

INDIA HOME LOAN LIMITED

CIN: L65910MH1990PLCO59499

24TH ANNUAL REPORT 2013 - 2014

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DIRECTORS

Mr. Mahesh Pujara
Mr. Rishabh Siroya
Mr. Ashok Patel
Mr. Anant Bhalotia
Mr. Subhash Patel
Mr. Mitesh Pujara
Mr. Ramesh Mishra
Mr. Bharat Merchant
Mr. Paresh Khandelwal
Mr. Ganesh Ramanathan
Mr. Miten Shroff

Chairman Cum Managing Director
Director
Director
Director
Director
Director
Independent Director
Independent Director
Independent Director
Director
Alternative Director

AUDITORS

M/s. G. P. Kapadia & Company
Mumbai

BANKERS

HDFC Bank Ltd.
IDBI Bank
ING VYSYAS Bank
AXIS Bank

SHARE TRANSFER AGENTS

Purva Sharegistry(I) Pvt. Ltd,
9, Shiv Shakti Industrial Estate,
Sitaram Mill Compound,
J. R. Borich Marg, Lower Parel,
Mumbai - 400 011.

REGISTERED OFFICE

Modi House, 10th Bora Masjid Street, Fort, Mumbai - 400 001
Tel.: 022 4002 7962
Web.: www.indiahomeloan.co.in

NOTICE

NOTICE is hereby given that the 24th Annual General Meeting of the members of India Home Loan Limited will be held as under:

DAY : Saturday
DATE : 28th June, 2014
TIME : 11.30 A.M.

VENUE: Hotel Archana Residency
Next to R- Mall/Big Bazar,
LBS Marg, Mulund (W)
Mumbai 400 080

To transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Profit and Loss Account for the year ended 31st March, 2014, the Balance Sheet as on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Subhash Patel , who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Ashok Patel, who retires by rotation and being eligible offers himself for re-appointment.
4. Appointment of Mr. Bharat Merchant as an Independent Director of the Company
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 sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 (Act) and the Rules framed thereunder, read with Schedule IV to the Act, as amended from time to time, Mr. Bharat Merchant (DIN 01287390), a non-executive Director of the Company, who has submitted a declaration that he meets the criteria for independence as provided in section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as an Independent Director of the Company with effect from June 28, 2014 up to May 30, 2017.”
5. Appointment of Auditors
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 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed thereunder, as amended from time to time, M/s. G.P. Kapadia & Co., Chartered Accountants (Firm Registration No.104768W), be and is hereby re-appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the twenty-Seventh AGM of the Company to be held in the year 2017 (subject to ratification of their appointment at every AGM), at such remuneration plus service tax, out-of-pocket, travelling and living expenses, etc., as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

By the order of the Board

For India Home Loan Limited
Sd/-

Place: Mumbai

Mahesh Pujara

Date: 7th May 2014

Managing Director

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 23rd June 2014 to 27th June 2014 (both days inclusive).
6. All documents referred to in the accompanying notice are open for inspection at the registered office of the Company on all working days, Monday to Friday between 11.00 A.M. to 1.00 P.M.
7. Members who are holding shares in identical order of names in more than one folio are requested to send to the Company the details of such folios together with the share certificates for consolidating their holdings in one folio. The share certificates will be returned to the members after making requisite changes thereon.
8. As per provisions of the Companies Act, 2013, facility for making nominations is available to INDIVIDUALS holding shares in the Company. The Nomination Form-2B prescribed by the Government can be obtained from the Share Transfer Agent or may be down loaded from the website of the Ministry of Company affairs.
9. Information required to be furnished under cl. 49 of the Listing Agreement for Directors retired by rotation and Reappointment:

Name of Director	Mr. Ashok Patel	Mr. Subhash Patel	Mr. Bharat Merchant
Date of Birth	14.12.1956	01.06.1960	12.02.1950
Date of Appointment	21.08.2008	21.08.2008	21.08.2008
Qualification	Bachelor Degree in Computer Engineering	FCA	P.G. B.A.O.B.M, O.T.I
Expertise in Specific Functional Area	Areas of Networking and Computer Engineering	Accounts, Finance & Taxation	Business, International Institutional Finance
Executive & Non Executive Director	Non-Executive	Non-Executive	Non-Executive Independent Director
Promoter Group	Yes	Yes	No
Independent Director	No	No	Yes

Chairman/Member of Committees of the Boards of Which he is a Director	No	1. Member Audit Committee 2. Member Loan and Investment Committee	1. Member Audit Committee 2. Chairman Remuneration Committee 3. Chairman Share transfer Committee 4. Member Loan and Investment Committee
Other Directorship	-	M/s. Dreams Stock Brokers Pvt. Ltd.	-
Promoter Group Share Holding	12,32,810	1,70,000	65,925

10. In compliance with the provisions of section 108 of the Act and the Rules framed thereunder, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by NSDL, on all resolutions set forth in this Notice.

The instructions for e-voting are as under:

- A. In case a Member receives an e-mail from NSDL (for Members whose e-mail addresses are registered with the Company/Depositories):
- Open the e-mail and also open PDF file namely "IHL e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password for e-voting. Please note that the password is an initial password.
 - Open the internet browser and type the following URL: <https://www.evoting.nsdl.com>.
 - Click on Shareholder – Login.
 - If you are already registered with NSDL for e-voting then you can use your existing user ID and password.
 - If you are logging in for the first time, please enter the user ID and password provided in the PDF file attached with the e-mail as initial password.
 - The Password Change Menu will appear on your screen. Change to a new password of your choice, making sure that it contains a minimum of 8 digits or characters or a combination of both. Please take utmost care to keep your password confidential.
 - Once the e-voting home page opens, click on e-voting> Active Voting Cycles.
 - Select "EVEN" (E-Voting Event Number) of India Home Loan Limited. Now you are ready for e-voting as Cast Vote page opens.
 - Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
 - Upon confirmation, the message "Vote cast successfully" will be displayed.
 - Once the vote on the resolution is cast, the Member shall not be allowed to change it subsequently.
 - Institutional shareholders (i.e. other than individuals, HUF, NRI, etc.) are required to send scanned copy (PDF/JPG format) of the relevant Board Resolution/Authority letter, etc., together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to cs.satyajitmishra@gmail.com, with a copy marked to evoting@nsdl.co.in.
 - In case of any queries, you may refer the Frequently Asked Questions (FAQs) - Shareholders and e-voting user manual - Shareholders, available at the downloads section of www.evoting.nsdl.com.

- B. In case a Member receives physical copy of the Notice of AGM (for Members whose email addresses are not registered with the Company/Depositories):
- i. Initial password is provided in the enclosed ballot form: EVEN (E-Voting Event Number), user ID and password.
 - ii. Please follow all steps from Sl. No. (ii) to Sl. No. (xiii) above, to cast vote.
- C. Other Instructions:
- i. The e-voting period commences on Monday, June 23, 2014 (9.00 a.m. IST) and ends on Wednesday, 25th June, 2014 (6.00 p.m. IST). During this period, Members of the Company, holding shares either in physical form or in dematerialized form, as on May 30, 2014, may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Member, he shall not be allowed to change it subsequently.
 - ii. The voting rights of Members shall be in proportion to their shares of the paid up equity share capital of the Company as on May 30, 2014.
 - iii. Mr. Satyajit Mishra, Practicing Company Secretary (Membership No. FCS having cp No. 4997), has been appointed as the Scrutinizer to scrutinize the e-voting process (including the Ballot Form received from the Members who do not have access to the e-voting process) in a fair and transparent manner.
 - iv. The Scrutinizer shall, within a period not exceeding three working days from the conclusion of the e-voting period, unblock the votes in the presence of at least two witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
 - v. Members who do not have access to e-voting facility may send duly completed Ballot Form (enclosed with the Annual Report) so as to reach the Scrutinizer appointed by the Board of Directors of the Company, Mr. Satyajit Mishra, Practicing Company Secretary, (Membership No. FCS 4997), at the Registered Office of the Company not later than Wednesday, June 25, 2014 (6.00 p.m. IST).
Members have the option to request for physical copy of the Ballot Form by sending an e-mail to ihll@ymail.com by mentioning their Folio / DP ID and Client ID No. However, the duly completed Ballot Form should reach the Registered Office of the Company not later than Wednesday, June 23, 2014 (6.00 p.m. IST).
Ballot Form received after this date will be treated as invalid. A Member can opt for only one mode of voting i.e. either through e-voting or by Ballot. If a Member casts votes by both modes, then voting done through e-voting shall prevail and Ballot shall be treated as invalid.
 - vi. The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.indiahomeloan.co.in and on the website of NSDL www.evoting.nsdl.com within two days of the passing of the resolutions at the 24th AGM of the Company on June 28, 2014 and communicated to the BSE Limited, where the shares of the Company is listed.

