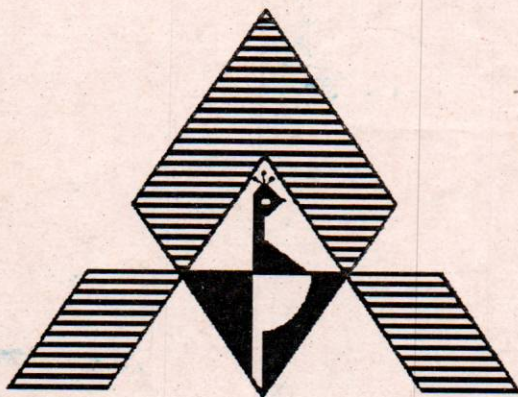


26092



Manraj Housing Finance Ltd.

5 TH ANNUAL REPORT
1994 - 95



NOTICE

NOTICE is hereby given that 5th Annual General Meeting of the members of MANRAJ HOUSING FINANCE LIMITED will be held at The J.D.C.C. Bank Sabhagraha, Ring Road, JALGAON on 29th September, 1995 at 3.00 p.m. to transact with or without modification as may be permissible the following business.

Ordinary Business :

1. To receive, consider and adopt the audited Profit and Loss Account for the financial year ended 31st March, 1995, the Balance Sheet as at that date and the reports of the Auditors and Directors thereon.
2. To declare Dividend.
3. To appoint Director in place of Shri. Ishwarlal Jain who retires by rotation and eligible for reappointment.
4. To appoint auditor to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting of the company and to authorise the Board to fix their remuneration.

Special Business :

To consider and if thought fit to pass with or without modification the following resolutions.

5. "RESOLVED THAT Shri. Niranjan S. Doshi Director who pursuant to provisions of Sec. 260 of the Companies Act, 1956 holds office upto the date of this Annual General Meeting, be and is hereby appointed as a Director of the Company, liable to retire by rotation.
6. RESOLVED that Shri. Amrish I. Jain Director who pursuant to provisions of Sec.260 of the Companies Act, 1956 holds office upto the date of this Annual General Meeting be and is hereby appointed as a Director of the Company, liable to retire by rotation.

By Order of the Board

ISHWARLAL JAIN.
Chairman
and Managing Director.

Jalgaon
23rd August, 1995
Registered Office :
3, Pushpa Apartment,
General Vaidya Chowk,
JALGAON - 425 002.



NOTES

1. A member entitled to attend and vote is entitled to appoint a Proxy to attend and vote instead of himself and the proxy need not be a member.
2. An Explanatory Statement pursuant to Section 173 of the Companies Act, 1956 relating to the business under items 5 and 6 of the Notice is annexed hereto.
3. Dividend if any that may be declared at the meeting will be paid on or after 29th September, 1995. No tax will be deducted at source from dividend payable to a resident Indian individual member, if the amount of dividend payable to him during the financial year does not exceed Rs. 2,500/- where the dividend payable to a resident Indian individual member exceeds Rs. 2,500/-, no tax will be deducted at source if the relevant declaration in form 15G is filed with the Company in duplicate on or before 26th September, 1995.
4. Members are requested to inform the Company, their Income Tax Permanent Account Number (PAN) if any, allotted to them by the Income Tax authorities and the designation, district/circle and the address of the Assessing Officer by whom their income is assessed or assessable.
5. Members are requested to notify immediately any change in their addresses to the company.
6. Members desirous of having any clarification or additional information on the accounts of the Company, may please write to the Registered Office of the Company at least one week before the date of Annual General Meeting.
7. As a measure of economy, copies of the Annual Report will not be distributed at the meeting. Members are therefore requested to bring their copies of the Annual Report to the Meeting.

ANNEXURE TO THE NOTICE

Explanatory Statement pursuant to Section 173 of the Companies Act, 1956.

