

**GODREJ HOUSING  
FINANCE LIMITED**

**Trade Relief Policy**

Reserve Bank of India vide its notification dated November 14, 2025 issued Reserve Bank of India (Trade Relief Measures) Directions, 2025 (“Trade Relief Directions”) to mitigate the burden of debt servicing caused by global trade disruptions and ensure continuity of viable businesses.

### **Applicability**

Trade Relief Directions, 2025 are applicable to Non-Banking Financial Companies (including Housing Finance Companies) engaged in the business of providing credit facility to customers/borrowers for export-related activities

As Godrej Housing Finance Limited (“GHFL” or “the Company”) has provided credit facility for business purposes to its borrowers who may be export-related activities, Trade Relief Directions are applicable to the Company.

Accordingly, the Company has drafted the Trade Relief Policy (“the policy / this policy”) to define the eligibility criteria and conditions for availing relief under the Trade Relief Directions and ensure compliance with regulatory requirements.

### **Definitions**

“Effective period” means period from September 1, 2025 to December 31, 2025 for which the Company can grant principal / interest moratorium for all instalments falling due within said period

“Export related activities” shall mean all activities detailed under **Annexure 1** of the Trade Relief Directions, 2025

“Moratorium/ Deferment” shall mean temporary suspension of loan repayments (principal / interest) for a specified period with accrual of interest on simple interest basis during the period.

“Standard Asset” shall mean the asset in respect of which, no default in repayment of principal or payment of interest is perceived and which does not disclose any problem or carry more than normal risk attached to the business

### **Purpose and Scope of the Policy**

The purpose of this policy is to detail eligibility criteria and conditions for providing trade relief to borrowers engaged in export related activities and whose business is impacted by trade disruptions caused by global headwinds.

The relief may be granted in respect of term loans, working capital facilities (including cash credit/ overdraft), packaging credit facility sanctioned to eligible borrower

### **Eligibility Criteria**

A Borrower shall be deemed to be eligible for the relief specified under the policy upon fulfilment of all the following conditions:

- i. The borrower is engaged in exports relating to any of the sectors specified at **Annexure 1**.
- ii. The borrower had an outstanding export credit facility from a Company as of August 31, 2025.
- iii. The accounts of the borrower with all Company was/were classified as 'Standard' as on August 31, 2025.

If the Company has not sanctioned the export credit facility to the borrower, it shall satisfy itself that the borrower qualifies under the criteria stipulated at paragraph (ii) above, basis a certification which is to be obtained from the entities which has/have extended export credit to the borrower.

### **Objective/Assessment Criteria**

The Credit team will assess the relief request received from the borrower. Parameters to be considered while assessing request received from borrower to inter alia include:

1. **Risk Assessment** – Granting relief should not expose the Company to significant financial or reputational risk.
2. **Documentation** – The borrower must submit audited financial statements, declaration, and evidence of efforts undertaken to mitigate the impact of trade disruptions.
3. **Credit History** – Credit history of the borrower shall be reviewed to check repayment performance
4. **Impact Assessment though documentations received** – Verification of the actual impact of trade disruptions on the borrower's business operations.
5. **Utilization of Funds** – Confirmation that borrowed funds were utilized for export-related activities and not diverted to unrelated purposes.
6. **Repayment Track Record** – Assessment of historical repayment behaviour across all facilities with the Company.
7. **Collateral Adequacy** – Review of the current value and enforceability of collateral/security to ensure coverage during the relief period.
8. **Liquidity Position** – Evaluation of the borrower's ability to resume repayments post-moratorium.
9. **Portfolio Impact** – Assessment of exposure concentration and impact on the Company's capital adequacy and provisioning norms.

Credit Team may conduct Personal Discussion with the borrower to understand the situation and proposed mitigation measures on case-to-case basis.

### **Relief Measures**

The borrowers may be granted below mentioned trade reliefs once the criterias are fulfilled:

#### **1. Moratorium/ Deferment -**

- Company may allow moratorium on the repayment of term loan instalments (principal or interest or both) that were scheduled to fall due during the effective period
- Company may defer the recovery of interest due on the working capital facilities availed during the effective period
- During the moratorium/ deferment period, interest will continue to accrue on simple interest basis without compounding effect, i.e., there shall be no interest on interest.
- The accumulated accrued interest during the moratorium/ deferment period may be converted into a funded interest term loan which shall be repayable in one or more instalments after March 31, 2026, but not later than September 30, 2026.

## **2. Extension of tenure for Export Credit**

For export financing, Company may extend the credit period by upto 450 days for pre-shipment and post-shipment export credit disbursed till March 31, 2026

## **3. Relaxation in repayment of packing credit facilities**

In case of the facility availed on or before August 31, 2025, where the dispatch of goods could not take place, the Company may allow liquidation of such facilities from any legitimate alternate sources including domestic sale proceeds of such goods or substitution of contract with proceeds of another export order

### **Asset Classification**

While calculating Number of days past due, the Company will not consider the moratorium/deferment period granted under this policy

The grant of moratorium/ deferment of instalments will not be treated as an event of restructuring and the same will not itself result in asset classification downgrade

Upon expiry of the moratorium/deferment period, the asset classification shall be determined in accordance with applicable regulations.

### **Provisioning**

Company will maintain a separate provision of not less than 5 per cent of the total outstanding in accounts which were in default but classified as 'standard' as on August 31, 2025, and where relief measures have been extended

Any residual general provisions at the end of the financial year 2025-26 can be either written back or adjusted against the provisions required for all other borrower accounts by June 30, 2026

### **Accounting Treatment**

The above general provisions shall not be reckoned for arriving at net NPAs till they are adjusted against the actual provisioning requirements. These provisions should not be netted off from gross advances; instead, they must be presented separately in the balance sheet under an appropriate head until such adjustment occurs

### **Disclosure Requirements:**

Company will maintain record of the reliefs provided to its borrowers which will include borrower-wise and credit-facility wise information regarding the nature and amount of relief granted.

Company will submit a fortnightly report (as on 15th and at the end of each month), in a specified format to Reserve Bank of India on its Daksh Platform.

The Policy will be hosted on the website of the Company