



भारतीय प्रतिभूति
और विनिमय बोर्ड
**Securities and Exchange
Board of India**

Chief General Manager
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SEBI/HO/CFD/PoD2/OW/P/2023/131/1
January 3, 2023

To

Dr. Alok Pande, Joint Secretary,
Department of Investment & Public Asset Management (DIPAM),
Ministry of Finance,
Block No. 11, CGO Complex, Lodhi Road,
New Delhi 110003.

Sir,

Sub: Application made by the Central Government under regulation 102(1A) of the SEBI (LODR) Regulations, 2015 for reclassification of its holding as "public" in IDBI Bank, post-strategic disinvestment.

1. This is with reference to the application received from the Central Government, through DIPAM vide letter dated December 15, 2022 ("**Application**"), under regulation 102 (1A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**LODR Regulations**") requesting for relaxation from the strict enforcement of regulation 31A of the LODR for reclassification of the holding of Government of India ("**Gol**") in IDBI Bank Limited ("**IDBI Bank**" / "**Bank**") as "public" holding, post-disinvestment.
2. Further, a request was also made to treat the residual holding of Gol in IDBI Bank as a pure financial investment and accordingly, reclassify it as "public" by exercising the powers under regulation 102(1A) of the LODR, subject to the following conditions that the Government, post-divestment,
 - a. does not exercise control over the affairs of IDBI Bank;
 - b. does not have any special rights with respect to the Bank and
 - c. is not represented in its Board of Directors nor act as a key managerial person.



अनुवर्ती :
Continuation :

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3. After consideration of the aforesaid Application, the Board has relaxed the requirements specified in regulation 31A(3)(b)(i) of the LODR Regulations subject to the following conditions:
 - a. The voting rights of Gol shall not exceed 15% of the total voting rights of the Bank.
 - b. The intention of Gol to get its shareholding re-classified as public holding shall be specified in the letter of offer dispatched to the shareholders of IDBI Bank in connection with the open offer made by the new acquirer.
4. After completion of the strategic disinvestment, IDBI Bank has to make an application to the Stock Exchanges for reclassification of Gol holding under public category.
5. Pursuant to re-classification, the conditions specified in regulation 31A(4) of the LODR Regulations shall be complied with, subject to the relaxation provided at para 3(a) above.
6. Further, the new acquirer has to ensure compliance with Minimum Public Shareholding (MPS) requirements within a period of one year from completion of offer in terms of the existing provisions of the SEBI (Substantial acquisition of shares and Takeovers) Regulations, 2011 and the Securities Contract (Regulation) Rules, 1957.
7. The IDBI Bank may be advised to disclose this letter to Stock Exchanges under regulation 30 of the LODR Regulations.

Yours faithfully,


Jeevan Sonparote