Item No. 5

Shri. Niranjana S. Doshi a practising Chartered Accountant of long standing, was appointed as an Additional Director of the Company w.e.f. 19-02-1994. Pursuant to Section 260 of the Companies Act, 1956 Shri. Niranjana S. Doshi holds office upto the date of this Annual General Meeting. The Company has received a notice in writing, under Section 257 of the Companies Act 1956, from a member, proposing Shri. Niranjana S. Doshi as a candidate for the office of Director alongwith a deposit of Rs. 500/- which will be refunded to such member if Mr. Doshi is elected as a Director.

Shri. Niranjana Doshi is a Chartered Accountant by Profession and has been in practice since last more than 20 years. The Board considers that his professional experience in fields of accounting and taxation would be of immense use to the Company. The Directors therefore recommend that Shri. Doshi be appointed as a Director.

Shri. Doshi is interested in the Resolution since it relates to his own appointment.



Item No. 6

Shri. Amrish I. Jain was appointed as a Director of the Company w.e.f. 19-02-1994 in the casual vacancy caused by the resignation of Shri. Manmal R. Lalwani. He holds the office till the conclusion of this Annual General Meeting.

A notice has been received U/s 257 of the Companies Act, 1956 from a member alongwith a deposit of Rs. 500 signifying his intention to propose Shri. Amrish Jain as a Director.

Shri. Amrish Jain aged 24 years is a young Mechanical Engineer and is active in business. His continuation as the Board, it is felt, would be very useful. The Board recommend the passing of the resolution. Besides Shri. Amrish Jain, himself S/ Shri Ishwarlal Jain and Manish Jain being relative of Shri. Amrish Jain, should be deemed to be interested in the resolution.

By Order of the Board

ISHWARLAL JAIN.

Chairman
& Managing Director.

Jalgaon
23rd August, 1995
Registered Office,
3, Pushpa Apartment,
Gen. Vaidya Chowk,
JALGAON - 425 002.

**DIRECTORS' REPORT**

To The Members

Your Directors have pleasure in presenting the 5th Annual Report together with the Audited Statement of Accounts for the year ended 31st March, 1995.

1) FINANCIAL HIGHLIGHTS :

	(Rupees in Lakhs)	
	Year ended 31/03/1995	Year ended 31/03/1994
Gross Income	21.53	10.35
Net profit before depreciation and tax provision.	10.34	4.74
Depreciation	1.17	1.04
Provision for Taxation	2.40	2.00
Profit after Tax	6.77	1.70
Add: Amount brought forward from previous year	0.16	0.16
Amount available for appropriation	6.93	1.86
Proposed Dividend	2.35	1.57
Transfer to General Reserve	--	0.13
Transfer to Special Reserve U/s.36 (1)(viii) of the Income Tax Act, 1961.	3.80	--
Balance Carried to Balance Sheet	0.78	0.16

2) DIVIDEND

Your Directors are pleased to recommend payment of Dividend for the year ended on 31st March, 1995 at the rate of 2% on an equity share capital of Rs. 3,74,86,000 on pro rata basis, subject to deduction of Income Tax at source as applicable.

3) SHARE CAPITAL :**1) Authorised Capital :**

During the year under review the Authorised Share Capital of the Company was increased from Rs. 5 Crores divided into 49,99,000 Equity Shares of Rs. 10/- each and 100 Preference Shares of Rs. 100/- each to Rs. 7.5 Crores divided into 74,99,000 Equity Shares of Rs. 10/- each and 100 Preference Shares of Rs. 100/- each.

2) In March 1995, the Company issued 12,51,400 Equity Shares of Rs. 10/- each at par. The public offer was well received by the investing public and was oversubscribed nearly by 1.241 times. The Equity Shares were allotted in May, 1995 in accordance with the Basis of Allotment approved by the Bombay Stock Exchange.**4) PROSPECTS :**

Your company has been able to mobilise substantial deposit which at the end of July 1995 stood at Rs. 41,78,000. There has been substantial increase in demand for housing loans and the proposals worth Rupees Two Crores are on hand. Besides your company has already entered into leasing and bill discounting business on a good scale. With all this, your Directors justifiably look forward to future with confidence.

