

ADDENDUM TO THE LETTER OF OFFER

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LAKSHMI VILAS BANK

The Lakshmi Vilas Bank Limited

Our Bank was incorporated on November 3, 1926 under the Indian Companies Act 1913 with the Registrar of Companies, Trichinopoly. The Bank was licensed under the Banking Regulation Act, 1949 on June 19, 1958 and became a scheduled commercial bank under the Second Schedule of Reserve Bank of India Act, 1934 on August 11, 1958.

Registered Office: Salem Road, Kathapara, P.O. Karur – 639006, Tamil Nadu. (The registered office has been shifted from 693, Jawahar Bazaar, Karur – 639 001 to the present registered office on September 11, 1991). **Tel:** (04324) 220051-60; **Fax:** (04324) 223607. **Contact Person:** N. Ramanathan, Company Secretary & Compliance Officer, **E-mail:** secretarial@lvbank.in; **Website:** <http://www.lvbank.com>, **CIN :** L65110TN1926PLC001377

ISSUE OF 81,957,422 FULLY PAID-UP EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH ("RIGHTS ISSUE EQUITY SHARES") FOR CASH AT A PRICE OF ₹ 50 PER EQUITY SHARE INCLUDING A SHARE PREMIUM OF ₹ 40 PER EQUITY SHARE AGGREGATING TO ₹ 4,097.87 MILLION TO OUR EXISTING EQUITY SHAREHOLDERS ON A RIGHTS BASIS IN THE RATIO OF 5 FULLY PAID-UP EQUITY SHARE(S) FOR EVERY 6 FULLY PAID-UP EQUITY SHARE(S) HELD BY THE EXISTING EQUITY SHAREHOLDERS ON THE RECORD DATE, I.E. JULY 28, 2014 ("THE ISSUE"). THE ISSUE PRICE FOR THE EQUITY SHARE IS 5 TIMES THE FACE VALUE OF THE EQUITY SHARE. FOR FURTHER DETAILS, PLEASE SEE THE CHAPTER "TERMS OF THE ISSUE" ON PAGE 169 OF LETTER OF OFFER.

The Board of Directors of the Bank, at its meeting held on August 23, 2014, accepted resignation tendered by Mr. R. Sharan due to personal reasons. He will cease to be a director of the Bank with effect from August 23, 2014. The Board has in the same meeting also approved the appointment of Mr. Prakash P Mallya and Mr. Pankaj Vaish as Additional Directors who are being classified as Independent Directors under the listing agreement and they will join the Bank with effect from August 23, 2014. Mr. Prakash P Mallya has about 35 years of experience in the Banking Sector and Mr. Pankaj Vaish has held various leadership roles at Accenture over the past 28 years. Prior to joining us he was the member of the Global Leadership team of Accenture – Communications, Media and Technology Group.

Accordingly, the Investors may note the following additions to the disclosures in the section "Material Developments" of the Letter of Offer and the abridged letter of offer dated July 29, 2014, (the "Abridged Letter of Offer"): "On August 23, 2014, the Bank informed the BSE and the NSE that the Board of Directors of the Bank, at its meeting held on August 23, 2014, accepted resignation by Mr. R. Sharan which will be effective from August 23, 2014. The Bank further informed the BSE and the NSE that they have approved appointment of Mr. Prakash P Mallya and Mr. Pankaj Vaish as Additional Directors who are being classified as Independent Directors under the listing agreement and they will join the Bank with effect from August 23, 2014. Mr. Prakash P Mallya has about 35 years of experience in the Banking Sector and Mr. Pankaj Vaish has held various leadership roles at Accenture for the past 28 years. Prior to joining us he was the member of the Global Leadership team of Accenture – Communications, Media and Technology Group.

The Letter of Offer and the Abridged Letter of Offer stand accordingly amended to the extent stated hereinabove. This Intimation should be read in conjunction with the Letter of Offer and the Abridged Letter of Offer. Unless otherwise specified, all capitalized terms used herein shall have the same meaning ascribed to such terms in the Letter of Offer. For further details, the Investors are advised to refer to the Letter of Offer and the Abridged Letter of Offer, and the risk factors contained therein before applying in the Issue.

LEAD MANAGER TO THE ISSUE



Axis Capital Limited

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E-mail: lvb.rights@axiscap.in; **Investor Grievance E-mail:** complaints@axiscap.in

Contact Person: Mr. Dinkar Rai; **SEBI Registration No.:** INM000012029

For The Lakshmi Vilas Bank Limited

Sd/-

N. Ramanathan,

Company Secretary and Compliance Officer

Place: Chennai

Date: August 23, 2014

The Lakshmi Vilas Bank Limited, ("Bank"), is proposing, subject to market conditions and other considerations, a rights issue of its securities, and has in this regard, filed a LOF dated July 29, 2014, with the SEBI. The LOF will be available on the website of SEBI at www.sebi.gov.in, the stock exchanges where the equity shares are listed i.e. BSE Limited at www.bseindia.com, National Stock Exchange Limited at www.nseindia.com, and the website of the Lead Manager to the Issue, i.e. Axis Capital Limited at <http://www.axiscapital.co.in>. Investors should note that investment in equity shares involves a high degree of risk and for details relating to the same, please see the section entitled "Risk Factors" on page 13 of the LOF.