

February 21, 2019

Listing Compliance

National Stock Exchange of India Limited

Exchange Plaza, Plot no. C/1, G Block

Bandra - Kurla Complex, Bandra (E)

Mumbai - 400 051.

NSE Symbol: YESBANK

Dear Sir(s),

Sub.: Yes Bank-Clarification - 'Regarding Risk Assessment Report ("RAR") for the year ended March 31, 2018'

We refer to your e-mail dated February 21, 2019 seeking clarification on the captioned subject and the Bank's clarification dated February 19, 2019 submitted to the Stock Exchanges. In this connection, please find below our reply as under:

We would like to re-iterate that Reserve Bank of India ("**RBI**") *vide* its Notification dated April 18, 2017 on 'Disclosure in the "Notes to Accounts" to the Financial Statements- Divergence in the asset classification and provisioning' and SEBI *vide* its circular dated July 18, 2017 on 'Disclosure of divergence in the asset classification and provisioning by banks' has specifically mandated listed banks to disclose information only pertaining to '**Divergence**' and it does not prescribe that other matters contained in 'RAR' are required to be disclosed to the general public. Accordingly, it is evident that the expectation of the regulators is only to disclose the information with regard to '**Divergence**' and not about other matters.

Further, the RAR has been marked as "**Confidential**" by RBI and hence, the Bank was not in a position to provide any further details regarding the same to the Stock Exchange(s), unless permitted by RBI.

We would like to humbly submit that in the Press Release dated February 13, 2019, the Bank's disclosure with regard to 'Divergence' was in line with the practice followed by the peer banks, wherein apart from the disclosure on 'Divergence', no mention is made on the rest of the RAR due to the reasons of confidentiality, *i.e.* no part of the RAR can be disclosed without prior approval of RBI. However, after receipt of the letter from RBI dated February 15, 2019, in response to the disclosure made by the Bank on February 13, 2019, the Bank disseminated the contents of the said RBI letter on February 15, 2019, in which it was clearly disclosed to the stock exchanges that there are other lapses and regulatory breaches in various areas of the Bank's functioning in the RAR. Therefore, we have fully complied with the disclosure requirements in line with Regulation 4(1)(h) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**Listing Regulations**") and also the directives of the RBI.



We would like to once again re-iterate that the information disclosed in the Press Release dated February 13, 2019 was disseminated with a *bonafide* intention and keeping in mind the interest of all stakeholders and also to ensure timely disclosures with respect to UPSI/ material price sensitive information to comply with SEBI (PIT) Regulations/Listing Regulations, as mentioned in our clarification dated February 19, 2019.

Accordingly, we would like to once again humbly submit that the Bank has followed/ complied with the law/regulations in letter and spirit after taking into consideration the interest of all stakeholders and the directions received from RBI.

The above is for your kind information and record.

Thanking you,
For YES BANK LIMITED

for Shivanand R. Shettigar
Company Secretary



CC:

Listing Compliance & Legal Regulatory
BSE Limited
Corporate Relations Department
P.J. Towers, Dalal Street
Mumbai - 400 001
BSE Scrip Code: 532648