

CTL/RHFL/2020-21/1858

September 29, 2020

Deputy General Manager,
MIRSD-5
Securities and Exchange Board of India,
SEBI Bhavan, C-4A, G-Block
Bandra Kurla Complex,
Mumbai-400051

Madam,

Sub: Reliance Home Finance Ltd. - Issue of Unsecured, Subordinated Redeemable, Non-Convertible – issue of Rs. 125 Crores under various ISINs under Debenture Trust Deed dated 05.06.2015 (“DTD”)

In continuation to our earlier letter dated 17.06.2020 and emails dated 03.09.2020, 17.09.2020 in respect of the captioned debenture issue we wish to update in the matter as under:

01. We have not received any response from the Company till date despite emails regarding the status of payment of outstanding amounts. The Company has already contended that since the resolution under consideration of lender banks as per the ICA and the restrictions imposed by the lenders for the non-payment of interest on debenture on the due dates, in its communication to Stock Exchange.
02. Despite the meeting of Debenture Holders being convened and several emails requesting for instructions, Debenture Trustee has not received any specific instructions for taking action against RHFL for Recovery.
03. On August 24, 2020, we had again approached RBI under Section 227 of IBC to initiate CIRP against RHFL.
04. In response to Catalyst's said letter, RBI has vide its letter no. DOR.NBFC.(HFC)No.34/27.01.013/2020-21 dated September 08, 2020 informed us that the Lenders of RHFL have taken the resolution process forward under the 'Prudential Framework for Resolution of Stressed Assets' and that it does not intend to intervene in the process. Thus, one of the options of initiating proceedings under IBC is now not available to debenture holders and at the same time it is not assured by lender banks that the interest of the debenture holders will be protected by them while considering the resolution plan under ICA. (copy of RBI letter attached for reference).



05. With a view to protect the interest of the debenture holders, on September 14, 2020, Catalyst has filed an application under Section 71(10) of the Companies Act, 2013 against RHFL at NCLT (Mumbai) with diary number 2709138030632020.
06. As to our request seeking appointment of nominee director, RHFL has merely sent a cursory reply on 12.06.2020 stating there that the matter has been noted by its Board. No further steps initiating appointment have been taken by them.
07. We have received response from one of the Debenture Holders that they have acceded to the ICA and categorically stated that they have not provided consent for filing Sec.71 (10). Yet another Debenture Holder has sought grounds for taking such legal action (copies of emails attached for reference).
08. Under the circumstances, we will be obliged to have your guidance in the matter, in case any further steps are to be taken in compliance with our role as Debenture Trustee.

With Regards,

Yours faithfully,

For **Catalyst Trusteeship Limited**


Authorized Signatory

