



CIN :L65922TN2000PLC044655

(Promoted by REPCO BANK-Govt. Of India Enterprise)

RHFL/SE/55/2016

October 10, 2016

National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kuria Complex,
Bandra (E) Mumbai-400 051
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street Mumbai- 400001

Respected Sir,

Sub: Intimation under Regulation 30 of the SEBI (LODR) Regulations,

Ref: Our earlier intimation vide our letter No. RHFL/SE/54/2016 dated October 10, 2016

We enclose herewith the explanation furnished by Shri.R.Varadarajan, Managing Director to the Chairman of the Company with regard to the developments as intimated earlier.

We duly undertake to intimate further detailed updates/information on this matter as soon as we are in receipt of such information.

Thanking You,

Yours Faithfully,

FOR REPCO HOME FINANCE LIMITED

A handwritten signature in blue ink, appearing to be "M. S. S.", written over a faint circular stamp.

COMPANY SECRETARY

Corporate Office: 3rd Floor, Alexandar Square, New No: 2 (Old No :34 & 35), Sardar Patel Road, Guindy, Chennai - 600032.

Phone : 044-42106650 Fax : 044-42106651 | E-mail : co@repcohome.com, www.repcohome.com

Registered Office: 'REPCO TOWER', No:33, North Usman Road, T.Nagar, Chennai - 600017. Phone : 044-28340715 / 4037 / 2845

From,

R.Varadarajan ,
Managing Director,
55, IV Main Road,
Gandhi Nagar,
Adayar,
Chennai-600020

To

The Chairman
Repco Home Finance Ltd.,
No.2 Alexander Square
Sardar Patel Road, Guindy
Chennai 600 032

Respected Sir

Sub: Case Registered by Central Bureau of Investigation (CBI)-Reg.

With reference to your query calling for remarks on the above subject, I wish to submit my remarks in respect of the loan accounts with the company:-

CBI (probably based on certain private complaint) has registered a case against Shri R. Varadarajan Managing Director, Shri V Raghu Executive Director and Shri Kannan then Chief Manager of Coimbatore Branch and others on the allegation of showing undue favour to the loan accounts of Smt Shantamani and Shri Thirumalaisamy for Rs.6 crore in the matter of waiver of pre-payment charges to them and waiver of processing fees.

In fact there was no waiver of processing fee and an amount of Rs. 6 lakh (1% of the loan amount) was collected and only administrative fee was waived by the competent authority as per the scheme.

The said loan accounts were serviced regularly for nearly 20 months. Thereafter, in view of availability of lesser rate of interest, the borrowers switched over to another bank. At that time of switchover the entire loan amount with upto date interest was collected. There was not a waiver of principal or interest. However, pre-payment penalty was not collected at the request of the borrowers as per the NHB guidelines in this regard. I strongly believe there is no violation of any rule.

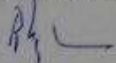
Based on the case registered, CBI has conducted search in the residential premises of the persons against whom allegations were made. The investigations are expected to begin.

I believe there is no material impact on the Company as the entire loan has been fully repaid with interest and there is no outstanding liability now from the said borrowers.

I shall submit the updates in this regard as and when they occur.

Thanking you,

Yours faithfully,



R.VARADARAJAN
MANAGING DIRECTOR

Place : Chennai

Date : 10th October 2016.