

# INDIA HOME LOANS LIMITED

## 21ST ANNUAL REPORT - 2010 - 2011

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### DIRECTORS

Mr. Mahesh Pujara	Chairman Cum Managing Director
Mr. Rishabh Siroya	Director
Mr. Ashok Patel	Director
Mr. Anant Bhalotia	Director
Mr. Subhash Patel	Director
Mr. Mitesh Pujara	Director
Mr. Ramesh Mishra	Independent Director
Mr. Bharat Merchant	Independent Director
Mr. Prakash Panjabi	Independent Director
Mr. Ganesh Ramanathan	Director

### COMPLIANCE OFFICER

Mrs. Asmita Kadge

### AUDITORS

M/s. Tushar Parekh & Associates  
Mumbai

### BANKERS

HDFC Bank Ltd.  
ING Vysya Bank

### SHARE TRANSFER AGENTS

Purva Shareregistry(l) Pvt. Ltd,  
9, Shiv Shakti Industrial Estate,  
Sitaram Mill Compound,  
J.R.Borich Marg, Lower Parel,  
Mumbai-400011.

### REGISTERED OFFICE

Modi House First Floor  
10, Bora Masjid Street,  
Fort, Mumbai - 400001

Web:- [www.indiahomeloans.co.in](http://www.indiahomeloans.co.in)

**NOTICE**

NOTICE is hereby given that the 21st Annual General Meeting of the members of India Home Loans Limited will be held as under:

**DAY** : Friday  
**DATE** : July 22nd, 2011  
**TIME** : 4.30 P.M.

**VENUE:**  
Samrat Hotel, Near Eros Cinema,  
Chrchugate, Mumbai 400 020.

To transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Profit and Loss Account for the year ended 31st March, 2011, the Balance Sheet as at that date and the Reports of the Directors and Auditors thereon;
2. To appoint a Director in place of Mr. Bharat Merchant who retires by rotation and being eligible offers himself for re-appointment;
3. To appoint a Director in place of Mr. Anant Bhalotia, who retires by rotation and being eligible offers himself for re-appointment;
4. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

**SPECIAL BUSINESS:**

5. To consider and if thought fit, to pass with or without modification(s) if any, the following ORDINARY RESOLUTION:  
**RESOLVED THAT** Shri Ganesh Ramanathan who was appointed as an Additional Director of the Company and in respect of whom a notice under section 257 of the Companies Act, 1956 have been received from a member signifying his intention to propose, Shri Ganesh Ramanathan, as a candidate for the office of the Director be and is hereby elected and appointed as a Director of the Company and shall to be liable to retire by rotation.
6. To consider and if thought fit to pass with or without modification (s), the following resolution as a Special resolution:  
**RESOLVED THAT** subject to the provisions of Sections 198, 269, 309, 310, 311 and other applicable provisions, if any, of the Companies Act, 1956 read with Schedule XIII to the said Act and subject to the approval of the Central Government in terms of the said Sections, the Company do hereby accord its consent to the appointment of Mr. Ganesh Ramnathan as a Wholtime Director of the Company for a period commencing from 1st April, 2011 to 31st march, 2014 (both days inclusive) on the following remuneration :
  1. Salary : Rs. 3,00,000/- p.a.
  2. Perquisites shall not exceed Rs. 3 lakhs to Rs. 5 lakhs p.a. and includes
    - 2.1 Telephone Bills reimbursement at actual
    - 2.2 Transport Allowances at actual**RESOLVED FURTHER THAT** in the event of loss or inadequacy of profits in any financial year during the period of Mr. Ganesh Ramnathan appointment, Mr. Ganesh Ramnathan be paid or provided the salary, the allowances, and the perquisites as set out in the foregoing part of this resolution as the 'minimum remuneration' not withstanding the fact that such remuneration is in excess of the limits set-out in Sections 198 and 309 of the Companies Act, 1956 or in Section II of Part II of Schedule XIII to the Companies Act, 1956.  
**RESOLVED FURTHER THAT** the Directors of the Company be and they are hereby authorised to accept such modifications/changes as may be proposed or directed by the Central Government provided such modifications/changes are acceptable to Mr. Ganesh Ramnathan.  
**RESOLVED FURTHER THAT** subject to such approvals/sanctions as may be required, the Directors of the Company be and they are hereby authorised to vary, modify or increase at any time hereafter the salary, the allowances and/or the perquisites, set out hereinabove as the Directors may consider appropriate".
7. To consider and if thought fit to pass with or without modification (s), the following resolution as an ordinary resolution:  
**"RESOLVED THAT** pursuant to the provisions of section 94(1)(a) of the Companies Act, 1956 and other applicable provisions, if any, the Authorized share capital of the Company be and is hereby increased from ₹ 11,00,00,000 divided into 110,00,000 Equity shares of ₹ 10/- each to ₹ 11,50,00,000 divided into 1,10,00,000 Equity shares of ₹ 10/- each and 50,000 Redeemable Preference Shares of ₹ 100/- each in the Company"
8. To consider and if thought fit to pass with or without modification (s), the following resolution as an ordinary resolution:  
**"RESOLVED THAT** the existing Clause V of the Memorandum of the Association of the Company as to the Share Capital be and is hereby altered as follows:  
"The Share Capital of the Company is ₹ 11,50,00,000 divided into 1,10,00,000 Equity shares of ₹ 10/- each and 50,000 Redeemable Preference Shares of ₹ 100/- each"

By the order of the Board  
For India Home Loans Limited

**Mahesh Pujara**  
Managing Director

Place :Mumbai  
Date :10/06/2011

**Notes:**

1. A member entitled to attend and vote at this meeting may appoint a proxy to attend and vote on a poll on his behalf. A proxy need not be a member of the company. Proxies in order to be effective, must be received at the Registered Office of the company not less than Forty Eight hours before the meeting.
2. Members are requested to notify any correction /change in their name /address including Pin Code number immediately to the Companies Register/ Depository Participant .In the event of non - availability of Members latest address either in the Companies records or in Depository Participant's records, members are likely to miss notice and other valuable correspondence sent by the company.
3. Members are requested to kindly mention their Folio Number/ Client ID Number (in case of demat shares) in all their correspondence with the Companies Registrar to enable prompt reply to their queries.
4. Members are requested to bring the Notice of the meeting along with the Attendance slip with them duly filled in and hand over the same at the entrance of the Meeting Hall.
5. The Register of Members and Share Transfer Books of the Company will remain closed from 16th July, 2011 to 21st July, 2011 (both days inclusive).

Information's required to be furnished under cl. 49 of the Listing Agreement for Directors retired by rotation:

1. Name :- Mr. Bharat Merchant (Director)  
Qualification :- P.G. B.A.O.B.M, O.T.I  
Expertise :- Business, International Institutional Finance
2. Name :- Mr. Anant Bhalotia (Director)  
Date of Birth :- 01/06/1984  
Qualification :- Bachelor Degree in Business Management  
Expertise :- Areas of Administration, Finance and Marketing

**Explanatory Statement Pursuant to Section 173(2) of the Companies Act, 1956.****Item No. 5**

Mr. Ganesh Ramanathan was appointed as an additional Director of the Company by the Board of Directors at their Meeting held 10th February, 2011. Pursuant to Section 260 of the Companies Act, 1956 read with Articles of Association of the Company Mr. Ganesh Ramanathan holds office upto this Annual General Meeting. The Company has received notice from Member signifying his intention to propose Mr. Ganesh Ramanathan as Director of the Company in the ensuing Annual General Meeting. The Company will be benefited from his continuing association. It is recommended by the directors that the resolution as proposed be passed by the shareholders in the ensuing annual general meeting.

None of the director except Mr. Ganesh Ramanathan is interested in the above resolution.

**Item No. 6**

The Board at its meeting held on 26th April, 2011 and the Remuneration committee at their meeting held on 26th April, 2011 appointed Mr. Ganesh Ramanathan as the Wholetime Director of the Company. His appointment and remuneration are as per Section 269 read with Schedule XIII of the Companies Act, 1956.

None of the Directors except Mr. Ganesh Ramanathan are interested in the matter.

**Item No. 7 & 8**

Directors have decided to broadbase the capital structure of the company for better leverage, pursuant to which the board has approved inclusion of Preference shares in the capital of the company. Accordingly, the Authorised Capital of the company and the Capital Clause of the Memorandum of Association of the company need to be altered. Your approval for the same is sought through resolutions mentioned at Item No. 7 and 8

None of the Directors are interested or concerned in the resolution except to the extent of their shareholding.

By the order of the Board  
For **India Home Loans Limited**

Place :Mumbai  
Date :10/06/2011

**Mahesh Pujara**  
Managing Director

**DIRECTORS' REPORT**

To,

The Shareholders,

Your directors have pleasure in presenting the 21st Annual Report of the Company together with the Audited Statement of Accounts for the year ended 31st March, 2011

**SUMMARISED FINANCIAL RESULTS:**

(₹ in LACS)

	Year ended 31.3.2011	Year ended 31.3.2010
Income	62.69	69.06
Total Expenditure	39.15	64.28
Profit before depreciation interest and tax	23.54	4.78
Less:		
Depreciation	1.78	0.97
Interest	-	-
Tax		
Current Tax	2.00	4.20
Deferred Tax	5.76	47.03
Excess Provision for tax	0.91	-
Net Profit/(Loss) After Tax	13.1	46.68
Paid-up Equity Shares Capital	1094.00	499.75
Reserves	70.49	66.14
Balance brought forward from previous year	(150.08)	(191.34)

**OPERATIONS:**

During the year under review the companies income was ₹ 62.69 lacs as compared to ₹ 69.06 lacs in previous year.

