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.30/162

Dt: 19.07.2018

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 email dated July 19, 2018**
**Our earlier Letter No.666/25/P.30/651 dated March 12, 2018**

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With reference to the above mentioned email seeking Clarification/ Confirmation on news item appearing in https://economictimes.indiatimes.com on dated July 19, 2018, we wish to inform as under.

We are not aware of the event published in the news dated July 18, 2018.

We furnish hereunder the sequence of events. (We have explained the position earlier in our earlier Letter No.666/25/P.30/651 dated March 12, 2018)

i) We are the Lead Bank of the consortium in case of two Group Companies of Sterling Group (viz Sterling Biotech Ltd, Sterling Port Ltd) and the Bank's exposure to the group companies amounted to Rs 1143.85 cr as on date.

ii) 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.

iii) 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 March 2018, our fund-based exposure to the group companies is to the tune of Rs.1143.85 cr. Which stands classified as Non-performing Asset.



आन्ध्रा बैंक
ANDHRA BANK

आगे की शीट
Continuation Sheet

iv) 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 and further an amount of Rs. 628.66 cr due to invocation of Standby Letter of Credit on account of Sterling Global Oil Resources Ltd., (one of group companies), reported as fraud to Reserve Bank of India during May 2018.

v) We have already lodged formal complaint with CBI against the said group Companies.

All information has been announced to the Exchanges under Regulation 30 of the SEBI (LODR) Regulations, 2015.

This is for your kind information.

Yours faithfully,

(Ruchi Rangari)
Company Secretary

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