DIRECTORS' REPORT

To,
The Shareholders,

Your directors have pleasure in presenting the 24th Annual Report of the Company together with the Audited Statement of Accounts for the year ended 31st March, 2014

SUMMARISED FINANCIAL RESULTS:

	(₹ In LACS)	
	Year ended 31.3.2014	Year ended 31.3.2013
Income	209.01	166.34
Total Expenditure	124.44	110.36
Profit before depreciation interest and tax	84.58	55.98
Less:		
Depreciation	3.46	2.62
Interest	-	-
Tax		
Current Tax	13.89	16.69
Deferred Tax	5.97	0.41
MAT Credit Entitlement	1.33	4.41
Current tax expense relating to prior years	-	0.10
Net Profit/ (Loss) After Tax	59.91	41.39
Paid-up Equity Share Capital	1094.00	1094.00
Reserves	33.43	(26.47)

OPERATIONS:

Your directors are pleased to inform that the Revenue of the Company at ₹ 209.02 lacs has shown an increase of 25.65 % as compared to ₹ 166.35 lacs for the corresponding period in the previous year. Profit before Tax is ₹ 8,110,708/- as compared to ₹ 5,336,211/- in previous year.

THE YEAR UNDER REVIEW

The Company is registered with National Housing Bank and Governed by NHB Norms. During the year the NPA of the company has come down to ₹ 57.68 lacs. The Company disbursed 34 loan applications amounting to ₹ 483,85,000/-.

AUDITORS REPORT

The Auditors have not made any qualification to the financial statement. Their reports on relevant notes on accounts are self explanatory and do not call for any comments under section 134 of the companies Act, 2013.

CORPORATE GOVERNANCE

As per Clause 49 of the Listing Agreement with the Stock Exchanges, a separate report on Corporate Governance practices followed by the Company together with a Certificate from the Company's Auditors confirming compliance forms part of this Report.

PREFERENTIAL ALLOTMENT OF CONVERTIBLE WARRANTS

The Company allotted 40,50,000 convertible warrants to the Promoters & Non-Promoter Groups at a price of ₹ 45 per warrant. The Company received ₹ 4, 55,62,500/- so far towards the subscription of the convertible warrants. The Balance payment is due on or before 4th August 2014.

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

INDIA HOME LOAN LTD does not have any foreign exchange earnings and expenditure. Particulars relating to conservation of energy and technology absorption stipulated in the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, are not applicable to INDIA HOME LOAN LTD

FIXED DEPOSITS

As on 31.03.2014, the company held no deposit in any form from anyone. There was no deposit held by the company as on 31.03.2014, which was overdue or unclaimed by the depositors. For the present the board of directors have resolved not to accept any deposits from public.

DIRECTORS

Mr. Subhash Patel Mr. Ashok Patel and Mr. Bharat Merchant are directors liable to retire by rotation and being eligible offer themselves for re-appointment.

Mr. Miten Shroff was appointed as an Alternate Director to Mr. Ashok Patel as per section 161 of the Companies Act, 2013.

Mr. Ganesh Ramanathan who was appointed as the Wholetime Director of Company resigned as wholetime director of the company with effect from 1st June 2014. He will Continue as Independent Director of the Company.

DIVIDEND

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

AUDITORS

M/s. G.P. Kapadia & Co - Chartered Accountants, Mumbai, Statutory auditors of the company having registration number 104768W retire at the ensuing AGM and are eligible for re-appointment.

The Company has received a certificate from the statutory auditors to the effect that their re-appointment, if made, would be within the limits prescribed. The statutory auditors have also confirmed that they hold a valid certificate issued by the "Peer Review Board" of The Institute of Chartered Accountants of India.

INVESTOR COMPLAINTS AND COMPLIANCE

All the investor complaints have been duly resolved and as on date no complaints are outstanding.

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 2013-2014 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 134(3)(c) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the annual accounts for the financial year ended 31st March, 2014, 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, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) That the Directors have prepared the annual accounts for the financial year ended 31st March, 2014 on a 'going concern' basis; and
- (v) That the company being a listed company the Directors had laid down internal financial control system to be followed by the company and that such internal financial controls were adequate and were operating effectively ;
- (vi) That the Director's had devised a proper system to ensure compliance with the provisions of all applicable Laws and that such systems were adequate and operating effectively.

EXTRACT OF ANNUAL RETURNS

1. The Paid up capital of the Company : ₹ 109,400,000 consisting of 10,940,000 equity shares of face value of ₹10/- each. As on date 40,50,000 convertible warrants into equity shares face value of ₹ 10/- each pending.
2. The Board of Directors of the company consists of 10 Directors. Out of which 6 promoter directors namely Mr. Mahesh Pujara, Mr. Rishabh Siroya, Mr. Ashok Patel (Mr. Miten Shroff alternate Director to him), Mr. Anant Bhalotia, Mr. Subhash Patel, Mr. Mitesh Pujara and Mr. Ramesh Mishra, Mr. Bharat Merchant, Mr. Paresh Khandelwal three Independent Directors and Mr. Ganesh Ramanathan Wholetime Director. The secured debt of the company is Nil.
3. There were no un-paid dividend pending as on date.

NUMBER OF BOARD MEETINGS

During the period the number of Board meeting was 6 and held on 26/4/2013, 28/05/2013, 2/08/2013, 12/11/2013, 28/12/2013 & 11/02/2014. Mr. Ramesh Mishra – Appointed as Chairman of the Board and Annual General Meeting.

INDEPENDNET DIRECTORS DECLARATIONS

In the opinion of the Board, the independent directors are , individually, person of integrity and possesses relevant expertise and experience.

The Independent Directors under section 149(6) of the Companies Act, 2013 declared that:

1. They are not a promoter of the Company or its holding, subsidiary or associate company;
2. They are not directors in the company, its holding, subsidiary or associate company.
3. The independent Directors have /had no pecuniary relationship with company, its holding, subsidiary or associate company , or their promoters, or directors, during the two immediately preceding financial years or during the current financial year;
4. None of the relatives of the Independent Directors has or had pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two per cent. or more of its gross turnover or total income or fifty lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
5. Independent Director, neither himself nor any of his relatives--
 - (i) holds or has held the position of a key managerial personnel or is or has been employee of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed;
 - (ii) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed, of--
 - (A) a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
 - (B) any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to ten per cent. or more of the gross turnover of such firm;

- (iii) holds together with his relatives two per cent. or more of the total voting power of the company; or
- (iv) is a Chief Executive or director, by whatever name called, of any nonprofit organization that receives twenty-five per cent. or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds two per cent. or more of the total voting power of the company; or
- 6. Independent director possesses such qualifications as may be by the Board.
- 7. The Company & The Independent Directors shall abide by the provisions specified in schedule IV of the Companies Act, 2013.

NOMINATION AND REMUNERATION COMMITTEE AND STAKEHOLDERS RELATIONSHIP COMMITTEE

Pursuant to section 178 of the Companies Act, 2013, the Company has set up a Nomination and Remuneration and stakeholders Relationship Committee under the Chairmanship of the Independent Director Mr. Ramesh Mishra, Mr. Bharat Merchant and Mr. Ganesh Ramanathan.

The Gist of the Policy of the said committee:

1. For Appointment of Independent Director (ID):
 - a. Any person who is between the age of 25 years and below 75 years eligible to become Independent Director;
 - b. He has to fulfill the requirements as per section 149 of the Companies Act, 1956 read with cl. 49 of the Listing Agreement;
 - c. Adhere the code of conduct as per Schedule IV to the Companies Act, 2013;
 - d. Strictly adhere the Insider Trading Regulation of the SEB and Insider Trading policy of the Company;
 - e. The independent Director has adequate knowledge and reasonably able to contribute to the growth of the Company and stakeholders;
 - f. Independent Director can able to devote time for the Board and other meetings of the company;
 - g. Entitled for sitting fees and Reasonable conveyance to attend the meetings; and
 - h. Able to review the policy, participate in the meeting with all the stake holders of the company, Annual Meeting.

PERFORMANCE OF THE BOARD AND COMMITTEE

During the year under review, the performance of the Board & Committee and Individual Director(s) based on the below parameters satisfactory:

1. Most of the Directors attended the Board meeting ;
2. the remunerations paid to executive Directors strictly as per the company and industry policy. The Independent Directors only received sitting fees .
3. The Independent Directors contributed a lot based on their experience and knowledge and Independent views.
4. The Credit Policy, Loan Policy and compliances were reviewed;
5. Implementation of Risk Management Policy

The Company is Registered governed by National Housing Bank and the company has fully complied with the NHB requirements.

RISK MANAGEMENT:

India Home Loan Ltd is exposed to risks such as liquidity risk, Interest rate risk, Credit risk, increase in NPA and Operational risk which are inherent in the housing finance business.

At the moment we are giving loans on fixed interest rates thus mitigating the interest rate risks. The Credit risks are minimized by following an established credit appraisal system, prescribed exposure limits, periodic review of the portfolio, etc,. Our Company operates in the mid segment and large chunk of borrowers are having steady income flows giving comfort for the lending team.

By strictly following the regulatory norms, the company effectively manages the risks and has a focused Risk Management monitoring in place.

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

Sd/-	Sd/-
MAHESH PUJARA	RISHABH SIROYA
CHAIRMAN	DIRECTOR

Place: Mumbai

Dated: 07/05/2014

CORPORATE GOVERNANCE

PHILOSOPHY OF CORPORATE GOVERNANCE

Corporate Governance is the legitimate and fundamental article of faith of all our action in INDIA HOME LOAN LIMITED. It has been the 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	Managing Director Cum Chairman
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 Punjabi	Director
10	Alternative Director to Mr. Ashok Patel	Mr. Miten Shroff	Director
11	Executive Director	Mr. Ganesh Ramanathan	Wholetime Director

Attendance of Directors at the Meeting of Board of Directors for the Financial Year 2013-2014.