Profit after tax of the company has reduced to ₹ 13.1 lacs from ₹ 46.68 lacs in the previous year.

**THE YEAR UNDER REVIEW**

For the expansion of business activities and for better administrative and managerial convenience, Company has opened a branch office at 104, Samedh Building, Near Associated Petrol Pump, C.G. Road, Ahmadabad - 380 006, Gujarat.

**CHANGE IN OBJECT**

Your company proposes to alter its object clause as to more clearly reflect the companies activities. The company proposes to seek shareholders approval for the same through postal ballot.

**AUDITORS REPORT**

The Auditors have not made any qualification to the financial statement in their reports or relevant notes on accounts which are self explanatory and do not call for any comments under section 217 (3) of the companies Act, 1956.

**ISSUE OF EQUITY SHARES ON ACCOUNT OF CONVERSION OF WARRANTS ISSUED ON PREFERENTIAL BASIS**

The Company during the year allotted 59,42,500 Equity Shares to Promoters and non promoters on account of conversion of Warrants issued on preferential basis. Pursuant to the conversion of warrants into Equity Shares the Promoters were allotted 33,00,000 Equity Shares of Rs. 10/- each and non-promoters 26,42,500 Equity Shares of Rs. 10/- each.

**FUTURE OUTLOOK**

Board of Directors after considering the existing NPA position are evaluating various alternatives for improving its NPA position. The Company is considering approaching Asset Reconstruction Company (ARC) for selling a part of their NPA portfolio.

**CORPORATE GOVERNANCE**

As per the directions of SEBI and the Bombay Stock Exchange Ltd., the code of corporate Governance become applicable to the company w.e.f.2002-03 and accordingly the company has been adhering to the directions and guidelines as required. The report on the code of corporate governance is annexed separately in this Annual report.

**PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The details of above are not applicable in the case of your company. The Company is into Home Loan segment and regulated by NHB (National Housing Bank).

**FIXED DEPOSITS**

As on 31.03.2011, the company held no deposit in any form from anyone. There was no deposit held by the company as on 31.03.2011, which was overdue or unclaimed by the depositors. For the present the board of directors have resolved not to accept any deposits from public, shareholders and others.

**DIRECTORS**

Mr. Bharat Merchant and Mr. Anant Bhalotia are directors liable to retire by rotation at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment.

Mr. Ganesh Ramanathan was appointed as Additional Director of the Company by the board w.e.f. 10th February 2011 and the Company has received a notice U/S 257 from a member of the company proposing his appointment as a director at the forthcoming Annual General Meeting.

**DIVIDEND**

In view of carry forward of losses incurred in the earlier years, the board regrets its inability to declare any dividend for the year under review.

**AUDITORS**

The retiring Auditors M/s. Tushar Parekh & Associates., Chartered Accountants, Mumbai, have been appointed to hold office till the conclusion of the next Annual General Meeting. They have furnished a certificate to the effect that the proposed re-appointment, is in accordance with the limits specified U/s. 224(1B) of the Companies Act, 1956.

**INVESTOR COMPLAINTS AND COMPLIANCE**

The company has appointed Mrs. Asmita Kadge, as the compliance officer in pursuance of directions given by the Securities and Exchange Board of India and Bombay Stock Exchange Ltd., the company has resolved all complaints received since the holding of last annual general meeting till date.

**PERSONNEL**

The information pursuant to section 217 (2A) of the companies Act, 1956 and rules framed there under there was no employee falling under the category, hence no statement/particulars of employees have been annexed to this report.

**HUMAN RESOURCES**

Your Directors would like to place on record their deep appreciation to all the employees for rendering quality services in every constituent of the company.

**PAYMENT OF LISTING FEES**

Your company shares are listed on Bombay Stock Exchange Ltd., the listing fees for the year 2011 - 12 have been paid to the stock exchange. The company has been complying with all the conditions required to be complied with in the listing agreement.

**DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the accounts for the financial year ended 31st March, 2011, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for the year under review;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) That the Directors have prepared the accounts for the financial year ended 31st March 2011 on a 'going concern' basis.

**ACKNOWLEDGEMENTS**

The Directors place on record their appreciation for co-operation and support extended by the Government, Banks, Shareholders, and customers for their continued support extended to the company at all times.

The Directors further express their deep appreciation to all employees for commendable teamwork, high degree of professionalism and enthusiastic effort displayed by them during the year.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS.**

**MAHESH PUJARA  
CHAIRMAN**

**RISHABH SIROYA  
DIRECTOR**

Place: Mumbai

Dated: 10.06.2011

**CORPORATE GOVERNANCE****PHILOSOPHY OF CORPORATE GOVERNANCE**

Corporate Governance is the legitimate and fundamental article of faith of all our action in INDIA HOME LOANS LIMITED. It has been guiding force in our quest for instituting within our edifice, systems and process that promote the values of transparency, professionalism and accountability and compliance.

The Company remains firmly committed to this central theme and endeavors to improve these values on an ongoing basis.

**COMPOSITION OF BOARD**

SR.NO.	CATEGORY	NAME OF DIRECTOR	DESIGNATION
1	Promoter Director	Mr. Mahesh Pujara	Chairman cum Managing Director
2	Promoter Director	Mr. Rishabh Siroya	Director
3	Promoter Director	Mr. Ashok Patel	Director
4	Promoter Director	Mr. Anant Bhalotia	Director
5	Promoter Director	Mr. Subhash Patel	Director
6	Promoter Director	Mr. Mitesh Pujara	Director
7	Independent Director	Mr. Ramesh Mishra	Director
8	Independent Director	Mr. Bharat Merchant	Director
9	Independent Director	Mr. Prakash Panjabi	Director
10	Executive Director	Mr. Ganesh Ramanathan	Wholetime Director

**Attendance of Directors at the Meeting of Board of Directors for the Financial Year 2010-2011 and Annual General Meeting Held On 28th September, 2010.**

Company has conducted 8 (Eight) Board Meetings during the year on 26.04.2010, 30.06.2010, 21.07.2010, 27.10.2010, 30.11.2010, 17.12.2010, 14.01.2011 and 10.02.2011.

Details of Board of Directors Meeting Held during the Financial Year 2010 - 2011

Sr.No	Date	Board Strength	No. Of. Directors Present
1	26.04.2010	9	7
2	30.06.2010,	9	5
3	21.07.2010,	9	5
4	27.10.2010	8	7
5	30.11.2010,	9	5
6	17.12.2010,	10	5
7	14.01.2011	10	6
8	10.02.2011.	10	7

**COMMITTEES OF THE BOARD**

The Company has Six committees viz: 1. Audit Committee, 2. Remuneration Committee, 3. Shareholders/Investors Grievance Committee, 4. Share Transfer Committee and 5. Loan and Investment Committee 6. Asset Liability Management Committee. The decisions relating to the constitution of committees, appointment of members and fixing of terms of service for committee members are taken by the Board of Directors. Composition of the said committees, number of meetings held and attendance during the financial year is as follows:

**1) Audit Committee**

The Audit Committee evaluates internal audit policies, plans, procedures, performance and reviews the other functions through various internal audit reports and other year-end certificates issued by the statutory auditors.

Audit Committee will review quarterly and annual Accounts prior to their presentation to the Board. After the approval of the said accounts by the audit committee, they will be placed before the board along with recommendations, comments if any of the audit committee for their approval. Audit Committee will also be authorized to exercise all such powers as required under Clause 49 of the Listing Agreement.

The present Audit Committee comprises of the following members

Name of Directors	Status in Committee	Nature of Directorship
Mr. Ramesh Chandra Mishra	Chairman	Non-Executive & Independent
Mr. Mahesh Pujara	Director	Managing Director
Mr. Subhash Patel	Director	Non-Executive

The Company has conducted five Meetings during the year on 26.04.2010, 30.06.2010, 21.07.2010, 27.10.2010, and 10.02.2011.

Meeting and Attendance of Audit Committee during the year is as follows:

Sr. No.	Name of Director	Number of Meeting held during the year	Number of Meeting attended
1	Mr. Ramesh Chandra Mishra	5	5
2	Mr. Mahesh Pujara	5	5
3	Mr. Subhash Patel	5	5

**2. Remuneration Committee :**

The objective of Remuneration Committee is to assess remuneration payable to our Managing Director/Whole Time Directors; sitting fee payable to our Non Executive Directors; remuneration policy covering policies on remuneration payable to our senior executives.

The Present Remuneration Committee consists of :

Name of Directors	Status in Committee	Nature of Directorship
Mr. Bharat Merchant	Chairman	Independent
Mr. Rishabh Siroya	Director	Director
Mr. Ramesh Chandra Mishra	Director	Independent

The Company has conducted four Meetings during the year on 26.04.2010, 21.07.2010, 27.10.2010, and 10.02.2011.

