

Ref No: AAVAS/SEC/2020-21/222

Date: August 07, 2020



To, The National Stock Exchange of India Limited The Listing Department Exchange Plaza, Bandra Kurla Complex, Mumbai - 400051 Scrip Symbol: AAVAS	To, BSE Limited Dept. of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400001 Scrip Code: 541988
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Dear Sir/Madam,

Sub: Disclosure on material impact of COVID-19 pandemic under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

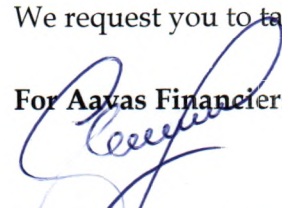
We refer our letter AAVAS/SEC/2019-20/401 dated March 25, 2020, wherein the Company disclosed to the stock exchanges regarding the business continuity plan and liquidity position. Further the details as required under Regulation 30 of Listing Regulations read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015 and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 is mentioned in **Annexure I**.

The Company has been proactive in making appropriate intimations to the stock exchanges so as to keep all the stakeholders updated about the impact of COVID-19 on the operations and financials of the Company.

This intimation can also be accessed on the website of the Company at www.aavas.in

We request you to take the same on your record.

For Aavas Financiers Limited

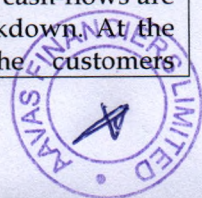

Mr. Sharad Pathak
Company Secretary and Compliance Officer
(FCS-9587)



Encl: a/a

Annexure I

Impact of the COVID-19 pandemic on the business	Business was impacted to some extent during Lockdown 1 when economic activity came to a standstill. But with the gradual reopening of economy after the end of Lockdown 1, the business activity of Company has also been picking up.
Ability to maintain operations including the factories/units/office spaces functioning and closed down	Following the announcement of nation-wide lockdown by the Hon'ble Prime Minister on 24th March 2020, the Company swiftly implemented the Business Continuity Plan to make sure that employees can work from home and to ensure that critical business operations & essential customer services were not hampered during Lockdown 1. Company was operating around 60% branches during Lockdown 2, around 80% branches during Lockdown 3, around 95% branches during Lockdown 4.
Schedule, if any, for restarting the operations	As per above
Steps taken to ensure smooth functioning of operations	Company has taken all precautionary measures like sanitizing the premises on a regular basis, maintaining social distancing at workplace, mandatory wearing of mask, instructing the employees to install Aarogya Setu app etc.
Estimation of the future impact of COVID-19 on its operations	Due to the continuously evolving situation, it is very difficult to assess the future impact of COVID-19 on the operations. But as in the past, the company is confident of navigating this crisis due to the strength of its balance sheet and liquidity position as well as highly committed employees & highly experienced management team & Board of Directors.
Details of impact of COVID-19 on listed entity's <ul style="list-style-type: none">• Capital & financial resources• Profitability• Liquidity position• Ability to service debt and other financing arrangements• Assets• Internal financial reporting & control• Supply chain• Demand for its products/services	Company has made detailed disclosures with regards to these in May-20 while announcing its results for the quarter ended Mar-20 prior to the release of SEBI circular. All these disclosures (audited financial results, press release, investor presentation, and earnings call transcript) are already available on stock exchanges & company's website. Further, the Company is currently in the process of preparing its results for the quarter ended Jun-20 and will provide necessary updates while announcing the results next week.
Existing contracts/agreements where non-fulfillment of the obligations by any party will have significant impact on the listed entity's business	Company has a very strong liquidity position and has been discharging all its liabilities as per their schedule. Company has not availed moratorium from any of its lenders. Following the RBI directive, Company has offered moratorium to its eligible customers as per a policy approved by its Board of Directors. The customers were made aware that they can opt to avail the moratorium policy and not pay their EMIs in case their cash-flows are being adversely impacted due to the lockdown. At the same time, Company made sure the customers



	understood that this is only a temporary deferment & not a waiver, that interest will continue to accrue during this period, and that this will result in an increase of EMI amount or loan tenor once the period gets over.
Other relevant material updates about the listed entity's business	Company remains committed to disclose any information which is deemed material in nature so that all the stakeholders are updated. As mentioned above, Company will announce its results for the quarter ended June-20 next week and will provide necessary updates along with.