5) DIRECTORS :

During the year under review S/Shri. Niranjana S. Doshi and Shri. Amrish I. Jain have been co-opted by the Board as Additional Directors and they hold the office upto the date of the forth coming Annual General Meeting. It is felt that continuation of these Directors on the Board would be in the interest for the Company. Necessary resolutions are recommended and included in the Notice of the Annual General Meeting for their appointment as Directors liable to retire by rotation.

6) PUBLIC DEPOSITS :

The Company could mobilise public deposits to the tune of Rs. 18.26 lacs (as compared Rs. 4.69 lacs in the previous year) despite difficult money market conditions. There was no unclaimed deposit as at 31st March, 1995.

**7) AUDITORS' REPORT :**

The Auditors have made certain observations in respect of deposit accepted from public. In this connection your Directors would like to clarify that non-compliance with the provisions of the Non-Banking and Misc. Non-Banking (Advertisement) Rules 1977 was only accidental and unintentional. Further, the Return of Deposit is being furnished to the National Housing Bank.

As for the maintenance of percentage of liquid assets which fell short of the minimum prescribed. Your Directors submit that the Company had invested Rs. 1,50,000/- in State Bank of India Bonds mistaking the same as permissible investment under the relevant directives issued by the National Housing Bank while as it was detected later that the same could not be regarded as investment in Govt. approved security, the matter is being set right in the current year.

8) CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company is not engaged in manufacturing activities. There is thus no information to be furnished in respect of conservation of energy and absorption of technology. The company has no foreign exchange earnings and outgoings during the year under review.

9) PARTICULARS OF EMPLOYEES :

The Company did not have any employee falling within the scope of section 217 (2A) of the Companies Act, 1956.

10) DISCLOSURE UNDER CLAUSE 43 OF THE LISTING AGREEMENT :

In March, 1995 the Company had issued Equity Shares to the Promoters as also to the Public. Details required to be furnished under clause 43 of the Listing Agreement are as follows :

Particulars	Projections	Actuals Y.E. 31/03/1995
Gross Income	42.24	21.53
Expenses	14.03	14.76
Profit before tax	28.21	9.17
Profit after tax	25.80	6.77
Equity	500.00	374.86
Reserves	29.16	3.80
Dividend	---	2.35
E.P.S	1.80	0.57

11.) AUDITORS :

A.R.LANDGE & CO., CHARTERED ACCOUNTANTS, the Auditors of the Company retire at the ensuing Annual General Meeting and are eligible for reappointment.

12.) ACKNOWLEDGEMENTS :

The Directors wish to place on record their appreciation of the excellent co-operation given by the depositors, share holders, bankers and the brokers. Thanks are also due to all the employees of the Company for their valuable contribution.



AUDITOR'S REPORT

TO
THE MEMBERS OF
MANRAJ HOUSING FINANCE LIMITED, JALGAON.

We have audited the attached Balance Sheet of MANRAJ HOUSING FINANCE LIMITED, JALGAON, as at 31st MARCH, 1995, together with the annexed Profit and Loss Account of the Company for the year ended on that date and report that-

1. As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988, issued by the Company Law Board in terms of Section 227 (4-A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.

2. Further to our comments in annexure referred to in paragraph (1) above.

- 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 accounts as required by law have been kept by the Company, so far as it appears from our examination of the books;
- c. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts of the Company;
- d. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view-
 - i) in the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 1995, and
 - ii) in the case of Profit and Loss Account of the Profit of the company for the year ended on that date.

FOR A.R.LANDGE & CO.
Chartered Accountants

(A.R.Landge-Proprietor)

Jalgaon
23rd August, 1995



ANNEXURE TO THE AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE

As required by the Manufacturing and Other Companies (Auditors' Report) Order 1988 issued by Company Law Board in terms of Section 227(4-A) of the Companies Act, 1956, and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we report that--