Sr. No.	Name of Director	Number of Meeting held during the year	Number of Meeting attended
1	Mr. Bharat Merchant	4	4
2	Mr. Rishabh Siroya	4	3
3	Mr. Ramesh Chandra Mishra	4	4

**3. SHARE HOLDERS/ INVESTOR'S GRIEVANCE COMMITTEE.**

The composition of the committee is as follows:

Name of Directors	Status in Committee	Nature of Directorship
Mr. Ramesh Chandra Mishra	Chairman	Independent Director
Mr. Anant Bhalotia	Director	Director
Mr. Rishabh Siroya	Director	Director
Mrs. Asmita Kadge	Member	Compliance Officer

**Brief description of Term Reference**

The committee looks into redressing of shareholders/ investor complaints, issue of Duplicate share certificates The Company has conducted four Meetings during the year on 26.04.2010, 21.07.2010, 27.10.2010, and 10.02.2011.

**Compliance Officer**

Mrs. Asmita Kadge is the Compliance Officer of the company and is member of the Shareholder / Investor Grievance committee.

**4. SHARE TRANSFER COMMITTEE**

The Board has delegated the powers to a committee consisting of Mr. Ramesh Chandra Mishra and Mr. Anant Bhalotia to approve transfer/transmission of shares and attend to all other matters related thereto. Mr. Mahesh Pujara is the Chairman of the committee.

The committee generally meets twice in a month. The composition of the committee is as follows:

Name of Directors	Status in Committee	Nature of Directorship
Mr. Mahesh Pujara	Chairman	Managing Director
Mr. Anant Balotia	Director	Director
Mr. Ramesh Mishra	Director	Independent Director

**5. LOAN & INVESTMENT COMMITTEE:**

The Committee generally sanctions the loan for Housing/Up-gradation of houses from time to time.

The Present Committee consists of:-

Name of Directors	Status in Committee	Nature of Directorship
Mr. Mahesh Pujara	Chairman	Managing Director
Mr. Prakash Punjabi	Director	Director
Mr. Rishabh Siroya	Director	Director
Mr. Subhash Patel	Director	Director

**6. ASSET LIABILITY MANAGEMENT COMMITTEE:**

Name of Directors	Status in Committee	Nature of Directorship
Mr. Mahesh Pujara	Chairman	Managing Director
Mr. Rishabh Siroya	Member	Director
Mr. Ganesh Ramanathan	Member	Director
Mr. Rushabh Yagnik	Member	General Manager

**ANNUAL GENERAL MEETING:**

Details of Annual General Meeting

Particulars	F.Y.2007-2008	F.Y.2008-2009	F.Y.2009-2010
Date	30.09.2008	22.08.2009	28.09.2010
Time	10.00 a.m.	05.00 p.m	05.00 p.m
Venue	Modi House, Ground floor, 10th Bora Masjid Street, Fort, Mumbai - 400001	Samrat Hotel Near Eros Cinema, Chruchgate, Mumbai 400 020.	Samrat Hotel Near Eros Cinema, Chruchgate, Mumbai 400 020.
Regd. Office	Modi House, Ground floor, 10th Bora Masjid Street, Fort, Mumbai - 400001.	Modi House, First floor, 10th Bora Masjid Street, Fort, Mumbai - 400001.	Modi House, First floor, 10th Bora Masjid Street, Fort, Mumbai - 400001.

**DISCLOSURES: -****RELATED PARTY DISCLOSURES:-**

Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its Promoters, Directors, their relatives etc. that may have potential conflict with the interest of the Company at large. None of the transaction with any of the related parties were in conflict with the interest of the Company.

**MEANS OF COMMUNICATION**

Half Yearly Report send to each Shareholders	As the Financial result of the Company are Published in the news papers and press release in issue in leading news papers, a separate half yearly report is not sent to each shareholder.
Quarterly Results	The quarterly results of the Company are published in accordance with the requirement of the Listing Agreement of the Stock Exchange, Mumbai.
News papers in which results are normally published	1. The Financial Express(English) 2. Mumbai Laksh Deep(Marathi)
Email	ihll@ymail.com
Administrative Office	Modi House, First floor, 10th Bora Masjid Street, Behind Videocon House, Fort, Mumbai - 400001.
Whether Management Discussions and Analysis report is a part of Annual Report or not	Yes

**INSIDER TRADING: -**

Code of Conduct for Prevention of Insider Trading

Pursuant to the requirements of SEBI (Prohibition of Insider Trading) regulations, 1992 as amended, Code of Conduct for Prevention of Insider Trading is in place.

Mrs. Asmita Kadge is the Compliance Officer and responsible for implementation of the same.

**REGISTRAR AND TRANSFER AGENT:**

**SHARE TRANSFER SYSTEM**

M/s. Purva Shareregistry Pvt. Ltd., Mumbai. continues to be the Registrar and Transfer Agent of the Company. All the work related to share Registry in term of both Physical and Electronic segment has been allotted to M/s. Purva Shareregistry Pvt. Ltd., in view of the directive issued by SEBI in this regard i.e. for handling both Physical as well as Electronic transfer at a single point.

Shareholder are therefore requested to send shares for Physical transfer M/s. Purva Shareregistry (I) Pvt. Ltd. instead of sending to Company. As the Company's Shares are compulsorily to be traded in dematerialized form. Members holding shares in Physical Form are requested to send the share certificate to their Depository Participants to enable Registrar and Transfer Agent to take steps for dematerialization at the following address:

The address of Registrar and Transfer agents is:

**M/S. PURVA SHAREGISTRY(I) PVT. LTD.**

9, Shiv Shakti Industrial Estate, Ground Floor, Sitaram Mill Compound,  
J.R. Boricha Marg, Lower Parel, Mumbai-400011.  
Phone No.022- 223016761, Fax No.022- 23018261,  
Email: - busicomp@vsnl.com

**GENERAL SHAREHOLDERS INFORMATION**

21st Annual General Meeting Date & Time	22nd July, 2011 at 4.30 P.M
Venue	Hotel Samrat, Churchgate, Mumbai - 400 020.
Financial Calendars	1st April 2010 to 31st March 2011
Financial Reporting for the Quarter Ended 30th June 2010	By end of July, 2010
Financial Reporting for the Quarter Ended 30th September 2010	By end of October, 2010
Financial Reporting for the Quarter Ended 31st December 2010	By mid of February, 2011
Financial Reporting for the Quarter Ended 31st March 2011	By end of May, 2011
Annual General Meeting For the year ending 31st March, 2010	28th September, 2010
Book Closure Date	16th July, 2011 to 21st July, 2011
Registered Office	Modi House, First Floor, 10th Bora Masjid Street, Fort, Mumbai-40001.
Listing on Stock Exchange at	The Bombay Stock Exchange Limited
Company Registration No. & State Code	059499 & 01
NSDL & CDSL - ISIN	INE274E01015

**Market Price Data:**

The Monthly high/low quotation of equity shares traded on the Stock Exchange, Mumbai are as follows:

Date	Open (Rs.)	High (Rs.)	Low (Rs.)	Close (Rs.)	No. of Shares
April 2010	30.50	38.70	29.00	38.05	2,56,931
May 2010	38.85	44.70	35.30	44.20	3,16,836
June 2010	42.55	51.30	42.00	47.65	4,05,533
July 2010	46.35	49.15	45.00	45.85	2,59,472
August 2010	47.95	51.50	41.00	48.15	1,69,482
September 2010	48.75	51.45	44.80	45.00	2,18,95
October 2010	45.50	53.90	37.05	45.00	1,55,733
November 2010	44.95	53.70	35.55	41.80	1,67,021
December 2010	44.80	47.00	39.30	43.70	3,02,716
January 2011	44.45	50.10	39.90	41.85	1,96,001
February 2011	42.95	45.00	37.45	40.80	1,67,652
March 2011	41.00	43.70	39.50	42.25	1,28,846

(Source - www.bseindia.com)

Distribution of shareholding as on 31st March 2011

Slab of shareholdings No. Of Equity Shares	No. Of Shareholders	% total No. of shareholders	Value in Rs.	% To total Shares held
1 - 5000	910	65.14	2019940	1.85
5001 - 10000	213	15.25	1837500	1.68
10001 - 20000	95	6.80	1527270	1.40
20001 - 30000	36	2.58	926800	0.85
30001 - 40000	18	1.29	644770	0.59
40001 - 50000	17	1.22	799500	0.73
50001 - 100000	33	2.36	2500180	2.29
100001 & above	75	5.37	99144040	90.63

\* According to categories of shareholders as on 31st March 2011

Categories	Shares Held	% Of Total
a Indian Promoters, Directors & Relatives	5,890,880	53.85
b Banks, Financial Institution, Insurance Companies, Mutual Funds/ UTI,(Central/ State Govt. Institution/ Non-Govt. Institution)	10,100	0.09
c FIs	0	0
d Private Corporate Bodies	634,021	5.80
e Indian Public	4,388,081	40.11
f NRIs / OCBs	3,210	0.03
g Clearing Members	2051	0.02
h Hindu Undivided Families	11,657	0.11
TOTAL	1,09,40,000	100

iv) Dematerialisation of Shares:

4,453,760 Equity shares representing 40.71% of the equity capital of the company are held in de-materialized form with national securities depository limited (NSDL) and central depository service (India) limited (CDSL) as on 31st March 2011.

