

AXIS TRUSTEE SERVICES LIMITED

Yes Bank Limited – AT1 Bond Issuances

| Date | Action Taken/ Status |
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| 08 th March 2020 | Representation submitted to Reserve Bank of India (“RBI”) in connection with the comments/suggestions sought by RBI on its ‘Draft Yes Bank Ltd. Reconstruction Scheme, 2020’ as per suggestions received from Additional Tier-1 Bondholders (“AT1 Holders”). |
| 09 th March 2020 | Writ Petition (Lodging) No. 782/20 - Axis Trustee Services Limited vs. Union of India & Ors. Lodged in High Court Bombay (Original Jurisdiction) as per instructions of majority AT1 Holders of ISIN no. INE528G08352 & INE528G08394. |
| 11 th March 2020 | <p>Proposal with following settlement terms as per suggestions received from majority AT1 Holders of ISIN no. INE528G08352 & INE528G08394 submitted to RBI:-</p> <ol style="list-style-type: none"> a) Minimum of 170 crore shares be allotted to the existing AT1 Holders in proportion to their current holding of these bonds. An imputed value of Rs.10/- per share would be approximately Rs.1700 crores, salvaging near-about 20% of the principal outstanding; b) No fresh investments by AT1 Holders, equity shares to be allotted in lieu of write down of the bonds; c) Lock-in features, if any be restricted upto 36 months in line with the proposed new equity issuance of the issuing bank; d) On acceptance of (a) to (c):- <ol style="list-style-type: none"> 1. No further legal recourse shall be pursued; and 2. The writ petition shall be withdrawn. |
| 11 th March 2020 | <p>Detailed proposal with following settlement terms as per suggestions received from majority AT1 Holders of ISIN no. INE528G08352 & INE528G08394 resubmitted to RBI:-</p> <ol style="list-style-type: none"> a) the AT1 Bonds be fully converted on the basis of a conversion ratio of 19,551 equity shares of Rs. 2 each of the Bank (“Equity Shares”) to be issued for each AT 1 Bond with a face value of Rs. 10,00,000/-. b) AT1 Holders shall not be permitted to sell, transfer, pledge or encumber in any manner whatsoever (directly or indirectly) the Equity Shares allotted for a period of three years from the date on which trading approval is granted by the stock exchanges with respect to such Equity Shares. c) subject to and upon completion of the actions set out above:- <ol style="list-style-type: none"> (i). such actions shall constitute the full and final settlement of all obligations and liabilities of the Bank towards the AT1 Holders. (ii). the AT1 Holders shall have no claims, rights or actions of any nature (in law, equity or otherwise) against the Bank arising out of or in connection with or in relation to any matter related to the AT1 Bonds. d) upon notification by the RBI and / or the Government of India as applicable, of the final scheme of reconstruction of the Bank with provisions to give effect to the above proposals included, and the implementation of the same by issuance of the Equity Shares as provided in (a) above, the writ petition with lodging no. 782/20 filed shall be withdrawn. |

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| 13 th March, 2020 | <p>The ‘Yes Bank Limited Reconstruction Scheme, 2020’ was accorded consent by the Central Government and notified in the Official Gazette on the 13th March 2020 and made effective.</p> <p>The notified scheme had no specific clause mentioning write down of the AT1 Bonds as proposed in the ‘Draft Yes Bank Ltd. Reconstruction Scheme, 2020’.</p> |
| 14 th March, 2020 | <p>Disclosure by Yes Bank Ltd. to the Stock Exchanges under Regulation 51 of the SEBI (LODR) Regulations, 2015, that the AT - I Bonds amounting to Rs. 3000 Crs. and Rs. 5415 Crs. are fully written down and extinguished with immediate effect as per clause 2.15, Annex 16 of Master Circular- Basel III Capital Regulations dated July 01, 2015 read with Section 45 of the Banking Regulation Act, 1949.</p> |
| 16 th March, 2020 | <p>A fresh Writ Petition (No. 850/2020) has been filed by Axis Trustee Services Limited, as the AT-1 Bond Trustee, in the Hon’ble High Court, Bombay as per instructions of the majority AT-1 Bondholders (ISIN no. INE528G08352 aggregating to Rs.3000 Crs. and INE528G08394 aggregating to Rs.5415 Crores) seeking inter alia the following reliefs:</p> <ol style="list-style-type: none"> a) Writ of Certiorari for examination and squashing/ setting aside the decision of write off of the AT-1 Bonds; b) Writ of Mandamus to reverse the effect of any accounting entries, noting’s, write off, cancellations undertaken pursuant to such decision; and c) Ad- Interim Reliefs. <p>The Hon’ble High Court has passed an order restraining the respondents (Union of India through Ministry of Finance, Reserve Bank of India, Administrator of Yes Bank Ltd., Yes Bank Ltd. and NSDL) from taking any action in the matter relating to the write down of AT-1 Bonds (aggregating Rs. 8415 Crs), and posted the matter on 17th March 2020 for further hearing.</p> |
| 17 th March 2020 | <p>The hearing commenced and the matter stood adjourned to 18th March, 2020. The Court directed for the earlier order to continue upto 18th March, 2020.</p> |
| 18 th March 2020 | <p>The matter is adjourned to 23rd March 2020, in the meantime, the Court has directed that the earlier order passed on 16th March, 2020 viz., “all steps taken by the Respondents shall be subject to further orders passed by this Court” shall continue.</p> |