

NOTICE

NOTICE is hereby given that the Seventy Seventh Annual General Meeting of the Members of The Hindustan Housing Company Ltd. will be held on Tuesday, 3rd September, 2013, at 4.00 p.m. at the Registered Office of the Company at Bajaj Bhavan, 2nd floor, Jammalal Bajaj Marg, 226, Nariman Point, Mumbai – 400-021, to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet as at March 31, 2013 and the Profit and Loss Account for the year ended on that date and the reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Shri Vinaya Mehrotra, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors to hold office for the period commencing from the conclusion of the ensuing Annual General Meeting of the Company till the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

NOTES :

1. **NOTICE** is also hereby given that the Register of Members of the Company will remain closed from 29th August, 2013 to 3rd September, 2013 (both days inclusive).
2. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
3. The Proxy Forms in order to be valid and effective should be deposited at the Registered Office of the Company not less than Forty-eight hours before the commencement of the meeting.

4. The Company has appointed M/s Bigshare Services Pvt. Ltd. as its Registrar & Share Transfer Agent and their address is as follows :

Name of the Contact Person: Mr. Babu Rapheal C. - Senior Manager

Address: M/s Bigshare Services Pvt. Ltd.,
E-2/3, Ansa Industrial Estate,
Sakivihar Road, Saki Naka, Andheri (East),
Mumbai - 400-072.

Tel.: +91-22-28470652/40430200 Fax: +91-22-2845207
Email: info@bigshareonline.com, Website: w.w.w.bigshareonline.com

5. The Equity shares of the Company have been admitted in the depository system of both NSDL and CDSL for the purposes of enabling the dematerialization of equity shares of the Company and the ISIN allotted by both the depositories to the equity shares of the Company is **INE083O01019**.

Members who are desirous of holding their equity shares in the Company in electronic form can now avail of the facility by applying for dematerialization of the equity shares held by them in physical form.

6. Members are requested to notify the change in their address, if any, to the Company immediately.

By Order of the Board of Directors
For The Hindustan Housing Company Ltd.

(Niraj Bajaj)
Chairman

Mumbai: 29th May, 2013

DIRECTORS' REPORT

Your Directors present their Seventy Seventh Annual Report and Audited Accounts of the Company for the year ended 31st March, 2013.

1. **Financial Results :**

	F. Y. <u>2012-2013</u> Rs.	F. Y. <u>2011-2012</u> Rs.
Profit for the year before tax	7,776,813	6,420,111
Less : Provision for Taxation	<u>1,769,554</u>	<u>1,502,742</u>
Profit after tax	6,007,259	4,917,369
<u>Add/(Less) :</u>		
Tax in respect of earlier years (Net)	----	289,290
Balance brought forward from Previous year	<u>5,217,553</u>	<u>23,431,465</u>
Balance available for appropriation	<u>11,224,812</u>	<u>28,647,124</u>
<u>Less : Appropriations:</u>		
Proposed Dividend	----	----
Tax on Proposed Dividend	----	----
Transfer to General Reserve	----	23,429,571
Balance carried to Balance Sheet	<u>11,224,812</u>	<u>5,217,553</u>

2. **Dividend :**

The Board of Directors of the Company do not recommend dividend on Equity Shares of the Company for the Financial Year ended 31st March, 2013.

3. **Directors :**

Shri Vinaya Mehrotra, Director of the Company retires by rotation and being eligible, offers himself for reappointment.

4. **Particulars of employees :**

There were no employees in respect of whom information as per Section 217(2A) of the Companies Act, 1956 read with rules framed thereunder is required to be given in the Director's Report.

5. **Other Information :**

The Company being a Service Company and not having carried out any manufacturing activities during the year under review, the Directors have nothing to report on 'Conservation of Energy' 'Research & Development' and 'Technology Absorption' as required to be given under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988.

Further, there was no Foreign Exchange earnings and/or outgo during the year under review.

6. **Directors' Responsibility Statement :**

Pursuant to sub-section (2AA) of Section 217 of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that:

- a) in the preparation of the Annual Accounts, the applicable accounting standards have been followed and no material departures have been made therefrom;
- b) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company for the financial year ended as at 31st March, 2013 and of the profit of the Company for the said period;
- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors have prepared the annual accounts on a going concern basis.

7. **Appointment of Registrar & Share Transfer Agent of the Company :**

The Company has appointed M/s Bigshare Services Pvt. Ltd., Mumbai, as its Registrar & Share Transfer Agent.

8. **Dematerialization of Equity Shares :**

The Equity shares of the Company have been admitted in the depository system of both NSDL and CDSL for the purposes of enabling the dematerialization of equity shares of the Company and the ISIN allotted by both the depositories to the equity shares of the Company is **INE083O01019**.

Members who are desirous of holding their equity shares in the Company in electronic form can now avail of the facility by applying for dematerialization of the equity shares held by them in physical form.

9. **Auditors :**

M/s K.K. Mankeshwar & Co., Chartered Accountants (Regn. No.106009W) Mumbai, Auditors of the Company retire at the ensuing Annual General Meeting of the Company and being eligible offer themselves for reappointment. You are requested to appoint Auditors of the Company for the period from the conclusion of the ensuing Annual General Meeting of the Company till the conclusion of the next Annual General Meeting of the Company and fix their remuneration.

For and on behalf of the Board of Directors
The Hindustan Housing Company Ltd.

