

Dear Bondholder(s)

Flexibonds 20 - Money Multiplier Bond – Option 'B'
Redemption/Maturity Payment on August 05, 2015

In terms of the Offer Document dated January 09, 2004 for Flexibonds 20, your investment in the captioned Bonds would mature on August 05, 2015 and no interest shall be payable thereafter.

2. **The bondholders of IDBI Bank Ltd. are no longer required to surrender the Original Bond Certificate for redemption.** The redemption amount along with interest would be sent by way of warrants dated August 05, 2015 to all registered bondholders (as on the Record Date : July 06, 2015).

3. No tax will be recovered at source from interest payment on the bonds, vide Notification No 54/2004/F.No 275/106/2003- IT(B) dated February 19, 2004 issued by Ministry of Finance (Deptt. of Revenue). However, the interest income would be taxable in the hands of the recipients as per relevant provisions of the Income Tax Act, 1961.

4. Any change in name, address and bank account particulars of the bondholders, the status of the bondholder on account of 'minor' becoming 'major' or change of name on account of marriage (along with the attested copies of birth/marriage certificate as evidence) has to be furnished **latest by 06/07/2015 by quoting the respective Folio No.**, to the Registrars, viz. Karvy Computershare Private Ltd., Unit - IDBI Bond, Karvy Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500032, Tel: : 040-67161600, Fax : 040 23001153. Further, in case of transfer of bonds, the Transferee is required to register his/her name with the Registrars by submission of the transferred bond certificates before the aforesaid date.

5. IDBI Bank Ltd., a Public Sector Bank having 1731 fully networked branches, has launched various deposit products, including IDBI Suvidha Fixed Deposits (ISFD) scheme. To continue with the fruitful association built up over the years, the Bank requests the bondholders to consider investing the redemption proceeds of Flexibonds in any of our deposit schemes. The bondholders may contact any of the branches of the Bank for further details.

6. IDBI Bank Ltd. thanks all the bondholders for reposing their confidence in the Bank and look forward to continue the association as an esteemed depositor under its deposit schemes. Bondholders may kindly communicate their telephone number, e-mail address, etc., for faster communication and always quote their registered folio number (MMB 20xxxxxxx) in all correspondences.

Yours faithfully,

Sd/-

(Partha Patnaik)
Dy. General Manager
Domestic Resources Deptt.