1. The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. The Fixed Assets of the Company have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
2. None of the Fixed Assets of the Company have been revalued during the year.
3. The Company has taken unsecured loans from parties listed in the register maintained U/s 301 of the Companies Act, 1956. While there are no specific terms and conditions as to the repayment of these loans, the rate of interest is not prima facie prejudicial to the interest of the Company.
4. The Company has granted unsecured and secured loans to parties listed in the register maintained under Sec.301 of the Companies Act, 1956, and to Company under the same management. The rate of interest and other terms and conditions of such loans are prima facie not prejudicial to the interest of the Company.
5. The parties to whom loans and advances in the nature of loans have been given by the company are generally repaying the principal amount and are also regular in payment of interest. However in few cases where principal amount and interest are not being paid as stipulated, reasonable steps have been taken by the company for recovery. Further the company has granted interest free advances to its employees who are generally regular in repaying the principal amount.
6. 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 Plant and Machinery equipment and other assets.
7. The transactions in respect of sale of services rendered in pursuance of arrangements with the parties/company entered in the register maintained U/s. 301 of the Companies Act, 1956, aggregating during the year to Rs. 50,000/- or more have been made at prices which are reasonable having regard to the prevailing market price for such services.
8. The Company has accepted the deposits from public without complying with the provisions of the Non-Banking Companies and Misc. Non-Banking Companies (Advertisement) Rules 1977 and further, subject to the fact that it has maintained the percentage of liquid assets which was less than minimum prescribed and that it has not filed the Return of Deposits as prescribed under the provisions of the Housing Finance Companies (NHB) Directions 1989, the company has complied with the other provisions of the said Directions.
9. The Company has no formal internal audit department as such but its control procedures ensure reasonable internal checking of its financial and other records.



10. According to the information and explanations given to us no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty as on 31st March, 1995 were outstanding for a period of more than six months from the date they became payable.
11. According to the information and explanations give to us, no personal expenses have been charged to the revenue account, other than those payable under the contractual obligations or in accordance with the generally accepted business practice.
12. The Company is not a Sick Industrial Company within the meaning of Section 3(1) (0) of the Sick Industrial Companies (Special Provisions) Act, 1985.
13. The Company has not granted any loans on the basis of security by way of pledge of shares, debentures and other similiar securities.
14. We are informed that the provisions of any special statute applicable to Chit Funds, Nidhi or Mutual Benefit Society do not apply to the Company.
15. The Company is not dealing or trading in shares, securities, debentures and other investments, further all the shares have been held by the company in its own name.
16. The remaining clauses of the said order are in our opinion not applicable to the Company.

FOR A.R.LANDGE & CO.
Chartered Accountants

Jalgaon
23rd August, 1995

(A.R.Landge-Proprietor)

**BALANCE SHEET AS AT
31ST MARCH, 1995.**

SOURCES OF FUNDS	SCH.	AS AT 31/03/95.	AS AT 31/03/94.	
Shareholders' Funds				
- Share Capital	1	3,74,86,000	37,62,000	
- Share Application Money		4,50,000	--	
- Reserve & Surplus	2	4,92,202	50,090	
		3,84,28,202		38,12,090
Loan Funds				
- Unsecured Loans	3.	54,67,479	31,05,678	
		54,67,479		31,05,678
Total Rs.		4,38,95,681		69,17,768
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	4.	43,27,812	6,66,938	
Less : Depreciation		2,53,249	1,35,793	
NET BLOCK		40,74,563		5,31,145
Housing Loans		3,30,17,521		57,19,268
Investments	5.	11,72,000		1,50,000
CURRENT ASSETS, LOANS & ADVANCES :				
- Current Assets	6.	56,20,944	6,16,000	
- Less : Current Liabilities & Provisions	7.	9,08,452	3,41,870	
NET CURRENT ASSETS		47,12,492		2,74,130
MISCELLANEOUS EXPENDITURE	8.	9,19,105		2,43,225
(To the extent not written off or adjusted during the year)				
NOTES ON ACCOUNTS	14.			
Total Rs.		4,38,95,681		69,17,768

The schedules referred to above from an integral part of the Balance Sheet.

This is the Balance Sheet referred to in our report of even date.

FOR A.R.LANDGE & CO.
Chartered Accountants.

(A.R.Landge-Proprietor)

Jalgaon.
23rd August, 1995.