Company has conducted 6 Board Meetings during the year on 26th April, 2013, 28th May 2013, 2nd August 2013, 12th November 2013, 28th December 2013 & 11th February 2014.

Mr. Ramesh Mishra Independent Director was the Chairman of the Board.

The record of directors and membership of Board of Directors as on 31st March, 2013

SR. NO.	NAME OF DIRECTOR	Attendance at AGM
1	Mr. Mahesh Pujara	P
2	Mr. Rishabh Siroya	NP
3	Mr. Ashok Patel	NP
4	Mr. Anant Bhalotia	NP
5	Mr. Subhash Patel	P
6	Mr. Mitesh Pujara	P
7	Mr. Ramesh Mishra	P
8	Mr. Bharat Merchant	P
9	Mr. Prakash Punjabi	NP
10	Mr. Miten Shroff	NP
11	Mr. Ganesh Ramanathan	P

Details of Board of Directors Meeting Held during the Financial Year 2013 – 2014

SR. NO.	Date	Board Strength	No. of Director Present
1	26/04/2013	10	8
2	28/05/2013	10	7
3	27/07/2013	10	6
4	02/08/2013	10	7
5	12/11/2013	10	7
6	28/12/2013	10	7
7	11/02/2013	10	5

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, 5. Loan and Investment Committee and 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 and the Audit Committee will review quarterly annual Accounts, prior to their presentation to the Board along with their recommendations of the Audit Committee. Besides, Audit Committee will 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/Chairman
Mr. Bharat Merchant	Director	Non-Executive & Independent
Mr. Subhash Patel	Director	Non-Executive

The Company has conducted Audit Committee Meetings during the year on 26/4/2013, 28/5/2013, 2/08/2013, 12/11/2013, 11/2/2014.

2. REMUNERATION COMMITTEE :

The objective of Remuneration Committee is to assess the 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	Non-Executive & Independent
Mr. Rishabh Siroya	Director	Director
Mr. Ramesh Chandra Mishra	Director	Non-Executive & Independent

3. SHARE HOLDERS/ INVESTOR'S GRIEVANCE COMMITTEE :

Name of Directors	Status in Committee	Nature of Directorship
Mr. Paresh Khadelwal	Chairman	Non-Executive & Independent
Mr. Ramesh Mishra	Director	Non-Executive & Independent
Mr. Rishabh Siroya	Director	Director

Brief description of Terms of Reference

The committee looks into redressing of shareholders/ investor complaints, issue of Duplicate share certificates The Company has conducted meetings during the year on 24/8/2013.

4. SHARE TRANSFER COMMITTEE :

The Board has delegated the powers to a committee consisting of Mr. Ramesh Chandra Mishra and Mr. Bharat Merchant 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.

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

During the year the committee meet on the following dates: ,31/8/2013, 29/4/2013

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. Bharat Merchant	Director	Non-Executive & Independent
Mr. Rishabh Siroya	Director	Director
Mr. Subhash Patel	Director	Director
Mr. Ganesh Ramanathan	Director	Whole Time Director

During the year the committee meet on, 2/04/2013, 30/4/2013, 28/5/2013, 30/7/2013, 22/8/2013, 2/09/2013, 3/12/2013, 24/12/2013 & 21/01/2014.

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	Whole Time Director
Mr. Rushabh Yagnik	Member	General Manager

During the year the committee meet on : 2/09/2013 & 21/01/2014.

ANNUAL GENERAL MEETING:

Details of Annual General Meeting

Particulars	F.Y.2012-13	F.Y.2011-2012	F.Y.2010-11
Date	27.07.2013	14.08.2012	22.07.2011
Time	04.30 p.m.	04.30 p.m.	04.30 p.m.
Venue	Sanmaan Family Restaurant, Lalen Bldg., P. K. Road, Paanch Rasta Mulund (W), Mumbai - 400 080.	Samrat Hotel Near Eros Cinema, Chruchgate, Mumbai - 400 020.	Samrat Hotel Near Eros Cinema, Chruchgate, Mumbai - 400 020.
Regd. Office	Modi House, 1st Floor, 10th Bora Masjid Street, Fort, Mumbai - 400 001.	Modi House, 1st Floor, 10th Bora Masjid Street, Fort, Mumbai - 400 001.	Modi House, 1st Floor, 10th Bora Masjid Street, Fort, Mumbai - 400 001.

DISCLOSURES : -

RELATED PARTY DISCLOSURES:-

Disclosures on materially significant related party transactions i.e. transactions of the Company material in nature, with its Promoters, Directors, Management, 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 was in conflict with the interest of the Company.

During the year under review the company entered into a loan agreement with Mr. Rishab Siroya in due course of its business and in accordance with section 185 of the Companies Act, 2013.

24th Annual General Meeting Date & Time	28 th June, 2014 at 11.30 A.M
Venue	Hotel Archana Restaurant Next to R - Mall / Big Bazar, LBS Marg, Mulund (W), Mumbai 400 080
Financial Calendars (Tentative)	1 st April, 2014 to 31 st March, 2015
Financial Reporting for the Quarter Ended 30th June 2014	By Mid of August, 2014
Financial Reporting for the Quarter Ended 30th September 2014	By Mid of November, 2014
Financial Reporting for the Quarter Ended 31st December 2014	By mid of February, 2015
Financial Reporting for the Quarter Ended 31st March 2015	By end of May, 2015
Annual General Meeting For the year ending 31st March, 2014	28 th JUNE, 2014
Book Closure Date	23 rd June, 2013 to 27 th June, 2014
Registered Office	Modi House, 10th Bora Masjid Street, Fort, Mumbai - 400 001.
Corporate Office	504, 5th Floor, Nirmal Ecstasy, Jatashankar Dossa Road, Mulund (W), Mumbai - 400 080.
Listing on Stock Exchange at	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 (₹)	High (₹)	Low (₹)	Close (₹)	No. of Shares
April 2013	57	63.85	56	58.90	126,251
May 2013	58	59	56.50	57.29	81966
June 2013	58	59.50	55.50	57.75	114,775
July 2013	58	60	53.45	55.75	199,447
August 2013	59.65	62	48	54.45	200,436
September 2013	54.50	57.90	52.50	55.45	213,664
October 2013	54	56	52.85	54.65	242,038
November 2013	54.55	59	52.25	54.15	212,598
December 2013	54.20	60.65	51.75	54	203,674
January 2014	53	56	48	51.95	121,045
February 2014	53	54.24	48	51.80	62,799
March 2014	52.50	53.55	48	52.25	83,593

(Source – www.bseindia.com)

Slab of shareholdings No. Of Equity Shares	No. of % total No. Shareholders	Value in shareholders	% To total ₹	Shares held
1 - 5000	805	67.42	1712490	1.57
5001 - 10000	169	14.15	140460	1.32
10001- 20000	70	5.86	1095090	1.00
20001 – 30000	23	1.93	593410	0.54
30001 – 40000	16	1.34	554840	0.51
40001 – 50000	18	1.51	837370	0.77
50001 – 100000	25	2.09	1904260	1.74
100001 & above	68	5.70	101262080	92.56
Total	1194	100	109400000	100

According to categories of shareholders as on 31st March 2014

	Categories	Shares Held	% of Total
A	Indian Promoters, Directors & Relatives	6636989	60.67
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	323163	2.99
E	Indian Public	3897224	35.54
F	NRIs / OCBs	2210	0.02
G	HUF	70149	0.64
H	Clearing Members	165	0.05
	TOTAL	10940000	100

40,50,000 convertible warrants are pending for conversion into equity shares.

iv) **Dematerialization of Shares:**

10533060 Equity shares representing 96.28 % 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 2014.

Liquidity:

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

(v) **Outstanding ADRs / GDRs:**

The company has not issued any ADRs / GDRs

DECLARATION

To,
The Member of
India Home Loan Limited

As provided under Clause 49 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, 2014.

For India Home Loan Limited

**Place :Mumbai
Date :07.05.2014**

**Sd/-
Mahesh Pujara
Managing Director**

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

1. Industry Structure and Developments :

The Country continues to experience a slow growth in GDP and Business. There was actual demand in the real estate sector but the demands were less. The investors are not prominent in this segment during the year under review. Though there were a large numbers of flats and residential accommodations were vacant still real users were away from the market because of high cost. However, looking at the size and opportunities, we see growth. The interest rates have inched upwards followed by inflation. RBI is time to time making major adjustments in interest rates to curb inflation.

2. Opportunities and Threats :

There is huge demand in actual purchase of dwelling units, flats, bungalows, and plots. But due to inflation the actual buyers are finding difficulties to venture into purchase of new houses. The Builders and developers also hiked price beyond reasonable levels. Besides, the imposition of Service Tax, increase of cost of raw materials has 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. The Investors flats were also not made available to the market by any regulation. After this general election the Government was set us on its own strength. Hope for a better future.

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, the NPA has presently come down to Rs 57.68 Lacs.

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.

4. Human Resources Developments

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 at 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 annually, training programme for face-to-face interaction of all branch personals with head office personals.

5. Fulfillment 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.

6. Risk Management and Portfolio quality:

The Company is exposed to credit risk, Liquidity risk, and Interest rate risk which are inherent in the Housing Finance Business. IHLL recognizes the importance of risk management. It has invested in people, processes and technologies to effectively mitigate risks posed by external environment and by its borrowers it has also put in place a strong risk management team, an effective credit operations 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 are 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 ₹ 4,53,05,000 as against ₹ 5,85,59,000 in the previous year. Disbursements during the year were ₹ 4,83,85,000 as against ₹ 5,26,70,000 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 transaction 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.

