ఆంధ్రాబ్యాంక్
(భారత ప్రభుత్వ సంస్థ)
आन्ध्रा बैंक
(भारत सरकार का उपक्रम)
Andhra Bank
(A Govt. of India Undertaking)

आन्ध्रा बैंक Andhra Bank
प्रधान कार्यालय HEAD OFFICE
'डॉ. पट्टाभि भवन' "Dr. PATTABHI BHAVAN"
5-9-11, सैफाबाद 5-9-11, SAIFABAD
हैदराबाद - 500 004. HYDERABAD - 500 094.

विभाग DEPT: Merchant Banking Division
Telefax 040-23230883;Tel.No.040-23252371/2388
E-mail: mbd@andhrabank.co.in

Lr. No. 666/25/P.30/651 Dt: 12.03.2018

The National Stock Exchange of India Limited
Exchange Plaza
Bandra Kurla Complex
Bandra (East)
Mumbai – 400 051.
Fax: 022-26598237/38

SYMBOL: ANDHRABANK

Dear Sir/ Madam,

Sub: Clarification/ Confirmation on news item appearing in "Media/Publication"
Ref: NSE Letter No. NSE/CM/Surveillance/7347 dated March 12, 2018

We refer your above mentioned letter seeking Clarification/ Confirmation on news item appearing in "Media/Publication" in Times of India dated 10th March 2018 and state as under:

Sl No	Query	Reply
a)	Whether such event/negotiations/article stated in published news were taking place? If so, you are advised to provide the said information along with the sequence of events in chronological order and the material impact of this article on the Company.	We are not aware. Sequence of events is furnished below.

ANDHRA BANK M.B. Division H.O., Hyd.

b	Whether company are aware of any information that has not been announced to the Exchanges under regulation 30 of the SEBI (LODR) Regulations, 2015. If so, you are advised to provide the said information and the reasons for not disclosing the same to the Exchange earlier as required under regulation 30 of the SEBI (LODR) Regulations, 2015.	No

1. We are the Lead Bank of the consortium in case of two Group Companies of Sterling Group and the Bank's exposure to these companies is Rs.578.57 cr (Fund based) and Rs.568.35 cr (Non Fund Based) as on date and not Rs.5000 cr as reported in the news publications.
2. The said Sri Anup Prakash Garg was the Chartered Accountant Director nominated by the Govt under 9(3)(g) of Banking Acquisition and transfer of Undertakings Act 1980 and held office from 13.10.2006 to 12.10.2009 He was neither an employee nor a whole time Director in the bank at any point of time.
3. Our exposure to the group companies was classified as Non-performing Assets since March, 2015 onwards based on the conduct of the account. As on 31st December 2017, our fund-based exposure to the group companies is to the tune of Rs. 515.19 cr. and stands classified as Non-performing Asset.
4. During December 2017, we have reported the Group accounts as Fraud to Reserve Bank of India amounting toRs.515.19 cr alleging diversion of funds and Money Laundering on the part of the Companies.
5. We have already lodged formal complaint with CBI against the Companies.

This is for your kind information and for dissemination.

Yours faithfully,

Ruchi

(Ruchi Rangari)
Company Secretary

ANDHRA BANK M.B. Division H.O. Hyd.