FOR AND ON BEHALF OF THE BOARD

ISHWARLAL JAIN. MANISH JAIN.
(Managing Director) (Director)

**PROFIT AND LOSS ACCOUNT FOR THE
YEAR ENDED 31ST MARCH, 1995.**

INCOME :	SCH.	YEAR ENDED 31/03/1995	YEAR ENDED 31/03/1994
Interest & Other Income	9	17,78,574	9,82,735
Fees & Other services	10	3,74,650	52,200
		<hr/>	<hr/>
Total Rs.		21,53,224	10,34,935
		<hr/> <hr/>	<hr/> <hr/>
EXPENDITURE			
Interest	11	3,80,099	3,54,514
Staff Cost	12	1,24,258	58,655
Administrative,Operational & Other Expenses	13	3,51,947	1,45,346
Depreciation		1,17,456	1,04,313
Preliminary & Share Issue Expenses written off		1,03,094	2,187
Income Tax		4,051	----
Provision for Doubtful Debts		1,54,873	----
Provision for Taxation		2,40,000	2,00,000
		<hr/>	<hr/>
Total Rs.		14,75,778	8,65,015
		<hr/> <hr/>	<hr/> <hr/>
Profit after Tax		6,77,446	1,69,920
Add : Balance B/f from previous year		15,778	15,636
		<hr/>	<hr/>
Profit available for appropriation	Total Rs.	6,93,224	1,85,556
		<hr/> <hr/>	<hr/> <hr/>
APPROPRIATIONS			
Transfer to General Reserve		----	13,000
Transfer to Special Reserve U/s. 36(1)(viii) of the Income Tax Act, 1961		3,80,000	----
Proposed dividend (Subject to deductiolo n of Tax)		2,35,334	1,56,778
Balance carried to Balance Sheet		77,890	15,778
		<hr/>	<hr/>
Total Rs.		6,93,224	1,85,556
		<hr/> <hr/>	<hr/> <hr/>
Notes on Account	14		

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

This is the Profit and Loss Account referred to in our report of even date.

FOR A.R.LANDGE & CO.
Chartered Accountants.

(A.R.Landge-Proprietor)

Jalgaon.
23rd August, 1995.

FOR AND ON BEHALF OF THE BOARD

ISHWARLAL JAIN. MANISH JAIN.
(Managing Director) (Director)

**SCHEDULES ANNEXED TO AND FORMING PART
OF THE ACCOUNTS.****SCHEDULE - 1**

	AS AT 31/03/1995	AS AT 31/03/1994
SHARE CAPITAL		
Authorised :-		
74,99,000 Equity Shares of Rs. 10 each (P.Y. 49,99,000 Equity Shares of Rs. 10 each)	7,49,90,000	4,99,90,000
100 Preference Shares of Rs. 100/- each.	10,000	10,000
Total Rs.	7,50,00,000	5,00,00,000
ISSUED SUBSCRIBED & FULLY PAID UP		
37,48,600 Equity Shares of Rs. 10/- each (P.Y. 3,76,200 Equity Shares of Rs. 10/- each) fully paid up	3,74,86,000	37,62,000
Total Rs.	3,74,86,000	37,62,000

**SCHEDULE - 2
RESERVE & SURPLUS**

a) General Reserve	34,312	34,312
b) Special Reserve U/s. 36(1)(viii) of the Income Tax Act, 1961.	3,80,000	---
c) Balance in Profit & Loss A/c.	77,890	15,778
Total Rs.	4,92,202	50,090

**SCHEDULE - 3
UNSECURED LOANS**

Fixed Deposits from Public	18,26,485	4,69,696
Other Deposits	25,33,631	12,54,247
Loan From :-		
- Directors	11,07,126	13,81,735
- Others	237	---
Total Rs.	54,67,479	31,05,678



