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May 29, 2019

BSE Limited
P. J. Towers,
Dalal Street,
Mumbai 400 001.

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

**Kind Attn: Sr. General Manager
DCS - Listing Department**

Kind Attn: Head - Listing

Dear Sirs,

Sub: Press Release

Please find enclosed herewith a press release issued by the Corporation with regard to disbursement of subsidy under Pradhan Mantri Awas Yojana.

We request you to bring the above to the notice of all concerned.

Thank you.

Yours faithfully,

For Housing Development Finance Corporation Ltd.

**Ajay Agarwal
Company Secretary**

Encl: a/a

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Corporate Identity Number: L70100MH1977PLC019916

Press Release

HDFC Disburses Subsidy to over 1 Lac First-time Homebuyers under PMAY – Credit Linked Subsidy Scheme

~ Disburses subsidy worth over ₹ 2,300 crore to over 1,04,000 homebuyers, becoming the only financial institution in the country to achieve this feat ~

Mumbai, May 29, 2019: HDFC Ltd, India's premier housing finance company has disbursed subsidy amounting to over ₹ 2,300 crore benefitting over 1,04,000 families under the Pradhan Mantri Awas Yojana (PMAY) Credit Linked Subsidy Scheme (CLSS). This is the flagship housing scheme of the government.

The Corporation has approved ₹ 22,136 crore of home loans under CLSS to homebuyers belonging to the Economically Weaker Section (EWS), Low Income Group (LIG) and Middle Income Groups (MIG).

The Corporation has been partnering and supporting the Ministry of Housing & Urban Affairs and the National Housing Bank to work towards the government's goal of 'Affordable Housing for All'.

Ms. Renu Sud Karnad, Managing Director, HDFC Ltd said, "The government's PMAY scheme is a growth accelerator programme that aims to provide affordable housing to people in the country. The thrust on housing is a recognition that a rapidly growing country like India with a large young population needs more affordable homes. The government has rightly incentivised all constituents in the housing chain – be it developers, borrowers and lenders in order to make India a property owning democracy. This has renewed the interest of homebuyers in the housing sector and facilitated first time home buyers to avail these benefits to own a house. This was possible because of Prime Minister's determination and focus on his vision of providing 'housing for all by 2022' benefiting not only the economically weaker section and lower income groups but also to large middle income group. I suggest that people should take all efforts to avail the benefits of these schemes at the earliest as the schemes for the MIG category is available only until 31st March 2020".

HDFC has been amongst the top performing institutions under CLSS. In July 2018, the Honourable Prime Minister, Shri. Narendra Modi recognised the Corporation for being the best performing primary lending institution in the EWS and LIG segment and the second best in the MIG segment of the CLSS. In March 2019, HDFC was awarded the

'Best Private Sector Financial Institution' for PMAY-CLSS at PMAY- Affordable Housing Awards, 2019.

The Corporation has been making efforts to educate customers on the benefits of CLSS by conducting seminars, presentations and counseling sessions. The Corporation has also engaged extensively with developers and channel partners so as to reach out to more eligible beneficiaries.

During the year ended March 31, 2019, the Corporation approved 37% of home loans in volume terms and 18% in value terms to customers from the EWS and LIG segment. The Corporation on an average has been approving 8,600 loans on a monthly basis to the EWS and LIG segment, with monthly such average approvals at ₹ 1,460 crore. The average home loan to the EWS and LIG segment stood at ₹ 10.1 lacs and ₹ 17.5 lacs respectively.

Credit Linked Subsidy Scheme:

The Credit Linked Subsidy Scheme (CLSS) was introduced in June 2015 under the Pradhan Mantri Awas Yojana (PMAY) for home loans to customers from the Economically Weaker Section (EWS), Low Income Group (LIG) and was extended to the Middle Income Groups (MIG) from January 2017. As per the scheme, borrowers are eligible for interest subsidy of 6.5% pa for loans up to ₹ 6,00,000 for EWS and LIG category (annual household income up to ₹ 6,00,000), interest subsidy of 4% and 3% for loans up to ₹ 9,00,000 and ₹ 12,00,000 respectively for MIG category (annual household income between ₹ 6,00,001 & ₹ 18,00,000) for a maximum tenure of 20 years. The effective subsidy to customer is in the range of ₹ 2.30 - 2.67 lacs on a 20 year term, receivable upfront. The schemes for MIG are valid up to March 31, 2020 and schemes for EWS/LIG are valid up to March 31, 2022.

About HDFC Ltd

HDFC Ltd. is India's leading mortgage lender and a well - established financial conglomerate. It has assisted over 70 lacs customers in acquiring their own home over the last 4 decades. With a wide network of 546, it caters to several towns and cities across India. HDFC Ltd has offices in London, Dubai and Singapore and service associates in Kuwait, Oman, Qatar, Sharjah, Abu Dhabi and Saudi Arabia – Al Khobar, Jeddah and Riyadh to assist non-resident Indians and PIO's. For more information, please visit www.hdfc.com

For any media queries, contact:

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