

# Fullerton India Home Finance Company Limited

## Balance sheet

as at 31 March 2014

(Currency : Indian Rupees)

	Notes	31 March 2014	31 March 2013
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	4	20,000,000	20,000,000
Reserves and surplus	5	2,800,895	1,568,229
		<u>22,800,895</u>	<u>21,568,229</u>
<b>Non Current Liabilities</b>			
Other long term liabilities		-	-
<b>Current liabilities</b>			
Other current liabilities	6	255,669	112,360
<b>TOTAL</b>		<u><b>23,056,564</b></u>	<u><b>21,680,589</b></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Other non current asset	7	74,568	64,909
Deferred tax assets (net)	8	-	-
		<u>74,568</u>	<u>64,909</u>
<b>Current assets</b>			
Cash and bank balances	9	22,604,593	21,265,701
Other current assets	10	377,403	349,979
		<u>22,981,996</u>	<u>21,615,680</u>
<b>TOTAL</b>		<u><b>23,056,564</b></u>	<u><b>21,680,589</b></u>

Summary of significant accounting policies 3

The accompanying notes are an integral part of the financial statements

As per our report of even date attached.

For B B S R & Co  
Chartered Accountants  
Firm's Registration No: 131332W

  
Vijay Bhatw  
Partner  
Membership No: 036647

Place: Mumbai  
Date: June 12, 2014

For and on behalf of the Board of Directors of  
Fullerton India Home Finance Company Limited

  
Shantanu Mitra  
Director

  
Pankaj Malik  
Director

Place: Mumbai  
Date: June 12, 2014

# Fullerton India Home Finance Company Limited

## Statement of profit and loss

for the year ended 31 March 2014

(Currency : Indian Rupees)


	<i>Notes</i>	For the year ended 31 March 2014	For the year ended 31 March 2013
<b>Income</b>			
Income from operations		-	-
Other Income - Interest on bank deposits		1,958,573	1,937,845
<b>Total revenue (I)</b>		<u>1,958,573</u>	<u>1,937,845</u>
<b>Expenses</b>			
Other expenses	11	120,708	126,174
<b>Total expenses (II)</b>		<u>120,708</u>	<u>126,174</u>
<b>Profit before tax (III)=(I)-(II)</b>		<u>1,837,865</u>	<u>1,811,671</u>
<b>Tax expenses</b>			
Current tax		605,199	598,955
Deferred tax		-	-
<b>Total tax expense (IV)</b>		<u>605,199</u>	<u>598,955</u>
<b>Profit for the year (III)-(IV)</b>		<u>1,232,666</u>	<u>1,212,716</u>
<b>Earnings per equity share</b>			
Basic (Computed on the basis of total profit)	12	<u>0.62</u>	<u>0.61</u>
Diluted (Computed on the basis of total profit)		<u>0.62</u>	<u>0.61</u>

Summary of significant accounting policies

The accompanying notes are an integral part of the financial statements

As per our report of even date attached.


For B B S R & Co  
Chartered Accountants  
Firm's Registration No: 131332W

  
Vijay Bhat  
Partner  
Membership No: 036647

Place: Mumbai  
Date: June 12, 2014

For and on behalf of the Board of Directors of  
Fullerton India Home Finance Company Limited

  
Shantanu Mitra  
Director

  
Pankaj Malik  
Director

Place: Mumbai  
Date: June 12, 2014

# Fullerton India Home Finance Company Limited

## Cash flow statement


for the year ended 31 March 2014

(Currency : Indian Rupees)

	For the year ended 31 March 2014	For the year ended 31 March 2013
<b>A. Cash flow from operating activities:</b>		
Net profit before taxation	1,837,865	1,811,671
Non-cash adjustment	-	-
<b>Operating profit before working capital changes</b>	<b>1,837,865</b>	<b>1,811,671</b>
<b>Movements in working capital :</b>		
- (Increase)/ decrease in other current assets	(27,424)	(25,839)
- (Increase)/ decrease in other assets	-	-
- Increase/ (decrease) in Provisions	-	-
- Increase/ (decrease) in current liabilities	143,309	54,710
<b>Cash generated from operations</b>	<b>1,953,750</b>	<b>1,840,542</b>
- Income taxes (paid) / received	(614,858)	(651,644)
<b>Net cash from operating activities (A)</b>	<b>1,338,892</b>	<b>1,188,899</b>
<b>B. Cash flow from investing activities:</b>		
Investments in fixed deposit	(22,393,043)	(21,167,708)
Maturity of fixed deposit	21,167,708	19,000,000
<b>Net cash from (decrease)/Increase in investing activities (B)</b>	<b>(1,225,335)</b>	<b>(2,167,708)</b>
<b>C. Net cash from financing activities (C)</b>		
<b>Net (decrease)/Increase in cash and cash equivalents (A)+(B)+(C)</b>	<b>113,557</b>	<b>(978,810)</b>
Cash and cash equivalents as at the beginning of the year	97,993	1,076,803
<b>Cash and cash equivalents as at the end of the year</b>	<b>211,550</b>	<b>97,993</b>


As per our report of even date attached.

