



ENGAGEMENT OF ARRANGERS FOR PERPETUAL TIER I BONDS

PNB proposes to issue Unsecured Non-Convertible Subordinated Perpetual Tier I Bonds on private placement basis to augment its capital base and long-term resources. The issue size will be Rs. 250 Crore with green shoe option of Rs. 250 Crore and it will be issued in one or more trenches. Proposed bond issue is rated AAA by CRISIL and CARE. The maturity of bonds will be perpetual with call option after 10 years.

Merchant Bankers, duly approved and registered with SEBI, having experience of handling Tier II / Tier I Bank Bonds, may submit their expression of interest for undertaking work of arrangers of perpetual Tier I Bonds. Sealed letter should reach on or before 12.00 Noon on 09.07.2007 to **Deputy General Manager, Treasury Division, Head Office, PNB, 7 Bhikaji Cama Place, New Delhi -66**. Sealed Envelope shall be marked “**For Perpetual Tier I Bonds**” on left end top of the envelope. Short listed merchant bankers will be called for meeting on 10.07.2007 at 1630 Hrs. Bank reserves its right to accept /reject any or all the expressions of interest without assigning any reason.

– Sd-
Deputy General Manager