



HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED
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Ref. No.: SE/2021-22/281

January 23, 2022

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

National Stock Exchange of India Limited
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: Intimation under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We wish to inform you that HDFC Capital Advisors Limited (HCAL), a wholly owned subsidiary of the Corporation, is the investment manager for the HDFC Capital Affordable Real Estate Fund-3 (HCARE-3). HCARE-3 is a SEBI registered Category – II Alternative Investment Fund (AIF), which has been sponsored by the Corporation.

In accordance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we further wish to inform that HCARE-3 has received an aggregate commitment for an amount of ₹ 9,158 crore (US\$1.22 billion) from investors towards the first close, which combined with potential reinvestments, creates an estimated total fund corpus of ₹ 14,100 crore (US\$1.88 billion).

HCARE-3 along with HDFC Capital Affordable Real Estate Funds – 1 and 2 which are also managed by HCAL, provide long-term, flexible financing to developers across the lifecycle of real estate projects (including land, approval and last mile funding) for the development of affordable and mid-income housing in cities across India. H-CARE 3 will also invest in technology companies (construction technology, fin-tech, clean-tech etc.) that address the needs of the affordable housing ecosystem.

A press release issued by the Corporation in this regard, is enclosed for necessary dissemination.

You are requested to take note of the above and arrange to bring this to the notice of all concerned.

Thank you

Yours faithfully,

For **Housing Development Finance Corporation Limited**


Ajay Agarwal
Company Secretary

Encl: a/a

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Corporate Identity Number: L70100MH1977PLC019916

HDFC CAPITAL ANNOUNCES INITIAL CLOSE AT US\$1.88 BILLION FOR ITS AFFORDABLE HOUSING FUND

January 23, 2022, Mumbai, India: HDFC Capital Advisors Limited (HDFC Capital), a wholly owned subsidiary of Housing Development Finance Corporation Limited and acting as an investment manager, has successfully achieved the initial close of its third fund focused on affordable housing, the HDFC Capital Affordable Real Estate Fund – 3 (H-CARE-3). H-CARE 3 is one of the largest funds raised to invest in the residential real estate sector in India with investors committing in excess of US\$1.22 billion towards the first close, which combined with potential reinvestments by the fund, creates an estimated total fund corpus of US\$1.88 billion. The primary investor in H-CARE 3 is a wholly-owned subsidiary of the Abu Dhabi Investment Authority (ADIA).

Set up in 2016, HDFC Capital is aligned with the Government of India's goal to increase housing supply and support the Pradhan Mantri Awas Yojana - 'Housing for All' initiative. H-CARE 3 combines with the HDFC Capital Affordable Real Estate Funds – 1 & 2, raised in 2016 and 2017 respectively, to create a US\$3 billion funding platform which has recently been rated as one of the world's largest private finance platforms focused on development of affordable housing.

H-CARE 3 will provide long-term, flexible funding across the lifecycle of affordable and mid-income housing projects including early-stage funding. In addition, H-CARE 3 will also invest in technology companies (construction technology, fin-tech, clean-tech etc.) engaged in the affordable housing ecosystem.

HDFC Capital's target is to finance the development of one million affordable homes in India through a combination of innovative financing, partnerships and technology, whilst focusing on sustainability. In order to achieve this objective, the company is in active discussions with leading global investors to raise additional funds to be invested in affordable housing in India.

H-CARE 3 Overview

- HDFC Ltd will be the Sponsor and HDFC Capital will be the investment manager for H-CARE 3.
- Investor and Sponsor have committed US\$1.22 billion to H-CARE 3. Combined with potential reinvestments, the total fund corpus increases to an estimated US\$1.88 billion.
- **Primary focus on providing long-term, flexible debt across the lifecycle of real estate projects (including land, approval and last mile funding) for the development of affordable and mid-income housing across India.**
- H-CARE 3 has flexibility to:
 - Provide equity funding for real estate projects
 - **Invest in tech companies (construction technology, fin-tech, clean-tech etc.) that address the needs of the affordable housing ecosystem.**
- The H-CARE 3 funds are expected to be committed towards investments over the next 4-5 years.

- H-CARE 3 Projected Development Foot-Print: Estimated 280 million Sq Ft across affordable and mid-income residential projects in India's leading cities (across the country).

Mr. Deepak Parekh, Chairman – Housing Development Finance Corporation Limited, said, “In India, housing will play an even more important role as a catalyst for growth with increased demand for affordable and mid-income housing. Combined with India's growth prospects, I have never been as optimistic about the housing sector as I am today. HDFC Capital has been one of the pioneers of investing in affordable and mid-income housing projects in India. With support from marquee global investors like ADIA and partnerships with leading developers, the platform is well on its way to ensuring many more Indians become homeowners.”

Mr. Khadem AlRemeithi, Executive Director of the Real Estate & Infrastructure Department, ADIA, said, “H-CARE 3 presents the opportunity to grow our existing relationship with HDFC, while continuing to address the significant demand for affordable housing in India. This builds on the success of previous H-CARE funds, which have supported the development of new mid-market housing projects across the country, in alignment with Indian government priorities.”

About HDFC Capital Advisors Limited

HDFC Capital is a wholly owned subsidiary of Housing Development Finance Corporation Ltd and is in the business of managing private equity funds focused on real estate. HDFC Capital also seeks to promote innovation and the adoption of new technologies within the real estate sector by investing in and partnering with technology companies.

HDFC Capital is the investment manager to HDFC Capital Affordable Real Estate Fund 1 (H-CARE 1), HDFC Capital Affordable Real Estate Fund 2 (H-CARE 2) and HDFC Capital Affordable Real Estate Fund 3 (H-CARE 3), which are registered with SEBI as a Category II Alternative Investment Funds. These funds combine to create a US\$ 3 billion platform targeting the development of affordable and mid-income housing

About Housing Development Finance Corporation Limited (HDFC):

HDFC, the pioneer of retail housing finance in India has assisted over 88 lakh families to own their house. HDFC's strength has been its value-added services, delivered through a specialist team of trained and experienced professionals. HDFC has consistently had an impeccable record of customer friendly services.

HDFC has been described as a model housing finance company providing technical assistance and consultancy assignments for developing countries across Asia, Africa and East Europe.

HDFC provides home loans for affordable housing and continues to have the largest number of home loan customers at over 270,000 who have availed benefits under the government's Credit Linked Subsidy Scheme.

About Abu Dhabi Investment Authority (ADIA):

Since 1976, ADIA has been prudently investing funds on behalf of the Government of Abu Dhabi, with a focus on long-term value creation.

ADIA manages a global investment portfolio that is diversified across more than two-dozen asset classes and sub-categories.

For any media queries, contact:

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