



REVIEW REPORT

The Board of Directors,
Housing & Urban Development Corporation Ltd.
Core 7A, HUDCO BHAWAN,
India Habitat Centre
Lodhi Road,
New Delhi – 110 003

We have reviewed the accompanying statement of un-audited financial results of **Housing & Urban Development Corporation Limited** for the half year ended 30th September 2015. This statement is the responsibility of the company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagement to Review Financial Statements performed by the independent auditor of the entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results for the half year ended on 30.09.2015, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies, has not disclosed information required to be disclosed in terms of Clause 29 of the Listing Agreement for the debt securities including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has been prepared in accordance with relevant prudential norms issued by the National Housing Bank in respect of income recognition, asset classification, provisioning and other related matters.

For & on behalf of Dhawan & Co.
Chartered Accountants
Firm Regn. No. 002864N



Sunil Gogia
(Partner)
M. No. - 073740

Place of Signatures : **New Delhi**
Date : **09.11.2015**

HOUSING AND URBAN DEVELOPMENT CORPORATION LTD.

(A GOVT. OF INDIA UNDERTAKING)

REGISTERED OFFICE : HUDCO BHAWAN, INDIA HABITAT CENTRE, LODHI ROAD, NEW DELHI -110003

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE SIX MONTHS ENDED 30.09.2015

(Rs. in crore)

Particulars	6 months ended 30.09.2015 (Reviewed)	Corresponding 6 months ended in the previous year (30.09.2014) (Reviewed)	Previous year ended 31.03.2015 (Audited)
1 a) Net Sales/Income from Operation	1530.60	1505.02	3336.75
b) Other Operating Income	53.10	30.85	71.17
2 Total Expenditure			
a) Interest and other financial charges	936.44	889.40	1775.36
b) Exchange Gain (-) / Loss	7.33	(4.53)	(13.13)
c) Staff Cost	68.81	64.56	161.37
d) Depreciation	2.40	2.50	5.28
e) Other Expenditure	20.43	22.27	33.19
f) CSR Expenditure	1.88	12.00	3.23
g) Provision on Loans (Net) (Refer Note 2)	102.34	82.22	271.28
h) Provision on Debtors/recoverable, Loans and Advances	-	-	2.52
3 Profit from Operations before Other Income	444.07	457.35	1163.80
4 Other Income	0.68	0.70	6.72
5 Profit before Exceptional Items	444.75	458.05	1170.52
6 Exceptional Items	-	-	-
7 Profit (+)/ Loss (-) from Ordinary Activities before tax	444.75	458.05	1170.52
8 Prior Period Adjustments (Net)	0.03	0.77	10.42
9 Provision for Tax			
- Current Tax (Including Prior Period Tax Adjustments)	147.06	146.41	391.24
- Deferred Tax	(2.18)	7.96	12.07
10 Net Profit (+)/ Loss (-) from Ordinary Activities after tax	295.91	310.45	777.63
11 Extraordinary Items (net of tax expense)	-	-	-
12 Net Profit (+)/ Loss (-) for the period	295.91	310.45	777.63
13 Paid-up Equity Share Capital (Face Value - ₹ 1000 per share)	2001.50	2001.90	2001.90
14 Reserves excluding Revaluation Reserves (As at 31.03.2015)			5779.27
15 Analytical Ratios			
(i) Capital Adequacy Ratio (%)			50.46
(ii) Earnings Per Share (EPS) (₹)	149.81	155.00	388.45
16 NPA Ratios			
(i) Gross NPA (Amount)	3388.92	3365.65	2069.59
(ii) Net NPA (Amount)	1708.93	1972.45	501.89
(iii) Gross NPA (%)	10.62	11.02	6.25
(iv) Net NPA (%)	5.65	6.77	1.59
(v) Return on assets (%)	1.02	1.15	2.63

Note:

- The Corporation does not have more than one segment eligible for reporting in terms of Accounting Standard - 17.
- The required NPA provision of Rs.1807.44 crore (Rs.1315.08 crore as on 31.03.2015) as per NHB norms has been made as on 30.09.2015. Further, entire additional provision of Rs.390 crores as on 31.03.2015 has been utilised by the company.
- The main audit observations on the accounts for the financial year 2014-2015 are under review and necessary action is being taken.
- There were no investor complaints pending with HUDCO as on 30.09.2015.
- An amount of Rs.11 crore has been provided in the accounts towards Employee Benefits as per AS-15 pending Actuarial Valuation.
- Other Income includes an amount of Rs.16.86 crore being the net interest on Refunds granted by the Income Tax Authorities.
- Depreciation of Rs.2.40 crore on fixed assets has been provided on estimated basis.
- All the shares are held by Government of India and its nominees.
- The company has paid final Dividend of Rs.100.01 crore and Dividend Distribution Tax of Rs.20.49 crore for the Financial Year 2014-15.
- The above unaudited financial results as reviewed by the Audit Committee were taken on record by the Board of Directors at their meeting held on 09.11.2015.
- The unaudited financial results for the six months ended 30th September, 2015 have been Reviewed by the Statutory Auditors.
- Figures of corresponding period in the previous year have been regrouped, wherever necessary.

DATE : 09.11.2015
PLACE : NEW DELHICA SUNIL GOPIA
M. No. - 013740

for and on behalf of Board of Directors

Dr. M. Ravi Kanth

Chairman & Managing Director

Disclaimer: Housing and Urban Development Corporation Limited ("HUDCO") is proposing, subject to receipt of requisite approvals, market conditions and other considerations, a public offer of debt securities and has filed a Draft Shelf Prospectus with RBI Limited and the Securities and Exchange Board of India ("SEBI"). The Draft Shelf Prospectus is available on the websites of SEBI at www.sebi.gov.in, BSE at www.bseindia.com and the websites of the Lead Managers at www.aitscapital.co.in, www.edelweiss.in, www.kslsecurities.com, www.sbcaps.com, and www.mintance.com/www.mtdl.com. For risks associated with investment in debt securities investors may refer to the Draft Shelf Prospectus, including the section titled "Risk Factors".