

**AADHAR HOUSING FINANCE LIMITED**  
**CIN U66010KA1990PLC011409**

**Summary of Material accounting policies and other explanatory information**

**1. Corporate information**

Aadhar Housing Finance Limited (formerly known as DHFL Vysya Housing Finance Limited) (the “Parent Company”) was incorporated in India in the name of Vysya Bank Housing Finance Limited (“VBHFL”) on 26 November, 1990. The Parent Company has one subsidiary, Aadhar Sales and Services Private Limited, which is incorporated in India (the Parent Company and the subsidiary collectively referred to as “the Group” or “the Company”). VBHFL was taken over by Dewan Housing Finance Corporation Limited in 2003 and renamed as DHFL Vysya Housing Finance Limited (“DVHFL”). The erstwhile Aadhar Housing Finance Limited which was established in 2010 and commenced operation in February, 2011 was merged into DVHFL on 20 November, 2017 and renamed as Aadhar Housing Finance Limited on 04 December, 2017 with permission of National Housing Bank (“NHB”) and Registrar of Companies (“ROC”). The Company is carrying business of providing loans to customers including individuals, companies, corporations, societies or association of persons for purchase / construction / repair and renovation of residential property, loans against property and provide other property related services. The Parent Company is registered with National Housing Bank under section 29A of the National Housing Bank Act, 1987. The Parent Company is a subsidiary of BCP Topco VII Pte. Ltd. (“Holding Company”).

During the year ended March 31, 2020, Wadhawan Global Capital Ltd and Dewan Housing Finance Corporation Limited, along with promoter shareholders and International Finance Corporation (collectively “sellers”) transferred their entire shareholding to BCP Topco VII Pte. Ltd., which is held through intermediary companies by private equity funds managed by wholly owned subsidiaries of The Blackstone Group L.P. (collectively “Blackstone”).

The Company’s Restated consolidated financial information for the nine months ended December 31, 2023 and December 31, 2022 and for the year ended March 31, 2023, March 31, 2022 and March 31, 2021 are approved for issue in accordance with a resolution of the directors on April 15, 2024.

**2. Material Accounting Policies**

**2.1 Basis of Preparation and Presentation**

The Restated Consolidated Financial Information of the Company and its subsidiary Aadhar Sales and Services Private Limited (together known as the “Group”) comprise of the Restated Consolidated Statement of Assets and Liabilities as at December 31, 2023, December 31, 2022, March 31, 2023, March 31, 2022 and March 31, 2021, the Restated Consolidated statement of profit and loss (including Other Comprehensive Income), the Restated Consolidated Statement of Cash Flows and the Restated Consolidated Statement of changes in equity for the nine months ended December 31, 2023, December 30, 2022 and for the years ended March 31, 2023, March 31, 2022, and March 31, 2021, and the Summary of Material Accounting Policies and other explanatory notes and notes to restated consolidated financial information (collectively, the ‘Restated Consolidated Financial Information’). These restated consolidated financial information have been prepared by the management of the Company which is to be included in the Updated Draft Red Herring Prospectus (“UDRHP”), Red Herring Prospectus (“RHP”) and the Prospectus (the RHP and the Prospectus, collectively referred to as the “Offer Documents”) prepared by the Company in connection with its proposed Initial Public Offer (“IPO”) in terms of the requirements of:

- (a) Section 26 of Part I of Chapter III of the Companies Act, 2013 (“the Act”);
- (b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (“ICDR Regulations”); and
- (c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India (ICAI), as amended (the “Guidance Note”).

These Restated Consolidated Financial Information have been compiled by the Management from: