

DHFL/CSD/2020-21/1993

Date: August 13, 2021

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.
Scrip Code : 511072	DHFL

Dear Sir,

Sub: Submission of Unaudited Financial Results (Standalone & Consolidated) for the Quarter ended June 30, 2021 as per Regulation 33 of of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")

We draw reference to our earlier intimations dated 8th June, 2021 and 14th June, 2021 wherein we had informed you of the approval of the Resolution Plan submitted by the Piramal Capital & Housing Finance Limited in the CIRP of Dewan Housing Finance Corporation Limited by the Hon'ble National Company Law Tribunal, Mumbai Bench (NCLT) vide order dated June 7, 2021 (uploaded on its website on June 13, 2021).

We also draw reference to our intimation dated 1st July, 2021 wherein we had informed that as per the terms of the approved Resolution Plan and the Plan Approval Order, a monitoring committee has been constituted ("Monitoring Committee"). In terms of the Resolution Plan, the Monitoring Committee, inter alia, is to (i) supervise the implementation of the Resolution Plan, (ii) carry on the business and operations of the Company strictly in accordance with this Resolution Plan, in the ordinary course and on a going concern basis; and (iii) take all steps necessary to ensure that the value of the assets of the Company does not deteriorate.


Pursuant to the above, we wish to inform that the Monitoring Committee chaired by the Administrator of the Company (Expert Member), at its Meeting held today i.e. on 13th August, 2021 (which commenced at 11.00 a.m. continued 01.40 p.m. and thereafter re-convened at 8.00 p.m. and concluded at 8.10 p.m.), have inter-alia, considered and taken on record the Ind-AS Unaudited Financial Results (Standalone & Consolidated) of the Company for the first quarter ended June 30, 2021 as per Regulation 33, 52 and other applicable provisions of the SEBI Listing Regulations and in compliance with the Indian Accounting Standards as per the provisions of the Companies (Indian Accounting Standards) Rules, 2015.

Please find enclosed herewith a copy of the said Unaudited Financial Results of the Company (Standalone and Consolidated) along with notes thereto and along with the Limited Review Report thereon.

Kindly take the same on your record.

Yours sincerely,

For Dewan Housing Finance Corporation Ltd.



S. N. Baheti
Company Secretary
ACS No- 5535



DEWAN HOUSING FINANCE CORPORATION LIMITED

Corporate Identity Number (CIN) - L65910MH1984PLC032639

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National Office: 6th Floor, HDIL Towers, A K Marg, Station Road, Bandra (East), Mumbai - 400051

Tel. : (022) 7158 3333


UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021

(₹ in Lakh)

PARTICULARS	Quarter ended			Year ended
	30.06.2021 (Reviewed)	31.03.2021 (Audited)	30.06.2020 (Reviewed)	31.03.2021 (Audited)
1 INCOME:				
Revenue from operations:				
- Interest Income	1,99,072	2,01,915	2,31,593	8,71,900
- Fees and Commission Income	57	131	16	329
- Net gain / (loss) on derecognition of financial instruments under amortised cost category	(12)	-	(4)	(4)
- Other operating revenue	952	1,407	868	4,840
Total Revenue from operations	2,00,069	2,03,453	2,32,473	8,77,065
Other Income	67	2,604	413	3,214
Total Income	2,00,136	2,06,057	2,32,886	8,80,279
2 EXPENSES:				
Finance costs (Refer Note 8)	4,796	5,118	5,752	21,849
Net loss on fair value changes	1,00,022	1,50,494	1,84,456	25,99,033
Impairment on financial instruments & Write-offs	39,214	15,267	22,174	2,24,477
Employee benefits expenses	5,077	4,612	5,652	21,312
Depreciation and amortisation	1,885	2,042	2,046	8,083
Others expenses	4,380	5,127	3,525	17,230
Total Expenses	1,55,374	1,82,660	2,23,605	28,91,984
3 Profit / (Loss) before tax (1-2)	44,762	23,397	9,281	(20,11,705)
4 Tax Expense				
Current tax	16,339	9,137	-	9,137
Deferred tax	(3,021)	4,582	2,271	(5,15,730)
Total tax expense	13,318	13,719	2,271	(5,06,593)
5 Profit / (Loss) for the period / Year (3-4)	31,444	9,678	7,010	(15,05,112)
6 Other comprehensive income				
- Items that will not be reclassified to profit or loss				
Remeasurements of the defined benefit plans	(17)	47	(39)	(69)
Tax on above	4	(12)	10	18
Total Other comprehensive income	(13)	35	(29)	(51)
7 Total comprehensive income for the period / Year (5+6)	31,431	9,713	6,981	(15,05,163)
Earnings per share (Face value of ₹ 10 each) (not annualised)				
Basic (in ₹)	10.02	3.08	2.23	(479.61)
Diluted (in ₹)	10.02	3.08	2.23	(479.61)
Paid-up Equity Share Capital (Face value ₹ 10/-)	31,382	31,382	31,382	31,382
Reserves excluding Revaluation Reserves as at March 31				(20,95,087)



1. The above unaudited standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 – Interim Financial Reporting, notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules 2015, as amended from time to time, other relevant provision of the Act, guidelines issued by the RBI as applicable to NBFC and other accounting principles generally accepted in India.
2. The Reserve Bank of India (“RBI”) by its order No. DOR NBFC (PD) 986/03.10.136/2019-20 dated 20th November, 2019 had superseded the Board of Directors of Dewan Housing Finance Corporation Limited (“DHFL” / “the Company”) under Section 45 IE of the Reserve Bank of India Act, 1934 and appointed the Administrator of the Company. The RBI, in exercise of powers conferred under section 45 IE 5(a) of the RBI Act 1934, had on 22nd November, 2019 constituted a three member Advisory Committee to assist the Administrator of the Company in discharge of his duties. On November 29, 2019, the RBI filed an application for initiating Corporate Insolvency Resolution Process (“CIRP”) against DHFL under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code, 2016 (“Code”) read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudication Authority) Rules, 2019 (“FSP Insolvency Rules”). On December 3, 2019 (i.e. insolvency commencement date), the National Company Law Tribunal bench at Mumbai (“NCLT”) commenced the CIRP of DHFL and appointed the Administrator of DHFL to perform all the functions of Resolution Professional to complete the CIRP of DHFL.

Thereafter, pursuant to the receipt of No objection from Reserve Bank of India as per the FSP Insolvency Rules, the Administrator filed an application under Section 30(6) of the Code for submission of resolution plan of Piramal Capital & Housing Finance Limited (PCHFL) as approved by the Committee of Creditors (“COC”) with the Adjudicating Authority i.e. Hon'ble National Company Law Tribunal (“NCLT”), Mumbai Bench on 24th February 2021.

The Hon'ble NCLT vide the order passed on 7th June, 2021 (uploaded on its website on 13th June, 2021) (“NCLT Order” / “the said Order”), approved the Resolution Plan submitted by PCHFL and as approved by the Committee of Creditors (Resolution Plan) for the corporate insolvency resolution of the Company, under Section 31 of the Insolvency & Bankruptcy Code 2016.

Further, upon the approval of the Resolution Plan by the said Order, the purpose of the RBI constituting the Advisory Committee as per RBI press release dated 22nd November 2019, to advise the Administrator in the Operations of Financial Service Provider during the Corporate Insolvency Resolution Process and to assist him for discharging his duties was fulfilled. Therefore, the Advisory Committee has been dissolved and the same was placed on record in the first monitoring committee meeting held on 24th June 2021. Further, the Monitoring Committee also took on record the discharge of the Administrator as the Resolution Professional for the purpose of CIRP, appointed pursuant to the Hon'ble NCLT's order dated 3rd December, 2019. This was also informed to the Stock Exchanges pursuant to regulation 30 of the SEBI LODR.

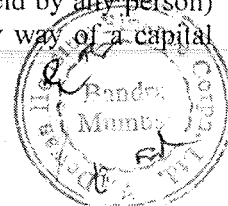
Constitution of Monitoring Committee

Further, pursuant to the said Order, during the period between the NCLT Approval Date and the Implementation Date, the management and control of the Company shall vest with the Monitoring Committee.

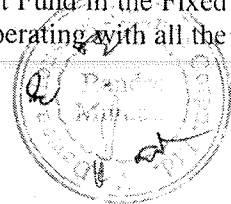


The Monitoring Committee has been vested with the powers of the Board of Directors of the Company and shall function during the intervening period, until the implementation date of the Resolution Plan. During this intervening period, the Company shall not have Board of Directors. The regular Board of Directors as per the provisions of the Companies Act, 2013 and other applicable laws will be appointed by PCHFL post completion of implementation of the Resolution Plan. Therefore, during this interim period for implementation of the approved Resolution Plan, certain compliances (e.g. constitution of Board level Committees etc.) may not be possible pending constitution of the regular Board of Directors by the successful Resolution Applicant after taking over management and control of the Company. First meeting of the Monitoring Committee was held on 24th June, 2021.