Niraj Bajaj
Chairman

Mumbai: 29th May, 2013

INDEPENDENT AUDITOR'S REPORT

To the Members of The Hindustan Housing Company Limited

Report on the Financial Statements

We have audited the accompanying financial statements of M/s The Hindustan Housing Company Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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 referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). 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 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 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, 2013;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows 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, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 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 purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those;
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e. On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

GIRISH M. PATHAK

Partner

Membership No. 102016

For and on behalf of

K.K.MANKESHWAR & CO.,

Chartered Accountants

FRN- 106009W

Mumbai, dated the

29th May, 2013.

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

(The Annexure referred to in our report to the members of The Hindustan Housing Company Limited ('the Company') for the year ended March 31, 2013.)

- (i) In respect of its Fixed Assets:
 - (a) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) As per the explanation given to us, the Fixed assets were physically verified by the Management in accordance with a regular program covering all the assets over a period of three years, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, a portion of the fixed assets have been physically verified by the Management during the year. As per the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) Based on the information and explanations given by the Management and on the basis of audit procedures performed by us, there were no disposal of Fixed Assets during the year.
- (ii) In respect of its Inventories:

The Company is a service company, primarily rendering various administrative and allied services. Accordingly, it does not hold any Inventory. Consequently, clauses (ii) (a) to (ii) (c) of paragraph 4 of the Order are not applicable to the Company.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured, to / from companies, firms or other parties covered in the register maintained under Section 301 of the Act. Consequently, clauses (iii) (a) to (iii) (g) of Paragraph 4 of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and for the sale of services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanation given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (v) In respect of contracts or arrangements entered in the Register maintained in pursuance of Section 301 of the Companies Act 1956, to the best of our knowledge and belief and according to information and explanations given to us.

- (a) The particulars of contracts or arrangements referred to in Section 301 that needed to be entered in the Register have been so entered.
 - (b) Where each of such transaction is in excess of Rupees Five Lacs in respect of any party, transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
- (vi) The Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
- (vii) In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.
- (viii) (a) According to the information and explanations given to us and the records of the Company examined by the us, in our opinion the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Entry Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- (b) According to information and explanations given to us, there were no undisputed amounts payable in respect of Income Tax, Service Tax, Entry Tax, Cess and other material statutory dues in arrears as on 31st March, 2013 for a period of more than six months from the date they become payable.
- (ix) The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (x) On the basis of the records examined by us and the information and explanation given to us, there were no dues to the banks, financial institutions or debenture holders.
- (xi) In our opinion and according to information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xii) In our opinion and according to information and explanations given to us, the Company is not a dealer or trader in shares, securities, debentures and other investments. All the investments are held by the Company, in its own name.
- (xiii) In our opinion and according to information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.

- (xiv) The Company has not obtained any term loans during the year.
- (xv) On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis which have been used for long-term investment.
- (xvi) According to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Act.
- (xvii) According to information and explanations given to us, the Company has not issued any debentures during the year.
- (xviii) The Company has not raised any monies by public issue during the year under review.
- (xix) 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 any fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.

Looking at the nature of activities being carried on, at present, by the Company, and also considering the nature of matters referred to in various clauses of the Order, as amended issued by the Central Government in terms of Section 227 (4A) of Act, 1956, clauses (viii) and (xiii) of paragraph 4 of the aforesaid Order, are in our opinion, not applicable to the Company.

GIRISH M. PATHAK

Partner

Membership No. 102016

For and on behalf of

K.K.MANKESHWAR & CO.,

Chartered Accountants

FRN- 106009W

Mumbai, dated the

29th May, 2013.

THE HINDUSTAN HOUSING COMPANY LIMITED

BALANCE SHEET AS AT 31st MARCH, 2013

	Note No.	As at 31-Mar-2013 ₹	As at 31-Mar-2012 ₹
I. EQUITY AND LIABILITIES			
1. Shareholder's Funds			
a) Share Capital	2	608,645	608,645
b) Reserves & Surplus	3	37,374,812	31,367,553
2. Non-Current Liabilities			
a) Deferred Tax Liabilities (Net)	4	926,523	756,969
b) Other Long Term Liabilities	5	9,861,000	9,861,000
c) Long Term Provisions	6	3,810,147	3,157,024
3. Current Liabilities			
a) Other Current Liabilities	7	4,995,130	3,722,648
b) Short Term Provisions	8	765,094	348,948
TOTAL		58,341,351	49,822,787
II. ASSETS			
1. Non-Current Assets			
a) Fixed Assets	9		
i) Tangible Assets		23,040,902	14,081,564
ii) Intangible Assets		22,064	44,122
b) Non-Current Investments	10	563,125	43,125
c) Long-Term Loans and Advances	11	4,894,569	10,965,617
d) Other Non-Current Assets	12	67,391	67,391
2. Current Assets			
a) Current Investments	13	20,455,463	17,989,830
b) Trade Receivables	14	2,190,963	5,679,842
c) Cash and Cash Equivalents	15	6,628,870	614,215
d) Short Term Loans and Advances	16	255,110	208,758
e) Other Current Assets	17	222,894	128,323
TOTAL		58,341,351	49,822,787
Significant Accounting Policies Adopted by the Company	1		

Notes 1 to 31 form an integral part of the Financial Statements

As per our report of the even date

For The Hindustan Housing Company Ltd.