**SCHEDULE - 4
FIXED ASSETS:**

Sr. No.	Particulars	Gross Block		Depreciation			Net Block		
		As on 01/04/94	Additions	As on 31/03/95	Upto 31/03/94	During the year	Upto 31/03/95	As on 31/03/95	As on 31/03/94
1.	Furniture & Fixture	53,221	9,400	62,621	18,691	6,193	24,884	37,737	34,531
2.	Motar Car	3,73,386	----	3,73,386	70,079	72,425	1,42,504	2,30,882	3,03,307
3.	Office Equipment	1,58,302	94,474	2,52,776	25,798	24,319	50,117	2,02,660	1,32,504
4.	Vehicle	82,029	----	82,029	21,225	14,519	35,744	46,284	60,803
	Total Rs.	6,66,938	1,03,874	7,70,812	1,35,793	1,17,456	2,53,249	5,17,563	5,31,145
	Advance against purchase of building		35,57,000	35,57,000				35,57,000	
								40,74,563	
	(P.Y.Figures)	2,23,802	4,43,136	6,66,938	31,480	1,04,313	1,35,793	5,31,145	----

**SCHEDULE - 5
INVESTMENTS:**

Equity Shares of other Companies (Fully Paid Unless Otherwise stated)	No.	Face Value	Market Value		
1. Corporate Couriers Ltd	4700	10	30.00	1,88,000	----
2. Mangal Finance Ltd.	500	10	32.50	5,000	----
3. P.G.Foils Ltd.	1900	10	42.00	57,000	----
4. Ranjeev Alloy's Ltd.*	9000	10	----	90,000	----
5. Damania Capital Markets Ltd.(Partly Paid)	6200	10	25.00	1,50,000	----
6. Supriya Pharmaceuticals Ltd.	1500	10	21.50	30,000	----
7. Associated Alcohols & Breweries Ltd.	300	10	87.00	9,000	----
8. South India Paper Mills Ltd.	100	10	69.00	6,000	----
9. Sarda Fashions Ltd *	1400	10	----	14,000	----
10. TRC Financial Services Ltd. *	1400	10	----	14,000	----
11. J.K.Udaipur Udyog Ltd.*	2000	10	----	60,000	----
12. Panama Petroleum Ltd.*	400	10	----	8,000	----
13. T & I Globle Ltd. *	1100	10	----	22,000	----
14. Binani Zinc Ltd. (Partly Paid)	800	10	185.00	75,000	----
15. Prism Cement Ltd.*	1900	10	----	19,000	----
16. Eastern Sugar & Ind.Ltd.*	3500	10	----	35,000	----
				7,82,000	----
S.B.I. Bonds				1,50,000	1,50,000
Share Application Money				2,40,000	----
					11,72,000
					1,50,000
					13,22,000

* Market value is not ascertainable.

- Investments are not meant for trading and are intended to be held on long term basis.

**SCHEDULE-6**

a) CURRENT ASSETS :		
- Silver Coins on Hand	8,430	12,503
- Interest Receivable	14,050	3,526
- Cash on Hand	3,94,793	2,48,878
Balance with Schedule Banks		
- In Current Accounts	7,74,102	58,449
- In Fixed Deposit	3,00,000	51,500
b) LOANS AND ADVANCES :		
(Unsecured unless otherwise stated and considered good)		
- Overdraft Against deposit (Secured)	5,08,588	1,71,466
- Advances recoverable in cash or in kind or for value to be received	18,48,582	68,878
- Advance Tax & Tax Deducted at source	3,98,167	----
- Telephone Deposit	15,800	800
- Deposit with Bombay Stock Exchange	1,25,140	----
- Refund due against Share Application Money	5,97,000	----
- Instalment due from borrowers (EMI) (Secured)	6,36,292	----
Total Rs.	56,20,944	6,16,000

SCHEDULE - 7**CURRENT LIABILITIES AND PROVISIONS**

Current Liabilities :		
- Interest Accrued but not due	1,88,355	18,365
- Sundry Creditors and Other Liabilities	89,890	1,66,727
	2,78,245	1,85,092
Provisions :		
Provision for Taxation	2,40,000	----
Provision for Doubtful Debts	1,54,873	----
Proposed Dividend	2,35,334	1,56,778
Total Rs.	9,08,452	3,41,870

SCHEDULE - 8**MISCELLANEOUS EXPENDITURE**

(To the extent not written off or adjusted during the year)