COMPANY SECRETARIES REPORT ON CORPORATE GOVERNANCE- MARCH 31, 2014

**To,
The Board of Directors
India Home Loan Ltd.**

We have reviewed the implementation of Corporate Governance procedures by India Home Loan Ltd during the year ended 31st March, 2014, 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. Save and except for one compliant, there were no investors grievance is pending for a period exceeding one month against the Company as per the records maintained by the Investors Grievance, Relations & Share Transfer Committee

**For Satyajit Mishra
sd/-
Company Secretary in Practice**

**FCS: - 5759
CP :4997**

**Place : Mumbai
Date : 07.05.2014**

CEO/CFO CERTIFICATION TO THE BOARD

- a. I certify that I have reviewed the financial statements and the cash flow statement for the year 2013 - 14 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 2013-14 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 2013-14
 - ☐ Significant changes in accounting policies during the year 2013-14 and that the same have been disclosed in the notes to the financial statements; and
 - ☐ There was no fraud of which we become aware of the management or an employee having a significant role in the company's internal control system over the financial reporting.

Place : Mumbai
Date : 07.05.2014

For India Home Loan Limited
Sd/-
Mahesh Pujara
Managing Director

INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
INDIA HOME LOAN LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of INDIA HOME LOAN LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Act, 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Act (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs).
 - (e) On the basis of the written representations received from the directors as on March 31, 2014 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014 from being appointed as a director in terms of Section 274(1)(g) of the Act.

For G.P. KAPADIA & Co.
Chartered Accountants
(FRN 104768W)

Atul B. Desai
Partner
Membership No. : 30850

Mumbai
Date: 7th May, 2014

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 6 of our report of even date,

1. In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets have been physically verified by the Management at the end of the year. In our opinion, the frequency of verification is reasonable having regard to the size of the company and the nature of its fixed assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) The company has not disposed off fixed assets which constitutes a substantial part of the fixed assets of the company so as to affect the going concern status of the company.
2. The company does not have any inventory as it is in service industry and accordingly Para 4 (ii) of the order is not applicable to the company.
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:
 - a) The Company has taken unsecured loan from two parties covered in the register maintained u/s. 301 of the Companies Act, 1956. The maximum amount involved during the year aggregate to ₹ 40,28,838 /- (Previous year ₹ 1,32,75,000/-) and the year-end balance in respect of this loan was Rs. Nil. (Previous year ₹ 7,50,000/- which was subscribed by Mr. Anant Balotia towards proposed warrant but declined before the allotment).
 - b) In our opinion and according to the information and explanations given to us, the terms and conditions on which such loans have been taken are not, prima facie prejudicial to the interest of the Company.
 - c) In respect of above loans taken by the Company, these are advance against issue of convertible share warrants and therefore the question of overdue amounts does not arise.
 - d) The Company has granted secured loan to the partnership firm covered in the register maintained u/s. 301 of the Companies Act, 1956. The maximum amount involved during the year aggregate to ₹ 76,13,017/- (Previous year 75,03,629) and the year-end balance in respect of this loan was ₹ 73,98,813/- (Previous year 75,03,629).
4. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to acquisition of fixed assets and the sale of services. During the course of our audit, we have not observed any major weakness in such internal control system.
5. To the best of our knowledge and according to the information and explanations given to us, company has entered the transaction that needs to be entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public and therefore provisions of section 58A and 58AA of the Companies Act, 1956 and Housing Finance Companies (NHB) Directions, 2010 and the rules framed there under are not applicable to the company.
7. In our opinion, the company has an internal audit system commensurate with the size of the company and nature of its business.
8. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 209(1) (d) of the Companies Act 1956 to the company.
9. According to the information and explanations given to us in respect of statutory dues:
 - (a) The company has generally been regular in depositing with appropriate authorities undisputed statutory dues including income tax, wealth tax, custom duty, excise duty, cess and other statutory dues applicable to it.

9. According to the information and explanations given to us in respect of statutory dues:
 - (a) The company has generally been regular in depositing with appropriate authorities undisputed statutory dues including income tax, wealth tax, custom duty, excise duty, cess and other statutory dues applicable to it.
 - (b) There were no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty, excise duty & cess in arrears, as at March 31, 2014 for a period of more than six months from the date they became payable.
 - (c) According to the records of the Company, there are no disputed statutory dues outstanding as on March 31, 2014.
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 and records examined by us, the company has not defaulted in repayment of dues to financial institutions, banks and debenture holders.
12. In our opinion and according to the information and explanations given to us and records examined by us, the company has not granted any loans on the basis of security by way of pledge of shares, debentures or other security.
13. In our opinion and according to the information and explanations given to us, the nature of the activities of the company does not attract any special status applicable to the chit fund/ nidhi / mutual benefit fund and society.
14. In our opinion and according to the information and explanations given to us and books and records examined by us, the company is dealing or 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. In our opinion and according to the information and explanation given to us and records examined by us, during the year the company has not given any guarantee for loans taken by others from banks or financial institutions.
16. To the best of our knowledge and belief and according to the information and explanations given to us, in our opinion and records examined by us, the term loans availed by the company were, applied by the company during the year for the purposes for which they were obtained, other than temporary deployment pending application.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet, the Cash Flow Statement and other records examined by us, we report that, the company has not utilized any funds raised on short-term basis for long-term investments.
18. According to the information and explanations given to us and the records examined by us, during the year, the Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. According to the information and explanations given to us and the records examined by us, during the period covered by our audit report, the Company has not issued any debentures.
20. During the year, the Company has not raised money by way of public issues.
21. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year nor have we been informed of such case by the management.

For G.P. KAPADIA & CO.
Chartered Accountants
(FRN 104768W)

Atul B. Desai
Partner
Membership No: 30850

Mumbai
Date: 7th May, 2014

INDIA HOME LOAN LIMITED
Balance Sheet as at 31st March, 2014

Particulars	NOTE	Current Year (₹)	Previous Year (₹)
I Equity and Liabilities			
1) Shareholder's Funds			
(A) Share Capital	2	109,400,000	109,400,000
(B) Reserves and Surplus	3	3,343,636	(2,647,168)
(C) Equity Share Warrants	4	45,562,500	45,562,500
2) Non-current Liabilities			
(a) Long Term Provisions		-	-
3) Current Liabilities			
(a) Short Term Borrowings	5	-	750,000
(b) Trade payables	6	261,615	177,073
(c) Other Current Liabilities	7	69,149	55,169
(c) Short Term Provisions	8	181,362	326,267
TOTAL		158,818,262	153,623,841
II ASSETS			
1) Non Current Assets			
(a) Fixed Assets	9		
(i) Tangible Assets		2,816,744	643,395
(ii) Intangible Assets		89,599	65,870
(iii) Intangible Assets under development		530,020	-
(b) Deferred Tax Assets (net)	10	1,122,796	1,720,182
(c) Long Term Loans and Advances	11	126,851,758	118,573,873
(d) Other Long Term Loans and Advances	12	116,599	62,185
2) Current Assets			
(a) Current Investments	13	8,022,408	9,103,352
(b) Cash and Cash Equivalents	14	4,706,243	2,807,365
(c) Short-term Loans and Advances	15	14,266,103	19,665,915
(d) Other current assets	16	295,992	981,704
TOTAL		158,818,262	153,623,841
Significant Accounting Policies	1		

As per our report of even date

For G.P. Kapadia & Co.
Chartered Accountants
(FRN 104768W)

Atul B. Desai

Partner

(Membership No. 30850)

Place : Mumbai

Date : 7th May, 2014

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

Mahesh Pujara

Rishabh Siroya

Ganesh Ramnathan

Mitesh Pujara

CA Subhash Patel

INDIA HOME LOAN LIMITED
Statement of Profit and loss for the year ended 31st March, 2014

Particulars	Note No	Current Year (₹)	Previous Year (₹)
I INCOME			
Revenue from operations	17	20,253,353	15,589,790
Other Income	18	648,603	1,044,952
Total Revenue		20,901,956	16,634,742
II EXPENSES			
Employee benefit expense	19	3,797,198	3,341,926
Depreciation and Amortisation	9	346,864	262,240
Other expenses	20	10,347,053	7,694,365
Financial Cost		198,709	-
Provision for Non-Performing Assets/(Write Back)		(1,898,576)	-
Total Expenses		12,791,248	11,298,531
PROFIT BEFORE TAX		8,110,708	5,336,211
Tax Expenses			
(i) Current Tax		1,389,218	1,669,936
(ii) Deferred Tax		597,385	41,844
(iii) MAT Credit Entitlement		133,301	441,568
(iv) Current tax expense relating to prior years		-	10,427
PROFIT FOR THE YEAR	[V-VI]	5,990,804	4,139,260
EARNINGS PER SHARE (Face Value Rs.10)			
Basic EPS	21	0.55	0.38
Diluted EPS	21	0.42	0.29
Significant Accounting Policies	1		
The Accompanying Notes are an integral part of the Financial Statements			

As per our report of even date
For G.P. Kapadia & Co.
Chartered Accountants
(FRN 104768W)

Atul B. Desai
Partner
(Membership No. 30850)