3. The above standalone financial results of the Company for the quarter ended 30th June, 2021 have been taken on record by the Administrator as authorised by Monitoring Committee only to the limited extent of discharging the powers of the Board of Directors of the Company which have been conferred upon him pursuant to the operation of the resolution plan solely for the purpose of ensuring regulatory compliance.
4. The Administrator, Monitoring Committee members and KMPs have relied on information, data, clarifications and views provided by the existing staff of the Company for the purposes of preparation of the financial results. The Company has initiated appropriate actions on the basis of reports submitted by Transaction Auditor such as filing of application with NCLT and submission of Fraud Monitoring Reporting(FMRs) to National Housing Bank(NHB)/RBI and filing of complaint with appropriate authorities. The Company has also taken into consideration the fair value of wholesale loan portfolio as per cash flows which are part of the valuation reports submitted by valuer appointed under IBC while calculating the fair value of wholesale loan portfolio during the quarter ended 30th June 2021. The Administrator as authorised by Monitoring Committee and the KMPs have signed the standalone financial results solely for the purpose of compliance and discharging their duties during the interim period of implementation of the approved resolution plan based on the explanations, clarifications, certifications, representations and statements made by the existing staff of the Company in relation to the data pertaining to the period prior to the joining of the present management and they do not have personal knowledge of the past affairs, finances and operations of the Company.
5. Pending implementation of the Resolution Plan, the Company has not taken into consideration any impact of final settlement of liabilities as per resolution plan in preparation of the financial results for the quarter ended 30th June 2021.
6. As part of the Resolution Plan, the equity shares of the Company are proposed to be delisted in compliance with the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009. Regulation 3(3) of the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009, provides that in case of delisting of equity shares of a listed company pursuant to a resolution plan under Section 31 of the Insolvency & Bankruptcy Code, 2016, the exit to the shareholders should be at a price which shall not be less than the liquidation value as determined under regulation 35 of the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 (**CIRP Regulations**) after paying off dues in the order of priority as defined under section 53 of the Insolvency and Bankruptcy Code, 2016. No value was attributable to the equity shares as per the liquidation value of the Company estimated by registered valuers appointed under the CIRP Regulations. Accordingly, the Resolution Plan proposes to extinguish all the equity shares (including any right to subscribe to, or be allocated such equity shares, including any employee stock options, pre-emptive subscription rights or convertible instruments held by any person) held by the existing shareholders of the Company or any other person by way of a capital reduction without payment of any price to the shareholders/ such person



7. In certain instances, the amount of the claim admitted under CIRP may differ from the amount reflecting in the books of accounts of the Company. The above unaudited financial results are drawn on the basis of figures appearing in the books of accounts of the Company as on 30th June 2021. The Administrator and KMPs believe that these figures may be interpreted solely for the purpose of satisfying the regulatory requirement for filing of quarterly financial results and that these figures could change during the implementation of the Resolution Plan. Basis the approval of the resolution plan by Hon'ble NCLT, the liabilities as on insolvency commencement date have crystallised as per the admitted claim amounts.
8. The Company has not made any provision for interest on borrowings amounting to Rs. 1,88,689 lakh for the quarter ended on 30th June 2021, in view of the Company's CIR process. Under the IBC, the treatment of creditors under the resolution plan is as per debts due as on the insolvency commencement date and therefore, no interest is accrued and payable after this date. Had the interest was accrued on borrowings and provided for, the profit for the quarter ended 30th June 2021 would have been lower by Rs 1,40,328lakh (net of taxes).
9. The Company has incurred losses in the past, its liabilities exceeded total assets and its net worth was fully eroded and is continuing to be negative as on 30th June 2021. As mentioned above, the resolution plan has been approved by the Hon'ble NCLT. During the term of plan, the Monitoring Committee shall supervise the implementation of the plan, undertake and monitor the management and operations of the Company in ordinary course and on a going concern basis. In view of this, the standalone financial results are continued to be prepared on the "Going Concern" basis.
10. During the CIRP, the erstwhile Administrator and the Advisory Committee members, along with the KMPs have taken various efforts to improve the Governance, Compliance, operational, financial and managerial efficiency of the Company with the support of the employees of the company. In this regard, various initiatives to strengthen the financial/lending policies and processes, functioning of the IT system; legal audit of material loan documents, establishing risk management framework, updating internal financial controls and updating risk controls matrices, strengthening internal audit control through in-house resources and engagement of external professional experts/consultants have been undertaken. Various actions to ensure comprehensive compliance with various applicable rules and regulations during this period have also been undertaken. While substantial progress has been made by concluding some of the initiatives including legal audit as well, some of these could not be fully concluded and implemented by 30th June, 2021 due to the ongoing pandemic and therefore, various activities continue to be ongoing.
11. The Ministry of Corporate Affairs (MCA), has initiated investigation in the month of December 2019, into the affairs of the Company under Section 212(1) of the Companies Act, 2013 through Serious Fraud Investigation Office (SFIO). Further, Enforcement Directorate (ED) has also initiated investigation in connection with the loans given by the Company to certain borrowers. Central Bureau of Investigation (CBI) has also initiated investigation in connection with certain loan granted by the Company. Apart from this, CBI is also investigating into the matter of amounts invested by an Uttar Pradesh State Government entity – Provident Fund in the Fixed Deposits of the Company and few other cases. The Company is fully co-operating with all the



investigating agencies and providing the necessary information/data as and when the same is sought.

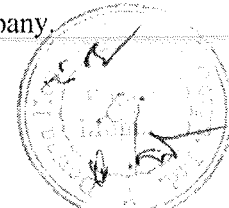
12. Consequent to the outbreak of the COVID-19 pandemic, the Central Government in India had declared a national lockdown in March, 2020. Subsequently, the national lockdown was lifted by the central government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. However, with various working measures, the Company has been making efforts to restore its normal operations. The extent to which the COVID-19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will impact the operation of the company, will depend on the ongoing as well as future developments, which is not precisely predictable.
13. The Company has a balance of Rs. 10,23,987 lakh as deferred tax asset created as per Ind AS – 'Income Taxes' as on 30th June 2021. The Company is running as a going concern as per the provisions of the Code, which requires that the value of the company is preserved and maintained it as a going concern.
14. The Company's main business is financing by way of loans for the purchase and/or construction of residential houses, loan against property, loan to real estate developers, including all related activities and SRA projects. Accordingly, there are no separate reportable segments as per Ind AS 108.
15. The total wholesale loan portfolio, including interest receivable aggregating Rs 55,35,608 lakh (pursuant to classification of this portfolio to "held for sale" in the year ended 31st March 2019), has been "fair valued" as at 30th June 2021 at Rs. 9,50,321 lakh, with the resulting fair value loss aggregating Rs 45,85,287 lakh. Out of this, fair value loss aggregating Rs 44,82,769 lakh has been accounted up to 31st March 2021 and balance loss of Rs 1,02,518 lakh has been charged to the Statement of Profit and Loss for the quarter ended 30th June 2021.
16. Disclosure as required under RBI Circular No. RBI/2020-21/16 DOR.No.BP.BC /3/ 21.04.048 /2020-21 dated August 6, 2020 in relation to the Resolution Framework for COVID-19-related Stress:

(Rs in lakh)

Type of Borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) Exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution Plan
Personal Loans	22	386.64	-	-	35.52
Corporate persons*	3	716.91	-	-	64.52
of which, MSMEs	1	238.74	-	-	21.49
Others	2	478.17	-	-	43.03
Total	25	1103.55	-	-	100.04

*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

17. The above results for the quarter ended 30th June, 2021 read with the disclosures stated vide notes above have been reviewed by the Statutory Auditors of the Company.



18. Figures for the previous period have been regrouped wherever necessary.



Place: Mumbai
Date: 13th August 2021

**For DEWAN HOUSING FINANCE CORPORATION
LIMITED**


**MR. R SUBRAMANIAKUMAR
CHAIRMAN OF MONITORING COMMITTEE**



**MR. SUNIL BANSAL
CHIEF FINANCIAL OFFICER**


**MR. VALJINATH M G
CHIEF EXECUTIVE OFFICER**

The Administrator (Acting as a Member of the Monitoring Committee of Dewan Housing Finance Corporation Limited (DHFL) constituted pursuant to the Order dated 7th June 2021 passed by Hon' NCLT, Mumbai)

The Administrator acts as a member of the Monitoring Committee of DHFL which has been constituted pursuant to Order dated 7th June 2021 passed by Hon' NCLT, Mumbai. The affairs, business and property of Dewan Housing Finance Corporation Limited are undertaken by the Administrator's office on the instructions of the Monitoring Committee only and without any personal liability to the Administrator, Chief Financial Officer and Chief Executive Officer.

Limited Review Report on Unaudited Quarterly Standalone Financial Results pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015

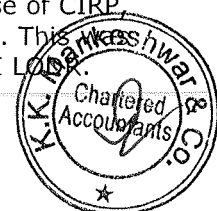
To
The Chairman of Monitoring Committee
Dewan Housing Finance Corporation Limited

1. We were engaged to review the accompanying statement of unaudited standalone financial results of **Dewan Housing Finance Corporation Limited** ("DHFL" / "the Company") for the quarter ended 30th June 2021 ("financial results" or "the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended (the 'Listing Regulations').
2. The Reserve Bank of India ("RBI") by its order No. DOR NBFC (PD) 986/03.10.136/2019-20 dated 20th November 2019 had superseded the Board of Directors of DHFL under Section 45 IE of the Reserve Bank of India Act, 1934 and appointed the Administrator of the Company. The RBI, in exercise of powers conferred under section 45 IE 5(a) of the RBI Act 1934, had on 22nd November 2019 constituted a three-member Advisory Committee to assist the Administrator of the Company in discharge of his duties. On November 29, 2019, the RBI filed an application for initiating Corporate Insolvency Resolution Process ("**CIRP**") against DHFL under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code, 2016 ("**Code**") read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudication Authority) Rules, 2019 ("**FSP Insolvency Rules**"). On December 3, 2019 (i.e. Insolvency commencement date), the National Company Law Tribunal bench at Mumbai ("**NCLT**") commenced the CIRP of DHFL and appointed the Administrator of DHFL to perform all the functions of Resolution Professional to complete the CIRP of DHFL.

Thereafter, pursuant to the receipt of No objection from Reserve Bank of India as per the FSP Insolvency Rules, the Administrator filed an application under Section 30(6) of the Code for submission of resolution plan of Piramal Capital & Housing Finance Limited ("**PCHFL**") as approved by the Committee of Creditors ("**COC**") with the Adjudicating Authority i.e. Hon'ble National Company Law Tribunal ("**NCLT**"), Mumbai Bench on 24th February 2021.

The Hon'ble NCLT vide the order passed on 7th June, 2021 (uploaded on its website on 13th June, 2021) ("**NCLT Order**" / "**the said Order**"), approved the Resolution Plan submitted by PCHFL and as approved by the Committee of Creditors (Resolution Plan) for the corporate insolvency resolution of the Company, under Section 31 of the Insolvency & Bankruptcy Code 2016.

