

Dear Esteemed Customer,

Dated 09th March 2020

Greetings from South Indian Bank!

You may have come across a Video clip aired by a National Channel that sought to create a doubt on the strength of some Banks in India. RBI has categorically rejected this wrong representation and has given the following clarifications.

" Concern has been raised in certain sections of Media about the safety of Deposits of certain Banks. This concern is based on analysis which is flawed. Solvency of Banks is internationally based on Capital to Risk Weighted Assets (CRAR) and not on Market Cap"

"RBI closely monitors all the Banks and hereby assures all depositors that there is no such concern of safety of the deposits in any Bank".

The CRAR of South Indian Bank as on 31.01.2020 is 13.12% vis-a-vis RBI mandated level of 10.875%.

SIB is a pan India Bank with more than 900 Offices and sizeable business of Rs 1,50,000/- crores as on 31.12.2019. Bank's Operating Profit has grown steadily from Rs. 884 Crore in the Financial Year 2013-14 to Rs. 1,239 Crore in the Financial Year 2018-19. Operating Profit for the 9 month period ending 31.12.2019 is Rs. 1,112 Crores.

The Bank has exercised effective control on its non-performing loans and the Net NPA stands at 3.44% as on 31.12.2019.

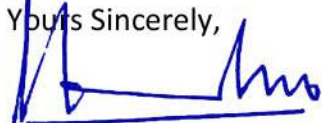
The Bank is marching ahead on its mission of becoming a Retail Banking Powerhouse. Retail, MSME and Agriculture advances have grown from 58% of the loan book in 2014 to 70% as of now.

The book value of SIB's share (***listed at a Face Value Re 1***) is Rs. 31.21 as on 31.12.2019.

SIB has a glorious heritage spanning 91 years of impeccable service to its 64 lakh customers. We take this opportunity to thank you for your unstinted support and rededicate ourselves to this glorious tradition of trust and service.

With best regards and solemn assurance of safety of your hard earned money,

Yours Sincerely,



V.G. Mathew

Managing Director & CEO