



The Vice-President, B S E Ltd., Phiroze Jeejeebhoy Towers Dalal Street Mumbai - 400 001 BSE CODE-532134	The Vice-President, National Stock Exchange of India Ltd. Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai - 400 051 CODE-BANKBARODA
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Dear Sir / Madam,

**Re: Bank of Baroda - clarification in respect of recent developments in the banking sector**

Bank of Baroda would like to clarify its position in respect of recent developments in the banking sector as under:

1. The Bank has no exposure against LOUs issued by PNB on behalf some of its gems & jewellery sector clients in news.
2. Bank has an exposure of USD 0.285 Million against one LOU (issued on behalf of an entity other than its gems & jewellery sector clients) in respect of which FIR has been filed by the said Bank. We have written re-confirmation that payment will be made on due date.
3. Bank has some direct exposure on the above gems & jewellery sector customers under the consortium arrangement.
4. Bank has due process in place to ensure that all LOUs are duly controlled for in Bank's books.
5. The Bank has also carried an extensive examination of its outstanding LOUs issued. All the LOUs issued by the Bank are duly controlled for in the books of the Bank. Further, no LOUs were issued by Bank on behalf of group of companies under reference.

We provide the information for appropriate dissemination.

Yours faithfully,

K Venkateswarlu  
General Manager  
Secretary to Board