



ALLAHABAD

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Ref : ISC / 189 / 2020-21

20.08.2020

The Vice President National Stock Exchange of India Limited "Exchange Plaza", Bandra Kurla Complex, Bandra East Mumbai - 400 051. NSE Symbol : INDIANB	The Manager B S E Limited Phiroze Jeejibhai Towers Dalal Street Mumbai - 400 001. BSE Scrip Code: 532814
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Dear Sir,

Sub : Revision in Credit Rating by CRISIL Ltd

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we have to inform you that CRISIL Ltd has reviewed and revised the Rating of Bank's outstanding AT 1 and Tier 2 Bonds. The details are as under;

Instrument Details	Issue Size (₹ In Crore)	Existing Ratings	Revised Ratings
Basel III Compliant Tier 2 Bonds - Tranche A	600.00	AAA/ Rating Watch with Developing Implications	AAA / Negative
Basel III Compliant Tier 2 Bonds - Tranche B	290.00	AAA)/ Rating Watch with Developing Implications	AAA / Negative
Basel III Compliant Tier 2 Bonds - Tranche C	110.00	AAA/ Rating Watch with Developing Implications	AAA / Negative
Basel III Compliant Tier 2 Bonds - Tranche D	600.00	AAA / Rating Watch with Developing Implications	AAA/ Negative
Basel III Compliant Additional Tier 1 (AT 1) Bonds – Tranche A	500.00	AA+/ Rating Watch with Developing Implications	AA/ Negative

In its rating rationale, CRISIL has mentioned that

- The 'CRISIL AAA' rating on the ratings on the Tier II Bonds (under Basel III), Infrastructure Bonds, Upper Tier II Bonds (Under Basel II) and Lower Tier II Bonds (Under Basel II) continues to factor in expectation of strong support that Indian Bank is likely to receive from its majority owner, Government of India (GoI). The rating also reflects the merged entity's larger balance sheet size, wider geographic reach leading to deeper penetration, strong resource profile with high proportion of current and savings account (CASA) deposits and adequate capitalization.
- At the same time, the 'Negative' outlook on the debt instruments reflect the potential stress that the bank's asset quality and consequently its profitability may witness on account of the current challenging macro environment. Post the amalgamation, Indian Bank's asset quality metrics have weakened as compared to peers in the rating category.
- The downgrade in the rating of Tier I bonds (under Basel III) is on account of lower eligible reserves position of the merged bank.

This is for your information and records, please.

Yours faithfully,



(Dina Nath Kumar)

AGM & Company Secretary