Place : Mumbai
Date : 7th May, 2014

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

Mahesh Pujara
Rishabh Siroya
Ganesh Ramnathan
Mitesh Pujara
CA Subhash Patel

INDIA HOME LOAN LIMITED
Cash flow statement for the year ended 31st March, 2014

Particulars	Current Year (₹)	Previous Year (₹)
Cash flows from operating activities		
Net profit before tax	8,110,708	5,336,211
<u>Adjustments for</u>		
Add : Non Cash Item/Items required to be disclosed separately		
Depreciation and amortisation	346,864	262,240
BSE Deposit /Advances (Written off)	-	145,000
Adjustments in carrying amounts of Trade Investments	-	704,207
Net loss on trading in Derivate Instruments	8,548	178,833
Net (Gains)/Loss on trading in Trade Investments	(131,735)	(286,643)
Provision for Non Performing Assets	(1,898,576)	-
Provision for retirement Benefits	105,095	76,267
Dividend income	(427,659)	(129,530)
Interest income	(48,983)	(628,779)
Operating profit before working capital changes	6,064,262	5,657,806
<u>Changes in Working Capital:</u>		
Long-term loans and advances	(6,433,722)	(22,503,289)
Short-term loans and advances	5,399,812	(15,964,493)
Other current assets	685,712	142,428
<u>Adjustments for increase / (decrease) in operating liabilities:</u>		
Trade payables	84,542	(91,338)
Other current liabilities	(236,020)	(335,765)
Profit generated from operations	5,564,586	(33,094,651)
Less : Direct Taxes	(1,522,519)	(1,361,660)
Net Cash generated from operating activities	(i) 4,042,067	(34,456,311)
Cash flows from investing activities		
Capital expenditure on fixed assets, including capital advances	(3,073,963)	(264,503)
(Purchase) / Proceeds of Current Investments	-	(5,000,000)
Proceeds from sale of trade investments	1,204,131	825,116
Interest Received	48,983	628,779
Dividend income	427,659	129,530
Net cash generated from investing activities	(ii) (1,393,190)	(3,681,078)
Cash flows from financing activities		
Proceeds from Issue of share warrants	-	37,187,500
Proceeds from other short-term borrowings	(750,000)	750,000
Repayment of other short-term borrowings	-	-
Net cash generated from financial activities	(iii) (750,000)	37,937,500
Net change in cash and cash equivalents	(i+ii+iii) 1,898,878	(199,889)
Cash and cash equivalents at the beginning of the year	2,807,365	3,007,254
Cash and cash equivalents at the end of the year	4,706,243	2,807,365

Significant Accounting Policies
1

The Accompanying Notes are an integral part of the Financial Statements

Notes

- Cash flow Statement has been prepared under the indirect method as set out in Accounting standard - 3 notified under Section 211 (3C) of the Companies Act, 1956
- Purchase of Fixed Assets includes movements of Capital work-in-progress (including Capital Advances) during the year.
- Cash and cash equivalent represent cash and bank balances (Refer Note. 13)

As per our report of even date

For G.P. Kapadia & Co.
Chartered Accountants
(FRN 104768W)

Atul B. Desai

Partner

(Membership No. 30850)

Place : Mumbai

Date : 7th May, 2014

For and on behalf of the Board of Directors of
India Home Loan Ltd

Mahesh Pujara

Rishabh Siroya

Ganesh Ramnathan

Mitesh Pujara

CA Subhash Patel

NOTE - 1

Significant Accounting Policies

a) **Basis of Preparation of Financial Statements**

The financial statements have been prepared and presented under the historical cost convention on accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). These financial statements comply in all material respects with the applicable accounting standards notified by Companies (Accounting Standards) Rules, 2006 (as amended), to the extent applicable, the relevant provisions of the Companies Act, 1956 read with General Circular 15/2013 dated September 13, 2013 issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013 and the Directions of the National Housing Bank. The accounting 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 financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent liabilities as at the date of the financial statements and the reported income and expenses during the reporting period. Management believes that these estimates are reasonable and prudent. However, actual results may differ from estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in the current and future periods.

c) **System of Accounting**

The Balance Sheet and the Statement of Profit and Loss of the Company are prepared in accordance with the provisions contained in Section 211 of the Companies Act 1956, read with Revised Schedule VI.

d) **Inflation**

Assets and liabilities are recorded at historical cost to the company. These costs are not adjusted to reflect the changing value in the purchasing power of attorney.

e) **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 at cost inclusive of brokerage and stamp charges. Investments that are intended to be held for not more than one year, are classified as current investments. All other investments are classified as long term investments/non-current investments.

Long-term investments are carried at cost after deducting provisions made, if any, for diminution in value of investments other than temporary, determined separately for each individual investment. Current investments are carried at lower of cost and fair value determined for each category of investments.

The company's policy is to carry adequate amounts in the Provision for Non-Performing Assets account to cover the amount outstanding in respect of all non-performing assets and standard assets respectively as also all other contingencies. All loans and other credit exposures where the installments are overdue for Ninety days and more are classified as non-performing assets in accordance with the prudential norms prescribed by the National Housing Bank. The provision for non-performing assets is deducted from loans and advances. The provisioning policy of the company covers the minimum provisioning required as per the NHB guidelines.

f) Revenue Recognition

Repayment of housing loans is generally by way of Equated Monthly Installments (EMI) comprising principal and interest. EMIs commence once the entire loan is disbursed. Pending commencement of EMIs, pre-EMI interest is payable every month. Interest is calculated on the outstanding loan balance (including all interest and fees for defaults) at the beginning of every month and on loan disbursed during the year from the beginning of the date on 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.

g) Fixed Assets

Fixed Assets (whether tangible or intangible) are stated at cost less accumulated depreciation. The cost of fixed assets includes taxes, duties, freight, borrowing cost, if capitalization criteria are met and other incidental expenses incurred in relation to their acquisition/bringing the assets for their intended use. Leased assets are accounted in accordance with the Accounting Standard on 'Leases' (AS 19) notified by the Companies (Accounting Standards) Rules, 2006.

h) Depreciation & Amortisation

Depreciation is provided on written down value method at the rates and in the manner prescribed in schedule XIV to the Companies Act, 1956 on pro-rata basis from the date of installation or acquisition.

Amortisation on Lease asset is provided over the useful life of lease period.

i) Employee Benefits

Short term employee benefits are recognised as an expense on accrual basis.

The obligation in respect of defined benefit plans, which covers Gratuity is paid to LIC and recognised as an expense on the basis of an actuarial valuation, using the projected unit credit method.

j) Leases

Leases where significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases and lease rentals thereon are charged to the Statement of Profit and Loss.

k) Earnings Per Share

The basis Earnings Per Share {"EPS"} is computed by dividing the net profit/ (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

l) Income Taxes

The accounting treatment for income-tax in respect of the company's income is based on the Accounting Standard 22 on 'Accounting for Taxes on Income' as notified by the Companies (Accounting Standards) Rules, 2006. The provision made for income-tax in the accounts comprises both, the current tax and the deferred tax. The deferred tax assets and liabilities for the year, arising on account of timing differences, are recognised in the Statement of Profit and Loss and the cumulative effect thereof is reflected in the Balance Sheet.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax asset is recognised only to the extent that there is certainty that sufficient future taxable income will be available against which such deferred tax asset can be realised. In situations where the company has unabsorbed depreciation or carried forward losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that the same can be realised against future taxable profits.

Minimum Alternate Tax (MAT):

Mat is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in the Guidance Note issued by ICAI, the said asset is created by way of credit to the statement of Profit and Loss and is shown as MAT Credit Entitlement. The Company reviews the same at each Balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.

m) Investments

Investments, that are intended to be held for not more than one year, are classified as current investments. All other investments are classified as long term investments/ non- current investments.

Long-term investments are carried cost after deducting provisions made, if any, for diminution in value of investments other than temporary, determined separately for each individual investment. Current investments are carried at lower of cost and fair value determined for each category of investments.

n) Cash and Cash Equivalents

Cash and Cash Equivalents for the purpose of Cash Flow Statement includes cash in hand, Balances with Banks and Fixed deposits with banks.

o) Impairment of Assets

The carrying amount of assets are reviewed at each balance sheet date, if there is an indication of impairment based on internal and external factors.

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable amount. An asset's recoverable amount is the higher of an assets net selling price and value in use. Value in use is the present value of estimated value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of the asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

An impairment loss, if any, is charged to the Statement of Profit and Loss in the year in which the asset is identified as impaired. Impairment loss recognised in prior years is reversed when there is an indication that impairment loss recognised for the asset no longer exists or has decreased.

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.

p) Provisions, Contingent Liabilities & Contingent Assets

Provisions are recognised when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Claims against the Company where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent Liabilities are not recognised but disclosed and Contingent Assets are neither recognised nor disclosed, in the financial statements.

