

Vijaya, Dena Bankare BoB from today

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In a first three-way amalgamation, Vijaya Bank and Dena Bank will merge with Bank of Baroda (BoB) from April 1 to create the third-largest lender of the country.

As a result, branches of Vijaya Bank and Dena Bank will function as BoB outlets.

“Customers, including depositors, of Vijaya Bank and Dena Bank will be treated as customers of Bank of Baroda with effect from April

Will be third-largest lender in country

1,” the RBI said. To make the merger smooth, the government last week decided to infuse Rs 5,042 crore in BoB to enhance its capital base to meet additional expenses.

Shareholders of Vijaya Bank will get 402 equity shares of BoB for every 1,000 shares held. In case of Dena Bank, its shareholders will get 110 shares of BoB for every 1,000 shares. The government in September last year announced the first-ever three-way consolidation of banks in India, with a combined business of Rs 14.82 lakh crore, making it the third-largest bank after SBI and ICICI Bank. — PTI