

DEPT: SECRETARIAL
REF No. SEC/ST EX.STT/66 /2022-23

August 3, 2022

National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot No.C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai – 400 051. SCRIP CODE: SOUTHBANK	BSE Ltd. Department of Corporate Services (Listing), First Floor, New Trading Wing, Rotunda Building, P J Towers, Dalal Street, Fort,Mumbai – 400 001. SCRIP CODE: 532218
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Dear Sir/Madam,

Sub: Intimation of revision in Credit Rating/Outlook

Pursuant to Regulation 30(6) read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation"), we would like to inform that based on 'India Ratings and Research Pvt Ltd' intimation dated 3rd August 2022, please find below the details of the revision in outlook of the Debt Instruments of the Bank:

Credit rating agency	Instruments	Existing rating/Outlook	Revised rating/Outlook	Reason
India Ratings and Research Pvt. Ltd	Basel III Tier 2 debt (INR 15 Billion)	IND A/ Negative	IND A/ Stable	The Outlook revision reflects SIB's focus on on-boarding higher rated credits as reflected in its incremental disbursements over the last few quarters, strengthening of systems and processes, strengthened provision cover for stressed assets, and improved capitalisation through a combination of reducing risk weight assets and consolidation of loan portfolio. The bank has calibrated its loan book towards higher-rated corporate exposure and is growing its gold loan book, thereby reducing the overall risk weighted asset and improving its capitalisation. The bank has addressed its asset quality challenges with heightened recognition and improving provision coverage at the cost of weaker internal accruals over the last few quarters. SIB has maintained a stable granular liquidity profile, improving its low-cost deposit ratio and
	Basel III Additional Tier 1 (AT1) perpetual bonds (INR 5 Billion)	IND A-/ Negative	IND A- / Stable	

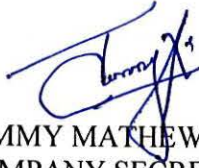


				maintaining margin at historical levels. The bank's newly originated loan book since October, 2020 has been showing lower delinquencies; although, the portfolio is yet to be reasonably seasoned. The new management has been taking measures to revamp its internal processes. Ind-Ra will monitor the impact of these measures on the bank's operations.
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Kindly take the same on record.

This information is also being uploaded on the Bank's website at www.southindianbank.com.

Yours faithfully,



(JIMMY MATHEW)
COMPANY SECRETARY