INDIA HOME LOAN LIMITED
Notes forming part of the financial statements
NOTE 2 SHARE CAPITAL

	Current Year (₹)	Previous Year (₹)
AUTHORISED		
EQUITY SHARES		
2,45,00,000 Equity Shares of Rs. 10/- each (Previous year 2,45,00,000 Equity Shares of Rs. 10/- each)	245,00,000	245,00,000
PREFERENCE SHARES		
50,000 Redeemable Preference Shares of Rs.100/- each (Previous year 50,000 Redeemable Preference Shares of Rs. 100/- each)	5,00,000	5,00,000
	250,00,000	250,00,000
Issued , Subscribed and Fully Paid up		
1,09,40,000 Equity Shares of Rs. 10/- each fully paid up (Previous year 1,09,40,000 Equity Shares of Rs. 10/- each fully paid up)	109,40,000	109,40,000
TOTAL	109,40,000	109,40,000

NOTE 2.1 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period is as under :

	Current Year		Previous Year	
	Number	(₹)	Number	(₹)
Equity shares outstanding as at the beginning of the reporting period	10,940,000	109,40,000	10,940,000	109,40,000
Add: Shares issued during the year	-	-	-	-
Less: Shares bought-back during the year	-	-	-	-
Equity shares outstanding as at the end of the reporting period	10,940,000	109,40,000	10,940,000	109,40,000

NOTE 2.2 List of Shareholders holding more than 5% of Paid-up Equity Share Capital

	Current Year		Previous Year	
	Number	% age of shares held to total shares	Number	% age of shares held to total shares
Class of shares/Name of shareholder				
Ashok Shanabhai Patel	1,232,810	11.27%	1,232,810	11.27%
Anant Arun Bhalotia	996,500	9.11%	996,500	9.11%
Rishabh Pravin Siroya	996,490	9.11%	996,490	9.11%
Mahesh Narsih Pujara	817,150	7.46%	791,650	7.24%
Mitesh Mahesh Pujara	632,455	5.78%	632,455	5.78%
Daksha Ashokbhai Patel	600,000	5.48%	600,000	5.48%

The Company has only one class of shares referred to as equity shares having face value of Rs. 10 each. Each holder of equity share is entitled to one vote per share. The holders of equity shares are entitled to dividends, if any, proposed by the Board of Directors and approved by Shareholders at the Annual General Meeting.

NOTE 3 RESERVES AND SURPLUS

	(₹)	Current Year (₹)	Previous Year (₹)
SPECIAL RESERVE (u/s 36(1)(viii) of Income Tax Act, 1961)			
Opening Balance	6,670,961		6,670,961
Add: Additions during the year	-		-
Sub Total		6,670,961	6,670,961
Profit & Loss Account			
Opening Balance	(11,848,809)		(14,711,290)
Add: Additions during the year	5,990,804		4,139,261
Less: Transfer to Reserve (u/s. 29C of the NHB Act)	(1,200,000)		(1,276,780)
Sub Total		(7,058,005)	(11,848,809)
ADDITIONAL RESERVE (u/s 29C of the NHB Act)			
Opening Balance	2,516,680		1,239,900
Add: Additions during the year	1,200,000		1,276,780
Sub Total		3,716,680	2,516,680
CAPITAL RESERVE			
Opening Balance	14,000		14,000
Add: Additions during the year	-		-
		14,000	14,000
TOTAL		3,343,636	(2,647,168)

NOTE 4 EQUITY SHARE WARRANTS

On 5th February, 2013 the company has issued 40,50,000 Convertible share warrants to promoter and non-promoter group at a price of Rs. 45 per share warrant with an option given to warrant holders to convert each warrant with one equity share of face value Rs. 10 per equity shares on or before 4th August 2014. The company has received 25% of the issue price from the allottees upto 31st March, 2013, allottees need to pay balance 75% on or before 4th August, 2014. In case of failure to pay balance 75 % amount before that date will result in forfeiture of 25 % amount.

Name of the Proposed Allottee	No. of Warrants	Money received against Share Warrants (31.03.2014)	31.03.2013
Mr. Mahesh Pujara	450,000	5,062,500	5,062,500
Mr. Mitesh Pujara	350,000	3,937,500	3,937,500
Mr. Ashok Patel	200,000	2,250,000	2,250,000
Mr. Subhash Patel	50,000	562,500	562,500
Mr. Rishabh Siroya	650,000	7,312,500	7,312,500
Mr. Bhavin Pujara	350,000	3,937,500	3,937,500
Mrs. Vilas M. Pujara	350,000	3,937,500	3,937,500
Mrs. Daksha Patel	300,000	3,375,000	3,375,000
Mr. Bhavin I. Parikh	300,000	3,375,000	3,375,000
Mr. Arun Shirke	100,000	1,125,000	1,125,000
Mr. Vinod Patel	100,000	1,125,000	1,125,000
Mr. Shrenik R. Khajuria	350,000	3,937,500	3,937,500
Mr. Miten Shroff	500,000	5,625,000	5,625,000
TOTAL	4,050,000	45,562,500	45,562,500

NOTE 5 SHORT TERM BORROWINGS

(Unsecured, unless otherwise specified)

	Current Year (₹)	Previous Year (₹)
Loans repayable on demand:	-	-
Other loans and advances	-	-
Loans from related parties	-	750,000
Maximum Outstanding during the year Rs. 40,28,838 (Previous Year : Rs. 83,75,000)	-	-
TOTAL	-	750,000

NOTE 6 TRADE PAYABLES

	Current Year (₹)	Previous Year (₹)
Trade Payable	261,615	177,073
TOTAL	261,615	177,073

NOTE 7 OTHER CURRENT LIABILITIES

	Current Year (₹)	Previous Year (₹)
Other payables		
Statutory remittances	69,149	46,399
Other Liabilities	-	8,770
TOTAL	69,149	55,169

NOTE 8 SHORT TERM PROVISIONS

	Current Year (₹)	Previous Year (₹)
Provision for Tax (net of Advance Tax)	-	250,000
Staff leave encashment	181,362	76,267
TOTAL	181,362	326,267

NOTE 9

Description of Assets	Gross Block			Depreciation/Amortization		Net Block	
	Balance as at 01.04.2013	Additions	Deductions	Balance as at 31.03.2014	Balance as at 01.04.2013 for the year	Balance as at 31.03.2014	As at 31.03.2013
Tangible Assets							
Computers and Printers	363,380	63,350	-	426,730	250,113	126,887	113,267
Furniture & Fixtures	766,405	704,457	650,900	819,962	365,284	713,460	401,121
Office Equipments	125,246	80,375	53,304	152,317	48,372	39,833	76,874
Air Conditioner	76,690	302,543	53,900	325,333	24,557	297,416	52,133
Electrical Fitting	-	247,078	-	247,078	22,224	224,854	-
Flooring & Ceiling	-	1,441,739	-	1,441,739	100,096	1,341,643	-
Total (A)	1,331,721	2,839,542	758,104	3,413,159	307,293	2,816,744	643,395
Previous Year	1,095,699	236,022	-	1,331,721	237,598	643,395	644,971
Intangible Assets							
Computer Software	98,981	63,300	-	162,281	33,111	89,599	65,870
Total (B)	98,981	63,300	-	162,281	33,111	89,599	65,870
Previous Year	12,500	86,481	-	98,981	24,642	65,870	4,031
Intangible Asset under Development							
Intangible Assets under Development	-	530,020	-	530,020	-	530,020	-
Total (C)	-	530,020	-	530,020	-	530,020	-
Previous Year	-	-	-	-	-	-	-
Total (A)+ (B) + (C)	1,430,702	3,432,862	758,104	4,105,460	721,437	3,436,363	709,265

NOTE 10 DEFERRED TAX ASSETS (Net)

Particulars	(₹)		
	Deferred Tax Assets/(Liabilities)	Current Year (Charge)/Credit	Deferred Tax Assets/(Liabilities)
	As at 01.04.2013		As at 31.03.2014
(a) Provision allowed under income tax on payment basis for staff leave encashment	23,567	(23,567)	-
(b) Depreciation	28,455	8,204	36,659
(c) Provision for non-performing assets	1,668,160	(582,023)	1,086,137
TOTAL			
Net Deferred Tax Asset	1,720,182	(597,386)	1,122,796

Deferred Tax benefits are recognised on assets to the extent that it is more likely that future taxable profit will be available against which the asset can be utilised.

NOTE 11 LONG TERM LOANS AND ADVANCES

Particulars	Current Year (₹)	Previous Year (₹)
HOUSING/PROJECT LOANS		
Secured, considered good unless stated otherwise		
Housing Loans		
Standard Loan	110268549	104,632,429
Sub Standard Loan	208701	615,239
Doubtful Loans	3445770	5,890,764
Loss Assets	-	29,758
	113923020.00	111168190.00
Less: Current Portion of Housing loans (Refer Note No 15)	4475928	4,754,917
Interest accrued but not due on loans	-	192,025
	109447092.00	106221248.00
Other Property Loans		
Standard Loan	27982213	32,073,036
Sub Standard Loan	2113807	
Doubtful Loans		
Loss Assets		
	30096020	32,073,036
Less: Current Portion of other Property loans (Refer Note No 15)	9645434	14,755,135
	20450586	17,317,901
	129,897,678	123,539,149
Less : Provision for Non-Performing Loans	3,500,000	5,398,576
Sub Total	126,397,678	118,140,573
Others		
Security Deposits	454,080	300,000
Mat Credit Entitlement	-	133,301
TOTAL	126,851,758	118,573,874