For B B S R & Co  
Chartered Accountants  
Firm's Registration No: 131332W

  
Vijay Bhatt  
Partner  
Membership No: 036647

Place : Mumbai  
Date: June 12, 2014

For and on behalf of the Board of Directors of  
Fullerton India Home Finance Company Limited

  
Shantanu Mitra  
Director

  
Pankaj Malik  
Director

Place : Mumbai  
Date: June 12, 2014

# Fullerton India Home Finance Company Limited

## Notes to the financial statement

for the year ended 31 March 2014

(Currency : Indian Rupees)

### 1 Background

Fullerton India Home Finance Company Limited ('The Company') has been incorporated with the main object of providing finance for purchase, repairs, construction, and enlargement, erection of house or apartments or building.

### 2 Basis of preparation

The financial statements have been prepared in conformity with generally accepted accounting principles to comply in all material respects with the notified Accounting Standards ('AS') under Companies Accounting Standard Rules, 2006, as amended, the relevant provisions of the Companies Act, 1956 ('the Act'). The financial statements have been prepared under the historical cost convention on an accrual basis.

### 3 Significant accounting policies

#### (a) Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles ('GAAP') requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, and the disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods.

#### (b) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Interest income on fixed deposits is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

#### (c) Provisions and contingencies

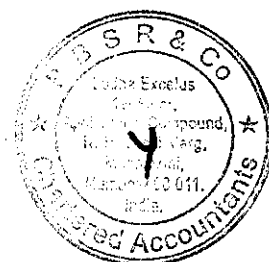
The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

#### (d) Income Taxes

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period).

Provision for income tax is recognised on an annual basis under the taxes payable method, based on the estimated tax liability computed after taking credit for allowances and exemption in accordance with Income Tax Act, 1961. In case of matters under appeal due to disallowance or otherwise, full provision is made when the said liabilities are accepted by the Company.



# Fullerton India Home Finance Company Limited

## Notes to the financial statement (Continued)

for the year ended 31 March 2014

(Currency : Indian Rupees)

### 3 Significant accounting policies (Continued)

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonable/virtually certain (as the case may be) to be realised.

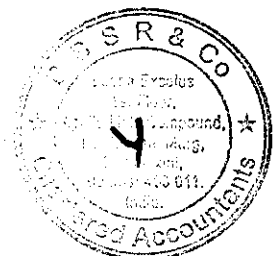
#### (e) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

#### (f) Cash and Cash equivalents

Cash and cash equivalents comprise of cash at bank and in hand and short term investments with an original maturity of three months or less.



# Fullerton India Home Finance Company Limited

## Notes to the financial statement (Continued)

as at 31 March 2014

(Currency : Indian Rupees)

31 March 2014 31 March 2013

### 4 Share capital

#### Authorized shares

15,000,000 (31 Mar 2013:15,000,000 ) equity shares of **150,000,000** 150,000,000

#### Issued, subscribed and fully paid-up shares

2,000,000 (31 March 2013: 2,000,000) equity shares of Rs.10/- each fully paid up **20,000,000** 20,000,000

**Total issued, subscribed and fully paid-up share capital** **20,000,000** 20,000,000

#### (a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity shares	31-Mar-14		31-Mar-13	
	No. of Shares	(Rupees)	No. of Shares	(Rupees)
At the beginning of the year	2,000,000	20,000,000	2,000,000	20,000,000
Issued during the year – Initial public offer	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>2,000,000</b>	<b>20,000,000</b>	<b>2,000,000</b>	<b>20,000,000</b>

#### (b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. Any dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. Dividend declared and paid would be in Indian rupees.

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 preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

#### (c) Details of shareholders holding more than 5% shares

Equity shares of Rs.10 each fully paid	As at 31 Mar 2014		As at 31 Mar 2013	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
M/s. Fullerton India Credit Company Ltd., the holding company	2,000,000	100.00%	2,000,000	100.00%

As per the records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

(d) The company has not yet issued any bonus shares or any shares for consideration other than cash since incorporation. Further the company has not bought back any shares since incorporation



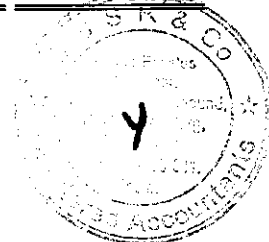
# Fullerton India Home Finance Company Limited

## Notes to the financial statement (Continued)

as at 31 March 2014

(Currency : Indian Rupees)

