

**June 13, 2018**

**The National Stock Exchange of India Ltd  
Corporate Communications Department  
“Exchange Plaza”, 5<sup>th</sup> Floor,  
Bandra-Kurla Complex, Bandra (East),  
Mumbai - 400051**

**BSE Limited  
Department of Corporate Services  
Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai – 400 001**

**Scrip Symbol: RELIGARE EQ**

**Scrip Code: 532915**

**Sub: Disclosure dated June 12, 2018 made by Lakshmi Vilas Bank (“LVB”) to the NSE and BSE (“Disclosure”).**

Dear Sirs,

1. We draw your attention to our notice dated May 31, 2018 to NSE and BSE, pertaining to the outcome of our board meeting held on May 30, 2018, wherein the Board of the Company approved the financial statements of the Company for the year ended March 31, 2018. In this regard, please specifically refer to Note No. 17 of the Consolidated Financial Statements of the Company for the year ended March 31, 2018, as reproduced below:

*“17. Religare Finvest Limited (“RFL”) had made certain fixed deposits with Lakshmi Vilas Bank (“LVB”) in November 2016 and January 2017. LVB vide its letter dated 7<sup>th</sup> February 2018 had confirmed fixed deposits of Rs.79,144.77 lakhs to the Company. RFL received a letter dated February 9, 2018 from LVB purporting to allude to certain loans disbursed by LVB to third parties allegedly in consideration of security of the RFL’s Fixed Deposits (“FDs”) with LVB. By means of this letter, LVB also purported to call upon RFL to execute the security documentation in connection with the alleged loans.*

*Vide its letter dated February 16, 2018, LVB was expressly informed that not only was RFL not party to any loans that were allegedly sanctioned or granted by LVB to any third party, as also that no authorization, sanction or approval had ever been provided by RFL to LVB permitting the creation of any security or encumbrance of the FDs for any third party loans or borrowings. LVB was also forewarned that any attempt to subject the FDs to illegal encumbrance would not only be violative of RFL’s rights, but also constitute deliberate contempt by LVB of the Order dated January 5, 2018 passed by the Hon’ble Delhi High Court, a copy of which was served on LVB vide Legal notice dated February 16, 2018. However, no response was ever received by RFL to the same till May 3, 2018.*

*While things stood thus, RFL came to be in receipt of a copy of the letter dated April 24, 2018 addressed by LVB to the statutory auditors of RFL that LVB had “closed the said deposits on 20.02.2018 to liquidate the loans availed” by third parties. This was contrary to the confirmation received by the Statutory Auditors in November 2017 via email confirming the fixed deposits. RFL has now filed a suit for recovery of the Fixed Deposit amounts aggregating to Rs.79,144.77 lakhs appropriated by LVB before the Hon’ble Delhi High Court.”*

2. In this regard, the Disclosure made by LVB under the letter referred above regarding the deposits amounting to Rs. 794 Crores placed by Religare Finvest Limited ("RFL"), a subsidiary of Religare Enterprises Limited ("REL"), is factually incorrect in relation to the following statement i.e.

*"The said deposits relates to M/s Religare Finvest Ltd **and the same were held as security for the loans extended to M/s RHC Holding Pvt. Ltd. & M/s Ranchem Pvt Ltd.**" [Emphasis supplied]*

In this regard, it is clarified that RFL has never created any security over the deposits which have been alleged to have been held as security by LVB. Neither REL nor RFL are parties to any loan or other arrangements vis-à-vis LVB and M/s RHC Holding Pvt. Ltd. & M/s Ranchem Pvt Ltd. in relation to any loans being suggested by LVB.

3. RFL has filed a suit for recovery of the said amounts before the Hon'ble High Court of Delhi *inter alia* seeking orders which require LVB to repay the amount of the deposits, along with interest thereon to RFL. Additionally, based on an application filed by RFL, the Hon'ble High Court of Delhi by its order dated May 31, 2018, granted *ad- interim* injunction against LVB, whereby LVB was restrained from debiting any sums from RFL's current account held with LVB. It is also clarified that RFL has informed SEBI and RBI of the illegal actions of LVB vis-à-vis the deposits of RFL.

This notice is being issued to the Stock Exchanges to enable the dissemination of the correct facts relating to the deposits of RFL.

You are requested to take the above information on record.

Thanking You,

**For Religare Enterprises Limited**

  
**Reena Jayara**  
Company Secretary



Encl: as above