Further, upon the approval of the Resolution Plan by the said Order, the purpose of the RBI constituting the Advisory Committee as per RBI press release dated 22nd November 2019, to advise the Administrator in the Operations of Financial Service Provider during the Corporate Insolvency Resolution Process and to assist him for discharging his duties was fulfilled. Therefore, the Advisory Committee has been dissolved and the same was placed on record in the first monitoring committee meeting held on 24th June 2021. Further, the Monitoring Committee also took on record the discharge of the Administrator as the Resolution Professional for the purpose of CIRP, appointed pursuant to the Hon'ble NCLT's order dated 3rd December, 2019. This was also informed to the Stock Exchanges pursuant to regulation 30 of the SEBI Listing Regulations.



Constitution of Monitoring Committee

Further, pursuant to the said Order, during the period between the NCLT Approval Date and the Implementation Date, the management and control of the Company shall vest with the Monitoring Committee.

The Monitoring Committee has been vested with the powers of the Board of Directors of the Company and shall function during the intervening period, until the implementation date of the Resolution Plan. During this intervening period, the Company shall not have Board of Directors. The regular Board of Directors as per the provisions of the Companies Act, 2013 and other applicable laws will be appointed by PCHFL post completion of implementation of the Resolution Plan. Therefore, during this interim period for implementation of the approved Resolution Plan, certain compliances e.g. constitution of Board level Committees etc.) may not be possible pending constitution of the regular Board of Directors by the successful Resolution Applicant after taking over management and control of the Company.

3. We refer to Note no. 2; 3 & 4 to the Statement with regard to the responsibility of Administrator; Monitoring Committee Members and KMPs in respect of the preparation of this Statement which have been taken on record by the Administrator, as authorised by Monitoring Committee, only limited to the extent of discharging the powers of the Board of Directors of the Company which were conferred upon him pursuant to the operation of the Resolution Plan solely for the purpose of ensuring regulatory compliance. The Administrator, Monitoring Committee members and KMPs have relied on information, data, clarifications and views provided by the existing staff of the Company for the purposes of the financial results. The Administrator as authorised by Monitoring Committee and the KMPs have signed the financial results solely for the purpose of compliance and discharging their duties during the interim period of implementation of the approved resolution plan based on the explanations, clarifications, certifications, representations and statements made by the existing staff of the Company in relation to the data pertaining to the period prior to the joining of the Management and they do not have personal knowledge of the past affairs, finances and operations of the Company.

The financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations'). Our responsibility is to express a conclusion on this Statement based on our review. Because of the matters described herein and in paragraphs 5 to 10 below, we were not able to obtain sufficient appropriate evidence to provide a basis for conclusion on this Statement and hence we do not express a conclusion on this Statement.

4. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

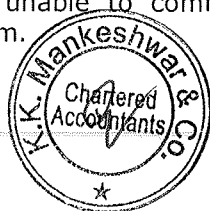


Basis for Disclaimer of Conclusion

5. We have issued Disclaimer Reports basis the observations forming part of the report for the financial year ended 31st March, 2020; and for the quarter ended 30th June, 2020, 30th September, 2020, 31st December, 2020 and for the financial year ended 31st March, 2021. The predecessor joint auditors had also issued a 'Disclaimer Report' for the year ended 31st March, 2019. The status update of the observations reported together with the observations noted for the quarter ended 30th June, 2021 is as below:
- a. We refer to Note No. 4 to the Statement regarding that the Administrator, Monitoring Committee members and KMPs have relied on information, data, clarifications and views provided by the existing staff of the Company for the purpose of preparation of the financial results. The Company has initiated appropriate actions on the basis of reports submitted by Transaction Auditor such as filing of application with NCLT and submission of Fraud Monitoring Reporting (FMRs) to National Housing Bank (NHB)/RBI and filing of complaint with appropriate authorities. Only when the complete outcome and impact of ongoing investigations are known, the accuracy and completeness or otherwise of the data can be known. Further, The Administrator as authorised by Monitoring Committee and the KMPs have signed the financial results solely for the purpose of compliance and discharging their duties during the interim period of implementation of the approved resolution plan based on the explanations, clarifications, certifications, representations and statements made by the existing staff of the Company in relation to the data pertaining to the period prior to the joining of the Management and they do not have personal knowledge of the past affairs, finances and operations of the Company.
 - b. We refer to Note no. 10 to the Statement regarding the Administrator and the Advisory Committee Members along with the KMPs have taken various efforts to improve the operational, financial and managerial efficiency of the Company with the support of the employees of the company. In this regard, various initiatives to strengthen the financial/lending policies and processes, functioning of the IT system; legal audit of material loan documents, establishing risk management framework, updating internal financial controls and updating risk controls matrices, strengthening internal audit control through in-house resources and engagement of external professional experts/consultants have been undertaken. Various actions to ensure comprehensive compliance with various applicable rules and regulations during this period have also been undertaken. While substantial progress has been made by concluding some of the initiatives including legal audit as well, some of these could not be fully concluded and implemented by 30th June, 2021 due to the ongoing pandemic and therefore, various activities continue to be ongoing.

However, with regard to the legal audit, it is informed that the legal audit is completed. Further as also informed the legal audit was done for internal consumption having no bearing on financial results of their findings and the legal audit report has not been provided to us.

In view of the above, we have been unable to obtain sufficient appropriate evidence in support of the outcomes of the said initiatives and their likely impact upon the overall governance / control environment within the Company and with regard to the legal audit, due to non-availability of the legal audit report we are unable to comment on the possible consequential effects arising therefrom.

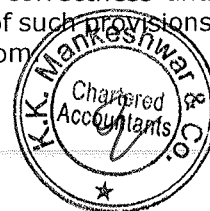


- c. We also refer to the "Written Representations" by Management and its limitations and inability thereof in confirming or non-confirming the assertions forming part of the standard "Written Representation" as required by us in accordance with the guidelines issued by the Institute of Chartered Accountants of India (the ICAI").
- d. We refer to Note no. 11 to the Statement together with multiple issues of financial significance as highlighted in our audit report for the year ended 31st March, 2021 and in context of the suspected irregularities as reported and under media scrutiny. These issues are presently investigated by the concerned agencies namely Ministry of Corporate Affairs (MCA) under Section 212(1) of the Companies Act, 2013 through Serious Fraud Investigation Office (SFIO). Further, Enforcement Directorate (ED) has also initiated investigation in connection with the loans given by the Company to certain borrowers. The Central Bureau of Investigation (CBI) has also initiated investigation in connection with certain loans granted by the Company. Apart from this CBI is also investigating into the matter of amounts invested by a state government entity – Provident Fund in the Fixed Deposits of the Company and few other cases. As of the date of this report, investigations are ongoing together with transactions audits performed by independent agencies/firms appointed by the Administrator. We also noted that various regulatory authorities / lenders are currently carrying out their own investigations which are yet to be completed/concluded; and they may make a determination on whether any fraud or any other non-compliance/ illegalities have occurred in relation to the allegations and matters under public scrutiny and otherwise. These investigations are informed as not yet fully completed; and with no outcomes being communicated by the reported fraudulent transaction referred to in '5(e)' below are made in the Statement in respect of the said reported matters. Further regarding the Special Review by an external professional firm assigned by lending banks, the status of the final report is still awaited.

In view of the above, we are unable to comment on the completeness and appropriateness of the balances in relation to these subjected matters, as quoted, in the Statement and the consequential impact that the outcomes of the investigations and transaction audits may have on the Statement and the provisions made by the Management so far.

- e. We refer to the accumulated provisions made upto 30th June, 2021 basis the findings of the Transaction Avoidance Auditor's Report under Section 66 of the Code covering certain transactions undertaken by the Company in the past has been filed before Hon'ble NCLT, Mumbai. As informed no additional transactions are identified / reported during this quarter ended 30th June 2021, by the Company to Stock Exchanges, Central Bureau of Investigation (CBI), and National Housing Bank (NHB)/RBI as fraudulent, undervalued and preferential in nature. We have requested for the copy of the said report to allow /enable us to verify and validate the completeness and correctness of the such provisions. However, we have been informed the said report of the Transaction Audit is exclusively meant for the Administrator and NCLT and is accordingly not provided to us.

In view of the foregoing and due to non-availability of the transaction audit report, we are unable to comment upon the completeness; correctness and adequacy / inadequacy of the underlying security covers; and of such provisions and their possible consequential effect/ impact arising therefrom



- f. In respect of certain loans granted or invested by the Company wherein with regard to deficiencies in documentation/ securities of Project / Mortgage Loans/ Inter Corporate Deposit, the Management has earlier expressed its inability to express any view on the documentation adequacy / completeness till the conclusion of the legal audit which is now informed to have been completed.

Further as also informed the legal audit was done for internal consumption having no bearing on financial results of their findings and the legal audit report has not been provided to us and the Management continue to not express any view on the documentation adequacy / completeness.

In view of the above and due to non-availability, the legal audit report we are unable to comment on the loan/ security(ies) documentation and the possible consequential effects arising therefrom.

- g. We refer to the Note no. 15 to the Statement regarding the total wholesale loan portfolio including interest receivable aggregating Rs. 55,35,608 lakh (pursuant to classification of this portfolio to "held for sale" in the year ended 31st March 2019) has been "fair valued" as at 30th June 2021 at Rs 9,50,321 lakh, with the resulting fair value loss aggregating Rs 45,85,287 lakh. Out of this, fair value loss aggregating Rs 44,82,769 lakh has been accounted up to 31st March 2021 and balance loss of Rs 1,02,518 lakh has been charged to the Statement of Profit and Loss for the quarter ended 30th June 2021. The Company had disclosed in the previous quarters that fair value arrived at for wholesale portfolio would be subject to the outcome of the valuation exercise to be completed during CIRP period. In line with the same, the fair valuation for June 2021 quarter factors the outcome of valuation exercise carried out under IBC. The recoverability or otherwise of these loans is yet to be ascertained.
- h. We refer to the Note no. 9 to the Company has incurred losses in the past, its liabilities exceeded total assets and its net worth has been fully eroded as on 30th June 2021. The net worth of the Company is fully eroded rendering the Company unable to comply with the regulatory requirements of RBI in respect of the Net Owned Fund (NOF) and which also resulted in multiple contraventions of the provisions of RBI Master Directions – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021, and Guidelines thereon. In view of the same, the Company on 24th December, 2020 had represented to RBI to permit forbearance for the Company in relation to such requirement, as the Company was under Corporate Insolvency Resolution Process (CIRP). As advised by RBI on 5th February, 2021 the Company had been allowed to submit the compliance roadmap through the successful Prospective Resolution Applicants (PRA), after implementation of the resolution plan. Although the aforesaid non-compliance may in ordinary course result in potential action against the Company by NHB in this regard, we are not commenting on the same since the Resolution Plan has been now approved by the Hon'ble NCLT. During the term of plan, the Monitoring Committee shall supervise the implementation of the plan, undertake and monitor the management and operations of the Company in ordinary course and on a going concern basis. In view of this, the financial results are continued to be prepared on the "Going Concern" basis.



