April 5, 2022

National Stock Exchange of India Limited
Exchange Plaza,
Plot No. C/1, G Block,
Bandra - Kurla Complex, Bandra (East),
Mumbai - 400 051.

Symbol: L&TFH

Kind Attn: Head – Listing Department / Dept of Corporate Communications

Sub: E-mail and letter dated April 4, 2022 received from NSE seeking clarification on a news item appearing in "Media / Publication"

Dear Sir / Madam,

With reference to your email and letter dated April 4, 2022 ("Letter") seeking clarification/confirmation on the points stated in the Letter with reference to recent news item which appeared in the "economictimes.com" dated April 03, 2022 captioned "L&T Finance sells Rs. 3463 crore NPAs to Phoenix ARC", please find below our responses.

(a) Whether such negotiations/events were taking place? If so, you are advised to provide the said information along with the sequence of events in chronological order from the start of negotiations/events till date.

Response: The said transaction has been undertaken by L&T Finance Limited, a high value debt listed entity and a subsidiary of L&T Finance Holdings Limited. L&T Finance Limited is registered as a Non-Banking Finance Company with the Reserve Bank of India ("RBI"). RBI vide its Master Direction-Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 ("RBI Master Directions") has laid down a framework for sale of loan exposures including stressed loans. Accordingly, Banks and NBFCs undertake sale of stressed assets to ARCs in the ordinary course of business. L&T Finance Limited has undertaken the transaction reported in the article referred to in the Letter in compliance with the RBI Master Directions in following sequence:

Sr. No.	Particulars	Date
1.	Issuance of Notice for submission of Expression of Interest to eighteen (18) ARCs	25.02.2022
2.	Received Expression of Interest from thirteen (13) ARCs	Last received 03.03.2022
3.	Issuance of Notice for submission of binding bids	22.03.2022
4.	Completion of Due Diligence Exercise by ARCs	24.03.2022
5.	Receipt of binding bids	25.03.2022
6.	Intimation to successful bidder	28.03.2022
7.	Execution of Assignment Agreement and completion of transaction	29.03.2022

As can be seen from above, the transaction of sale of assets to ARC was done in full compliance with the RBI Master Directions.

(b) Whether you/ Company are aware of any information that has not been announced to the exchanges which could explain the movement in the trading? Further, you are advised to provide the said information and the reasons for not disclosing the same to the exchange earlier as required under section 30 of LODR regulations.

(c) The material impact of this article on the Company.

Response (b) and (c): Neither the management of the Company nor the Company is aware of any information that has not been announced to the exchange which could explain the movement in trading on April 4, 2022.

As mentioned in response to (a) above, the transaction of sale of assets to ARC has been done in an ordinary course of business and in compliance with the RBI Master Directions. We believe sale of assets to ARC (including the article referred) does not have any material impact on performance or operations of L&T Finance Limited or L&T Finance Holdings Limited and it is not a price sensitive information. Therefore, no disclosure was required as per the Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We trust you find the aforesaid in order and request you to take the same on records.

Thanking you,

Yours faithfully,

For **L&T Finance Holdings Limited**



Apurva Rathod
Company Secretary and Compliance Officer

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