



State Bank of India

Press Release

SBI signs \$ 274 mln agreement with German Development Bank KfW to finance affordable housing

New Delhi, March 10, 2017: *The State Bank of India (SBI) and the German KfW Development Bank concluded \$274 million (approx. ₹.1800 crore) loan facility to support lending for affordable housing in India. The Promotional loan has a maturity of 15 years.*

Mr. Siddhartha Sengupta, Deputy Managing Director signed the agreement on behalf of SBI while KfW was represented by Dr. Herbert Kleppenburg, Member of the Executive Board and Mr. Roland Siller, Member of the Management Committee of KfW Development Bank.

With its focus on housing loans for Economically Weaker Sections (EWS) and Lower Income Group (LIG) households, the facility is designed to complement the Government of India's flagship affordable housing programme, the Pradhan Mantri Awas Yojana. These lower income household categories account for 95% of the estimated shortage of 20 million housing units in the country.

"Sustainable mortgage loans to low income families to purchase, build or upgrade their homes are critical for inclusive growth and development. Partnering with India's largest bank on this mission provides a tailor-made platform for quick upscaling of housing finance for this segment," said Dr. Kleppenburg on the occasion.

On this occasion, Mr. Sengupta said "SBI is committed to support Government's mission of Housing for All and this facility will be additional impetus to support this mission."

The entire process of fund raising was facilitated by SBI's subsidiary, SBI Capital Markets.

About State Bank of India

SBI is India's oldest and largest bank. As on date, the Government of India owns 59% of the bank's equity capital. The SBI group as a whole offers a wide range of financial and non-financial products. With over 16,000 branches and 190 offices worldwide, SBI is India's largest commercial bank, measured by virtually every possible metric: profits, assets, deposits, branches and employees. On a standalone basis, SBI reported a profit after tax (PAT) of ₹.348 billion for the first 9 months of 2016-17 on a total balance sheet size of ₹.25.857 trillion.

About KfW

With a balance sheet size of EUR 503 billion, KfW is one of Germany's largest banks and a leading promotional bank worldwide. Established in 1948 as a public law institution, KfW is

owned 80 per cent by the Federal Republic of Germany and 20 per cent by the federal states ("Länder").

The KfW Development Bank which is an integral part of KfW, works on behalf of the German government to finance and support programs and projects that mainly involve public sector players in developing countries and emerging economies.