- 11.1 Property Loans consists of Non - Housing Loans such as mortgage Loans, Project Loans, commercial Loans, Plot Loans, Lease rental finance and other loans which are all against real estate properties and which are not covered under the housing Loan criteria of National Housing Bank.
- 11.2 As certified by the management, loans given by the Company are secured by equitable mortgage/ registered mortgage of the Property and assets financed and / or assignment of Life Insurance policies and / or personal guarantees and / or personal guarantees and / or undertaking to create a security and / or hypothecation of assets and are considered appropriate and good
- 11.3 Housing and other property loans (current and Non current) includes ₹ 75,00,000/- given to the company in which key managerial persons exercise significant influence under normal course of business

NOTE 12 OTHER LONG TERM LOANS AND ADVANCES

Particulars	Current Year (₹)	Previous Year (₹)
Unsecured, considered good unless stated otherwise		
Loans and Advances to Employees	214631	62185
Less: Current maturities (Refer Note No.15)	98032	
	116,599	62,185

NOTE 13 CURRENT INVESTMENTS

	Current Year (₹)	Previous Year (₹)
Held as Current Investments (Valued at cost or market value whichever is lower)		
Investments in Equity Instruments (Quoted)	289,895	1,558,004
Sub Total	289,895	1,558,004
Sub Total (A)	289,895	1,558,004
Mutual Fund (Quoted)		
Tata Floater fund (Daily dividend plan)	-	7,545,348
Tata Money Market(Daily dividend plan)	7,732,512	-
Sub Total (B)	7,732,512	7,545,348
TOTAL (A+B)	8,022,408	9,103,352

Notes:

Aggregate book value of Quoted Investments	8,022,408	9,807,559
Aggregate market value of Quoted Investments	8,107,410	9,170,081

NOTE 14 CASH AND BANK BALANCES

	Current Year (₹)	Previous Year (₹)
Cash and cash equivalents		
(i) Balances with banks:		
- In Current Account	3,009,341	2,527,600
- In Deposit Account with original maturity of more than three months	1,543,218	172,437
(ii) Cash on Hand	153,684	107,328
TOTAL	4,706,243	2,807,365

Notes forming part of the financial statements (Continued)

NOTE 15 SHORT TERM LOANS AND ADVANCES

	Current Year (₹)	Previous Year (₹)
Loans:		
Current maturities of long-term loans and advances (Secured, considered good unless otherwise stated)	14,121,362	19,510,052
Others:		
Current maturities of Staff Loans - Unsecured; Considered good	98,032	143,095
Advance recoverable in cash or in kind or for value to be received	46,709	12,768
TOTAL	14,266,103	19,665,915

NOTE 16 OTHER CURRENT ASSETS

	Current Year (₹)	Previous Year (₹)
Interest Accrued but not due on Loans	-	192,025
Prepaid expenses – Unsecured; Considered good	295,992	789,679
TOTAL	295,992	981,704

NOTE 17 REVENUE FROM OPERATIONS

	Current Year (₹)	Previous Year (₹)
Interest on Loans	19,464,693	14,855,797
Processing Fees and Other Charges	788,660	733,993
TOTAL	20,253,353	15,589,790

NOTE 18 OTHER INCOME

	Current Year (₹)	Previous Year (₹)
Interest on Bank Deposits	48,983	628,779
Dividend Income from Current Investments (Companies)	1,957	27,798
Dividend Income from Current Investments (Mutual Fund)	425,702	101,732
Net gain on sale of Current Investments (Trade)	131,735	286,643
Miscellaneous Income	9,286	-
Visiting Chrges	30,940	-
TOTAL	648,603	1,044,952

NOTE 19 EMPLOYEE BENEFITS EXPENSES

	Current Year (₹)	Previous Year (₹)
Salaries and Bonus	3,227,667	2,782,002
Contribution to Gratuity Fund and Other Funds	32,850	248,376
Staff Training and Welfare Expenses	363,136	235,281
Staff leave encashment	173,545	76,267
TOTAL	3,797,198	3,341,926

Notes forming part of the financial statements (Continued)
NOTE 20 OTHER EXPENSES

	Current Year (₹)	Previous Year (₹)
Rent	1,409,629	1,110,000
Repairs and Maintenance	44,082	114,910
General Office Expenses	142,802	108,045
Electricity Charges	154,229	158,315
Insurance Charges	295,632	1,458
Travelling and Conveyance	1,095,239	684,086
Bank and Stamp charges	37,250	70,989
Printing and Stationery	215,354	191,649
Postage, Telephone and Fax	271,002	160,373
Advertising	191,958	44,207
Legal and Professional Expenses	1,559,331	1,241,700
Computer Expenses	175,348	166,141
Miscellaneous Expenses	51,148	187,865
Business Promotion	104,850	137,134
Director's Remuneration and sitting fees	1,443,750	450,000
Bad Debts	2,353,668	315,387
Listing and Filing Fees	186,678	209,874
ROC Filing Fees - Increase in Authorized Share Capital	-	1,178,712
Reduction in the carrying amount of current investments (trade)	-	704,207
Net loss in trading in derivative instruments	8,548	178,833
Office Maintenance	333,111	38,189
Auditors' Remuneration (As per details below)	202,248	168,540
Membership & Subscription	39,865	48,751
Donation	31,331	25,000
TOTAL	10,347,053	7,694,365

Auditor's remuneration (including service tax) and expenses:

	Current Year (₹)	Previous Year (₹)
Audit fees	117,978	89,888
Tax Audit fees	28,090	28,090
Limited review	39,326	39,326
Other services	16,854	11,236
TOTAL	202,248	168,540

NOTE 21 EARNINGS PER SHARE

In accordance with the Accounting Standard on 'Earnings Per Share' (AS 20), notified by the Companies (Accounting Standards) Rules, 2006:

	Current Year (₹)	Previous Year (₹)
(A) Basic EPS:		
(i) Net Profit attributable to Equity Shareholders	5,990,804	4,139,260
(ii) Weighted average number of Equity Shares outstanding (Nos.)	10,940,000	10,940,000
Basic EPS (Rs.) (i)/(ii)	0.55	0.38
(i) Weighted average number of Equity Shares Outstanding	10,940,000	10,940,000
(ii) Add: Diluted effect of outstanding share Warrants	3,488,038	3,488,038
(iii) Weighted average number of Equity Shares Outstanding for calculation of Diluted EPS (i+ii)	14,428,038	14,428,038
Diluted EPS (Rs.) {(A) (i) } / (iii)	0.42	0.29

Notes forming part of the financial statements (Continued)
NOTE 22 EMPLOYEE BENEFITS

Defined Benefit Plans as per Actuarial Valuation on 31st March, 2014

	Current Year (₹)	Previous Year (₹)
	Gratuity	Gratuity
(i) Change in defined benefit obligation		
Opening Balance of Present value of Defined Benefit Obligation	199,511	-
Adjustment of:		
Current Service Cost	62,066	62,066
Interest Cost	14,905	14,905
Actuarial Losses / (Gain)	(20,086)	(63,770)
Benefits Paid		
Past Service Cost		186,310
Obligation during Current year		-
Closing Balance of Present value of Defined Benefit Obligation	256,396	199,511
(ii) Change in Fair Value of Assets		
Opening Balance of Fair Value of Plan Assets	248,376	-
Adjustment of:		
Return on Plan Assets	23,809	-
Actuarial Gain/(Losses)		-
Contribution by the employer	55,776	248,376
Benefits Paid		-
Closing Balance of Fair Value of Plan Assets	327,961	248,376
(iii) Expenses recognised in the Statement of Profit and Loss		
Current Service Cost	32,850	62,066
Past Service Cost	-	186,310
TOTAL	32,850	248,376
(iv) Actuarial Assumptions:		
Discount Rate	8%	8%
Salary Escalation Rate	7%	7%
Expected Return on Plan Assets	8.75%	8%
Retirement age	60 Years	60 Years

INDIA HOME LOAN LIMITED
Notes forming part of the financial statements
NOTE 23 DISCLOSURES UNDER ACCOUNTING STANDARDS
Related party transactions

<u>Description of relationship</u>	<u>Names of related parties</u>
Key Management Personnel (KMP)	Mr Mahesh Pujara Mr Rishabh Siroya Mr Ashok Patel Mr Subhash Patel Mr Anant Bhalotia Mr Mitesh Pujara Mr. Ganesh Ramnathan
Relatives of KMP	Mr Bhavin Pujara Hemali Pujara
Company in which KMP/Relatives of KMP can exercise significant influence	Siroya Rishabh Developers

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended 31 March, 2014 and balances outstanding as at 31 March, 2014

Particulars	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
Rent paid during the year	205,000 (330,000)	450,000 (540,000)	- -	655,000 (870,000)
Director Remuneration	1,363,750 (450,000)	- -	- -	1,363,750 (450,000)
Legal & Professional Fees	337,080 (168,540)	20,000 -	- -	357,080 (168,540)
Loan taken from a director	3,100,000 (750,000)	- -	- -	3,100,000 (750,000)
Loan given to a partnership firm in which a director is a partner	-	-	7,500,000	7,500,000
			(7,500,000)	(7,500,000)
<u>Balances outstanding at the end of the year</u>	-	-	-	-
Rent Deposit outstanding	- (300,000)	- -	- -	- (300,000)
Loan taken from a director	- (750,000)	- -	- -	- (750,000)
Loan given to a partnership firm in which a director is a partner	-	-	7,398,813	7,398,813
			(7,503,629)	(7,503,629)
Director Remuneration	8,624 (-)			8,624

