

A correction

THIS refers to the news item 'Lavasa lands in trouble for flouting green laws', which appeared in *The Economic Times* on Saturday. The report mentions the exposure of various banks in the Lavasa project. Some of the figures are incorrect. The names of the banks and their exposure to HCC's convertible debentures are as follows: Axis Bank (₹225 crore), Bank of India (₹150 crore), Allahabad Bank (₹100 crore), IndusInd (₹50 crore), Andhra (₹25 crore), Union Bank (₹50 crore), ICICI (₹250 crore) and J&K Bank (₹100 crore). There are also term loans given by several banks, including Axis, which has one of the biggest exposures to the company. HCC also has unsecured borrowings from L&T Infrastructure Finance and L&T Finance. The error is regretted.



Mumbai, November 27, 2010: We would like to issue a clarification with regard to the news about IndusInd Bank's exposure in Lavasa which appeared in today's page-1 of Economic Times (headline: 'Lavasa lands in trouble for flouting green laws').

The ET report mentions in a highlighted box that IndusInd Bank has an exposure of Rs. 500 crore to the Lavasa project. This report on IndusInd Bank's exposure is **totally incorrect**.

The involvement of IndusInd Bank is as follows: the Bank's exposure is only Rs. 50 crore through investment in deep discount convertible debentures and not Rs. 500 crore as stated erroneously in ET's report.

Even the deep discount convertible debentures of Rs 50 crore have a put option on HCC for the full amount on the 3rd, 4th and 5th anniversary of the subscription.

Kindly let us know if you need any further information.

About IndusInd Bank

IndusInd Bank, which commenced its operations in 1994, caters to the needs of both consumer and corporate customers. It has a robust technology platform supporting multichannel delivery capabilities.

The Bank believes in driving its business through technology. It has multi-lateral tie-ups with other banks providing access to their ATMs for its customers. It enjoys clearing bank status for both major stock exchanges -BSE and NSE -and three major commodity exchanges in the country -MCX, NCDEX, and NMCE. It also offers DP facilities for stock and commodity segments. The Bank has been bestowed with the mandate of being a Settlement Banker for six tea auction centres.

In a pioneering initiative in 'Green Banking' project, the Bank opened its first solar-power ATM in Maharashtra.

The Bank received a series of accolades commencing with the prestigious 'Technology Bank of the Year-2009' award in the private and foreign bank category from the Indian Banks' Association (IBA). It has also been recognized as the Bank with the Best Performance in Credit Quality at the FE Best Banks Awards.

Recently, CRISIL has reaffirmed its P1+ rating of IndusInd Bank's fixed deposits and certificates of deposit program. Credit rating agency ICRA Ltd. has upgraded Lower Tier II Bonds rating of the Bank to LAA-(pronounced L double A minus) rating with stable outlook from LA+ (pronounced L A plus) rating with stable outlook. ICRA has also upgraded the Upper Tier II Bonds rating of IBL to LA+ rating with stable outlook from LA (pronounced L A) rating with stable outlook.



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