**Liquidity:**

Company's share are traded on the Bombay Stock Exchange Ltd., Mumbai (BSE).

(v) Outstanding ADRs / GDRs: The company has not issued any ADRs / GDRs.

**CODE OF CONDUCT DECLARATION**

To,  
The Member of  
**India Home Loans Limited**

As provided under Clause 49 (I) (D) of the Listing Agreement with Stock Exchanges, all the Board Members and Senior Management Personnel have affirmed compliance with Code of Conduct for the year ended 31st March, 2011.

**For India Home Loans Limited**

**Sd/-  
Mahesh Pujara  
(Managing Director)**

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**CEO/CFO CERTIFICATION TO THE BOARD**

**I Certify that --**

- a. I have reviewed the financial statements and the cash flow statement for the year 2010 - 11 and that to the best of our knowledge and belief:
  - These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - These statements together present a true and fair view of the companies affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- b. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year 2010-11 which are fraudulent, illegal or violative of the companies code of conduct;
- c. We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of the internal control, if any, of which we are aware of and the steps we have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the Auditors and the Audit Committee -
  - Significant changes in internal control over the financial reporting during the year 2010-11;
  - Significant changes in accounting policies during the year 2010-11 and that the same have been disclosed in the notes to the financial statements; and
  - Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over the financial reporting.

**For India Home Loans Limited  
Sd/-  
Mahesh Pujara  
(Managing Director)**

## MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

### 1. Industry Structure and Developments :

The Country continues to experience growth in GDP and Business. We continue to see opportunities in the finance field. The interest rates have inched upwards followed by inflation. RBI is from time to time making major adjustments in interest rates to curb inflation.

### 2. Opportunities and Threats :

There is huge demand for actual purchase of dwelling units and plots. But due to inflation and interest rate increase, the actual buyers are finding difficulties to venture into purchase of new houses. The Builders and developers have also hiked price beyond reasonable levels. Besides, the imposition of Service Tax, increase of cost of raw materials have made the buyers to abstain from new purchases for the time being.

However, the small towns and mid-sized cities have shown a reasonable growth in demand.

### 3. Risk and Concern :

Though the Company management is quite meticulous about the security and recovery aspect of each finance file, which reflects from the fact that the overall NPA recognized by the Company, has reduced from ₹1,71,43,796 to ₹ 1,36,25,233. The Company will need another 1 or 2 years to wipe out its entire NPA from its Books of Accounts.

Your company will continue to adopt strategies to register significant increase in business volumes, and would initiate still more concentrated efforts to reduce the NPA level to its minimum.

### 4. Human Resource Development

During the year under review the Company continued its emphasis on Human Resources Development as one of the critical area of its operation.

Executives and officers of the Company having high potential in the field of Finance, Accounts and Computer were regularly visiting branch offices with a view to updating their knowledge and to keep them abreast of the present day finance scenario for meeting the challenges ahead.

Further, the Company also organizes annual training programme for face-to-face interaction of all branch employees with head office employees.

### 5. Fulfilment of NHB Guidelines:

IHLL continues to fulfill all norms and standards laid down by the NHB pertaining to Asset Liability Management, Fair Practices Code etc. and incorporates the same in its existing policies & code.

### 6. Risk Management and Portfolio quality:

As a NBFC, the company is exposed to credit risk, liquidity risk and interest rate risk. IHLL recognizes the importance of risk management. It has invested in people, processes and technologies to effectively mitigate risks posed by external/internal environment and by its borrowers. It has also put in place a strong risk management team, an effective credit operation structure, has invested in credit analytics, increased credit bureau usage and invested in technology up-grades to manage its risks.

The company's Asset-Liability Committee (ALCO), set up in line with the guidelines issued by the NHB, monitors asset-liability mismatches, to ensure that there are no imbalances or excessive concentrations on either side of the balance sheet.

### 7. Outlook:

RBI from time to time is revising Repo rates which is affecting industry rates. Company is required to keep pace with existing Market rates. Company is also planning to concentrate in interior areas to capture its market share.

### 8. Approvals and Disbursements:

Total approvals during the year stood at ₹ 5,33,42,000 as against Rs. ₹ 1,13,95,000 in the previous year, representing. Disbursements during the year were ₹ 4,87,62,000 as against ₹ 1,13,95,000 in the previous year. The demand for individual home loan continued to be strong during the year.

**9. Internal Control Systems**

The Company has a proper and adequate Internal Control System to ensure that all assets are safeguarded, and protected against loss from unauthorized use or disposition, and that transactions are authorized, recorded and reported correctly.

The Company, in consultation with its Statutory Auditors, periodically reviews and ensures the adequacies of Internal Control Procedures for the orderly conduct of business and also includes a review to ensure overall adherence to management policies and applicable law & regulations. Cost control measures, especially on major cost determinants, have been implemented.

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**COMPANY SECRETARIES REPORT ON CORPORATE GOVERNANCE- MARCH 31, 2011.**

To,

**The Board of Directors of  
India Home Loans Ltd.**

We have reviewed the implementation of Corporate Governance procedures by India Home Loans Ltd during the year ended 31st March, 2011, with the relevant records and documents maintained by the Company, furnished to us for our review and the report on Corporate Governance as approved by the Board of Directors.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to a review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

On the basis of our review and according to the information and explanations given to us, the conditions of Corporate Governance as stipulated in Clause 49 of the listing agreements with the Stock Exchanges have been complied with in all material respects by the company & that no investors grievance is pending for a period exceeding one month against the Company as per the records maintained by the Investor Grievance & Share Transfer Committee.

For **Satyajit Mishra**  
**Company Secretary in Practice**

FCS: - 5759

CP :4997

Place: Mumbai  
Date: 10/06/2011

**AUDITORS' REPORT**

**To the Members,  
M/s India Home Loans Limited**

We have audited the attached Balance Sheet of **M/s India Home Loans Limited** as at 31st March, 2011 and also the Profit and loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

2. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
3. Further to our comments in the Annexure referred to in paragraph 2 above, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion, proper books of account, as required by law, have been kept by the Company, so far as appears from our examination of those books;
  - c) The Balance Sheet, Profit Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - d) In our opinion the Balance Sheet, Profit and Loss Account and Cash Flow Statements dealt with by this report comply with the mandatory Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 except for Accounting Standard 15 "Accounting for Employee Benefits" in respect of Gratuity liability not provided as explained in note 8 of Schedule-15;.
  - e) On the basis of written representations received from the directors, and taken on record by the Board of Directors, in our opinion none of the director is disqualified as on 31st March, 2011 from being appointed as director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act 1956 as on that date,
  - f) In our opinion and to the best of our information and according to the explanations given to us, subject to our comments in para 3(d) above the said accounts read together with the Significant Accounting Policies and Notes thereon, give the information required by the Companies Act, 1956, in the manner so required, and present a true and fair view, in conformity with the accounting principles generally accepted in India:
    - i. in so far as it relates to Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
    - ii. in so far as it relates to the Profit and Loss Account, of the Profit of the Company for the year ended on that date;
    - iii. in case of cash flow statement of the cash flows of the company for the year ended 31st March, 2011.

**For Tushar Parekh & Associates**  
**Chartered Accountants**  
(FRN 117307W)

CA Tushar Parekh  
**Proprietor**  
Membership No: 103230

Place: Mumbai  
Date: 27th May, 2011

**Annexure to the Auditors' Report**

(Referred to in Paragraph 3 of our report of even date)

Based upon the information and explanations furnished to us, and the books and records examined by us in the normal course of our audit, we report that to the best of our knowledge and belief:

1. In respect of its fixed assets:
  - a) As explained to us, the company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - b) As explained to us, the fixed assets have been physically verified at the year-end, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies have been reported on such verification as compared to book records.
  - c) In our opinion and according to the information and explanations given to us, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. As explained to us, the company is in the service industry and does not have any inventories.
3. In respect of loans, secured or unsecured, granted or taken by the Company to/ from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:

The Company has not granted/taken any unsecured loans to/from companies, firms or other parties covered in the register maintained u/s. 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of investments. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. To the best of our knowledge and belief and according to the information and explanations given to us, the particulars of contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.

According to the information and explanations given to us, there are no transactions in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956, aggregating during the year to ` 5,00,000/- (Rupees five lacs) or more in respect of any party.
6. In our opinion, the Company has not accepted any deposits from the public as explained in the directives issued by the Housing Finance Companies (NHB) Directions, 2010 and within the provisions of section 58A and section 58AA or other relevant provisions of the of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules, 1975 with regard to acceptance of deposits from the public..
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. According to information and explanations give to us, Central Government has not prescribed maintenance of Cost Records under Section 209(1)(d) of the Companies Act, 1956 in respect of business activities of the Company.
9. In respect of statutory dues:
  - a) According to the records of the Company, and according to the information and explanations given to us, the company is generally regular in depositing undisputed statutory dues including Investor Education & Protection Fund, Income-Tax, and other material statutory dues applicable to the company with the appropriate authorities during the year.
  - b) According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable.
  - c) According to the records of the Company, and as per information and explanations given to us there are no disputed statutory dues outstanding during the year.