GIRISH M. PATHAK

Partner

Membership No.102016

For & on Behalf of

K K MANKESHWAR & CO.

Chartered Accountants

Firm Registration No.106009W

NIRAJ BAJAJ

Chairman

Vinaya Mehrotra
Director

Vinod Nevatia
Director

Mumbai dated the
29th May,2013

Mumbai dated the
29th May,2013

THE HINDUSTAN HOUSING COMPANY LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2013

	Note No.	2012-13 ₹	2011-12 ₹
I. Revenue from Operations	18	25,177,312	21,361,995
II. Other Income	19	2,365,131	2,435,199
III. Total Revenue (I + II)		27,542,443	23,797,194
IV. EXPENSES			
Employee Benefits Expense	20	9,186,731	7,601,189
Depreciation and Amortization	9	1,029,579	795,958
Other Expenses	21	9,549,320	8,979,936
Total Expenses		19,765,630	17,377,083
V Profit before Tax (III - IV)		7,776,813	6,420,111
VI Tax Expenses			
(1) Current Tax		(1,600,000)	(1,400,000)
(2) Deferred Tax		(169,554)	(102,742)
(3) Tax in respect of earlier years (Net)		-	298,290
VII Profit/(Loss) for the year (V - VI)		6,007,259	5,215,659
VIII Earnings per Share	22		
(1) Basic		248	216
(2) Diluted		248	216
Significant Accounting Policies Adopted by the Company	1		

Notes 1 to 31 form an integral part of the Financial Statements

As per our report of the even date

For The Hindustan Housing Company Ltd.

GIRISH M. PATHAK

Partner

Membership No.102016

For & on Behalf of

K K MANKESHWAR & CO.

Chartered Accountants

Firm Registration No.106009W

NIRAJ BAJAJ

Chairman

Vinaya Mehrotra

Director

Vinod Nevatia

Director

Mumbai dated the
29th May,2013

Mumbai dated the
29th May,2013

THE HINDUSTAN HOUSING COMPANY LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2013

	Year Ended 31st March, 2013		Year Ended 31st March, 2012	
	₹	₹	₹	₹
A. Cash flow arising from Operating Activities				
Net Profit before Tax		7,776,813		6,420,111
Add back :				
a) Depreciation Charge	1,029,579		795,958	
b) Loss on Assets Sold / Discarded	-		255,207	
c) Sundry Balances Written Off	5		-	
d) Loss on Sale of Mutual Fund Units.	-		40	
		1,029,584		1,051,205
		8,806,397		7,471,316
Deduct :				
a) Dividend Income	2,124,983		1,730,233	
b) Interest Income	62,172		75,608	
c) Excess Provision written back	-		140,747	
d) Profit on sale of Mutual Fund units	177,976		488,611	
		2,365,131		2,435,199
Operating Cash Profit before Working capital changes		6,441,266		5,036,117
Add / (Deduct) :				
a) Increase / (Decrease) in Trade Payables and provisions	2,491,948		12,159,636	
b) (Increase) / Decrease in Trade and Other Receivables	2,772,561		(5,261,668)	
		5,264,509		6,897,968
Cash Inflow From Operations		11,705,775		11,934,085
Deduct : Direct Taxes paid		1,964,176		1,224,657
Net Cash Inflow in course of Operating Activities		9,741,599		10,709,428
B. Cash Flow arising from Investing Activities :				
Outflow :				
a) Acquisition of Fixed Assets & Capital WIP	3,047,204		10,006,571	
b) Acquisition of Long term Investments	520,000		-	
c) Acquisition of Current Investments	8,500,000		15,400,000	
		12,067,204		25,406,571
Inflow :				
a) Interest received	14,894		75,608	
b) Dividend received	838,800		837,000	
c) Sale of Current Investment	7,498,527		13,151,829	
d) Sale of Assets	-		61,550	
		8,352,221		14,125,987
Net Cash Inflow / (Outflow) in course of Investing Activities		(3,714,983)		(11,280,584)
C. Cash Flow arising from Financing Activities :				
Outflow :				
Unpaid Dividend deposited in "Investor Education and Protection Fund"		(11,960)		(11,460)
Net Cash (Outflow) in course of Financing Activities		(11,960)		(11,460)
Net Increase / (Decrease) in Cash / Cash Equivalents (A+B+C)		6,014,656		(582,616)
Add - Balance at the beginning of the year		614,215		1,196,831
Cash / Cash Equivalents at the close of the year		6,628,870		614,215

Significant Accounting Policies adopted by the Company
Notes 1 to 31 form an integral part of the Financial Statements

Note No. 1

As per our report of even date

For The Hindustan Housing Company Ltd.

GIRISH M. PATHAK
Partner
Membership No.102016
For & on Behalf of
K K MANKESHWAR & CO.
Chartered Accountants
Firm Registration No.106009W

NIRAJ BAJAJ
Director

Vinaya Mehrotra
Director

Vinod Nevatia
Director

Mumbai dated the
29th May,2013

Mumbai dated the
29th May,2013

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

1. Significant Accounting Policies:

1.1 Basis of preparation of financial statements:

The financial statements are prepared under the historical cost convention on accrual basis in accordance with the generally accepted accounting principles, the applicable mandatory Accounting Standards and the relevant provisions of the Companies Act 1956.

The Company is in the business of rendering various administrative and allied services. The Company has considered its operating cycle as 12 months and all assets and liabilities have been classified as current or non-current as per the criteria set out in the Revised Schedule VI to the Companies Act, 1956.

