

SD/F24/ 27 /2021-22

May 18, 2021

<b>The Manager</b> <b>The National Stock Exchange of India Limited</b> <b>Exchange Plaza,</b> <b>Bandra-Kurla Complex,</b> <b>Bandra (E),</b> <b>Mumbai – 400 051</b> <b>Scrip Symbol: FEDERALBNK</b>	<b>The Manager</b> <b>Department of Corporate Services</b> <b>BSE Limited</b> <b>Phiroze Jeejeebhoy Towers,</b> <b>Floor 25, Dalal Street,</b> <b>MUMBAI – 400 001</b> <b>Scrip Code: 500469</b>
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Dear Madam/Sir,

**Sub.: Disclosure under Regulation 30 read with para A of part A of Schedule III of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended - Acquisition of shares of Fedbank Financial Services Limited**

In compliance to Regulation 30 of the Listing Regulations, we wish to inform that the Board has approved an investment of Rs.148,00,01,110/- (Rupees One hundred Forty Eight Crores and One Thousand One Hundred and Ten Only) in subsidiary- Fedbank Financial Services Limited (FFSL) through rights issue. Objective of the Rights issue is to infuse regulatory capital in the firm. This is more than 5% of the Post-issue Paid up Capital of FFSL.

The details as required under Listing Regulations read with SEBI Circular No. CIR/CFD/CMD/ 4/2015 dated 9th September, 2015 are given in Annexure I to this letter.

You are requested to please take the above on record.

Thanking you,

Yours faithfully,

**For The Federal Bank Limited**

**Samir P Rajdev**  
**Company Secretary**

**Annexure-I****Key details of the investment are:****a) Name of the target entity, details in brief such as size, turnover etc.:**

Name: Fedbank Financial Services Limited

Date of Incorporation: 17/04/1995

Asset Size: Rs.5466.30 Cr as on March 31, 2021

Country of Operation: India

Turnover:

Financial Year	Turnover(In Cr)
2020-21	697.72
2019-20	466.52
2018-19	255.80

**Company Profile:**

Fedbank Financial Services Limited is a subsidiary of The Federal Bank Limited ("the Bank"). It is a Non-deposit taking systemically important NBFC which acquired RBI's license in 2010. It was incorporated on 17th April, 1995. The details of the Board of Directors and Key Management Team are as follows:

Independent Directors
Mr. Balakrishnan Krishnamurthy
Ms. Gauri Shah
Non-Executive Directors
Mr. Shyam Srinivasan
Nominee Director
Mr. Maninder Singh Juneja
Mr. Ashutosh Khajuria
Executive Director
Mr. Anil Kothuri, MD & CEO

**Key Managerial Personnel**

Mr. Anil Kothuri, MD & CEO
Mr. C.V. Ganesh, Chief Financial Officer
Mr. S. Rajaraman, Company Secretary & Compliance Officer

- b) Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at “arm’s length”;-**

The Transaction is a related party transaction. Fedbank Financial Services Ltd is a subsidiary of The Federal Bank Limited (Bank holds 74% stake). The transaction will be done at arm’s length.

- c) Industry to which the entity being acquired belongs;**

NBFC

- d) Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);**

Capital Infusion into the company through subscription to rights issue

- e) Brief details of any governmental or regulatory approvals required for the acquisition;**

Not required.

- f) Indicative time period for completion of the acquisition;**

2 months

- g) Nature of consideration - whether cash consideration or share swap and details of the same;**

Cash

- h) Cost of acquisition or the price at which the shares are acquired;**

Rs.70 per share (FV Rs.10 + Premium Rs.60)

- i) Percentage of shareholding / control acquired and / or number of shares acquired;**

74%

- j) Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief);**

Shared as part of point (a)