

IDBI Flexibonds 15-Redemption of
IDBI Regular Income Bond Option – A, B & C
on November 25, 2007

As you are aware, Industrial Development Bank of India Ltd. (IDBI Ltd.) had issued Regular Income Bonds option A, B, & C during October 10, 2000 to November 02, 2002. In terms of the Offer Document dated 28.09.2002, these Bonds would mature on **November 25, 2007** and **no interest shall be payable on the bonds thereafter**. To effect the maturity payment, there would be book closure from **October 26, 2007** to **November 24, 2007**.

2. **We are glad to inform you that the bondholders of IDBI Ltd. are no longer required to surrender the Original Bond Certificate for redemption.** The redemption proceeds comprising principal and interest as applicable (net of TDS) would be sent by way of warrants dated **November 25, 2007** to all registered bondholders as on **October 26, 2007**. Please note that as per the Income-tax Act, 1961, tax would be deducted at source if the interest income payable on the bonds exceeds Rs.2,500/- and Form 15G/15H(in duplicate) and/or Certificate u/s 197 A of I.T.Act(if not already submitted for Financial Year 2007-08) has not been submitted before **October 26, 2007**. To enable us to issue the TDS Certificate, please quote the PAN number as it is mandatory in terms of Sec 139A of IT Act.

3. Any change in details regarding name, address and bank account particulars of the bondholders, the status of the bondholder on account of minor becoming major or change of name on account of marriage etc. (along with the attested copies of birth/marriage certificate as evidence) has to be advised before **October 26, 2007** by quoting the respective Folio No., to the Registrars viz. Investor Services of India Ltd. IDBI Building, 2nd Floor, Plot No.39, 40, 41, Sector 11, CBD Belapur, Navi Mumbai-400 614 (Tel Nos: (022)-27579636-40, Fax: (022) – 27579650 e.mail flexi15@isilindia.com).

4. IDBI Ltd., a Public Sector Bank with large branch network, has launched various deposit products, spanning across Savings/Current Account, Recurring Deposit as well as the extremely popular the IDBI Suvidha Fixed Deposits (ISFD) scheme. Apart from the high safety and yield offered on these deposits, IDBI ensures high level of service and satisfaction to all the depositors. To continue with the fruitful association built up over the years, we request you to consider investing the redemption proceeds of Flexibonds in any of our Deposits Schemes. You are advised to contact any of our branches for further details in this regard.

5. We thank you once again for reposing your confidence in IDBI Ltd. and look forward to continue the association as an esteemed depositor under our Deposit Scheme. Please communicate your telephone number, e-mail address, etc., for faster communication and always quote the registered folio number (15RIBXXXXXXX) in all correspondence.

With best regards.