1.2 Use of Estimates:

The preparation of Financial Statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognised in the period in which the results are known.

1.3 Recognition of Revenue and Expenditure:

- a. Income from rendering of services is recognised in the year in which the services are rendered.
- b. All other revenues/incomes and costs/expenditure are generally accounted on accrual, as they are earned or incurred.
- c. Dividend income is recognised in the year in which the right to receive dividend is established.

1.4. Employee Benefits:

- a. **Short term employee benefits** are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related services are rendered;

- b. **Post employment benefits:**

Defined benefit plans:

-Gratuity

The present value of the obligation is determined based on an actuarial valuation at the close of the year using the Projected Unit Credit Method

Actuarial gains and losses arising on such valuation are recognized immediately in the Statement of Profit and Loss. In the case of gratuity which is funded with the Life Insurance Corporation of India, fair value of the Plan Assets, is reduced from the gross obligation under the Defined Benefit Plans, to recognize the obligation on a net basis;

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

-Provident Fund

Monthly contributions are made to a Trust, constituted for the benefit of the employees. The interest rate payable by the Trust to the beneficiaries is notified by the Government. The Company has an obligation to make good the shortfall, if any, between the return on investments of the Trust and the notified interest rate.

- c. Long term compensated absences** are provided on the basis of an actuarial valuation;
- d. Termination Benefits** are recognised as an expense in the Statement of Profit and Loss of the year in which they are incurred.

1.5 Fixed Assets and Depreciation:

a. Fixed Assets:

Fixed Assets are carried at cost of acquisition less accumulated depreciation. Costs include all expenses incurred to bring the assets to its present location and condition.

Fixed assets individually costing ₹ 5000/- or less are depreciated fully in the year of Acquisition.

b. Depreciation:

- i. Depreciation is provided as per the rates and in the manner prescribed under Schedule XIV to the Companies Act, 1956, on Straight Line Method.
- ii. Depreciation on additions to assets or on sale/disposal of assets is calculated pro-rata from the month of such addition or upto the month of such sale/disposal as the case may be.

1.6 Investments:

Investments are classified into Long-term and Current Investments. Long Term Investments are stated at cost of acquisition. Diminution, if any, in the value of Long Term Investments, other than temporary, is provided for each investment individually. Current Investments are stated at lower of cost and market value/ net realisable value.

1.7 Borrowing Costs:

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing costs are charged to revenue.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

1.8 Taxation:

Income-tax expense comprises Current tax and Deferred tax charge or credit.

- a) Provision for current tax is made on the assessable income at the tax rate applicable to the relevant assessment year.
- b) Deferred Tax is recognized on timing difference between taxable income and accounting income that originated in one period and are capable of reversal in one or more subsequent period(s). The Deferred tax Asset and Deferred tax Liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax Assets arising on account of brought forward losses and unabsorbed depreciation under tax laws are recognised only if there is a virtual certainty of its realisation supported by convincing evidence. Deferred tax assets on account of other timing differences are recognised only to the extent there is a reasonable certainty of its realisation. At each Balance Sheet date, the carrying amount of deferred tax assets is reviewed to reassure realisation.

1.9 Impairment of Assets:

The Company, at each balance sheet date, assesses whether there is any indication that an individual asset or group of assets constituting a Cash Generating Unit (CGU) may be impaired. Provision for impairment loss is recognised where the recoverable amount of an asset or a CGU, is less than its carrying amount. Provisions for impairment losses recognised in earlier years are further reviewed at each balance sheet date and adjusted for changes in the estimated recoverable amount of asset / CGU.

1.10 Provisions Contingent Liabilities and Contingent Assets:

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events, and it is probable that there will be an outflow of resources and reliable estimate of the amount of the obligation can be made. Contingent Liabilities are not recognized and are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements

1.11 Cash Flow Statement:

Cash flows are reported using the Indirect Method, whereby profit/ (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

1.12 Cash and Cash Equivalents:

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. the Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

1.13 Earnings Per Share:

Basic earnings per share are calculated by dividing the net profit or loss 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 or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

2 Share Capital

Particulars	31-Mar-2013		31-Mar-2012	
	Number of Shares	₹	Number of Shares	₹
a) Authorised Equity Shares of ₹ 25/- each	40,000	1,000,000	40,000	1,000,000
b) Issued Equity Shares of ₹ 25/- each	24,531	613,275	24,531	613,275
c) Subscribed and Paid up				
i) Equity Shares of ₹ 25/- each fully paid up	24,200	605,000	24,200	605,000
ii) Forfeited Shares (Amounts originally paid up)	331	3,645	331	3,645
Total	24,531	608,645	24,531	608,645

2.1 Reconciliation of Number of Shares and Amount Outstanding :

Particulars	31-Mar-2013		31-Mar-2012	
	Number of Shares	₹	Number of Shares	₹
Equity Shares at the beginning of the year	24,531	608,645	24,531	608,645
Add: Shares issued during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-
Equity Shares at the end of the year	24,531	608,645	24,531	608,645

2.2 Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company :

Name of the Shareholder	31-Mar-2013		31-Mar-2012	
	Number of Shares	% of total Holding	Number of Shares	% of total Holding
i. Sikkim Janseva Pratisthan Pvt. Ltd.	6,824	28.20%	6,824	28.20%
ii. Bachhraj & Co. Pvt. Ltd.	6,152	25.42%	6,152	25.42%
iii. Jamnalal Sons Pvt. Ltd.	2,564	10.60%	2,564	10.60%
Total	15,540	64.22%	15,540	64.22%

2.3 The Company has only one class of shares referred to as equity shares having a par value of ₹ 25/-. Each holder of equity shares is entitled to one vote per share.