10. In our opinion, the accumulated loss of the Company at the end of the financial year is less than 50% of its net worth. The Company has not incurred cash losses during the current and the immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks and financial institutions. The company has not obtained any borrowings by issue of debentures.
12. According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/society.
14. As per information and explanation given to us and books and records produced before us, the company is dealing and trading in shares and securities and proper records have been maintained of transactions and contracts and timely entries have been made therein. Also, shares and securities have been held by the company in its own name.
15. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
16. In our opinion and according to the information and explanations given to us, the Company has not raised any term loans during the year.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, funds raised on short-term basis during the year have not been used for long-term investments.
18. According to the information and explanations given to us, during the year, the Company has made a preferential allotment of 33,00,000 equity shares of ₹ 10/- each fully paid up out of the 59,42,500 equity shares of ₹ 10/- each fully paid up to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956, as explained in note 2 of Schedule 15.
19. The Company has not issued any debentures.
20. The Company has not raised any money by way of public issue during the year covered by our audit report.
21. In our opinion based on the audit procedures applied and according to the information and explanations given to us by the management, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

**For Tushar Parekh & Associates**

**Chartered Accountants**

(FRN: 117307W)

CA Tushar Parekh

**Proprietor**

Membership No: 103230

Place: Mumbai

Date: 27th May, 2011

**INDIA HOME LOANS LIMITED**
**INDIA HOME LOANS LIMITED**

(Formerly Known as Manoj Housing Finance Co Ltd)

**Balance sheet as at 31st March, 2011**
**(Rupees)**

	Schedule	As at 31st March, 2011	As at 31st March, 2010
<b>Sources of Funds</b>			
<b>Share Holder's Funds</b>			
Share Capital	1	109,400,000	49,975,000
Equity Warrants		-	14,856,250
Reserves and Surplus	2	7,048,900	6,613,500
	<b>Total</b>	<b>116,448,900</b>	<b>71,444,750</b>
<b>Application of Funds</b>			
<b>Housing Loans</b>			
Fixed Assets	4		
Gross Block		1,236,409	881,873
Less : Depreciation-to-date		288,101	110,412
Net Block		948,308	771,461
Deferred Tax (Refer Note 18 of Schedule 15)		5,006,536	5,583,031
<b>Investments</b>			
Trade	5	15,699,449	478,331
Non-Trade	6	-	-
		15,699,449	478,331
<b>Current Assets, Loans and Advances</b>			
Cash and Bank Balance	7	4,598,348	13,734,952
Loans and Advances	8	1,358,919	2,819,327
	(I)	5,957,267	16,554,279
<b>Less : Current Liabilities and Provisions</b>			
Current Liabilities	9	234,489	224,737
Provisions	10	620,500	420,000
	(II)	854,989	644,737
<b>Net Current Assets</b>	(I-II)	5,102,278	15,909,542
<b>Profit and Loss Account (Debit)</b>		14,133,901	15,007,969
	<b>Total</b>	<b>116,448,900</b>	<b>71,444,750</b>

**Significant Accounting Policies & Notes to Accounts**
**15**

The schedules referred to above form an integral part of the Balance sheet

As per our report of even date

**For Tushar Parekh and Associates**  
**Chartered Accountants**
**For and on behalf of the Board of Directors of**  
**India Home Loans Ltd**

 CA Tushar Parekh  
**Proprietor**  
 Membership No: 103230

 Mahesh Pujara  
 Rishabh Siroya  
 Ganesh Ramanathan  
 Mitesh Pujara  
 CA Subhash Patel

 Place : Mumbai  
 Date : 27th May, 2011

**INDIA HOME LOANS LIMITED**

(Formerly Known as Manoj Housing Finance Co Ltd)

**Profit and Loss Account for the year ended 31st March, 2011****(Rupees)**

	Schedule	Year Ended 31st March, 2011	Year Ended 31st March, 2010
<b>Income</b>			
Income from operations	11	5,629,400	6,202,929
Other Income	12	639,721	703,275
		<u>6,269,121</u>	<u>6,906,204</u>
<b>Expenditure</b>			
Employee Cost	13	1,490,332	789,965
Administrative expenses	14	3,238,897	3,318,220
Provision for Non-Performing Assets (Note 10 of Schedule 15)	-	(814,634)	2,320,200
		<u>3,914,595</u>	<u>6,428,385</u>
<b>Profit before Interest, Depreciation and Tax</b>		<b>2,354,526</b>	<b>477,819</b>
Depreciation	4	177,689	96,710
Interest		-	-
<b>Profit before Taxation</b>		<b>2,176,837</b>	<b>381,109</b>
Add/(Less) : Excess/(Short) Provision for Tax		(90,874)	2,871
		<u>2,085,963</u>	<u>383,980</u>
Less : Provision for Taxation			
Current Tax		200,000	420,000
Deferred Tax		576,495	4,703,980
<b>Profit after Taxation</b>		<b>1,309,468</b>	<b>4,667,960</b>
<b>Less: Appropriation</b>			
Appropriation to Reserve Fund in terms of section 29C of the National Housing Bank Act, 1987		435,400	541,000
<b>Profit after Appropriation</b>		<b>874,068</b>	<b>4,126,960</b>
Balance brought forward from previous year		(15,007,969)	(19,134,929)
<b>Surplus/(Deficit) Carried To Balance Sheet</b>		<b>(14,133,901)</b>	<b>(15,007,969)</b>
<b>Earning Per Share (Basic and Diluted)</b> (Refer Note 13 to Schedule 15)		<u><b>0.20</b></u>	<u><b>0.86</b></u>

**Significant Accounting Policies & Notes to Accounts** 15

The schedules referred to above form an integral part of the Profit and Loss Account

As per our report of even date

**For Tushar Parekh and Associates**  
**Chartered Accountants**CA Tushar Parekh  
**Proprietor**  
Membership No: 103230**For and on behalf of the Board of Directors of**  
**India Home Loans Ltd**Mahesh Pujara  
Rishabh Siroya  
Ganesh Ramanathan  
Mitesh Pujara  
CA Subhash PatelPlace : Mumbai  
Date : 27th May, 2011

**INDIA HOME LOANS LIMITED**

(Formerly Known as Manoj Housing Finance Co Ltd)

**Schedules forming part of the Balance Sheet and Profit and Loss Account**

(Rupees)

	Current Year	Previous year
<b>Schedule - 1</b>		
<b>Share Capital</b>		
Authorised		
110,00,000 Equity Shares of Rs. 10/- each		
	110,000,000	110,000,000
	<u>110,000,000</u>	<u>110,000,000</u>
Issued, Subscribed and Paid up		
49,97,500 Equity Shares of Rs. 10/- each fully paid up		
	-	49,975,000
1,09,40,000 Equity Shares of Rs. 10/- each fully paid up		
	109,400,000	-
(Out of the above 59,42,500 equity shares of ₹ 10/- each has been allotted as fully paid under preferential allotment during the year)		
(Refer note 2 of Schedule 14)		
	<u>109,400,000</u>	<u>49,975,000</u>
<b>Schedule - 2</b>		
<b>Reserves and Surplus</b>		
Special Reserves in terms of section 36(1)(viii) of Income Tax Act, 1961		
Balance as per last Balance Sheet		
	5,795,000	5,795,000
Add: Transferred from Profit & Loss Account		
	-	-
	<u>5,795,000</u>	<u>5,795,000</u>
Reserve Fund in terms of section 29C of the National Housing Bank Act, 1987		
Balance as per last Balance Sheet		
	804,500	263,500
Add: Transferred from Profit & Loss Account		
	435,400	541,000
(Refer Note 15 to Schedule-15)		
	<u>1,239,900</u>	<u>804,500</u>
Capital Reserve		
	14,000	14,000
	<u>7,048,900</u>	<u>6,613,500</u>
<b>Schedule - 3</b>		
<b>Housing Loans</b>		
Housing/ Project Loans		
	79,904,479	38,855,101
Less: Provision for Non Performing Assets		
	4,346,051	5,160,685
(Refer Note 12 to Schedule 15)		
	<u>75,558,428</u>	<u>33,694,416</u>

**INDIA HOME LOANS LIMITED**

(Formerly Known as Manoj Housing Finance Co Ltd)

**Schedules forming part of the Balance Sheet and Profit and Loss Account****Schedule - 4****Fixed Assets**

Amount In ₹

DESCRIPTION OF ASSETS	GROSS BLOCK			DESCRIPTION				NET BLOCK		
	Balance as at 01.04.2010	Additions	Deductions	Balance as at 31.03.2011	Balance as at 1.4.2010	Provided for the year	Deductions	Balance as at 31.03.2011	As at 31.3.2011	As at 31.3.2010
Computers and Printers	130,140	43,490	-	173,630	43,421	40,932	-	84,353	89,277	86,719
Furniture & Fixtures	630,312	52,231	-	682,543	56,844	111,186	-	168,030	514,513	573,468
Office Equipments	72,921	45,815	-	118,736	6,349	16,431	-	22,780	95,956	66,572
Air Conditioner	36,000	-	-	36,000	2,497	4,660	-	7,157	28,843	33,503
Software	12,500	213,000	-	225,500	1,301	4,480	-	5,781	219,719	11,199
<b>Total</b>	<b>881,873</b>	<b>354,536</b>	<b>-</b>	<b>1,236,409</b>	<b>110,412</b>	<b>177,689</b>	<b>-</b>	<b>288,101</b>	<b>948,308</b>	<b>771,461</b>
Previous Year	78,816	803,057	-	881,873	13,702	96,710	-	110,412	771,461	65,114