	31 March 2014	31 March 2013
<b>5 Reserves and surplus</b>		
<b>Balance in the statement of profit and loss</b>		
Opening Balance	1,568,229	355,513
Add: Profit for the year	1,232,666	1,212,716
<b>Closing Balance in the statement of profit and loss</b>	<b>2,800,895</b>	<b>1,568,229</b>
<b>Total</b>	<b>2,800,895</b>	<b>1,568,229</b>
<b>6 Other current liabilities</b>		
Payable to Holding company	140,000	-
Other current liabilities	115,669	112,360
<b>Total</b>	<b>255,669</b>	<b>112,360</b>
<b>7 Other non current assets</b>		
Advance Tax (net of provisions for taxes Rs 1,345,139 (31 Mar 2013: Rs 1,248,601))	74,568	64,909
<b>Total</b>	<b>74,568</b>	<b>64,909</b>
<b>8 Deferred tax asset (net)</b>		
Deferred tax asset	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<p>The Company has reviewed its deferred tax assets as at 31 March 2014. Due to the absence of reasonable certainty regarding commencement of operations of the Company, the deferred tax asset amounting to Rs.265,746 (31 March 2013 : Rs.265,746) has not been recorded on unamortized preliminary expenses under section 35D of Income tax Act, 1961</p>		
<b>9 Cash and bank balances</b>		
<b>Cash and cash equivalents</b>		
Balances with banks:		
On current accounts	211,550	97,993
On deposit accounts	-	-
<b>Other bank balances</b>		
Bank deposit due within 12 months of reporting date	22,393,043	21,167,708
<b>Total</b>	<b>22,604,593</b>	<b>21,265,701</b>
<b>10 Other current assets</b>		
Interest accrued but not due on deposits placed with banks	377,403	349,979
<b>Total</b>	<b>377,403</b>	<b>349,979</b>



# Fullerton India Home Finance Company Limited

## Notes to the financial statement (Continued) for the year ended 31 March 2014

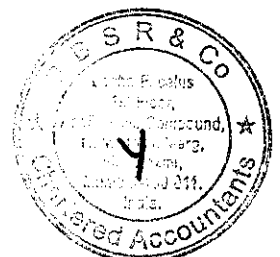
(Currency : Indian Rupees)

	For the year ended 31 March 2014	For the year ended 31 March 2013
<b>11 Other expenses</b>		
Rates and taxes	2,500	8,065
Auditors' remuneration (refer details below)	117,978	112,360
Miscellaneous expenses	230	5,749
	<u>120,708</u>	<u>126,174</u>
<b>As auditor</b>		
Audit Fee	112,360	112,360
Reimbursement of out of pocket expenses	5,618	-
	<u>117,978</u>	<u>112,360</u>

## 12 Earnings per share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

	For the year ended 31 March 2014	For the year ended 31 March 2013
(a) Net profit for calculation of basic EPS	1,232,666	1,212,716
(b) No. of Equity Shares	2,000,000	2,000,000
(c) Weighted average no of Equity shares	2,000,000	2,000,000
Basic EPS (a)/(c)	0.62	0.61
Diluted EPS value per share	10	10
	No. of shares	No. of shares
Weighted average number of equity shares in calculating basic EPS	2,000,000	2,000,000
Effect of dilution:	Nil	Nil
Weighted average number of equity shares in calculating diluted EPS	<u>2,000,000</u>	<u>2,000,000</u>





# Fullerton India Home Finance Company Limited

## Notes to the financial statement (Continued)

for the year ended 31 March 2014

(Currency : Indian Rupees)

### 13 Related parties

#### a. Names of related parties

Holding Companies : Fullerton India Credit Company Limited ('FICC')

Fellow Subsidiary : Fullerton India Foundation for Social & Economic Development (Section 25 company)

#### b. Key Management Personnel

Fullerton India Credit Company Limited (Holding Company)

- 1) Mr. Shantanu Mitra - Director
- 2) Mr. Pankaj Malik - Director
- 3) Mr. Rajesh Krishnamoorthy- Director

#### c. Related Party transactions

Particulars	Holding Company	Total
Issue of share capital	(20,000,000)	(20,000,000)
Reimbursement of advance tax and TDS incurred on behalf of the Company	430,747	430,747
	(466,062)	(466,062)

(previous period figures are in brackets)

### 14 Capital Commitments and contingent liabilities

Estimated amount of contracts remaining to be executed on capital account and not provided for as at March 31, 2014 is Rs Nil.(Previous period : Rs Nil)

The contingent liabilities as at March 31, 2014 are Rs Nil.(Previous period : Rs Nil)

### 15 Segment reporting

As the Company has not commenced its operations, there is no reportable segment during the period.

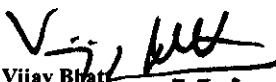
### 16 Dues to Micro and Small Enterprises

The Company has the process of identification of suppliers registered under the Micro, Small and Medium Enterprises Development Act, 2006, by obtaining confirmations from all suppliers. Based on current information/ confirmations available with the Company, there are no dues to suppliers who are registered under the relevant Act as at March 31, 2014.

### 17 The previous year figures have also been redrawn to conform to the current period's classification.

As per our report of even date attached.

For **B B S R & Co**  
Chartered Accountants  
Firm's Registration No: 131332W

  
Vijay Bhat  
Partner  
Membership No: 036647

Place : Mumbai  
Date: June 12, 2014

For and on behalf of the Board of Directors of  
Fullerton India Home Finance Company Limited

  
Shantanu Mitra  
Director

  
Pankaj Malik  
Director

Place : Mumbai  
Date: June 12, 2014