regulatory requirements, wherever warranted.

While all records of exchange of Specified Bank Notes were maintained and provided to the CBI officials, the CBI has since registered an FIR in this matter.

We do not foresee a material impact of this article on our Bank

This is for your information and record.

Thanking you,

Yours faithfully,



Sanjay M. Abhyankar
Vice President – Compliance
(Company Secretary)