- i. We refer to Note No. 8 to the Statement regarding that the Company has not made any provision for interest on borrowings amounting to Rs. 1,88,689 lakh for the quarter ended on 30th June 2021, in view of the Company's CIR process. Under the IBC, the treatment of creditors under the resolution plan is as per debts due as on the insolvency commencement date and therefore, no interest is accrued and payable after this date. Had the interest was accrued on borrowings and provided for, the profit for the quarter ended 30th June 2021 would have been lower by Rs 1,40,328 lakh (net of taxes).
- j. The Company continues to follow the ECL Policy as determined in the year 2019-20, which also included the approach to be followed by the Company for the subsequent years, for the quarter ended 30th June 2021 without considering any consequential effects of the changing business conditions and overall economic scenario during the period. In view of the same we are unable to comment upon the financial impact, if any, on the Statement arising thereof due to the same.
- k. We refer to Note no. 13 to the Statement regarding that the Company has a balance of Rs.10,23,987 lakh as deferred tax asset as on 30th June, 2021. The Company is required to perform an assessment as required by Ind AS 12 - 'Income Taxes' which requires the Company to determine the probability of future taxable income to utilize the deferred tax asset. In the light of the above and the Resolution Plan is under implementation, we are unable to comment on the same.
- l. We observed that the Company in the past has incurred cost for development of customized software for its operations and recording of transactions which has been carried as intangible assets under development. The Company has capitalized Rs 3,415 lakh to Software Asset and charged Rs 870 lakh to the Statement of Profit and Loss during the year 2020-21 and remaining carrying value of Rs. 6,232 lakh has been shown as under "Intangible Assets under development". However, the Company has not performed an impairment assessment as required by Ind AS 36 - 'Impairment of Assets' which requires the Company to determine whether the economic benefit in respect of this intangible asset shall be available to the Company in subsequent periods.

In view of foregoing, we have not been provided sufficient appropriate evidence about the carrying value of the intangible asset, its development cost and adjustments arising thereof, if any, and we are therefore unable to comment upon their consequential effects to the Statement.

- m. In view of the possible effects of the matters described in paragraphs 5(a) to 5(l) above, we are also unable to comment on the Company's compliance of the covenants in respect of all borrowings and consequential implications including disclosures, if any.
6. We refer to Note no. 2 and 5 regarding that the Administrator has filed an application under Section 30(6) of the Code for submission of resolution plan of Piramal Capital & Housing Finance Limited (PCHFL) as approved by the Committee of Creditors with the Adjudicating Authority i.e. Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench on 24th February 2021 post receipt of No objection from Reserve Bank of India as per Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019. The Hon'ble NCLT vide the order passed on 7th June, 2021 (uploaded on its website on 13th June, 2021) ("**NCLT Order**" / "**the said Order**"), approved the Resolution Plan submitted by PCHFL and as approved by the Committee of Creditors (Resolution Plan) for the corporate insolvency resolution of the Company, under Section 31 of the Insolvency & Bankruptcy Code 2016

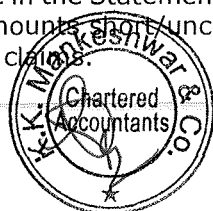


Further as part of the Resolution Plan, the equity shares of the Company are proposed to be delisted in compliance with the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009. Regulation 3(3) of the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009, provides that in case of delisting of equity shares of a listed company pursuant to a resolution plan under Section 31 of the Insolvency & Bankruptcy Code, 2016, the exit to the shareholders should be at a price which shall not be less than the liquidation value as determined under regulation 35 of the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 (**CIRP Regulations**) after paying off dues in the order of priority as defined under section 53 of the Insolvency and Bankruptcy Code, 2016. No value was attributable to the equity shares as per the liquidation value of the Company estimated by registered valuers appointed under the CIRP Regulations. Accordingly, the Resolution Plan proposes to extinguish all the equity shares (including any right to subscribe to, or be allocated such equity shares, including any employee stock options, pre-emptive subscription rights or convertible instruments held by any person) held by the existing shareholders of the Company or any other person by way of a capital reduction without payment of any price to the shareholders/ such person.

As also informed, pending implementation of the Resolution Plan, the Company has not taken into consideration any impact of final settlement of liabilities as per resolution plan in preparation of the financial results for the quarter ended 30th June 2021.

We have not been provided with a copy of the said Resolution Plan together with relevant details and we are therefore unable to comment whether or not the CIRP outcomes require any accounting adjustments to be made in the attached the Statement on account of business impairment or otherwise following the business value now becoming known in definitive terms; and the consequential effect that such adjustment/s, if any, could carry on the attached the Statement if required to have been made.

7. In view of the foregoing, we have been unable to obtain sufficient appropriate evidence to support the values of the loans and are unable to determine if these matters would have an impact on the Statement including with regard to any adjustments to the carrying value of the loans, appropriateness of classification of loans, assets, restatement, related parties and other disclosures and compliances, as applicable. Further the loans referred in above paragraphs may not have been properly secured and may have been granted including terms and conditions there-of, in a manner that is prejudicial to the interest of the Company or its members, for the reasons stated therein. The liabilities shall be settled as per the terms of the approved resolution plan which is under implementation and any corresponding impact on the assets due to the same will accordingly be effected.
8. We refer to Note no. 7 to the Statement regarding that in certain instances, the amount of the claim admitted under CIRP may differ from the amount reflecting in the books of accounts of the Company. The above unaudited financial results are drawn on the basis of figures appearing in the books of accounts of the Company as on 30th June 2021. As also stated, the Monitoring Committee and KMPs believe that these figures may be interpreted solely for the purpose of satisfying the regulatory requirement for filing of quarterly financial results and that these figures could change during the under implementation of the Resolution Plan. Basis the approval of the resolution plan by Hon'ble NCLT, the liabilities as on insolvency commencement date have crystallised as per the admitted claim amounts. As the Resolution Plan is under implementation, no adjustments have been made in the Statement and books of account for the differential amounts including for the amounts short/unclaimed, if any, in the claims admitted as on the date of acceptance of claims.



In view of the above we are unable to comment upon the completeness and correctness of such accounts and the consequential effect of the adjustments arising thereof on the Statement.

9. We refer to Note no. 12 to the Statement regarding that consequent to the outbreak of the COVID-19 pandemic, the Central Government in India had declared a national lockdown in March, 2020. Subsequently, the national lockdown was lifted by the central government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. However, with various working measures, the Company has been making efforts to restore its normal operations. The extent to which the COVID- 19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will impact the operation of the company, will depend on the ongoing as well as future developments, which is not precisely predictable.

Material uncertainty related to Going Concern

10. The NCLT has approved the Corporate Insolvency Resolution Process (CIRP) vide its order dated 7th June 2021 which is under implementation. In view of the same although the Company net worth has been fully eroded due to accumulated losses, however, these Statement are drawn on going concern basis under the ongoing Corporate Insolvency Resolution Process (CIRP).

Disclaimer of Conclusion

11. Because of the significance of the matters described in paras 5 to 10 above, we have not been able to obtain sufficient appropriate evidence as to whether the Statement has been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India or state whether the Statement has disclosed the information required to be disclosed the information in terms of Regulation 33 of the Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.



DINESH KUMAR BACHCHAS

Partner

Membership No. 097820

For and on Behalf of

K .K. MANKESHWAR & CO.

Chartered Accountants

FRN: 106009W

UDIN: 21097820 AAAA0S2130

New Delhi, dated the

13th August, 2021



DEWAN HOUSING FINANCE CORPORATION LIMITED

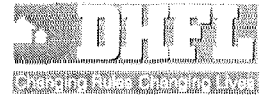
Corporate Identity Number (CIN) - L65910MH1984PLC032639

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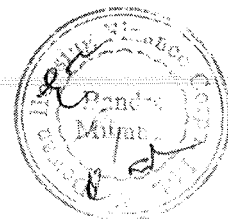
Tel. : (022) 7158 3333



UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021

(₹ in Lakh)

PARTICULARS	Quarter ended			Year ended
	30.06.2021 (Reviewed)	31.03.2021 (Audited)	30.06.2020 (Reviewed)	31.03.2021 (Audited)
INCOME:				
Revenue from operations:				
Interest Income	1,99,072	2,01,915	2,31,593	8,71,900
Fees and Commission Income	57	131	16	329
Net gain/(loss) on derecognition of financial instruments under amortised cost category	(12)	-	(4)	(4)
Other operating revenue	952	1,407	868	4,840
I Total Revenue from operations	2,00,069	2,03,453	2,32,473	8,77,065
II Other Income	67	2,604	413	3,214
III Total Income (I+II)	2,00,136	2,06,057	2,32,886	8,80,279
EXPENSES:				
Finance costs (Refer Note 8)	4,796	5,118	5,752	21,849
Net loss on fair value changes	1,00,022	1,50,494	1,84,456	25,99,033
Impairment on financial instruments & Write-offs	39,214	15,267	22,174	2,24,477
Employee Benefits Expenses	5,077	4,612	5,652	21,312
Depreciation and amortisation expense	1,885	2,042	2,046	8,083
Others expenses	4,381	5,130	3,525	17,235
IV Total Expenses	1,55,375	1,82,663	2,23,605	28,91,989
V Profit/(Loss) before tax (III-IV)	44,761	23,394	9,281	(20,11,710)
Tax Expense				
Current tax	16,339	9,137	-	9,137
Deferred tax	(3,021)	4,582	2,271	(5,15,730)
VI Total Tax expense	13,318	13,719	2,271	(5,06,593)
VII Net Profit/(Loss) After Tax (Fully attributable to owners of the Parent) (V-VI)	31,443	9,675	7,010	(15,05,117)
Other comprehensive income				
- Items that will not be reclassified to profit or loss				
Remeasurements of the defined employee benefit plans	(17)	47	(39)	(69)
Income tax relating to items that will not be reclassified to profit or loss	4	(12)	10	18
VIII Total Other comprehensive income/(loss) (Fully attributable to owners of the Parent)	(13)	35	(29)	(51)
IX Total Comprehensive income/(loss) Fully attributable to owners of the Parent (VII+VIII)	31,430	9,710	6,981	(15,05,168)
Earnings per share (Face value of ₹ 10 each) (not annualised)				
Basic (in ₹)	10.02	3.08	2.23	(479.61)
Diluted (in ₹)	10.02	3.08	2.23	(479.61)
Paid-up Equity Share Capital (Face value ₹ 10/-)	31,382	31,382	31,382	31,382
Reserves excluding Revaluation Reserves as at March 31				(20,95,913)