2.4 In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all the preferential amount, in the proportion of the number of equity shares held by each share holders.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

3 Reserves & Surplus

Particulars	₹	31-Mar-2013	₹	31-Mar-2012
		₹		₹
a) General Reserve				
Opening Balance	26,150,000		2,720,429	
Add : Transfer from Surplus during the Current year	-		23,429,571	
Closing Balance		26,150,000		26,150,000
b) Surplus in the Statement of Profit and Loss :				
Opening balance	5,217,553		23,431,465	
Add: Net Profit for the year	6,007,259		5,215,659	
Less: Transfer to General Reserve	-		23,429,571	
Closing Balance		11,224,812		5,217,553
Total		37,374,812		31,367,553

4 Deferred Tax Liability

Particulars	₹	31-Mar-2013	₹	31-Mar-2012
		₹		₹
Deferred Tax Liability on account of Depreciation		1,482,616		1,085,985
Less: Deferred Tax Asset on account of Employee Benefits		(556,093)		(329,016)
Total		926,523		756,969

5 Other Long Term Liabilities

Particulars	₹	31-Mar-2013	₹	31-Mar-2012
		₹		₹
Security Deposits		9,861,000		9,861,000
Total		9,861,000		9,861,000

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

6 Long Term Provisions

	₹	31-Mar-2013 ₹	₹	31-Mar-2012 ₹
Provision for employee benefits (Net) (Refer Note No. 25)		3,798,246		3,157,024
Provision for Taxation (Net of Advance Tax)		11,901		
Total		3,810,147		3,157,024

7 Other Current Liabilities

Particulars	₹	31-Mar-2013 ₹	₹	31-Mar-2012 ₹
Unclaimed Dividend*		37,020		48,980
Other Liabilities # {Refer Note No.28 (a)}		2,286,215		1,666,548
Other Deposits		-		2,007,120
Creditors for Capital Goods		2,457,891		-
Advances received from Related Parties		214,004		-
Total		4,995,130		3,722,648

* There is no amount due and outstanding to be credited to Investor Education and Protection Fund (IEPF). An amount of ₹ 11,960/- has been paid towards IEPF during the year

includes statutory dues, Liability for expenses and payable to employees.

8 Short Term Provisions

Particulars	₹	31-Mar-2013 ₹	₹	31-Mar-2012 ₹
Provision for employee benefits (Net) (Refer Note No. 25)		765,094		337,047
Provision for Taxation (Net of Advance Tax)		-		11,901
Total		765,094		348,948

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

9 Fixed Assets

(Amount in ₹)

ASSETS	GROSS BLOCK (AT COST)				DEPRECIATION				NET CARRYING VALUE	
	As at 1-Apr-2012	Addition	Disposal	As at 31-Mar-2013	Upto 31-Mar-2012	For the Year	(Disposal) / Adjustment	Up to 31-Mar-2013	As at 31-Mar-2013	As at 31-Mar-2012
a) Tangible Assets										
Building*	7,107,861	-	-	7,107,861	907,131	115,851	-	1,022,982	6,084,879	6,200,730
Elevators	1,063,686	-	-	1,063,686	674,765	50,525	-	725,290	338,396	388,921
Air Conditioner Plant	398,401	75,280	-	473,681	30,514	21,606	-	52,120	421,561	367,887
Electrical Equipments	899,964	-	-	899,964	563,871	41,254	-	605,125	294,839	336,093
Furniture, Fixtures and Equipments	8,263,929	-	-	8,263,929	2,237,771	466,680	-	2,704,451	5,559,478	6,026,158
Office Equipments	1,074,675	172,542	-	1,247,217	502,149	56,585	-	558,734	688,483	572,526
Security Equipment	-	9,513,906	-	9,513,906	-	193,487	-	193,487	9,320,419	-
Computers	423,749	205,131	-	628,880	234,500	61,533	-	296,033	332,847	189,249
Total Tangible Assets (A)	19,232,265	9,966,859	-	29,199,124	5,150,701	1,007,521	-	6,158,222	23,040,902	14,081,564
b) Intangible Assets										
Computer Software	66,180	-	-	66,180	22,058	22,058	-	44,116	22,064	44,122
Total Intangible Assets (B)	66,180	-	-	66,180	22,058	22,058	-	44,116	22,064	44,122
Total (A) + (B)	19,298,445	9,966,859	-	29,265,304	5,172,759	1,029,579	-	6,202,338	23,062,966	14,125,686
Previous Year's Total	17,646,909	3,086,916	1,435,380	19,298,445	5,495,424	795,958	1,118,623	5,172,759	14,125,686	

* Includes ₹ 500/- (P.Y ₹ 500/-) being the cost of 10 shares in a Co-operative Society for Office Premises on ownership basis.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