**Schedule - 5**

Investments - Trade (Quoted)

(As taken, valued and certified by the management at lower of Cost or Market Value)

EQUITY SHARES	Nos.	Current Year		Previous Year	
		Lower of Cost or Market Value	Market Value	Lower of Cost or Market Value	Market Value
Andrew Yule Ltd.	1,000	25,400	25,400	-	-
First Source Solutions Ltd.	16,500	297,000	297,000	-	-
Gujarat Siddhi Cement Ltd	8,000	88,720	88,720	-	-
Gangotri Iron Ltd	1,000	-	-	45,056	51,150
Gujrat Mineral Developers Ltd	300	-	-	42,525	42,525
India Bulls Power Ltd	2,500	56,375	56,375	153,750	153,750
Kirloskar Ferrous Alloys Ltd	2,000	46,600	46,600	-	-
M R P L	1,000	64,350	64,350	-	-
Neyveli Lignite Ltd	950	92,516	98,753	-	-
Oriental Trimex Ltd	2,500	20,125	20,125	-	-
Pochiraju Ind. Ltd	500	7,625	7,625	-	-
Kew Industries Ltd	6,000	-	-	78,900	78,900
Rathi Udyog Ltd	5,000	85,000	85,000	93,250	93,250
Rohit Pulp & Paper Ltd	750	24,300	24,300	-	-
Ruchi Strips & Alloys Ltd	4,500	76,190	76,190	64,850	64,850
Schlafhorst Engg.	1,000	10,560	10,560	-	-
Sicagen India Ltd	1,000	19,100	19,100	-	-
SJVN Ltd	2,000	44,200	44,200	-	-
SPIC Electronics Ltd	4,500	46,575	46,575	-	-
Taneja Aerospace	1,000	34,000	34,000	-	-
Yashraj Securities Ltd	2,500	7,825	7,825	-	-
		<b>1,046,461</b>	<b>1,052,698</b>	<b>478,331</b>	<b>484,425</b>

**Schedule - 6**

 Investments - Non Trade  
 Unquoted, Valued at Cost

Mutual Fund	Current Year		Previous Year	
	Units	₹	Units	₹
HDFC Cash Management Fund	463,837.7630	4,652,989	-	-
Sundaram Interval Fund	1,000,000.000	10,000,000	-	-
	<u>1,463,838</u>	<u>14,652,989</u>	<u>-</u>	<u>-</u>

Equity Shares	Current Year		Previous Year	
	Qty	₹	Qty	₹
Good Value Marketing Ltd (Face Value Rs. 10/-)	150	705	150	705
		705		705
Less : Provision for diminution in value of Investments		705		705
		-		-

**Schedule - 7**
**Cash & Bank Balances**

Cash on hand		8,081		6,778
Bank Balance				
- In Current Account (With Scheduled Banks)		4,444,341		3,671,958
- In Deposit Account		145,926		10,056,216
		<u>4,598,348</u>		<u>13,734,952</u>

**Schedule - 8**
**Loans & Advances**

(Unsecured, considered good unless otherwise stated)

Advance recoverable in cash or in kind or for value to be received		261,468		858,034
Deposits		445,000		445,000
Income Tax Paid		626,365		1,463,543
Staff Loans		26,086		52,750
		<u>1,358,919</u>		<u>2,819,327</u>

**Schedule - 9**
**Current Liabilities**

Sundry Creditors		218,418		185,756
Statutory Liabilities		16,071		38,981
		<u>234,489</u>		<u>224,737</u>

**Schedule - 10**
**Provisions**

Provision for Income Tax				
Balance as per last Balance Sheet		420,000		420,000
Add: Provided during the year		200,000		-
		<u>620,000</u>		<u>420,000</u>
Less : Deduction during the year		-		-
		<u>620,000</u>		<u>420,000</u>

Fringe Benefit Tax payable		
Balance as per last Balance Sheet	-	96,629
Less: Deduction during the year /Restructuring of previous year's provisions	-	(96,629)
Add: Provided during the year	-	-
	-	-
Add: Provision for expenses	500	-
	<u>620,500</u>	<u>420,000</u>

**Schedule - 11****Income from Operations**

Interest Received from		
- Housing / Project Loans	4,958,769	2,615,467
- Others	91,811	180,462
Fees	578,820	164,000
Bad debts recovered	-	3,243,000
	<u>5,629,400</u>	<u>6,202,929</u>

**Schedule - 12****Other Income**

Dividend Received	8,750	6,348
Dividend on Mutual Fund	284,286	-
Interest on Fixed Deposits with Bank (TDS Rs. 7,270/- P.Y. Rs. 18,105/-)	180,967	125,689
Write Back of Provision for Diminution of Non Trade Investments	95,600	
Miscellaneous Income	70	-
Profit from Trading in Trade Investments	66,170	571,238
Interest on Income Tax Refund	3,878	-
	<u>639,721</u>	<u>703,275</u>

**Schedule - 13****Employee Cost**

Payments to and Provision for Employees		
Salaries and Bonus	1,457,062	751,169
Staff Welfare Expenses	33,270	38,796
	<u>1,490,332</u>	<u>789,965</u>

**Schedule - 14**

Administrative Expenses		
Advertising Expenses	45,004	51,112
Telephone Expenses	78,685	30,579
Printing and Stationary	138,190	136,723
Legal and Professional Fees	530,646	350,733
Electricity Charges	59,984	60,066
Auditors Remuneration	110,300	110,300
Bad Debts w/off	-	768,186
Directors sitting fees	-	102,500
Postage Expenses	34,602	37,518
Rent, Rates & Taxes	820,000	450,000
Membership & Subscription	48,891	-
Bank Charges	(15,328)	38,452
Loss on Trading in Non-Trade Investments	-	60,671
Diminution in value of Trade Investments	422,521	55,597
Provision for diminution in value of Non-Trade Investments	-	705
Conveyance Expenses	47,424	48,900
Traveling Expenses	305,565	194,998
Listing and Filing Fees	119,640	499,046
Entertainment Expenses	75,060	30,384
Long Term Capital Loss on Non Trade Investments	5,454	
Miscellaneous Expenses	412,259	291,750
	<u>3,238,897</u>	<u>3,318,220</u>

**Schedule - 15****Significant Accounting Policies****a) Basis of Preparation of Financial Statements**

The financial statements have been prepared to comply in all material respects with the accounting standards notified by Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956 and the Directions of the National Housing Bank. The financial statements have been prepared under the historical cost convention on an accrual basis. The accountings policies have been consistently applied by the Company and are consistent with those used in the previous period.

**b) Use of Estimates**

The preparation of the financial statements requires the management to take reasonable estimates and assumption that affect the reported amount of assets, liabilities and disclosure of contingent liabilities as at the date of the financial statements. Management believes that these estimates are reasonable and prudent. However, actual results may differ from estimates.

**c) Housing Loans And Investments**

Housing loans are classified into "Performing" and "Non-Performing" assets in terms of guidelines laid down by the National Housing Bank. Non Performing Housing loans are further classified as sub-standard, doubtful and loss assets based on the Housing Finance Companies (NHB) Directions, 2001 as amended till 10th June, 2010. Investments are accounted and valued at cost plus incidental expenditure incurred in connection with acquisition. Investments are classified into two categories i.e. Non-Trade (Long-term investments) and Trade (Current investments).

Provisions for non-performing assets and investments are done on a yearly review in accordance with the directives/ guidelines laid down by the National Housing Bank. Permanent diminution in the value of the non-trade investments is reviewed and necessary provisioning is done in the accounts in accordance AS-14 on "Accounting for Investments". Trade Investments are valued at lower of cost or market value.

**d) Cash Flow Statements**

Cash flow statement of the company reports cash flows during the period classified by operating, investing and financial activities.

**e) Revenue Recognition**

Repayment of housing loans is by way of Equated Monthly Installments (EMI) comprising of principal and interest. Interest is calculated on the outstanding loan balance (including all interest and fees for defaults) at the beginning of every year and on loan disbursed during the year from the beginning of the month in which the loan has been disbursed till year end at applicable slab rates.

Interest on Housing Loans which are classified as Non- performing assets is recognised on realisation as per the directives/ guidelines laid down by National Housing Bank.

Fees and other income on loan application and subsequent sanction thereof and income from investments are recognised on cash basis as and when received.

**f) Fixed Assets**

Fixed Assets are stated at cost including all incidental expenses incurred for bringing the asset to its current position, less depreciation at rates prescribed in Schedule XIV to the Companies Act, 1956, subject to provisions of Accounting Standard 26 "Intangible Assets".

**g) Depreciation**

Depreciation is provided on written down value method in accordance with section 205(2) of the Companies Act, 1956 at the rates specified in schedule XIV to the Companies Act, 1956 on pro-rata basis with reference to the period of put to use of such assets. Assets costing less than Rs. 5,000/- per item are depreciated at 100% in the year of purchase.

**h) Employee Benefits**

All short-term employee benefits are recognised at their undiscounted amount in the accounting period in which they are incurred.

Retirement Benefits in the form of gratuity and leave salary is accounted in the year of payment.