1. The above unaudited Consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 – Interim Financial Reporting, notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules 2015, as amended from time to time, other relevant provision of the Act, guidelines issued by the RBI as applicable to NBFC and other accounting principles generally accepted in India.
2. The Reserve Bank of India (“RBI”) by its order No. DOR NBFC (PD) 986/03.10.136/2019-20 dated 20th November, 2019 had superseded the Board of Directors of Dewan Housing Finance Corporation Limited (“DHFL” / “the Company”) under Section 45 IE of the Reserve Bank of India Act, 1934 and appointed the Administrator of the Company. The RBI, in exercise of powers conferred under section 45 IE 5(a) of the RBI Act 1934, had on 22nd November, 2019 constituted a three member Advisory Committee to assist the Administrator of the Company in discharge of his duties. On November 29, 2019, the RBI filed an application for initiating Corporate Insolvency Resolution Process (“CIRP”) against DHFL under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code, 2016 (“Code”) read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudication Authority) Rules, 2019 (“FSP Insolvency Rules”). On December 3, 2019 (i.e. insolvency commencement date), the National Company Law Tribunal bench at Mumbai (“NCLT”) commenced the CIRP of DHFL and appointed the Administrator of DHFL to perform all the functions of Resolution Professional to complete the CIRP of DHFL.

Thereafter, pursuant to the receipt of No objection from Reserve Bank of India as per the FSP Insolvency Rules, the Administrator filed an application under Section 30(6) of the Code for submission of resolution plan of Piramal Capital & Housing Finance Limited (PCHFL) as approved by the Committee of Creditors (“COC”) with the Adjudicating Authority i.e. Hon'ble National Company Law Tribunal (“NCLT”), Mumbai Bench on 24th February 2021.

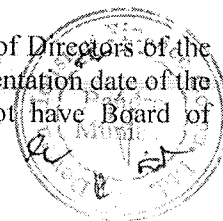
The Hon'ble NCLT vide the order passed on 7th June, 2021 (uploaded on its website on 13th June, 2021) (“NCLT Order” / “the said Order”), approved the Resolution Plan submitted by PCHFL and as approved by the Committee of Creditors (Resolution Plan) for the corporate insolvency resolution of the Company, under Section 31 of the Insolvency & Bankruptcy Code 2016.

Further, upon the approval of the Resolution Plan by the said Order, the purpose of the RBI constituting the Advisory Committee as per RBI press release dated 22nd November 2019, to advise the Administrator in the Operations of Financial Service Provider during the Corporate Insolvency Resolution Process and to assist him for discharging his duties was fulfilled. Therefore, the Advisory Committee has been dissolved and the same was placed on record in the first monitoring committee meeting held on 24th June 2021. Further, the Monitoring Committee also took on record the discharge of the Administrator as the Resolution Professional for the purpose of CIRP, appointed pursuant to the Hon'ble NCLT's order dated 3rd December, 2019. This was also informed to the Stock Exchanges pursuant to regulation 30 of the SEBI LODR.

Constitution of Monitoring Committee

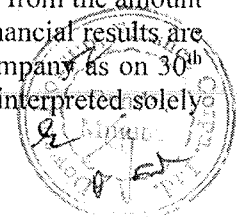
Further, pursuant to the said Order, during the period between the NCLT Approval Date and the Implementation Date, the management and control of the Company shall vest with the Monitoring Committee.

The Monitoring Committee has been vested with the powers of the Board of Directors of the Company and shall function during the intervening period, until the implementation date of the Resolution Plan. During this intervening period, the Company shall not have Board of



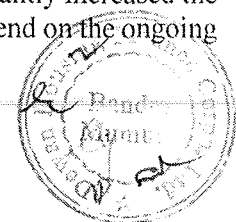
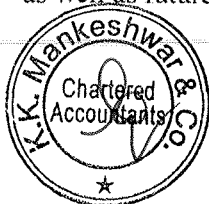
Directors. The regular Board of Directors as per the provisions of the Companies Act, 2013 and other applicable laws will be appointed by PCHFL post completion of implementation of the Resolution Plan. Therefore, during this interim period for implementation of the approved Resolution Plan, certain compliances (e.g. constitution of Board level Committees etc.) may not be possible pending constitution of the regular Board of Directors by the successful Resolution Applicant after taking over management and control of the Company. First meeting of the Monitoring Committee was held on 24th June, 2021.

3. The above Consolidated financial results of the Company for the quarter ended 30th June, 2021 have been taken on record by the Administrator as authorised by Monitoring Committee only to the limited extent of discharging the powers of the Board of Directors of the Company which have been conferred upon him pursuant to the operation of the resolution plan solely for the purpose of ensuring regulatory compliance.
4. The Administrator, Monitoring Committee members and KMPs have relied on information, data, clarifications and views provided by the existing staff of the Company for the purposes of preparation of the financial results. The Company has initiated appropriate actions on the basis of reports submitted by Transaction Auditor such as filing of application with NCLT and submission of Fraud Monitoring Reporting(FMRs) to National Housing Bank(NHB)/RBI and filing of complaint with appropriate authorities. The Company has also taken into consideration the fair value of wholesale loan portfolio as per cash flows which are part of the valuation reports submitted by valuer appointed under IBC while calculating the fair value of wholesale loan portfolio during the quarter ended 30th June 2021. The Administrator as authorised by Monitoring Committee and the KMPs have signed the Consolidated financial results solely for the purpose of compliance and discharging their duties during the interim period of implementation of the approved resolution plan based on the explanations, clarifications, certifications, representations and statements made by the existing staff of the Company in relation to the data pertaining to the period prior to the joining of the present management and they do not have personal knowledge of the past affairs, finances and operations of the Company.
5. Pending implementation of the Resolution Plan, the Company has not taken into consideration any impact of final settlement of liabilities as per resolution plan in preparation of the financial results for the quarter ended 30th June 2021.
6. As part of the Resolution Plan, the equity shares of the Company are proposed to be delisted in compliance with the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009. Regulation 3(3) of the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009, provides that in case of delisting of equity shares of a listed company pursuant to a resolution plan under Section 31 of the Insolvency & Bankruptcy Code, 2016, the exit to the shareholders should be at a price which shall not be less than the liquidation value as determined under regulation 35 of the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 (**CIRP Regulations**) after paying off dues in the order of priority as defined under section 53 of the Insolvency and Bankruptcy Code, 2016. No value was attributable to the equity shares as per the liquidation value of the Company estimated by registered valuers appointed under the CIRP Regulations. Accordingly, the Resolution Plan proposes to extinguish all the equity shares (including any right to subscribe to, or be allocated such equity shares, including any employee stock options, pre-emptive subscription rights or convertible instruments held by any person) held by the existing shareholders of the Company or any other person by way of a capital reduction without payment of any price to the shareholders/ such person
7. In certain instances, the amount of the claim admitted under CIRP may differ from the amount reflecting in the books of accounts of the Company. The above unaudited financial results are drawn on the basis of figures appearing in the books of accounts of the Company as on 30th June 2021. The Administrator and KMPs believe that these figures may be interpreted solely



for the purpose of satisfying the regulatory requirement for filing of quarterly financial results and that these figures could change during the implementation of the Resolution Plan. Basis the approval of the resolution plan by Hon'ble NCLT, the liabilities as on insolvency commencement date have crystallised as per the admitted claim amounts.

8. The Company has not made any provision for interest on borrowings amounting to Rs. 1,88,689 lakh for the quarter ended on 30th June 2021, in view of the Company's CIR process. Under the IBC, the treatment of creditors under the resolution plan is as per debts due as on the insolvency commencement date and therefore, no interest is accrued and payable after this date. Had the interest was accrued on borrowings and provided for, the profit for the quarter ended 30th June 2021 would have been lower by Rs 1,40,328lakh (net of taxes).
9. The Company has incurred losses in the past, its liabilities exceeded total assets and its net worth was fully eroded and continuing to be negative as on 30th June 2021. As mentioned above, the resolution plan has been approved by the Hon'ble NCLT. During the term of plan, the Monitoring Committee shall supervise the implementation of the plan, undertake and monitor the management and operations of the Company in ordinary course and on a going concern basis. In view of this, the Consolidated financial results are continued to be prepared on the "Going Concern" basis.
10. During the CIRP, the erstwhile Administrator and the Advisory Committee members, along with the KMPs have taken various efforts to improve the Governance, Compliance, operational, financial and managerial efficiency of the Company with the support of the employees of the company. In this regard, various initiatives to strengthen the financial/lending policies and processes, functioning of the IT system; legal audit of material loan documents, establishing risk management framework, updating internal financial controls and updating risk controls matrices, strengthening internal audit control through in-house resources and engagement of external professional experts/consultants have been undertaken. Various actions to ensure comprehensive compliance with various applicable rules and regulations during this period have also been undertaken. While substantial progress has been made by concluding some of the initiatives including legal audit as well, some of these could not be fully concluded and implemented by 30th June, 2021 due to the ongoing pandemic and therefore, various activities continue to be ongoing.
11. The Ministry of Corporate Affairs (MCA), has initiated investigation in the month of December 2019, into the affairs of the Company under Section 212(1) of the Companies Act, 2013 through Serious Fraud Investigation Office (SFIO). Further, Enforcement Directorate (ED) has also initiated investigation in connection with the loans given by the Company to certain borrowers. Central Bureau of Investigation (CBI) has also initiated investigation in connection with certain loan granted by the Company. Apart from this. CBI is also investigating into the matter of amounts invested by an Uttar Pradesh State Government entity – Provident Fund in the Fixed Deposits of the Company and few other cases. The Company is fully co-operating with all the investigating agencies and providing the necessary information/data as and when the same is sought.
12. Consequent to the outbreak of the COVID-19 pandemic, the Central Government in India had declared a national lockdown in March, 2020. Subsequently, the national lockdown was lifted by the central government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. However, with various working measures, the Company has been making efforts to restore its normal operations. The extent to which the COVID- 19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will impact the operation of the company, will depend on the ongoing as well as future developments, which is not precisely predictable.



