

**VII. SUMMARY TERM SHEET**

Issuer	Bank of Maharashtra
Issue Size	Rs. 70 crore with option to retain oversubscription
Issue object	Augmenting Tier I capital for strengthening the Capital Adequacy and enhancing long term resources of the Bank
Instrument	Unsecured Non-Convertible Subordinated Perpetual Bonds (Innovative Perpetual Debt Instruments) (Series-II) in the nature of Promissory Notes ("Bonds")
Nomenclature	Bank of Maharashtra Perpetual Bonds ( Series II)
Seniority of Claim	These Bonds shall be fully paid-up, unsecured and free of any restrictive clauses. The claims of the investors in these Bonds shall be (a) superior to the claims of investors in equity shares and (b) subordinated to the claims of all other creditors
Issuance/ Trading	In Dematerialized Form
Credit Rating	"AA/Stable" by CRISIL and "LAA" by ICRA
Security	Unsecured
Face Value	Rs. 10,00,000/- per Bond
Issue Price	At par (Rs. 10,00,000/- per Bond)
Redemption Price	Perpetual – Not Applicable
Minimum Subscription	1 Bond and in multiples of 1 Bond thereafter
Tenure	Perpetual
Put Option	None
Call Option	These Bonds shall have "Call Option" which may be exercised after the instrument has run for at least 10 years and Call Option shall be exercised only with the prior approval of RBI
Redemption/ Maturity	Perpetual
Redemption Date	Perpetual –Not Applicable
Call Option Due Date	September 30, 2019 or thereafter (subject to prior approval from RBI)
Coupon Rate *	9.25% p.a. for first 10 Years
Step up Option	The Bonds shall have a step-up option which may be exercised only once during the whole life of the instrument, in conjunction with the Call Option, after the lapse of 10 years from the date of issue. The step-up shall be 50 basis points.  In effect, the coupon rate on Bonds shall be stepped up to 9.75% p.a. for subsequent years if Call Option is not exercised by the Bank at the end of 10th Year from the Deemed Date of Allotment
Interest Payment	Annual (subject to RBI norms)
Interest Payment Date	On October 01, every year (subject to RBI norms)
Lock-In Clause	These Bonds shall be subjected to a lock-in clause in terms of which, the Bank shall not be liable to pay interest, if (a) the Bank's CRAR is below the minimum regulatory requirement prescribed by RBI or (b) the impact of such payment results in Bank's Capital to Risk Assets Ratio (CRAR) falling below or remaining below the minimum regulatory requirement prescribed by Reserve Bank of India (RBI). However, the Bank may pay interest with the prior approval of RBI when the impact of such payment may result in net loss or increase the net loss, provided the CRAR remains above the regulatory norm. The interest shall not be cumulative.
Listing	Proposed on the Wholesale Debt Market (WDM) Segment of the Bombay Stock Exchange Ltd. (BSE)
Trustee	GDA Trustee & Consultancy Ltd, Pune
Depository	National Securities Depository Ltd. and Central Depository Services (India) Ltd.
Registrars	MCS Ltd.
Banker to the Issue	Bank of Maharashtra, Treasury & International Banking Branch Mumbai
Interest on Application Money *	At coupon rate applicable for the first 10 years (i.e. @ 9.25% p.a.) from the date of realization of RTGS/ ECS upto one day prior to the Deemed Date of Allotment
Settlement	Payment of interest and repayment of principal shall be made by way of cheque(s)/ interest/ redemption warrant(s)/ demand draft(s)/ credit through RTGS/ ECS system
Mode of Subscription	Electronic transfer of funds through RTGS/ ECS mechanism for credit in the account of "Bank of Maharashtra" at Account No. "60033355197", Branch: "Fort Mumbai Branch", IFSC Code: ""MAHB0000002"
Issue Opens on ^	September 29, 2009
Issue Closes on ^	September 29, 2009
Pay-In Date ^	September 29, 2009
Deemed Date of Allotment ^	September 30, 2009