10 Non Current Investments

Particulars	31-Mar-2013		31-Mar-2012	
	Nos	₹	Nos	₹
a) Investments in Equity Shares (Quoted)- At Cost				
<u>Other Investments</u>				
1. Bajaj Holdings & Investment Limited (BHIL) (Equity Shares of ₹10/- each fully paid up)	7,200	24,366	7,200	24,366
2. Bajaj Finserv Limited (Equity Shares of ₹5/- each fully paid up)	8,000	529,229	7,200	9,229
3. Bajaj Auto Limited (Equity Shares of ₹10/- each fully paid up)	14,400	9,530	14,400	9,530
Total	29,600	563,125	28,800	43,125

10.1 Particulars	Book Value (₹)		Market Value (₹)	
	31-Mar-2013	31-Mar-2012	31-Mar-2013	31-Mar-2012
Aggregate Quoted Investments	563,125	43,125	38,584,920	34,419,600
Aggregate Unquoted Investments	-	-	-	-
	563,125	43,125	38,584,920	34,419,600

11 Long Term Loans and Advances

Particulars	₹	31-Mar-2013	₹	31-Mar-2012
		₹		₹
<u>Unsecured, Considered good</u>				
a) Capital Advances		-		6,919,655
b) Sundry Deposits		974,647		974,647
c) Advances Recoverable in Cash or in Kind or for Value to be received		3,212,305		2,727,873
d) Advance Tax (Net of Provision for Tax)		707,617		343,442
Total		4,894,569		10,965,617

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

12 Other Non-Current Assets

Particulars	31-Mar-2013		31-Mar-2012	
	₹	₹	₹	₹
a) Income Tax Refund Receivable		67,391		67,391
Total		67,391		67,391

13 Current Investments

Particulars	31-Mar-2013		31-Mar-2012	
	No. of Units	₹	No. of Units	₹
a) Investments in Mutual Funds (Quoted) (At lower of Cost or Fair value)				
1. HDFC CMF-TAP-Retail Weekly Dividend Reinvest (NAV ₹ 67,63,428 /- ; P.Y. ₹ 4,379,599/-)	973,999	6,763,041	436,232	4,376,358
2. Reliance Diversified Power Sector Fund - Growth Plan (NAV ₹ 2,138,851/- ; P.Y. ₹ 2,498,261/-)	44,370	500,000	44,370	500,000
3. Reliance Equity Fund - Growth Plan (NAV ₹ NIL ; P.Y. ₹ 9,18,399/-)	-	-	72,430	724,295
4. HDFC High Interest Fund -Dividend Reinvest (NAV ₹ 11,691,501/- ; P.Y. ₹ 10,892,935/-)	1,104,368	11,712,952	1,028,431	10,909,707
5. Principal Large Cap Fund - Growth Plan (NAV ₹ 4,081,747/- ; P.Y. ₹ 3,832,877)	144,691	1,479,470	144,691	1,479,470
Total		20,455,463		17,989,830

13.1 Particulars	Book Value (₹)		Market Value (₹)	
	31-Mar-2013	31-Mar-2012	31-Mar-2013	31-Mar-2012
Aggregate Quoted Investments	20,455,463	17,989,830	24,675,527	22,522,071
Aggregate Unquoted Investments	-	-	-	-
	20,455,463	17,989,830	24,675,527	22,522,071

14 Trade Receivable

Particulars	31-Mar-2013		31-Mar-2012	
	₹	₹	₹	₹
a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment		-		-
b) Other Trade Receivable Unsecured, considered good		2,190,963		5,679,842
Total		2,190,963		5,679,842

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

15 Cash and Cash Equivalents

	₹	31-Mar-2013 ₹	₹	31-Mar-2012 ₹
a) Balances with Bank				
Current Account		6,567,563		536,342
Unpaid Dividend Account		59,671		73,251
b) Cash on Hand		1,636		4,622
Total		6,628,870		614,215

16 Short Term Loans and Advances

Particulars	₹	31-Mar-2013 ₹	₹	31-Mar-2012 ₹
<u>Unsecured, considered good</u>				
a) Loans and Advances to Employees		115,000		25,000
b) Advances Recoverable in Cash or in Kind or for Value to be received		140,110		183,758
Total		255,110		208,758

17 Other Current Assets

Particulars	₹	31-Mar-2013 ₹	₹	31-Mar-2012 ₹
a) Interest Receivable		94,556		47,278
b) Expenses Recoverable		128,338		81,045
Total		222,894		128,323

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

18 Revenue from Operations

Particulars	2012-13 ₹	2011-12 ₹
Sale of Services		
Airconditioning Service Charges	5,869,937	5,946,195
Communication Service Charges	767,673	701,401
General Administration Service Charges	11,014,232	8,760,756
Housekeeping Service Charges	1,390,720	1,142,375
Dining Room Service Charges	5,291,435	3,731,231
Board Room Compensation	375,000	367,500
Other Services	468,315	712,537
Total	25,177,312	21,361,995

19 Other Income

Particulars	2012-13 ₹	2011-12 ₹
Interest Income	62,172	75,608
Dividend	2,124,983	1,730,233
Sundry Balances Written Back	-	140,747
Profit on Sale of Mutual Fund (Net)	177,976	488,611
Total	2,365,131	2,435,199

20 Employee Benefits Expense

Particulars	2012-13 ₹	2011-12 ₹
Salaries, Allowances, Bonus, etc.	7,109,403	5,771,890
Contribution to Provident and Other Funds (Defined Benefit Plan)	1,104,311	927,362
Staff Welfare Expenses	973,017	901,937
Total	9,186,731	7,601,189