Preliminary Expenses	13,125	13,125
Add Share Issue Expenses	10,09,074	2,30,100
	10,22,199	
Less : 1/10th written off	1,03,094	
	9,19,105	
Total Rs.	9,19,105	2,43,225

**SCHEDULE - 9
INTEREST & OTHER RECEIPTS**

	1994-95	1993-94
- Interest on Housing Loan	16,65,844	9,61,813
- Other Interest Receipts	1,12,730	20,922
Total Rs.	17,78,574	9,82,735

**SCHEDULE - 10
FEES & OTHER SERVICES**

Loan Processing Fees	1,98,600	26,950
Legal and Administrative Fees	1,76,050	25,250
Total Rs.	3,74,650	52,200

**SCHEDULE - 11
INTEREST PAID**

Interest :		
- Unsecured Loan	1,01,744	2,68,762
- Sundry Deposits	1,00,830	44,181
- Fixed Deposit	1,77,032	41,324
- Cash Certificate	493	247
Total Rs.	3,80,099	3,54,514

**SCHEDULE - 12
STAFF COST**

- Salaries	1,08,668	49,817
- Bonus	14,460	7,473
- Staff Welfare Expenses	1,130	1,365
Total Rs.	1,24,258	58,655

**SCHEDULE - 13
ADMINISTRATIVE, OPERATIONAL & OTHER EXPENSES**

Brokrage	1,25,362	59,438
Auditor's Remuneration	25,000	8,500
Rent	22,800	4,800
Advertisement	52,700	26,317
Vehicle Expenses	5,136	5,155
Interest Tax	17,299	----
Legal Expenses	17,065	----
Tax Deducted at Sources	1,316	----
Bank Charges	12,146	809
Postage and Telegram	3,851	633
Travelling Expenses	19,975	69
Printing & Stationery	25,552	8,451
Conveyance & Motar Car Expenses	4,205	9,193
Fees & Subscription	4,000	----
Books & Periodicals	4,197	836
General Repairs & Maintenance	8,172	89
Miscellaneous Expenses	3,171	3,556
Directors Remuneration	----	17,500
Total Rs.	3,51,947	1,45,346

**SCHEDULE -14**
NOTES FORMING PART OF ACCOUNTS

(1) Significant Accounting Policies

(A) Accounting Methodology

The accounts have been prepared on historical cost basis of accounting in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956. The Company adopts the accrual concept in the preparation of accounts.

(B) Investments

Investments are shown at cost.

(C) Revenue Recognition

Repayment of housing loans is by way of equated monthly instalments (EMIs) comprising principal and interest. Interest is calculated with Monthly rests on the balance outstanding. The Company's income from operation is accounted for on an accrual basis, wherever applicable determined in accordance with the prudential norms prescribed by the Reserve Bank of India for the non banking financial companies.

(D) Bad Debts

Bad Debts are written off or provided for on the basis of the provisioning guidelines for non-banking financial companies issued by the Reserve Bank of India. Additional amount is written off if the management on the review of loans/advances considers it necessary.

(E) Fixed Assets

i) All the fixed assets have been stated at cost inclusive of incidental expenses less accumulated depreciation.

ii) Depreciation has been provided for on written down value basis at the rates specified in schedule XIV of the Companies Act, 1956.

(2) During the year the Authorised Share Capital of the Company was increased from Rs. 5 Crores divided into 49,99,000 Equity Shares of Rs. 10 each and 100 Preference Shares of Rs. 100 each to Rs. 7.5 Crores divided into 74,99,000 Equity Shares of Rs. 10 each and 100 Preference Shares of Rs. 100 each.

(3) As certified by the management, loans are secured by simple/equitable mortgage of the property and/or assignment of Life Insurance Policies, Personal Guarantees, undertaking to create a security and are considered good.

(4) Loans and Advances include Rs. 14,50,148 due from a relative of Directors/ Company under the same management (P.Y.Rs. NIL). The maximum balance due at any time in respect of the said advance was Rs. 2,70,000 and Rs. 11,85,050 (P.Y.Rs. NIL).

