

AADHAR HOUSING FINANCE LIMITED
CIN U66010KA1990PLC011409

Notes to restated consolidated financial information

LGD - The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD. The LGD is determined based on seasoned historical portfolio data.

Additional provision due to Covid-19 and one-time restructuring:-

Based on management overlay the additional provision including one-time restructuring maintained at amount of ₹ 698.7 Million has been carried as of December 31, 2023.

The customers who have availed the benefit of one-time restructuring have been disclosed in stage 2 assets.

An analysis of changes in the gross carrying amount (excluding adjustment to carrying value on account of application of effective interest rate) and the corresponding ECL allowances in relation to lending is, as follows:

a) Housing and Other Property Loan

The table below shows the credit quality and the exposure to credit risk based on the period-end stage classification. The amounts presented are gross of impairment allowances.

As at December 31, 2023

(₹ in Million)

Particulars	Asset category	Gross Carrying Amount	Expected Credit Loss (refer note 1 and 2 below)	Net Carrying Amount
Stage 1 – High quality assets	Loan	1,52,811.7	539.2	1,52,272.5
Stage 2 – Assets for which there is significant increase in credit risk	Loan	6,143.4	776.2	5,367.2
Stage 3 - Credit-impaired assets	Loan	2,308.1	853.3	1,454.8

1. Above includes Expected Credit Loss provision on Loan commitment amount to Rs. 18.5 Million (Stage1- included in Rs. 539.2 Million).
2. Above includes Expected Credit Loss provision on account of additional management overlay and one-time restructuring amounting to Rs. 698.7 Million.
3. Stage 3 assets includes loan assets more than 90 DPD and less than equal to 90 DPD, the breakup is as under:-

Particulars	Asset category	Gross Carrying Amount	Expected Credit Loss	Net Carrying Amount
Stage 3a – Assets Less than equal to 90 DPD	Loan	52.2	11.8	40.4
Stage 3b – Assets more than 90 DPD (refer note)	Loan	2,255.9	841.5	1,414.4
Total Stage 3 - Credit-impaired assets	Loan	2,308.1	853.3	1,454.8

As at December 31, 2022

(₹ in Million)

Particulars	Asset category	Gross Carrying Amount	Expected Credit Loss (refer note 1 and 2 below)	Net Carrying Amount
Stage 1 – High quality assets	Loan	1,27,869.5	439.4	1,27,430.1
Stage 2 – Assets for which there is significant increase in credit risk	Loan	5,742.8	743.6	4,999.2