**i) Leases**

Lease rentals in respect of assets taken under operating leases are charged to profit and loss account on a straight line basis over the lease term.

**j) Income Taxes**

Provision for current tax is made for the tax liability payable on taxable income after considering the allowances, deductions and exemptions and disallowances if any determined in accordance with the prevailing tax laws.

The differences between the taxable income and the net profit or loss before tax for the period as per the financial statements are identified and the tax effect on the "timing differences" is recognised as deferred tax asset or deferred tax liability. The tax effect is calculated on the accumulated timing differences at the end of the accounting period based on the tax rates and laws, enacted or substantively enacted as of the balance sheet date.

**k) Impairment of Assets**

The carrying amounts of assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount is estimated at the higher of net realisable value and value in use. Impairment loss is recognised wherever carrying amount exceeds the recoverable amount.

**l) Provisions, Contingent Liabilities & Contingent Assets**

The Company creates a provision when there is a present obligation as a result of an obligating event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the outflow.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not within the control of the company.

Contingent Assets are neither recognised nor disclosed in the Financial Statements as a matter of prudence.

**Notes forming part of account****1. Contingent Liabilities**

Nature	Amount (₹)
Claims against company not acknowledged as debts	: Nil

2. During the year under audit, the Company has received the balance 75% of the total consideration aggregating to ₹ 5,94,25,000/- from the proposed allottees. Accordingly, the Board approved the conversion of 59,42,500 Convertible Warrant of ₹ 10/- each aggregating to ₹ 5,94,25,000/- into 59,42,500 equity shares of ₹ 10/- each aggregating to ₹ 5,94,25,000/- in the Board Meeting held on 17th December, 2010, in accordance with the provisions of the Companies Act, 1956 and Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulation, 2009 to promoters & non-promoters. Further the company has also obtained the listing and trading permission for the said 59,42,500 equity shares of ₹ 10/- each from the Mumbai Stock Exchange.
3. In the opinion of the Board, the Current Assets, Loans and Advances have value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet.
4. The balances appearing under sundry creditors, loans advanced, deposits and certain banks are subject to confirmation and reconciliation and consequential adjustment, if any, will be accounted for in the year of confirmation and/or reconciliation.
5. Housing loans are secured or partly secured by:
  - Equitable Mortgage/Registered Simple Mortgage of Property and/or
  - Assignment of LIC Policies and/or
  - Personal Guarantees, Promissory Notes and/or
  - Undertaking to create a security wherever applicable

## 6. Disclosure as per the Asset Liability Management (ALM) System for HFC - Guidelines of National Housing Bank

## I. Capital to Risk Assets Ratio (CRAR)

Items	Current Year	Previous Year
i) CRAR (%)	117.27	106.40
ii) CRAR -Tier I Capital (%)	117.27	75.32
iii) CRAR - Tier II Capital (%)	-	31.08

## II. Exposure to Real Estate Sector

(Rs. In crores )

Category	Current Year	Previous Year
a) Direct Exposure		
(i) Residential Mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to Rs.15 lakhs may be shown separately)	7.99	3.89
(ii) Commercial Real Estates- Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition or development and construction, etc). Exposure would also include non-fund based (NFB) limits;	Nil	Nil
(iii) Investments in Mortgage Backed Securities (MBS) and other securitized exposures-		
a. Residential	Nil	Nil
b. Commercial Real Estate	Nil	Nil
b) Indirect Exposure		
Fund Based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	NIL	Nil

## III. Asset Liability Management

Maturity pattern of certain items of assets and liabilities

	1 day to 30-31 days (one month)	Over one month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 to 5 years	Over 5 to 7 years	Over 7 to 10 years	Over 10 years	Total
<b>Liabilities</b>											
Borrowings from banks	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Market Borrowings	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Assets</b>											
Advances	0.09	0.09	0.09	0.26	0.53	2.10	2.13	2.41	3.39	4.35	15.43
Investment	Nil	.10	1.46	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

7. Investments in Mutual Fund:

Nature	Opening Balance		Purchase/ Reinvestment		Redemption		Closing Balance	
	Units	Amount (₹)	Units	Amount (₹)	Units	Amount (₹)	Units	Amount (₹)
HDFC Cash Management Fund	-	-	13,11,425.590	1,31,55,567	8,47,587.827	85,02,577	4,63,837.763	46,52,990
Sundaram Interval Fund	-	-	20,00,000.000	2,00,00,000	10,00,000.000	1,00,00,000	10,00,000.000	1,00,00,000

8. The company provides for all employee benefits on payment basis and hence liability towards gratuity and leave salary as required under AS-15 on Retirement Benefits is not ascertained and accordingly not provided by the company as on the balance sheet date.
9. Micro, Small and Medium Enterprises in terms of section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 have been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by the auditors. The Company has not received any instruction from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence, disclosures if any, relating to amounts unpaid as at the year end together with interest payable as required under the said Act have not been given.
10. Additional information pursuant to the provisions of Paragraph 3 and 4 of Part II of Schedule VI to the Companies Act, 1956:

a) Auditor's Remuneration includes

	<u>Current Year</u>	<u>Previous Year</u>
Audit Fees	60,000	60,000
Taxation Matters	25,000	25,000
Others	15,000	15,000
Service Tax	10,300	10,300
	<b>1,10,300</b>	<b>1,10,300</b>

- |   |     |        |
|---|-----|--------|
| b) Expenditure in Foreign Currencies      | Nil | Nil    |
| c) Value of Imports on CIF Basis          | Nil | Nil    |
| d) Earnings in Foreign Exchanges          | Nil | Nil    |
| e) Director's Foreign Travelling Expenses | Nil | Nil    |
| f) Managerial Remuneration/Sitting fees   | -   | 62,500 |

11. The company operates in a single segment of Housing Finance in India and hence the segment-wise reporting as per Accounting Standard -17 on "Segment Reporting" is not applicable.
12. The Non Performing Assets (NPA) consisting of the principal loans outstanding where payments of EMI were in arrears for over 90 days amounted to ₹ 1,36,25,233/- (Previous Year ₹ 1,71,43,796/-). As per the prudential norms prescribed by the National Housing Bank, in respect of credit exposures, the total provisioning required till 31st March, 2011 is ₹ 43,46,051/- (Previous Year ₹ 51,60,685/-). Details of which is as follows:

Asset Classification	Outstanding As on 31st March	Provision As on 31st March
Standard (considered good)	6,62,79,246 (2,17,11,305)	2,65,117 (86,845)
Sub-standard Assets	18,69,925 (67,95,114)	1,86,993 (6,79,511)
Doubtful Assets	1,17,25,550 (1,02,86,798)	38,64,183 (43,32,445)
Loss Assets	29,758 (61,884)	29,758 (61,884)
<b>Total</b>	<b>7,99,04,479</b> (3,88,55,101)	<b>43,46,051</b> (51,60,685)

Note: Figures in bracket indicate previous year's figures

The company has reversed excess provision of ₹ 8,14,634/- (Previous Year ₹ 23,20,200/-) during the current year to make up the total provisioning of ₹ 43,46,051/- (Previous Year ₹ 51,60,685/-).

### 13. Disclosure as per Accounting Standard -18

(a) List of Related Parties

#### Key Managerial Personnel

- Mr Mahesh Pujara
- Mr Rishabh Siroya
- Mr Ashok Patel
- Mr Subhash Patel
- Mr Anant Bhalotia
- Mr Mitesh Pujara

**Relatives of Key Managerial Personnel** : Nil

**Associated Concerns** : Nil

(b) Details of transactions during the period with Related Parties

Particulars	Key Managerial Personnel	Relatives of Key Managerial Personnel	Associated Concerns
Rent Paid	6,00,000 (4,50,000)	-	-
Directors Sitting Fees	- (62,500)	-	-
Rent Deposit outstanding as at 31st March	3,00,000 (3,00,000)	-	-

Note: Figures in bracket indicate previous year's figures

### 14. Earnings Per Share

Particulars	2010-11 ₹	2009-10 ₹
Net Profit/ (loss) attributable to Equity Share Holders	13,09,469	46,67,960
Weighted Average equity shares of Rs. 10/- each outstanding during the year.	67,06,986	54,24,872
Basic earning per share (Basic and Diluted)	0.20	0.86

15. The company has appropriated a sum of ₹ 4,35,400/- (Previous Year ₹ 5,41,000/-) to reserve fund which is in compliance with the requirement of section 29C of the National Housing Bank Act, 1987.

16. National Housing Bank has levied a penalty of Rs. 1,000/- on the Company for late submission of the Annual Return as on 31st March 2010. Accordingly, the Company has paid the penalty.

17. The Company leases office under cancellable operating lease agreements that are renewable on a periodic basis at the option of both the lessor and the lessee. Rental payments under such leases are ₹ 8,20,000/- (Previous Year ₹ 4,50,000/-) during the year.

