

Ref.: SD:1630/1631/11/12::2020

19.12.2020

The Vice President BSE Ltd. Phiroze Jeejeebhoy Towers Dalal Street MUMBAI - 400 001	The Vice President Listing Department National Stock Exchange of India Ltd EXCHANGE PLAZA Bandra-Kurla Complex, Bandra [E] MUMBAI - 400 051
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Dear Sir/Madam,

Sub : Clarification in respect of news regarding alleged fraud by M/s Transstroy India Ltd - Financial implication for Canara Bank - Rs.678.28 Crore - Fraud reported to RBI on 10.02.2020 and 100% provisions made.

This has reference to the news item circulating regarding alleged fraud to the tune of Rs.7926 Crore by M/s Transstroy India Ltd . In this regard, it is clarified that the company was enjoying limits from various Banks under Multiple Banking Arrangement from 2001. Subsequently, a Consortium with Canara Bank as Leader with 13 other Banks was formed in 2013 and the total limit sanctioned was Rs.4765.70 Crore and the share of Canara Bank is only Rs.678.28 Crore. The account was declared as fraud and reported to RBI on 10.02.2020. Canara Bank has made 100% provision for this account as per the prescribed prudential norms. The Company has already been declared as Wilful Defaulter on 26.12.2018 by our Bank. Out of 7926.01 Crore fraud amount appearing in the press note, the amount of lending made by all the 14 Consortium members is Rs.4765.70 Crore. Remaining amount was lent under Multiple Banking Arrangement. Out of this, exposure of Canara Bank is Rs.678.28 Crore only. The case was referred to NCLT and was admitted by NCLT, Hyderabad on 10.10.2018. The Company is under the process of liquidation.

This is in compliance of SEBI (LODR) Regulations, 2015.

**Yours faithfully,
For Canara Bank**


**AJITH JOSE
CHIEF GROUP COMPLIANCE OFFICER**



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