

UJJIVAN/SE/2018-19/31

October 25, 2018

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East),
Mumbai 400 051
Kind Attention: Manager, Listing Department

BSE Limited
P.J. Tower,
Dalal Street
Mumbai 400 001
Kind Attention: Manager, Listing Compliance

Trading Symbol: UJJIVAN

SCRIP CODE: 539874

Dear Sir/Madam,

Subject: Disclosure under Regulation 30 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We wish to refer to the Reserve Bank of India ("RBI") approval letter dated November 11, 2016 wherein the Company was granted a licence to establish a Small Finance Bank ("SFB") under Section 22 of BR Act of 1949. Pursuant to the RBI approval, the Company's wholly owned subsidiary 'Ujjivan Small Finance Bank Limited' (hereinafter referred to as the Bank) commenced its small finance bank operations effective from February 01, 2017.

The aforesaid RBI approval letter had stipulated *inter alia* that the Bank should be listed within three years from the date of commencement of its operations i.e. by January 31, 2020 and to maintain the promoter shareholding in the Bank to at least 40 per cent, for a period of five years from the date of commencement of business of the Bank i.e. until January 31, 2022.

The RBI vide its letter dated October 24, 2018 has reiterated that the Bank should comply with all the requirements of the Guidelines for Licensing of Small Finance Banks dated November 27, 2014 and the terms and conditions of the banking licence issued to it specifically regarding listing of the Bank within three years from the date of commencement of its operations i.e. by January 31, 2020 and maintaining the promoter shareholding in the Bank to at least 40 per cent, for a period of five years from the date of commencement of business of the Bank i.e. until January 31, 2022.

The RBI in one of its various clarifications issued vide press release dated January 1, 2015, on a query "whether a promoter can exit completely after lock in period of five years" has responded that "*whether a promoter ceases to be a promoter or could exit from the Bank would depend on the RBI's regulatory and supervisory comfort / discomfort and SEBI regulations in this regard at that time*". Accordingly, subsequent to the listing of the Bank and closer to January 2022, the Company will approach RBI to consider its merger with the Bank.

We wish to inform that the Bank and the Company are committed to consider all appropriate measures to ensure the timely compliance of the above directives of the RBI, while ensuring the long term interests of the shareholders of the Company are maintained.

We request you to please take the above on record.

Thanking You,

Yours faithfully,

For Ujjivan Financial Services Limited



Sanjeev Barnwal
Company Secretary and Compliance Officer