**18. Deferred Tax**

In accordance with Accounting Standard 22 (AS-22), "Accounting for taxes on Income", issued by the Institute of Chartered Accountants of India, the company has provided for deferred tax for year under audit. The net deferred tax asset of ₹ 50,06,536/- as at the balance sheet date has been carried forward. The net deferred tax asset consists of the following components:

<b>Particulars</b>	<b>2010-11</b>	<b>2009-10</b>
	₹	₹
<b>Deferred tax Asset</b>		
Depreciation on fixed assets	151	-
Provision for Non Performing Assets	13,42,930	15,94,652
Disallowance u/s 40a of Income Tax Act, 1961	-	-
Carried forward loss for AY 2003-04 (*)	36,63,455	40,03,591
<b>Total [ A ]</b>	<b>50,06,536</b>	<b>55,98,243</b>
<b>Deferred tax Liability</b>		
Depreciation on fixed assets	-	15,212
<b>Total [ B ]</b>	<b>-</b>	<b>15,212</b>
<b>Net Deferred Tax [ A - B ]</b>	<b>50,06,536</b>	<b>55,83,031</b>

(\*) The management is of the opinion that in relation to brought forward assessed loss deferred tax assets on the same is to be recognized in presence of virtual certainty as to absorption of the loss in the foreseeable future based on the current level of operation of the company and effective application of the fresh funds received by the company, during the year as explained in note 2 above, in business in the form of disbursements of new loans. Hence, deferred tax asset on brought forward loss has been recognised.

19. Previous year figures have been regrouped and recast to the extent practicable, wherever necessary to conform to current year classification.

20. Balance Sheet and General Business Profile (in terms of Part IV of Schedule VI to the Companies Act, 1956) is annexed herewith.

**Signatures to schedule 1 to 15**

**As per our report of even date**

The schedules referred to above form an integral part of the Profit and Loss Account

**For Tushar Parekh & Associates**  
**Chartered Accountants**

CA Tushar Parekh

**Proprietor**

Membership. No: 103230

Place: Mumbai

Date : 27th May, 2011

**For and on behalf of Board of Directors**  
**India Home Loans Ltd**

Mahesh Pujara

Rishabh Siroya

Ganesh Ramanathan

Mitesh Pujara

Subhash Patel

## India Home Loans Ltd

## Cash Flow Statement for the year ended 31st March, 2011

(₹)

	Current Year	Previous year
<b>Cash flows from operating activities</b>		
Net Profit/(Loss) before Tax	2,176,837	381,109
<b>Add : Non cash Items required to be disclosed separately</b>		
Depreciation	177,689	96,710
(Profit)/Loss on trading of Non Trade Investments	5,454	60,671
Provision for diminution in value of Trade Investments	422,521	55,597
Provision for diminution in value of Non-Trade Investments	(95,600)	705
Bad debts w/off	-	768,186
Interest paid	-	63,360
Dividend	(293,036)	-
Interest received	(180,967)	(125,689)
(Profit)/Loss on trading in Trade Investments	(66,170)	(571,238)
Provision for Non Performing Assets	(814,634)	2,320,200
(Profit) / Loss on Sale of Assets	-	-
<b>Operating profit before working capital changes</b>	<b>1,332,095</b>	<b>3,049,611</b>
Adjustments for changes in Assets and Liabilities		
(Increase)/Decrease in Housing Loans	(41,049,378)	(8,361,078)
(Increase)/Decrease in Current Assets	1,530,013	(452,233)
Increase/(Decrease) in Current Liabilities	(80,622)	10,641
Cash generated after Working Capital Changes	(38,267,892)	(5,753,059)
Less : Direct Taxes	(69,605)	(556,760)
<b>Net Cash generated from operating activities</b>	<b>A</b>	<b>(38,337,497)</b>
<b>Cash flows from investing activities</b>		
Purchase of Fixed Assets	(354,536)	(803,057)
Net Sale/(Purchase) of Trade Investments	(15,577,470)	766,885
Interest Received	180,967	125,689
Dividend	293,036	-
Proceeds from sale of Non - Trade Investments	90,146	80,532
<b>Net cash generated from investing activities</b>	<b>B</b>	<b>(15,367,856)</b>
<b>Cash flows from financing activities</b>		
Proceeds from Issue of warrants	44,568,750	14,856,250
Interest Paid	-	(63,360)
<b>Net cash used in financial activities</b>	<b>C</b>	<b>44,568,750</b>
<b>Net change in cash and cash equivalents</b>	<b>A+B+C</b>	<b>(9,136,604)</b>
Cash and cash equivalents at the beginning of the year	13,734,953	5,081,831
<b>Cash and cash equivalents at the end of the year</b>	<b>4,598,349</b>	<b>13,734,953</b>

## Notes

- 1) The Cash flow has been prepared under the "Indirect Method" as set out in Accounting Standard -3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India
- 2) Direct Taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities
- 3) Figures for the previous year have been recast wherever necessary to conform to figures of the current year.

As per our report of even date

**For Tushar Parekh and Associates**  
Chartered Accountants

CA Tushar Parekh  
**Proprietor**  
Membership No: 103230

Place : Mumbai  
Date : 27th May, 2011

**For and on behalf of the Board of Directors of**  
**India Home Loans Ltd**

Mahesh Pujara  
Rishabh Siroya  
Ganesh Ramanathan  
Mitesh Pujara  
CA Subhash Patel

**India Home Loans Ltd**

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

I. Registration details

Registration No.	L65910MH1990PLC059499	State Code	11
Balance Sheet Dated	31st March, 2011		

II. Capital Raised during the year (Amount in ₹)

Public Issue	Nil	Bonus Issue	Nil
Right Issue	Nil	Private Placement	59,425,000

III. Position of Mobilisation & Deployment of Funds (Amount ₹ in Lacs)

<b>Total Liabilities</b>	<b>1,164.49</b>	<b>Total Assets</b>	<b>1,164.49</b>
<b>Sources of Funds</b>		<b>Application of Funds</b>	
Paid up Capital	1,094.00	Net Fixed Assets	9.48
Reserve & Surplus	70.49	Loans	755.58
Secured Loan	-	Investments	156.99
Unsecured Loan	-	Net Current Assets	51.02
		Misc. Expenditure	-
		Accumulated Losses	141.34
		Deferred tax	50.07

IV. Performance of Company (Amount ₹ in Lacs)

Turnover	62.69	Total Expenditure	40.92
Profit / Loss Before Tax	21.77	Profit / Loss After Tax	13.09
Earning Per Share	0.20	Dividend Rate %	-

V. Generic Names of Three Principal Products / Services of Company

(as per monetary Terms)

(ITC Code) Nil

Product Description : Housing Finance

As per our report of even date

**For Tushar Parekh and Associates**  
**Chartered Accountants**

CA Tushar Parekh  
**Proprietor**  
Membership No: 103230

Place : Mumbai  
Date : 27th May, 2011

**For and on behalf of the Board of Directors of**  
**India Home Loans Ltd**

Mahesh Pujara  
Rishabh Siroya  
Ganesh Ramanathan  
Mitesh Pujara  
CA Subhash Patel

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**INDIA HOME LOANS LIMITED**

(FORMERLY KNOWN AS MANOJ HOUSING FINANCE CO. LIMITED)

Modi House, First Floor, 10, Bora Masjid Street, Fort, Mumbai- 400 001

**ATTENDANCE SLIP**

**21<sup>st</sup> ANNUAL GENERAL MEETING**

**ON 22<sup>nd</sup> JULY, 2011 AT 4.30 P.M.**

-----  
Folio No. \_\_\_\_\_ No. of Shares \_\_\_\_\_

Name \_\_\_\_\_

Address \_\_\_\_\_  
-----

I hereby record my presence at the 21<sup>st</sup> ANNUAL GENERAL MEETING of the Company at Samrat Hotel, Churchgate, Mumbai - 400 020 at 4.30 p.m. on Friday, the 22<sup>nd</sup> July, 2011.

Member's Name : \_\_\_\_\_

Member's Signature : \_\_\_\_\_

NOTE:- Members are requested to advise the change in their address, if any, to Purva Sharegistry (India) Pvt. Ltd. 9, Shiv Shakti Industrial Estate, Sitaram Mill Compound, J.R. Boricha Marg, Lower Parel, Mumbai-400 011.

-----TEAR HERE-----

**INDIA HOME LOANS LIMITED**

(FORMERLY KNOWN AS MANOJ HOUSING FINANCE CO. LIMITED)

Modi House, First Floor, 10, Bora Masjid Street, Fort, Mumbai - 400 001

**FORM OF PROXY**

I/We \_\_\_\_\_

of \_\_\_\_\_ being a Member / Member of INDIA HOME LOANS LIMITED hereby appoint \_\_\_\_\_

of \_\_\_\_\_ or failing him \_\_\_\_\_

of \_\_\_\_\_ or failing him \_\_\_\_\_

of \_\_\_\_\_ as my / our proxy to vote for me / us and on my/our behalf at the 21<sup>st</sup> Annual General Meeting of the Company to be held on 22<sup>nd</sup> July, 2011 at 4.30 P.M. and at any adjournment thereof.

Dated this \_\_\_\_\_ day of \_\_\_\_\_ 2011.

For Office use only \_\_\_\_\_ Member's Signature

Affix

Revenue Stamp

Member's Name \_\_\_\_\_

Reg. Folio \_\_\_\_\_

No. of Shares \_\_\_\_\_



NOTES:

1. The form should be signed across the stamp as per specimen signature registered with the Company.
2. The Proxy Form must be deposited at the Registered Office of the Company not less than 48 hours before the time fixed for holding the Meeting.
3. A Proxy need not be a Member.