13. The Company has a balance of Rs. 10,23,987 lakh as deferred tax asset created as per Ind AS – ‘Income Taxes’ as on 30th June 2021. The Company is running as a going concern as per the provisions of the Code, which requires that the value of the company is preserved and maintained it as a going concern.
14. The Company’s main business is financing by way of loans for the purchase and/or construction of residential houses, loan against property, loan to real estate developers, including all related activities and SRA projects. Accordingly, there are no separate reportable segments as per Ind AS 108.
15. The total wholesale loan portfolio, including interest receivable aggregating Rs 55,35,608 lakh (pursuant to classification of this portfolio to “held for sale” in the year ended 31st March 2019), has been “fair valued” as at 30th June 2021 at Rs. 9,50,321 lakh, with the resulting fair value loss aggregating Rs 45,85,287 lakh. Out of this, fair value loss aggregating Rs 44,82,769 lakh has been accounted up to 31st March 2021 and balance loss of Rs 1,02,518 lakh has been charged to the Statement of Profit and Loss for the quarter ended 30th June 2021.
16. The above results for the quarter ended 30th June, 2021 read with the disclosures stated vide notes above have been reviewed by the Statutory Auditors of the Company.
17. Figures for the previous period have been regrouped wherever necessary.



For DEWAN HOUSING FINANCE CORPORATION LIMITED

Place: Mumbai
Date: 13th August 2021

MR. R SUBRAMANIAKUMAR
CHAIRMAN OF MONITORING COMMITTEE



MR. SUNIL BANSAL
CHIEF FINANCIAL OFFICER

MR. VAJINATH M G
CHIEF EXECUTIVE OFFICER

The Administrator (Acting as a Member of the Monitoring Committee of Dewan Housing Finance Corporation Limited (DHFL) constituted pursuant to the Order dated 7th June 2021 passed by Hon’ NCLT, Mumbai)

The Administrator acts as a member of the Monitoring Committee of DHFL which has been constituted pursuant to Order dated 7th June 2021 passed by Hon’ NCLT, Mumbai. The affairs, business and property of Dewan Housing Finance Corporation Limited are undertaken by the Administrator’s office on the instructions of the Monitoring Committee only and without any personal liability to the Administrator, Chief Financial Officer and Chief Executive Officer.

Limited Review Report on Unaudited Quarterly Consolidated Financial Results pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015

To
The Chairman of Monitoring Committee
Dewan Housing Finance Corporation Limited

1. We were engaged to review the accompanying statement of unaudited consolidated financial results of **Dewan Housing Finance Corporation Limited** ('the Parent' or 'DHFL' or 'the Company') and its subsidiaries (the Parent and its subsidiaries together referred to as the 'Group') for the quarter ended 30th June 2021 ("financial results" or "Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended (the 'Listing Regulations').
2. The Reserve Bank of India ("RBI") by its order No. DOR NBFC (PD) 986/03.10.136/2019-20 dated 20th November 2019 had superseded the Board of Directors of DHFL under Section 45 IE of the Reserve Bank of India Act, 1934 and appointed the Administrator of the Company. The RBI, in exercise of powers conferred under section 45 IE 5(a) of the RBI Act 1934, had on 22nd November 2019 constituted a three-member Advisory Committee to assist the Administrator of the Company in discharge of his duties. On November 29, 2019, the RBI filed an application for initiating Corporate Insolvency Resolution Process ("**CIRP**") against DHFL under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code, 2016 ("**Code**") read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudication Authority) Rules, 2019 ("**FSP Insolvency Rules**"). On December 3, 2019 (i.e. insolvency commencement date), the National Company Law Tribunal bench at Mumbai ("**NCLT**") commenced the CIRP of DHFL and appointed the Administrator of DHFL to perform all the functions of Resolution Professional to complete the CIRP of DHFL.

Thereafter, pursuant to the receipt of No objection from Reserve Bank of India as per the FSP Insolvency Rules, the Administrator filed an application under Section 30(6) of the Code for submission of resolution plan of Piramal Capital & Housing Finance Limited (**PCHFL**) as approved by the Committee of Creditors ("**COC**") with the Adjudicating Authority i.e. Hon'ble National Company Law Tribunal ("**NCLT**"), Mumbai Bench on 24th February 2021.

The Hon'ble NCLT vide the order passed on 7th June, 2021 (uploaded on its website on 13th June, 2021) ("**NCLT Order**" / "**the said Order**"), approved the Resolution Plan submitted by PCHFL and as approved by the Committee of Creditors (Resolution Plan) for the corporate insolvency resolution of the Company, under Section 31 of the Insolvency & Bankruptcy Code 2016.

Further, upon the approval of the Resolution Plan by the said Order, the purpose of the RBI constituting the Advisory Committee as per RBI press release dated 22nd November 2019, to advise the Administrator in the Operations of Financial Service Provider during the Corporate Insolvency Resolution Process and to assist him for discharging his duties was fulfilled. Therefore, the Advisory Committee has been dissolved and the same was placed on record in the first monitoring committee meeting held on 24th June 2021. Further, the Monitoring Committee also took on record the discharge of the Administrator as the Resolution Professional for the purpose of CIRP, appointed pursuant to the Hon'ble NCLT's order dated 3rd December, 2019. This was also informed to the Stock Exchanges pursuant to regulation 30 of the SEBI LODR.



Constitution of Monitoring Committee

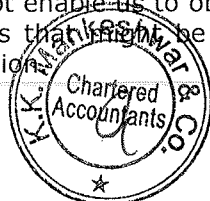
Further, pursuant to the said Order, during the period between the NCLT Approval Date and the Implementation Date, the management and control of the Company shall vest with the Monitoring Committee.

The Monitoring Committee has been vested with the powers of the Board of Directors of the Company and shall function during the intervening period, until the implementation date of the Resolution Plan. During this intervening period, the Company shall not have Board of Directors. The regular Board of Directors as per the provisions of the Companies Act, 2013 and other applicable laws will be appointed by PCHFL post completion of implementation of the Resolution Plan. Therefore, during this interim period for implementation of the approved Resolution Plan, certain compliances e.g. constitution of Board level Committees etc.) may not be possible pending constitution of the regular Board of Directors by the successful Resolution Applicant after taking over management and control of the Company.

3. We refer to Note no. 2; 3 & 4 to the Statement with regard to the responsibility of Administrator; Monitoring Committee Members and KMPs in respect of the preparation of this Statement which have been taken on record by the Administrator, as authorised by Monitoring Committee, only limited to the extent of discharging the powers of the Board of Directors of the Company which were conferred upon him pursuant to the operation of the Resolution Plan solely for the purpose of ensuring regulatory compliance. The Administrator, Monitoring Committee members and KMPs have relied on information, data, clarifications and views provided by the existing staff of the Company for the purposes of the financial results. The Administrator as authorised by Monitoring Committee and the KMPs have signed the financial results solely for the purpose of compliance and discharging their duties during the interim period of implementation of the approved resolution plan based on the explanations, clarifications, certifications, representations and statements made by the existing staff of the Company in relation to the data pertaining to the period prior to the joining of the Management and they do not have personal knowledge of the past affairs, finances and operations of the Company.

The financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations'). Our responsibility is to express a conclusion on this Statement based on our review. Because of the matters described herein and in paragraphs 6 to 11 below, we were not able to obtain sufficient appropriate evidence to provide a basis for conclusion on this Statement and hence we do not express a conclusion on this Statement.

4. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



5. The Statement includes the results of the following entities:

- i) Parent entity
 - Dewan Housing Finance Corporation Limited
- ii) Subsidiary companies:
 - DHFL Advisory & Investments Private Limited
 - DHFL Holdings Limited

Basis for Disclaimer of Conclusion

6. We have issued Disclaimer Reports basis the observations forming part of the report for the financial year ended 31st March, 2020; and for the quarter ended 30th June, 2020, 30th September, 2020, 31st December, 2020 and for the financial year ended 31st March, 2021. The predecessor joint auditors had also issued a 'Disclaimer Report' for the year ended 31st March, 2019. The status update of the observations reported together with the observations noted for the quarter ended 30th June, 2021 is as below:

- a. We refer to Note No. 4 to the Statement regarding that the Administrator, Monitoring Committee members and KMPs have relied on information, data, clarifications and views provided by the existing staff of the Company for the purpose of preparation of the financial results. The Company has initiated appropriate actions on the basis of reports submitted by Transaction Auditor such as filing of application with NCLT and submission of Fraud Monitoring Reporting (FMRs) to National Housing Bank (NHB)/RBI and filing of complaint with appropriate authorities. Only when the complete outcome and impact of ongoing investigations are known, the accuracy and completeness or otherwise of the data can be known. Further, The Administrator as authorised by Monitoring Committee and the KMPs have signed the financial results solely for the purpose of compliance and discharging their duties during the interim period of implementation of the approved resolution plan based on the explanations, clarifications, certifications, representations and statements made by the existing staff of the Company in relation to the data pertaining to the period prior to the joining of the Management and they do not have personal knowledge of the past affairs, finances and operations of the Company.
- b. We refer to Note no. 10 to the Statement regarding the Administrator and the Advisory Committee Members along with the KMPs have taken various efforts to improve the operational, financial and managerial efficiency of the Company with the support of the employees of the company. In this regard, various initiatives to strengthen the financial/lending policies and processes, functioning of the IT system; legal audit of material loan documents, establishing risk management framework, updating internal financial controls and updating risk controls matrices, strengthening internal audit control through in-house resources and engagement of external professional experts/consultants have been undertaken. Various actions to ensure comprehensive compliance with various applicable rules and regulations during this period have also been undertaken. While substantial progress has been made by concluding some of the initiatives including legal audit as well, some of these could not be fully concluded and implemented by 30th June, 2021 due to the ongoing pandemic and therefore, various activities continue to be ongoing.

