

UPDATE ON OUR INVESTMENT IN YES BANK LTD SECURITIES

IDBI Mutual Fund is holding the following security in the below scheme:

Scheme Name	Security Name	ISIN Code	Issuer Name	Rating	Price per unit on 13.03.2020 as per Valuation Agencies	Price per unit on 16.03.2020 as per IDBI Mutual Fund	Impact on valuation & provision (Rs. In Crores)	Scheme Nav as on 13.03.2020	Scheme Nav as on 16.03.2020	Impact (%)
IDBI Nifty Index Fund	Yes Bank Ltd.	INE528G01027	Yes Bank Ltd.	BANKS	25.55	0	-0.28	18.7249	17.2856	-0.16

As per AMFI email dated March 18, 2020 captioned as “Valuation of Yes Bank Shares - Due to lock-in period of three years” please refer the below the required disclosure:

Scheme Name	Scheme wise holding (No of Shares)	Weightage as a % of AUM	NAV Impact (%)
IDBI Nifty Index Fund	99927	0.14	-0.16

On March 16, 2020 the above mentioned securities have been marked down by 100%. This is a deviation from Valuation Policy.

Rationale for deviation in valuation guidelines:

The YES Bank Limited Reconstruction Scheme, 2020' ("Scheme") that has been approved by the Central Government and the Scheme has been notified in the Official Gazette on March 13, 2020. The Scheme has come into force on March 13, 2020.

According to Sub-clause 8 of Clause 3 of the Scheme there shall be a lock-in period of three years from the commencement of this Scheme to the extent of seventy-five per cent in respect of - (a) shares held by existing shareholders on the date of such commencement; (b) shares allotted to the investors under this Scheme.

Provided that the said lock-in period shall not apply to any shareholder holding less than one hundred shares. In terms of the said Clause, 75% of the shareholding of the shareholders holding 100 or more shares will be automatically under the lock-in.

Taking the above factors and in order to have the true and fair valuation it has been decided that the 75% of the shareholding of the shareholders holding 100 or more shares shall be marked down by 100%.

Note: Realisation post the lock-in period shall be distributed to the existing set of investors as on March 13, 2020.

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.