

September 20, 2023

BSE Limited
Corporate Relationship Department,
2nd Floor, New Trading Wing,
Rotunda Building, P.J. Towers,
Dalal Street, Mumbai- 400 001
(Scrip Code: 543386)

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra - Kurla Complex,
Bandra (E), Mumbai - 400 051
(Symbol: FINOPB)

Dear Sir/Madam,

Sub: Disclosure of Misappropriation of Funds/ Cheating and Forgery

Fino Payments Bank Limited (“**Bank**”) has received complaints from one of its client in Mumbai and some of its merchants / distributors / other Individuals in Gujarat and Maharashtra through email for non-receipt / repayment of funds pertaining to / invested in potential fictitious schemes allegedly floated by some of the employees of the Bank, in their personal capacity.

The Bank suo-moto had appointed KPMG to conduct a detailed independent investigation of the incident(s). Post initial internal investigation, the Bank has taken required steps including filing of police complaint and regulatory reporting etc. The investigation so far prima-facie indicates that there were unauthorized actions and misrepresentation by the alleged staffs, so also contributory negligence and/or potential collusion on the part of complainants with respect to abnormalities and non-adherence with regular processes of the Bank, which seems to have been potentially ignored by the complainants. Further, to the best of Bank’s knowledge as of now, none of these complainants have filed any complaint against the Bank for pursuing the recovery with any law enforcement agency.

While the investigation is currently ongoing, prima-facie the Bank is of the view that there is no liability/impact on it and the Bank has neither benefitted nor at loss due to these incident(s), therefore there is no requirement of reporting the incident(s) to stock exchanges. However, as a matter of prudence and in order to avoid rumours, if any, in future, the Audit Committee at its meeting held on today i.e. on Wednesday, September 20, 2023 decided to disclose the incident(s) to the stock exchanges.

Further, upon conclusion of the aforesaid investigation and basis expert independent opinion in future, if it is found that the aforesaid incident(s) has liability/impact on the Bank which requires disclosure under Regulation 30 of SEBI (Listing Obligations Disclosure Requirements)

Regulations, 2015 (“**SEBI Listing Regulations**”) read with Para B of Part A of Schedule III, the same shall be made by the Bank.

The aforesaid information is also available on the website of the Bank at www.finobank.com.

Kindly take the same on record.

Yours Faithfully,

For Fino Payments Bank Limited

Basavraj Loni
Company Secretary & Compliance Officer
Place: Navi Mumbai