

DHFL/CSD/2020-21/1935

Date: **05/03/2021**

To,

The Manager Listing Department BSE Limited. Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai- 400 001.	The Manager Listing Department National Stock Exchange of India Limited, 'Exchange Plaza', C-1, Block G, Bandra- Kurla Complex, Bandra (East), Mumbai- 400 051
Stock Code: 511072	Stock Code: DHFL

Sub: Intimation under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["SEBI Listing Regulations"] (as amended) and applicable for listed companies undergoing Corporate Insolvency Resolution Process under Insolvency & Bankruptcy Code, 2016 (Code)

Dear Sir/Madam,

- With reference to the above, this disclosure is being made pursuant to Clause 6 of Para A of Annexure I to the circular dated September 09, 2015 on "Continuous Disclosure Requirements for Listed Entities under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015" issued by the Securities and Exchange Board of India ("**Circular**").
- I wish to inform you that the Administrator of Dewan Housing Finance Company Limited ("**the Company**"), appointed under the Insolvency and Bankruptcy Code, 2016 ("**the Code**"), to carry out the duties under Code, obtained assistance from a reputed professional agency, Grant Thornton (GT or Transaction Auditor) to conduct investigation of the affairs of the Company in respect of transactions qualified under sections 43 to 51, and sections 65 and 66 of the Code.
- Accordingly, the Administrator of the Company received an initial report from the professional agency appointed as the Transaction Auditor, indicating that there are certain transactions which are undervalued, fraudulent and preferential in nature, falling under the aforesaid sections of the Code. Basis the investigation and observations of the Transaction Auditor, the Administrator has filed two additional affidavits (to the two already filed applications) before the Mumbai bench of the National Company Law Tribunal ("**NCLT**") under Section 45, Section 60(5) and Section 66 of the Code on March 04, 2021 in respect of disbursements made to certain entities as Inter corporate deposits ("**ICDs**"), against Kapil Wadhawan, Dheeraj Wadhawan, Township Developers India Ltd. and entities to whom ICDs were given ("**Affidavits**").
- In accordance with Clause 6.1 of the Circular, please find below the relevant information regarding the concerned transactions:
 - Nature of fraud:** The affidavits are in relation to irregularities in disbursement of ICDs by the Company in the past.
 - Estimated impact on the listed entity:** As per the transaction auditor report shared with the Administrator, the monetary impact of the above transactions covered under the Affidavits amounts to INR 1,264.29 Crores towards outstanding principal, INR 130.09 Crores towards accrued interest and INR 29.94 Crores towards notional loss of interest on account of charging lower rate of interest.
Thus, the total impact of such transactions as detailed in the Transaction Auditor's Report has been sought from the relevant entities involved, along with the interest for the relevant period, through the said affidavits filed with Hon'ble NCLT.



- (c) **Time of occurrence**: As per the report prepared by the transaction auditor, the concerned transactions occurred during FY 2017-18 and 2018-19, as detailed in the report.
- (d) **Person(s) involved**: Based on the Transaction Auditor's report, the two affidavits have been filed with Hon'ble NCLT, Mumbai against Kapil Wadhawan, Dheeraj Wadhawan, Township Developers India Ltd. and entities to whom ICDs were given.
- (e) **Estimate amount involved**: The preliminary estimation included in the affidavits places the monetary impact of the concerned transactions at approximately INR 1,424.32 Crores (which includes INR 29.94 crores towards notional loss of interest on account of charging lower rate of interest).
- (f) **Reporting to authorities**: The affidavits have been filed before the NCLT under the provisions of the Code mentioned in paragraph 2 above, on March 04, 2021.
5. All relevant details regarding these proceedings have been included in the affidavits filed before the National Company Law Tribunal, Mumbai and is presently pending consideration.

Kindly take the above on record and acknowledge receipt.

Thanking you,

Yours sincerely,
for Dewan Housing Finance Corporation Ltd.


S. N. Baheti
Company Secretary
ACS 5535