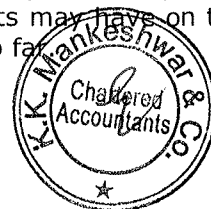


However, with regard to the legal audit, it is informed that the legal audit is completed. Further as also informed the legal audit was done for internal consumption having no bearing on financial results of their findings and the legal audit report has not been provided to us.

In view of the above, we have been unable to obtain sufficient appropriate evidence in support of the outcomes of the said initiatives and their likely impact upon the overall governance / control environment within the Company and with regard to the legal audit, due to non-availability of the legal audit report we are unable to comment on the possible consequential effects arising therefrom.

- c. We also refer to the "Written Representations" by Management and its limitations and inability thereof in confirming or non-confirming the assertions forming part of the standard "Written Representation" as required by us in accordance with the guidelines issued by the Institute of Chartered Accountants of India (the ICAI").
- d. We refer to Note no. 11 to the Statement together with multiple issues of financial significance as highlighted in our audit report for the year ended 31st March, 2021 and in context of the suspected irregularities as reported and under media scrutiny. These issues are presently investigated by the concerned agencies namely Ministry of Corporate Affairs (MCA) under Section 212(1) of the Companies Act, 2013 through Serious Fraud Investigation Office (SFIO). Further, Enforcement Directorate (ED) has also initiated investigation in connection with the loans given by the Company to certain borrowers. The Central Bureau of Investigation (CBI) has also initiated investigation in connection with certain loans granted by the Company. Apart from this CBI is also investigating into the matter of amounts invested by a state government entity – Provident Fund in the Fixed Deposits of the Company and few other cases. As of the date of this report, investigations are ongoing together with transactions audits performed by independent agencies/firms appointed by the Administrator. We also noted that various regulatory authorities / lenders are currently carrying out their own investigations which are yet to be completed/concluded; and they may make a determination on whether any fraud or any other non-compliance/ illegalities have occurred in relation to the allegations and matters under public scrutiny and otherwise. These investigations are informed as not yet fully completed; and with no outcomes being communicated by the reported fraudulent transaction referred to in '6(e)' below are made in the Statement in respect of the said reported matters. Further regarding the Special Review by an external professional firm assigned by lending banks, the status of the final report is still awaited.

In view of the above, we are unable to comment on the completeness and appropriateness of the balances in relation to these subjected matters, as quoted, in the Statement and the consequential impact that the outcomes of the investigations and transaction audits may have on the Statement and the provisions made by the Management so far.



- e. We refer to the accumulated provisions made upto 30th June, 2021 basis the findings of the Transaction Avoidance Auditor's Report under Section 66 of the Code covering certain transactions undertaken by the Company in the past has been filed before Hon'ble NCLT, Mumbai. As informed no additional transactions are identified / reported during this quarter ended 30th June 2021, by the Company to Stock Exchanges, Central Bureau of Investigation (CBI), and National Housing Bank (NHB)/RBI as fraudulent, undervalued and preferential in nature. We have requested for the copy of the said report to allow /enable us to verify and validate the completeness and correctness of the such provisions. However, we have been informed the said report of the Transaction Audit is exclusively meant for the Administrator and NCLT and is accordingly not provided to us.

In view of the foregoing and due to non-availability of the transaction audit report, we are unable to comment upon the completeness; correctness and adequacy / inadequacy of the underlying security covers; and of such provisions and their possible consequential effect/ impact arising therefrom.

- f. In respect of certain loans granted or invested by the Company wherein with regard to deficiencies in documentation/ securities of Project / Mortgage Loans/ Inter Corporate Deposit, the Management has earlier expressed its inability to express any view on the documentation adequacy / completeness till the conclusion of the legal audit which is now informed to have been completed.

Further as also informed the legal audit was done for internal consumption having no bearing on financial results of their findings and the legal audit report has not been provided to us and the Management continue to not express any view on the documentation adequacy / completeness.

In view of the above and due to non-availability, the legal audit report we are unable to comment on the loan/ security(ies) documentation and the possible consequential effects arising therefrom.

- g. We refer to the Note no. 15 to the Statement regarding the total wholesale loan portfolio including interest receivable aggregating Rs. 55,35,608 lakh (pursuant to classification of this portfolio to "held for sale" in the year ended 31st March 2019) has been "fair valued" as at 30th June 2021 at Rs 9,50,321 lakh, with the resulting fair value loss aggregating Rs 45,85,287 lakh. Out of this, fair value loss aggregating Rs 44,82,769 lakh has been accounted up to 31st March 2021 and balance loss of Rs 1,02,518 lakh has been charged to the Statement of Profit and Loss for the quarter ended 30th June 2021. The Company had disclosed in the previous quarters that fair value arrived at for wholesale portfolio would be subject to the outcome of the valuation exercise to be completed during CIRP period. In line with the same, the fair valuation for June 2021 quarter factors the outcome of valuation exercise carried out under IBC. The recoverability or otherwise of these loans is yet to be ascertained.
- h. We refer to the Note no. 9 to the Company has incurred losses in the past, its liabilities exceeded total assets and its net worth has been fully eroded as on 30th June 2021. The net worth of the Company is fully eroded rendering the Company unable to comply with the regulatory requirements of RBI in respect of the Net Owned Fund (NOF) and which also resulted in multiple contraventions of the provisions of RBI Master Directions – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions,



2021, and Guidelines thereon. In view of the same, the Company on 24th December, 2020 had represented to RBI to permit forbearance for the Company in relation to such requirement, as the Company was under Corporate Insolvency Resolution Process (CIRP). As advised by RBI on 5th February, 2021 the Company had been allowed to submit the compliance roadmap through the successful Prospective Resolution Applicants (PRA), after implementation of the resolution plan. Although the aforesaid non-compliance may in ordinary course result in potential action against the Company by NHB in this regard, we are not commenting on the same since the Resolution Plan has been now approved by the Hon'ble NCLT. During the term of plan, the Monitoring Committee shall supervise the implementation of the plan, undertake and monitor the management and operations of the Company in ordinary course and on a going concern basis. In view of this, the financial results are continued to be prepared on the "Going Concern" basis.

- i. We refer to Note No. 8 to the Statement regarding that the Company has not made any provision for interest on borrowings amounting to Rs. 1,88,689 lakh for the quarter ended on 30th June 2021, in view of the Company's CIR process. Under the IBC, the treatment of creditors under the resolution plan is as per debts due as on the insolvency commencement date and therefore, no interest is accrued and payable after this date. Had the interest was accrued on borrowings and provided for, the profit for the quarter ended 30th June 2021 would have been lower by Rs 1,40,328 lakh (net of taxes).
- j. The Company continues to follow the ECL Policy as determined in the year 2019-20, which also included the approach to be followed by the Company for the subsequent years, for the quarter ended 30th June 2021 without considering any consequential effects of the changing business conditions and overall economic scenario during the period. In view of the same we are unable to comment upon the financial impact, if any, on the Statement arising thereof due to the same.
- k. We refer to Note no. 13 to the Statement regarding that the Company has a balance of Rs.10,23,987 lakh as deferred tax asset as on 30th June, 2021. The Company is required to perform an assessment as required by Ind AS 12 - 'Income Taxes' which requires the Company to determine the probability of future taxable income to utilize the deferred tax asset. In the light of the above and the Resolution Plan is under implementation, we are unable to comment on the same.
- l. We observed that the Company in the past has incurred cost for development of customized software for its operations and recording of transactions which has been carried as intangible assets under development. The Company has capitalized Rs 3,415 lakh to Software Asset and charged Rs 870 lakh to the Statement of Profit and Loss during the year 2020-21 and remaining carrying value of Rs. 6,232 lakh has been shown as under "Intangible Assets under development". However, the Company has not performed an impairment assessment as required by Ind AS 36 - 'Impairment of Assets' which requires the Company to determine whether the economic benefit in respect of this intangible asset shall be available to the Company in subsequent periods.



In view of foregoing, we have not been provided sufficient appropriate evidence about the carrying value of the intangible asset, its development cost and adjustments arising thereof, if any, and we are therefore unable to comment upon their consequential effects to the Statement.

- m. In view of the possible effects of the matters described in paragraphs 6(a) to 6(l) above, we are also unable to comment on the Company's compliance of the covenants in respect of all borrowings and consequential implications including disclosures, if any.
7. We refer to Note no. 2 and 5 regarding that the Administrator has filed an application under Section 30(6) of the Code for submission of resolution plan of Piramal Capital & Housing Finance Limited (PCHFL) as approved by the Committee of Creditors with the Adjudicating Authority i.e. Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench on 24th February 2021 post receipt of No objection from Reserve Bank of India as per Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019. The Hon'ble NCLT vide the order passed on 7th June, 2021 (uploaded on its website on 13th June, 2021) ("**NCLT Order**" / "**the said Order**"), approved the Resolution Plan submitted by PCHFL and as approved by the Committee of Creditors (Resolution Plan) for the corporate insolvency resolution of the Company, under Section 31 of the Insolvency & Bankruptcy Code 2016.

Further as part of the Resolution Plan, the equity shares of the Company are proposed to be delisted in compliance with the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009. Regulation 3(3) of the Securities and Exchange Board of India (Delisting Of Equity Shares) Regulations, 2009, provides that in case of delisting of equity shares of a listed company pursuant to a resolution plan under Section 31 of the Insolvency & Bankruptcy Code, 2016, the exit to the shareholders should be at a price which shall not be less than the liquidation value as determined under regulation 35 of the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 (**CIRP Regulations**) after paying off dues in the order of priority as defined under section 53 of the Insolvency and Bankruptcy Code, 2016. No value was attributable to the equity shares as per the liquidation value of the Company estimated by registered valuers appointed under the CIRP Regulations. Accordingly, the Resolution Plan proposes to extinguish all the equity shares (including any right to subscribe to, or be allocated such equity shares, including any employee stock options, pre-emptive subscription rights or convertible instruments held by any person) held by the existing shareholders of the Company or any other person by way of a capital reduction without payment of any price to the shareholders/ such person.

