HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED
www.hdfc.com

By Telefax /E-mail

July 31, 2014

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Flr, Plot No.C/1
G Block, Bandra-Kurla Complex
Bandra (East), Mumbai 400051.

Kind Attn: Ms. Shreya Ghose

Dear Sirs,

Sub: Clarification on news item – "Standard Life may infuse More into HDFC Life"

This is with reference to your email dated July 30, 2014 seeking clarification on the captioned news published in Economic Times on July 30, 2014. In this connection we would like to inform you the following:

In the recent Union Budget, the Honorable Finance Minister Shri Arun Jaitley had proposed an increase in the composite cap in the Insurance Sector to 49 per cent from the current level of 26 per cent, with full management and control, through the FIPB route.

On July 24, 2014, the Cabinet Committee on Economic Affairs headed by the Prime Minister Shri Narendra Modi has cleared the said proposal and it is expected that the proposal will be tabled in Parliament in the current session. We are monitoring the progress on this front and look forward to the details emerging.

In the meanwhile these developments have led to considerable speculation on the Corporation's share holding in its subsidiary, HDFC Standard Life Insurance Company Limited (HDFC Life). We state that there has been no decision on the change in the shareholding.

At an appropriate stage after Parliament approves and notifies the proposed amendments, the Corporation may consider a revision in the shareholding pattern of HDFC Life in consultation with its joint venture partner, Standard Life Plc.

We reiterate, any decision on the subject would be taken thereafter and intimated to the Exchange in accordance with the Listing Agreement.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,
For Housing Development Finance Corporation Ltd.

Conrad D'Souza
Member of Executive Management