Note: Figures in bracket relates to the previous year

INDIA HOME LOAN LIMITED

Notes forming part of the financial statements

NOTE 24 ADDITIONAL INFORMATION TO FINANCIAL STATEMENTS

Note	Particulars	Current Year (₹)	Previous Year (₹)
24.1	Contingent liabilities and commitments (to the extent not provided for)		
	Contingent liabilities		
	(a) Claims against the Company not acknowledged as debt	Nil	Nil
24.2	Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006		
	There is no dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.		
24.3	Loans granted by the Company are secured or partly secured by		
	(a) Equitable mortgage of property and / or		
	(b) Pledge of shares, units, other securities, assignments of life insurance policies and / or		
	(c) Hypothecation of assets and / or		
	(d) Bank guarantees, Company guarantees or Personal guarantees and / or		
	(e) Undertaking to create a security		
24.4	The company has complied with the norms prescribed under Housing Finance Companies (NHB) Directions, 2010 for recognising Non-Performing Assets (NPAs) in preparation of accounts. The NPA consisting of the principal loans outstanding where payments of EMI were in arrears for over 90 days amounted to ₹ 35,00,000/- (Previous Year ₹ 53,98,576/-). As per the prudential norms prescribed by the National Housing Bank, in respect of credit exposures, the total provisioning made till 31st March, 2014 is ₹ 35,00,000/- (Previous Year ₹ 53,98,576/-). Details of which is as follows:		
	Asset Classification	Current Year	Previous Year
	Standard (considered good)	138,250,762	136,705,465
		(660,855)	(546,822)
	Sub-Standard Assets	2,322,508	615,239
		(348,376)	(92,286)
	Bad and Doubtful Assets	3,445,770	5,890,764
		(2,490,769)	(4,729,710)
	Loss Assets	-	29,758
		-	(29,758)
	TOTAL	144,019,040	143,241,226
		(3,500,000)	(5,398,576)
	Note: Figures in bracket indicates provision made		
	The company has charged/(reversed) excess provision of ₹ (18,98,576) (Previous Year ₹ NIL/-) during the current year to make up the total provisioning of ₹ 35,00,000/- (Previous Year ₹ 53,98,576/-).		
24.5	In the opinion of the company, there is only one reportable business segment i.e Housing Finance Business Segment geographically only located in India for the purpose of Accounting Standard on "Segment Reporting (AS-17) notified by the Companies (Accounting Standards) Rules, 2006		
24.6	Value of imports calculated on CIF basis	Nil	Nil
24.7	Expenditure in foreign currency	51,210	Nil
24.8	Earnings in foreign exchange	Nil	Nil
24.9	The balances appearing under unsecured loans, sundry creditors, loans and advances, 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.		
24.10	In the opinion of the Board, assets other than fixed assets do have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.		
24.11	The company has appropriated a sum of ₹ 12,00,000/- (Previous Year ₹12,76,780) to reserve fund which is in compliance with the requirement of section 29C of the National Housing Bank Act, 1987.		
24.12	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 ₹ 14,09,624/- (Previous Year ₹ 11,10,000/-) during the year.		
24.13	Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosures.		

INDIA HOME LOAN LIMITED
Notes forming part of the financial statements

NOTE 24.14 The following additional disclosures have been given in terms of the circular no. NHB/ND/DRS/Pol-No.35/2010-11 dated October 11,2010 issued by National Housing Bank:

A Capital to Risk Assets Ratio (CRAR):

Items	Current Year	Previous Year
1. CRAR (%)	156.16	122.39
2. CRAR - Tier I Capital (%)	156.16	122.39
3. CRAR - Tier II Capital (%)	-	-

B Exposure to Real Estate Sector

Items	Current Year	Previous Year
1 Direct Exposure		
a Residential Mortgages:		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower	Loans >= ₹.15 lacs: ₹. 78,00,336/-	Loans >= ₹. 15 lacs: ₹.62,76,867/-
or that is rented : (Individual housing loans up to ₹ 15 lacs may be shown separately)	Loans <= ₹. 15 lacs: ₹. 10,61,22,684/-	Loans <= ₹. 15 lacs: ₹. 10,48,91,323/-
Total	₹. 11,39,23,020/-	₹. 11,11,68,190/-
b Commercial Real Estate:		
Lending fully secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition , development and construction etc.) Exposure would also include non-fund based (NFB) limits:	₹. 1,54,07,415/-	₹. 1,55,93,476/-
c Investments in Mortgage Backed Securities (MBS) and other securitised exposure:		
i. Residential		Nil
ii. Commercial Real Estate		Nil
2 Indirect Exposure		
Fund based and non-fund based exposure on National Housing Bank (NHB) and Housing		Nil

24.15 C Asset Liability Management
Maturity pattern of certain items of assets and liabilities as on 31st March, 2014

	1 day to 30-31 days (One Month)	over one month to 2 months	over 2 month to 3 months	over 3 month to 6 months	over 6 month to 1 year	over 1 year to 3 years	over 3 year to 5 years	over 5 year to 7 years	over 7 year to 10 years	(₹) in crore
Liabilities										
Borrowings from Banks	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Market Borrowings	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Assets										
Advances	0.21	0.21	0.21	0.98	1.96	5.11	4.53	4.15	5.51	28.58
Investments	-	-	-	0.75	0.25	-	-	-	-	1.00

Maturity pattern of certain items of assets and liabilities as on 31st March, 2013

	1 day to 30-31 days (One Month)	over one month to 2 months	over 2 month to 3 months	over 3 month to 6 months	over 6 month to 1 year	over 1 year to 3 years	over 3 year to 5 years	over 5 year to 7 years	over 7 year to 10 years	(₹) in crore
Liabilities										
Borrowings from Banks	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Market Borrowings	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Assets										
Advances	0.31	0.31	0.31	0.93	1.68	4.36	4.05	4.11	5.46	27.65
Investments	-	-	-	0.75	0.16	-	-	-	-	0.91

Note

[illegible]

INDIA HOME LOAN LIMITED

CIN: L65910MH1990PLC059499

REGISTERD OFFICE: MODI HOUSE, 10TH BORA MASJID STREET, BEHIND FORT HOUSE,
FORT MUMBAI,400001

ATTENDANCE SLIP

**Twenty Fourth Annual General Meeting
(To be handed over at the entrance of the Meeting Hall)**

--

I /We hereby record my/our presence at the TWENTY FOURTH ANNUAL GENERAL MEETING of the Company, June 28, 2014 at 11.30 A.M at Hotel Archane Residency next to R-Mall/Big Bazar, LBS marg, Mulund (West), Mumbai -400080.

Full Name of the Member in (IN BLOCK LETTERS) _____

DP ID: _____ CLIENT ID: _____

Folio No. _____ No. Of Share Held _____

Full Name of the Proxy (IN BLOCK LETTERS) _____

(To be filled in if the valid proxy has been duly lodged with the Company).

Signature of Member /Proxy. _____

ELECTRONIC VOTING PARTICULARS

EVEN(E-VOTING EVEN NUMBER)	USER ID	PASSWORD / PIN

NOTE: For electronic Voting kindly log on to e-voting web site www.evoting.nsdl.com

INDIA HOME LOAN LIMITED

CIN: L65910MH1990PLC059499

REGISTERD OFFICE: MODI HOUSE, 10TH BORA MASJID STREET, BEHIND FORT HOUSE,
FORT MUMBAI, 400001

PROXY FORM

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014)

I /We hereby record my/our presence at the TWENTY FOURTH ANNUAL GENERAL MEETING of the Company, June 28, 2014 at 11.30 A.M at Hotel Archane Residency next to R-Mall/Big Bazar, LBS marg, Mulund (West), Mumbai -400080.

- 1) _____ of _____ having e-mail id _____ or failing him
2) _____ of _____ having e-mail id _____ or failing him
3) _____ of _____ having e-mail id _____ and

whose signature (s) are appended below as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 24th Annual General Meeting of the company , to be held on Saturday , 28th June 2014 at 11.30 a.m at Hotel Archana Residency, Next to R- Mall/Big Bazar, LBS Marg, Mulund (W), Mumbai 400080 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution Descriptions	For	Against
1.Consider and adopt : (a)Audited Financial Statements , Profit and Loss Account for the year ended 31st March, 2014, the Balance Sheet as on that date and the Reports of the Directors and Auditors.		
2. Re-appointment of Mr. Subhash Patel as Director of the Company, who retires by rotation .		
3. Re-appointment of Mr. Ashok Patel as Director of the Company, who retires by rotation .		
4. Re-appointment of Mr. Bharat Merchant as Independent Director of the Company, who retires by rotation		
5. Appointment of Auditor and fixing of their Remuneration		

Signed this Day of 2014

Signature of Shareholder

Affix a 15 paise
Revenue Stamp

Signature of 1st Proxy holder





Signature of 2nd Proxy Holder

Signature of 3rd Proxy Holder

Notes:

- (1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
- (2) A proxy need not to be a member of the Company.
- (3) A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- (4) Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
- (5) In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

FORM A AS PER CLAUSE 31 OF THE LISTING AGREEMENT

Sr. No.	Descriptions	Details
1	Name of the Company	M/s. India Home Loan Limited
2	Annual Financial Statement for the Year ended	31 st March, 2014
3	Type of Audit Observation	Unqualified
4	Frequency of observations	Not Applicable
5	To be Signed by	
	1. Managing Director	
	2. CFO/Finance Head	
	3. Auditor of the Company	 
	4. Audit Committee Chairman	