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

21 Other Expenses

Particulars	2012-13 ₹	2011-12 ₹
Power & Fuel	4,550,740	4,169,920
Repairs to Building	-	160,815
Insurance	12,543	11,835
Rates and Taxes	969,999	445,586
Auditor's Remuneration (Refer Note 21.1)	89,875	76,848
Director's Sitting Fees	85,000	43,000
Maintenance and Service Contract Charges	355,183	477,108
Compensation paid for use of Premises	300,000	300,000
Legal and Professional Charges	130,944	92,315
Housekeeping Charges	1,091,846	930,568
Loss on Sale of Assets Sold / Discarded	-	255,207
General Administration Service Expenses	963,198	959,804
Miscellaneous Expenditure	999,992	1,056,930
Total	9,549,320	8,979,936

21.1 Auditor's Remuneration

Particulars	2012-13 ₹	2011-12 ₹
Fees as Auditors	50,000	50,000
Fees as Tax Auditors	15,000	15,000
Fees for other work	20,000	10,000
Out of Pocket Expenses	4,875	1,848
Total	89,875	76,848

22 Earnings per share

Particulars	2012-13	2011-12
Net profit after tax as per Statement of Profit and Loss attributable to Equity shareholders (₹)	6,007,259	5,215,659
Weighted Average number of equity shares used as denominator for calculating EPS	24,200	24,200
Basic and Diluted Earnings per share (₹)	248	216
Face value per equity share (₹)	25	25

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

23. Particulars of the Firm M/s. Agarwal Brothers in which the Company is a Partner (as certified by a Partner of the Firm/Director of the Company):

Sr. No.	Partners	Share of Profit (%)	Capital as at 31/03/2013 ₹	Capital as at 31/03/2012 ₹
1	Shri Gauriduttji Mittal (HUF)	10	-	-
2	Shri Govindramji Mittal (HUF)	5	-	-
3	Shri Brahmadduttji Mittal (HUF)	10	-	-
4	Shri Shankarlalji Mittal (HUF)	3	-	-
5	Shri Vishwanathiji Mittal (HUF)	9	-	-
6	Smt. Kantadevi Mittal	10	-	-
7	Smt. Pushpa Mittal	3	-	-
8	The Hindustan Housing Co. Limited	50	-	-

24. Contingent liability on account of application of the provisions of Employees Provident Fund & Miscellaneous Provisions Act, 1952 (the Act) to the Company in respect of certain employees of a contractor and other persons, who are not the employees of the Company, is at present, not ascertainable as the Company has disputed the inclusion of the aforesaid persons within the purview of the Act.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

25. (a) The disclosures in respect of Defined Benefit Gratuity Plan (to the extent of information made available by LIC) are given below:

	Particulars	2012-2013 (₹)	2011-2012 (₹)
(i)	Changes in Present Value of Obligations		
	Present Value of Obligations at beginning of the year	27,34,953	21,30,401
	Interest cost	232,471	176,823
	Current service cost	202,840	215,253
	Benefits paid	-	-
	Actuarial Losses / (Gains)	284,496	212,476
	Present Value of Obligations at end of the year	3,454,760	27,34,953
(ii)	Changes in Fair Value of Plan Assets		
	Fair Value of Plan Assets at beginning of the year	2,557,873	2,237,676
	Expected Return on Plan Assets	-	-
	Contributions	368,160	98,524
	Benefits Paid		
	Actuarial Gain /(Losses) on Plan Assets	286,272	221,673
	Fair Value of Plan Assets at end of the year	3,212,305	2,557,873
(iii)	Amount to be recognized in the Balance Sheet		
	Present Value of Obligations at end of the year	3,454,760	2,734,953
	Fair Value of Plan Assets at end of the year	32,12,305	2,557,873
	Net Asset / (Liability) recognized in the Balance Sheet	(242,455)	(177,080)
(iv)	Expenses to be recognized in the statement of Profit and loss		
	Current Service Cost	202,840	215,253
	Interest Cost	232,471	176,823
	Expected Return on Plan Assets	-	-
	Net Actuarial Losses / (Gains)	(1,776)	(9,197)
	Expenses recognized in the statement of Profit and loss	433,535	382,879
(v)	Assumptions:		
	Mortality	LIC(1994-96) Ult	LIC(1994-96) Ult
	Discount Rate	8.05%	8.50%
	Rate of increase in compensation *	5%	5%
	Expected rate of Return on Assets		-
	Withdrawal rates	0.80%	0.80%

* The estimate of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

25. (b) The disclosures in respect of Leave Encashment Plan (Unfunded) - to the extent of information made available by LIC are given below:

	Particulars	2012-2013 (₹)	2011-2012 (₹)
(i)	Changes in Present Value of Obligations		
	Present Value of Obligations at beginning of the year	759,118	518,290
	Interest cost	63,165	40,431
	Current service cost	187,245	147,285
	Benefits paid	(32,000)	(62,330)
	Actuarial Losses / (Gains)	131,052	115,442
	Present Value of Obligations at end of the year	1,108,580	759,118
(ii)	Changes in Fair Value of Plan Assets		
	Fair Value of Plan Assets at beginning of the year	---	---
	Expected Return on Plan Assets	---	---
	Contributions	32,000	62,330
	Benefits Paid	(32,000)	(62,330)
	Actuarial Gain /(Losses) on Plan Assets	---	---
	Fair Value of Plan Assets at end of the year	---	---
(iii)	Amount to be recognized in the Balance Sheet		
	Present Value of Obligations at end of the year	1,108,580	759,118
	Fair Value of Plan Assets at end of the year	---	---
	Net Asset / (Liability) recognized in the Balance Sheet	(1,108,580)	(759,118)
(iv)	Expenses to be recognized in the statement of Profit and loss		
	Current Service Cost	187,245	147,285
	Interest Cost	63,165	40,431
	Expected Return on Plan Assets	--	---
	Net Actuarial Losses / (Gains)	131,052	115,442
	Expenses recognized in the statement of Profit and loss	381,462	303,158
(v)	Assumptions:		
	Mortality	LIC(1994-96) Ult	LIC(1994-96) Ult
	Discount Rate	8.05%	8.50%
	Rate of increase in compensation *	5%	5%
	Expected rate of Return on Assets		-
	Withdrawal rates	0.80%	0.80%

* The estimate of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

26. Segment Reporting:

The Company is, at present, primarily engaged in a single business segment of providing and rendering administrative and allied services and operates only in a single geographical segment.

27. Related Party disclosures:

1) Relationships:

(a) Related parties where significant influence exists (on the Company) :

- i) Bachhraj & Company Private Limited
- ii) Sikkim Janseva Pratisthan Private Limited

(b) Key Management personnel – Mr. Niraj Bajaj

(c) Enterprises over which Key Managerial Personnel are able to exercise Significant Influence

- i) Jamnalal Sons Private Limited
- ii) Mukand Limited
- iii) Baroda Industries Private Limited
- iv) Bajaj International Private Limited
- v) Emerald Acres Private Limited
- vi) Sanraj Nayan Investments Private Limited
- vii) Niraj Holdings Private Limited
- viii) Jamnalal Bajaj Seva Trust

Note: Related Party relationship is as identified by the Company and relied upon by the Auditors.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

- a. Transactions carried out with related Parties referred in 1 above, in the ordinary course of business:

	Referred in 1(a) above ₹	Referred in 1(b) above ₹
Expenditure :		
Board Room Compensation		
Bachhraj & Company Private Limited	300,000 (300,000)	
Directors Sitting Fees		
Shri Niraj Bajaj		30,000 (16000)
Income :		
Services Provided		
Bachhraj & Company Private Limited	3,510,138 (2,743,309)	
Baroda Industries Private Limited		1,200,206 (946,686)
Mukand Limited		1,391,391 (1,005,589)
Jamnadal Sons Private Limited		376,795 (316,080)
Others		86,383 (1,175,322)
Other Receipt: :		
Reimbursement of Expenses		
Bachhraj & Company Private Limited	38,383 (22,925)	
Mukand Limited		15,883 (18,370)
Others		69,815 (49,044)
Outstandings :		
Receivable		
Bachhraj & Company Private Limited	34,129 (11,978)	
Mukand Limited		895,863 (858,381)
Others		521,138 (27,401)
Payable		
Bachhraj & Company Private Limited	1,027,000 (1,277,040)	
Mukand Limited		1,785,000 (2,049,850)
Others		1,137,061 (631,960)

Figures in brackets relate to previous year.

THE HINDUSTAN HOUSING COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2013

28. (a) "Other Liabilities" and "Creditor for Capital Goods" in Note '7' to Account include (i) ₹ Nil (31.03.2012 ₹ Nil) due to micro and small enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSME) ; and (ii) ₹4,714,996/- (31.03.2012 ₹1,657,928/-) due to other creditors.
- (b) No interest is paid / payable during the year.
- (c) The above information has been determined to the extent such parties could be identified on the basis of the information available with the Company regarding the status of the suppliers under the MSME.
29. In the opinion of the Board of Directors, all items of Current Assets, Loans and Advances continue to have a realizable value of at least the amounts at which they are stated in the Balance Sheet, unless otherwise stated.
30. Balances of Loans and advances, Creditors for Capital goods and Sundry Deposits are subject to confirmation and are as per books of account only. However, in the opinion of management, the reconciliation will not have any material impact on profitability of the Company for the year
31. Previous year's figures have been regrouped / reclassified wherever necessary.

As per our Report of the even date

For The Hindustan Housing Company Ltd.

GIRISH M. PATHAK

Partner

Membership No.102016

For & on Behalf of

K K MANKESHWAR & CO.

Chartered Accountants

Firm Registration No.106009W

Mumbai, dated the

Niraj Bajaj

Chaiman

Vinaya Mehrotra

Director

Mumbai :

Vinod Nevatia

Director

FORM A

Format of covering letter of the Annual Audit Report to be filed with the stock exchanges

1.	Name of the Company	The Hindustan Housing Company Ltd.
2.	Annual Financial statements for the year ended	31 st March, 2013
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	Not Applicable
5.	To be signed by - <ul style="list-style-type: none">• CEO/Managing Director• CFO• Auditor of the Company• Audit Committee Chairman	

- Notes: (1) The Company does not have a CEO / Managing Director or a CFO.
(2) As Clause 49 of the Listing Agreement is not applicable to the Company, the Company does not have an Audit Committee.

For The Hindustan Housing Company Ltd.



GIRISH M. PATHAK

Partner

Membership No. : 102016

For and on behalf of

K. K. MANKESHWAR & CO

Chartered Accountants

FRN: 106009W

Mumbai: 24th July, 2013



(Niraj Bajaj)
Director

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