(5) Contingent Liabilities

Uncalled liability in respect of partly paid shares is Rs. 1,45,000/- (P.Y.Rs. NIL).

(6) Share Issue Expenses & Preliminary Expenses

Share issue and Preliminary Expenses are written off in equal instalments over Ten years.

(7) Auditors' Remuneration

Audit Fees	10,000	3,500
Company Law Matters	5,000	2,000
Income Tax Matters	5,000	3,000
Certification Charges	5,000	--
	-----	-----
	25,000	8,500
	-----	-----

(8) The Company has made an application U/s 36(1)(viii) of the Income Tax Act, 1961 to the Central Government. Pending receipt of approval in this regard, an amount of Rs. 3,80,000/- has been carried to a Special Reserve Account in accordance with the said provision of the Income Tax Act, 1961.

(9) Previous year's figures have been regrouped wherever necessary.

AS PER OUR REPORT OF EVEN DATE.

FOR A.R.LANDGE & CO.
Chartered Accountants

(A.R.Landge-Proprietor)
Jalgaon
23rd August, 1995.

FOR AND ON BEHALF OF THE BOARD

ISHWARLAL JAIN. MANISH JAIN
(Managing Director) (Director)

**CASH FLOW STATEMENT FOR THE FINANCIAL YEAR 94-95****Rs.
in Lakhs.****A) CASH FLOW FROM OPERATIONS**

Net Profit after tax		6.77
Adjustments for :		
- Provision for Taxation	2.40	
- Provision for Doubtful Debts	1.55	
- Preliminary and Share Issue expenses written off	1.03	
- Depreciation	1.18	
	----	6.16

Operating Profit before working Capital changes		12.93
Adjustments for		
- Trade and Other Receivables		(41.43)
- Trade and Other Payables		1.29
Cash generated from Operations		(27.21)

B) CASH FLOW FROM INVESTING ACTIVITIES

- Purchases of Fixed Assets	36.61	
- Housing Loan Disbursements	272.98	
- Investments	10.22	
	-----	(319.81)

c) CASH FLOW FROM FINANCING ACTIVITIES

- Issue of Share Capital	337.24	
- Share Application Money	4.50	
- Increase in Unsecured Loans	23.62	
	-----	365.36

D) REPAYMENT OF FINANCE/LIABILITIES

- Share Issue Expenses		7.79
- Dividend paid		1.57

Net cash used in financing activities		36.19
Net increase in cash and cash equivalents		8.98

Cash and Cash equivalents as at 01/04/94	2.71
Cash and Cash equivalents as at 31/03/95	11.69



PROXY

MANRAJ HOUSING FINANCE LIMITED

Registered Office : 3, Pushpa Apartment,
General Vaidya Chowk, Jalgaon.

I/We
of
being a Member/Members of MANRAJ HOUSING FINANCE LTD., JALGAON, hereby appoint
..... of
or failing him of
as my/our proxy to vote for me/us on my/our behalf, at the Fifth Annual General Meeting of the Company to be held on -
Friday, the 29th day of September, 1995 and at any adjournment thereof.

Signed this day of 1995.

Please Affix
30 Ps.
Revenue
Stamp Here

Signature(s) of
Member(s)
Across the Stamp

Note : The Proxy must be deposited with the Registered Office of the Company at 3, Pushpa Apartment, General Vaidya
Chowk, JALGAON - 425 002 not less than 48 hours before the time for holding the meeting.

ATTENDANCE SLIP

MANRAJ HOUSING FINANCE LTD., JALGAON

Registered Office : 3, Pushpa Apartment,
General Vaidya Chowk, Jalgaon.

Please complete this attendance slip and hand it over at the entrance of the Meeting Hall.

L.F.No.(s)

NAME OF THE SHARE HOLDER/PROXY

ADDRESS

No. of Shares held

I/We hereby record my/our presence at the Fifth Annual General Meeting of the Company being held on Friday, the 29th Day of
September, 1995 at the The J.D.C.C. Bank Sabhagraha, Ring Road, JALGAON-425 001.

SIGNATURE OF THE SHAREHOLDER/PROXY

*Strike out whichever is not applicable.

