

## **Disclosure of penalty levied by National Housing Bank on contravention of regulatory requirement**

The National Housing Bank (NHB), in exercise of the powers vested under Section 52(A) of the National Housing Bank Act, 1987, vide its letter December 24, 2020, has imposed a monetary penalty of Rs. 18,55,000/- plus GST on the Company for non-compliance with provisions of the paragraph 2(i)(zc)(ii) of the Housing Finance Companies (NHB) Directions, 2010 and subsequent clarification issued vide NHB Policy Circular No. 55 prescribed by the NHB. As per NHB, non-compliance was with reference to the inspection of the Company as on 31st March, 2019.

The Company has deposited the penalty amount under protest and has requested NHB to reconsider and review its decision based on the facts of matter.