



Update on recovery of dues from Dewan Housing Finance corporation Limited (DHFL)

We are pleased to inform that we have received payouts from DHFL on 30th September 2021, who was referred for insolvency in November 2019. The payments have been received towards all the schemes of Tata Mutual Fund where DHFL claims were outstanding as on 29th September 2021. The payouts are at over 40% of the valuation of the gross amount invested, which is more than the current valuation in the books at around 15-20% based on the valuations provided by the valuation agencies i.e. as on 29th September 2021.

We have received payouts as a mix of upfront cash and secured, 10 year bonds issued by the merged entity Piramal Capital and Housing Finance Ltd. (PCHFL) for all schemes of Tata Mutual Fund.

Background - DHFL resolution

In November 2019, RBI referred DHFL for insolvency after DHFL failed to service its debt. As part of the resolution process, bidders were invited to bid for part or all of DHFL's assets. After more than 20 initial suitors, the final bidding came down to 3 bidders – Piramal Group, Oaktree of Singapore, and Adani. As you must be aware, creditors of DHFL (including us) voted on certain agenda items relating to DHFL, including which investor to vote for or against.

Acquisition of DHFL by Piramal

Among all the suitors, Piramal group had finally secured the bid for DHFL. Piramal has completed the acquisition of DHFL. NCLT had approved the resolution plan on June 7th, 2021 with Approvals in place from Reserve Bank of India (RBI), Competition Commission of India (CCI) and National Company Law Tribunal (NCLT). The consideration for DHFL creditors is in the form of a mix of upfront cash and secured, 10 year bonds issued by PCHFL. Total consideration of ~INR 38000cr paid for the completion of the acquisition. Piramal Capital and Housing Finance Ltd. (PCHFL) is to merge with DHFL and the resultant entity is to be named as PCHFL.

Link of the Press Release on BSE India website

https://www.bseindia.com/corporates/anndet_new.aspx?newsid=67776fd7-090f-4d67-a543-ea8742da31cc

Recovery of dues from Dewan Housing Finance corporation Limited (DHFL)

Sr No	SCHEME NAME	New Security ISIN	Details of New Security (NCD) Received	Total Face Value of Security Received (INR)	Cash Received (Amount Credited to Bank Account) (INR)	Total Value of Claim Received (INR)	Current Valuation (i.e as on 29th September 2021) in NAV of the scheme (INR)
1	TATA CORPORATE BOND FUND - SEGREGATED PORTFOLIO	INE516Y07444	PIRAMAL CAPITAL & HOUSING FINANCE LIMITED 6.75 LOA 26SP31 FVRS1000	140,088,000	116,603,020	256,691,020	112,420,000
2	TATA MEDIUM TERM FUND - SEGREGATED PORTFOLIO	INE516Y07444	PIRAMAL CAPITAL & HOUSING FINANCE LIMITED 6.75 LOA 26SP31 FVRS1000	24,792,000	20,635,916	45,427,916	15,000,000
3	TATA TREASURY ADVANTAGE FUND - SEGREGATED PORTFOLIO	INE516Y07444	PIRAMAL CAPITAL & HOUSING FINANCE LIMITED 6.75 LOA 26SP31 FVRS1000	174,656,000	145,374,263	320,030,263	119,200,000
4	TATA FIXED MATURITY PLAN - SERIES 55 SCHEME F	INE516Y07444	PIRAMAL CAPITAL & HOUSING FINANCE LIMITED 6.75 LOA 26SP31 FVRS1000	17,850,000	14,857,860	32,707,860	10,800,000
5	TATA FIXED MATURITY PLAN - SERIES 55 SCHEME E	INE516Y07444	PIRAMAL CAPITAL & HOUSING FINANCE LIMITED 6.75 LOA 26SP31 FVRS1000	18,098,000	15,064,219	33,162,219	10,950,000

The recovery amount is accounted in the NAVs of segregated portfolios. Both the Fixed Maturity Plans have matured. We are in the process of distributing the recovery amount to investors.

Sr No	SCHEME NAME	New Security ISIN	Details of New Security (NCD) Received	Total Face Value of Security Received (INR)	Cash Received (Amount Credited to Bank Account)	Total Value of Claim Received (INR)	Current Valuation (i.e as on 29th September 2021) in NAV of the scheme (INR)
1	Tata Retirement Savings Fund-Moderate Plan	INE516Y07444	PIRAMAL CAPITAL & HOUSING FINANCE LIMITED 6.75 LOA 26SP31 FVRS1000	71,350,000.00	59,388,066.00	130,738,066.00	57,780,000

The recovery amount is accounted in the NAV of the open ended scheme Tata Retirement Savings Fund – Moderate Plan.

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.