As also informed, pending implementation of the Resolution Plan, the Company has not taken into consideration any impact of final settlement of liabilities as per resolution plan in preparation of the financial results for the quarter ended 30th June 2021.

We have not been provided with a copy of the said Resolution Plan together with relevant details and we are therefore unable to comment whether or not the CIRP outcomes require any accounting adjustments to be made in the attached the Statement on account of business impairment or otherwise following the business value now becoming known in definitive terms; and the consequential effect that such adjustment/s could carry on the attached the Statement if required to have been made.



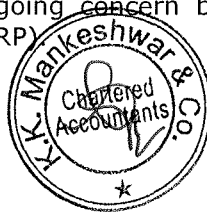
8. In view of the foregoing, we have been unable to obtain sufficient appropriate evidence to support the values of the loans and are unable to determine if these matters would have an impact on the Statement including with regard to any adjustments to the carrying value of the loans, appropriateness of classification of loans, assets, restatement, related parties and other disclosures and compliances, as applicable. Further the loans referred in above paragraphs may not have been properly secured and may have been granted including terms and conditions thereof, in a manner that is prejudicial to the interest of the Company or its members, for the reasons stated therein. The liabilities shall be settled as per the terms of the approved resolution plan which is under implementation and any corresponding impact on the assets due to the same will accordingly be effected.
9. We refer to Note no. 7 to the Statement regarding that in certain instances, the amount of the claim admitted under CIRP may differ from the amount reflecting in the books of accounts of the Company. The above unaudited financial results are drawn on the basis of figures appearing in the books of accounts of the Company as on 30th June 2021. As also stated, the Monitoring Committee and KMPs believe that these figures may be interpreted solely for the purpose of satisfying the regulatory requirement for filing of quarterly financial results and that these figures could change during the under implementation of the Resolution Plan. Basis the approval of the resolution plan by Hon'ble NCLT, the liabilities as on insolvency commencement date have crystallised as per the admitted claim amounts. As the Resolution Plan is under implementation, no adjustments have been made in the Statement and books of account for the differential amounts including for the amounts short/unclaimed, if any, in the claims admitted as on the date of acceptance of claims.

In view of the above we are unable to comment upon the completeness and correctness of such accounts and the consequential effect of the adjustments arising thereof on the Statement.

10. We refer to Note no. 12 to the Statement regarding that consequent to the outbreak of the COVID-19 pandemic, the Central Government in India had declared a national lockdown in March, 2020. Subsequently, the national lockdown was lifted by the central government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. However, with various working measures, the Company has been making efforts to restore its normal operations. The extent to which the COVID- 19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will impact the operation of the company, will depend on the ongoing as well as future developments, which is not precisely predictable.

Material uncertainty related to Going Concern

11. The NCLT has approved the Corporate Insolvency Resolution Process (CIRP) vide its order dated 7th June 2021 which is under implementation. In view of the same although the Company net worth has been fully eroded due to accumulated losses, however, these Statement are drawn on going concern basis under the ongoing Corporate Insolvency Resolution Process (CIRP).

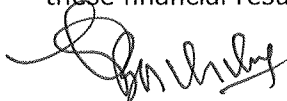


Disclaimer of Conclusion

12. Because of the significance of the matters described in paras 6 to 11 above, we have not been able to obtain sufficient appropriate evidence as to whether the Statement has been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India or state whether the Statement has disclosed the information required to be disclosed the information in terms of Regulation 33 of the Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

13. We did not review the financial information of one subsidiary included in the Statement, whose financial information reflect total revenues of Rs. 0.00 lakh, and net loss after tax of Rs. 0.00 lakh for the period ended 30th June 2021 as considered in the Statement. The unaudited financial results and other unaudited financial information have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of this subsidiary, is based solely on such unaudited financial results and other unaudited financial information. Accordingly, to the information and explanations given to us by the Management, these financial results are not material to the Group.



DINESH KUMAR BACHCHAS

Partner

Membership No. 097820

For and on Behalf of

K .K. MANKESHWAR & CO.

Chartered Accountants

FRN: 106009W

UDIN: 21097820AAAAOR9465

New Delhi, dated the

13th August, 2021



DEWAN HOUSING FINANCE CORPORATION LIMITED

Corporate Identity Number (CIN) – L65910MH1984PLC032639

Regd. Office : Warden House, 2nd Floor, Sir P.M. Road, Fort, Mumbai - 400 001

Toll Free No. 1800 22 3435, Visit us at : www.dhfl.com., email - response@dhfl.com

National Office: 6th Floor, HDIL Towers, A K Marg, Station Road, Bandra (East), Mumbai - 400051

Tel. : (022) 7158 3333


EXTRACT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021

(₹ in Lakh)

PARTICULARS	STANDALONE				CONSOLIDATED			
	Quarter ended		Year ended		Quarter ended		Year ended	
	30.06.2021 (Reviewed)	31.03.2021 (Audited)	30.06.2020 (Reviewed)	31.03.2021 (Audited)	30.06.2021 (Reviewed)	31.03.2021 (Audited)	30.06.2020 (Reviewed)	31.03.2021 (Audited)
Total income from operations (Net)	2,00,136	2,06,057	2,32,886	8,80,279	2,00,136	2,06,057	2,32,886	8,80,279
Net Profit / (Loss) for the period (before Tax and Exceptional items)	44,762	23,397	9,281	(20,11,705)	44,761	23,394	9,281	(20,11,710)
Net Profit / (Loss) for the Period Before Tax (after Exceptional items)	44,762	23,397	9,281	(20,11,705)	44,761	23,394	9,281	(20,11,710)
Net Profit / (Loss) from ordinary activities after Tax	31,444	9,678	7,010	(15,05,112)	31,443	9,675	7,010	(15,05,117)
Net Profit / (Loss) for the Period After Tax (After Extraordinary items)	31,444	9,678	7,010	(15,05,112)	31,443	9,675	7,010	(15,05,117)
Other Comprehensive Income	(13)	35	(29)	(51)	(13)	35	(29)	(51)
Total Comprehensive Income for the period/year	31,431	9,713	6,981	(15,05,163)	31,430	9,710	6,981	(15,05,168)
Equity Share Capital	31,382	31,382	31,382	31,382	31,382	31,382	31,382	31,382
Reserves excluding Revaluation Reserves as at March 31				(20,95,087)				(20,95,913)
Earnings Per Share (before / After extraordinary items) (Face Value of ₹ 10/- each)								
Basic :	10.02	3.08	2.23	(479.61)	10.02	3.08	2.23	(479.61)
Diluted :	10.02	3.08	2.23	(479.61)	10.02	3.08	2.23	(479.61)

Note:

- The above financial results of the Company for the quarter ended 30th June, 2021 have been taken on record by the Administrator as authorised by Monitoring Committee only to the limited extent of discharging the powers of the Board of Directors of the Company which have been conferred upon him pursuant to the operation of the resolution plan solely for the purpose of ensuring regulatory compliance.
- The Administrator, Monitoring Committee members and KMPs have relied on information, data, clarifications and views provided by the existing staff of the Company for the purposes of preparation of the financial results. The Company has initiated appropriate actions on the basis of reports submitted by Transaction Auditor such as filing of application with NCLT and submission of Fraud Monitoring Reporting (FMRs) to National Housing Bank (NHB)/RBI and filing of complaint with appropriate authorities. The Company has also taken into consideration the fair value of wholesale loan portfolio as per cash flows which are part of the valuation reports submitted by valuer appointed under IBC while calculating the fair value of wholesale loan portfolio during the quarter ended 30th June 2021. The Administrator as authorised by Monitoring Committee and the KMPs have signed the standalone financial results solely for the purpose of compliance and discharging their duties during the interim period of implementation of the approved resolution plan based on the explanations, clarifications, certifications, representations and statements made by the existing staff of the Company in relation to the data pertaining to the period prior to the joining of the present management and they do not have personal knowledge of the past affairs, finances and operations of the Company.
- The Company has not made any provision for interest on borrowings amounting to ₹ 1,88,689 lakh for the quarter ended on 30th June 2021, in view of the Company's CIR process. Under the IBC, the treatment of creditors under the resolution plan is as per debts due as on the insolvency commencement date and therefore, no interest is accrued and payable after this date. Had the interest was accrued on borrowings and provided for, the profit for the quarter ended 30th June 2021 would have been lower by ₹ 1,40,328 lakh (net of taxes).
- The above is an extract of the detailed format of quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Financial Results with notes there to and Limited Review Report are available on the Stock Exchange website (www.bseindia.com and nseindia.com) and on the Company's website www.dhfl.com.

For DEWAN HOUSING FINANCE CORPORATION LIMITED

(a Company under Corporate Insolvency Resolution Process by an order dated December 3, 2019 passed by Hon' NCLT, Mumbai)


 Place : Mumbai
Date : August 13, 2021

 MR. SUNIL BANSAL
CHIEF FINANCIAL OFFICER

 MR. VAJINATH M G
CHIEF EXECUTIVE OFFICER

 MR. R SUBRAMANIKUMAR
CHAIRMAN OF MONITORING COMMITTEE

The Administrator (Acting as a Member of the Monitoring Committee of Dewan Housing Finance Corporation Limited (DHFL) constituted pursuant to the Order dated 7th June 2021 passed by Hon' NCLT, Mumbai)

The Administrator acts as a member of the Monitoring Committee of DHFL which has been constituted pursuant to Order dated 7th June 2021 passed by Hon' NCLT, Mumbai. The affairs, business and property of Dewan Housing Finance Corporation Limited are undertaken by the Administrator's office on the instructions of the Monitoring Committee only and without any personal liability to the Administrator, Chief Financial Officer and Chief Executive Officer.