

Panthoibi Housing Finance Company Ltd.
(Registered with National Housing Bank)



Annual Report
2016-2017

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2016-2017

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PHFCL

Panthoibi Housing Finance Company Limited
Reg. Office : Near Flyover Bridge, Uripok Tourangbam Leikai,
Imphal, Manipur - 795001, CIN: U65922MN2006PLC008036,
Email - phfcldc@gmail.com, PHONE: 0385-2414889

BOARD REPORT FOR THE FINANCIAL YEAR ENDED 31.03.2017

Director's Report

To the members

Your Directors have pleasure in presenting their 11th Board Report on the business and operations of Panthoibi Housing Finance Company Limited (the Company) and the accounts for the Financial Year ended 31st March, 2017.

Financial summary of the Company (Standalone)

The Company's financial performance for the year under review along with previous year's figures is given hereunder:

Particulars	(Amount in ₹)	
	For the year ended 31.03.2017	For the year ended 31.03.2016
Income from Business Operations	1,57,62,802.00	1,54,97,773.00
Other Income	6,51,235.00	2,55,000.00
Total Income	1,64,14,037.00	1,57,52,773.00
Depreciation	9,43,674.66	2,42,107.00
Total Expenditure	1,18,14,295.47	90,26,601.30
Profit Before Tax	45,99,741.53	67,26,171.70
Less:- Current Income Tax (incl. earlier year tax)	14,21,320.00	2,083,841.00
Less:- Deferred Tax	32962.48	(19101.00)
Add: Excess Tax relating to earlier year	-	-
Net Profit after Tax	31,45,459.05	4,661,431.70
Earnings per share (Basic)	0.33	0.49
Earnings per share (Diluted)	0.33	0.49

Dividend

To conserve the resources of the Company, Directors do not recommend any dividend for the Year under consideration.

Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

Reserves

The amounts, if any, which the Board proposes to carry to any reserves is to be given.

Share Capital

A) Buy Back of Securities

The Company has not bought back any of its securities during the year under review.

B) Sweat Equity

The Company has not issued any Sweat Equity Shares during the year under review.

C) Bonus Shares

No bonus Shares were issued during the year under review.

D) Employees Stock Option Plan

The Company has not provided any Stock Option Scheme to the employees.

Issue of equity shares

The Company has issued 43,000 equity shares during the year under review.

Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees

The company had no such provision of money for purchasing its own shares by employees or by trustees during the year.

Extract of the annual return

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 in the form of MGT-9 is furnished in "Annexure-A" and is attached to this Report.

Brief description of the Company's working during the year/State of Company's affair

Your Directors wish to present the details of Company's Business operations and State of affairs during the year under review:

- a) Profitability - The financial statements for the year ended on March, 2017 show decrement in the profitability from the last year of Rs. 15,15,972 /- (Fifteen Lac Fifteen Thousand Nine Hundred and Seventy Two)
- b) Sales - The financial statements for the year ended on March, 2017 show increment in the turnover from the last year of Rs. 2,65,029 /- (Two Lac Sixty Five Thousand and Twenty Nine)
- c) Marketing and Market environment - The Company has covered whole North East region by conducting a road show and other marketing strategies.
- d) Future Prospects including constraints affecting due to Government policies - Depends on changes in government policies in future.

Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report.

Details of subsidiary/Joint Ventures/Associate Companies

The Company does not have any Subsidiary, Joint venture or Associate Company.

Deposits

The Company has neither accepted nor renewed any deposits during the year under review.

Conservation of energy, technology, absorption and foreign exchange earnings and outgo

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

- The company has upgraded its computer software and hardware as per the change in technology evolution. Earlier the company was using old version of accounting software, during the year the company has adopted new technology and other advanced software for smooth & efficient working. The technology absorption will help the company in increasing its productivity and efficiency.
- During the year for conservation of energy the company has taken initiative of using the LED lights in the office premises and also advised the employees and other persons to use LED lights at their homes and other places.
- There was no foreign exchange inflow or outflow during the year under review.

Corporate Social responsibility (CSR)

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

Directors**A) Changes in Directors and Key Managerial Personnel**

- There are no changes in Directors and Key Managerial Personnel during the year under review.

Mr. TAYENJAM RAKESH SINGH, who is eligible for retirement from the office by rotation, and being eligible under section 152 (6) of the Companies Act, 2013 for re-appointment.

B) Declaration by an Independent Director(s) and re-appointment, if any

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company. But the company has appointed Mr. Sanamani Singh Yambem as an Independent Director and he has declared and affirmed his compliance with the Independence criteria as mentioned in Section 149(6) of the Companies Act, 2013.

Managerial Remuneration

The company has given Managerial Remuneration to the managerial personnel within the limit specified under section 197 & 198 of the Companies Act, 2013.

A Resolution was passed by the Board of Directors of the company on April 8th, 2016 in regard of providing additional remuneration to the below mentioned directors in professional capacity in pursuance of section 197(a) of the Companies Act, 2013 :-

SI. No.	NAME OF DIRECTOR	SERVICES	REMUNERATION	TENURE
1.	Thokchom Hemo Singh	Head-Business Development/Finance	Rs. 60000/- per month	01.04.2016-31.03.2017
2.	Thokchom Bidyamani Devi	Head-Human Resource Development/ Business Development	Rs. 50000/- per month	01.04.2016-31.03.2017
3.	Tayenjam Rakesh Singh	SBU-Head Information Technology/ Technical Engineering	Rs. 40000/- per month	01.04.2016-31.03.2017

Number of meetings of the Board of Directors

In The Company had 20 (Twenty) Board meetings during the financial year under review.

Disclosure of composition of Audit Committee

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

Nomination and Remuneration Committee

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

Statutory Auditors

M/s RAJESH BIMAL & ASSOCIATES. Chartered Accountants, (FRN-326529E) were appointed as Statutory Auditors for a period of Five year in the Annual General Meeting which was held on 04th day of June, 2015 to conduct the statutory audit for the financial year 2015-2016 to 2019-2020.

Auditors' Report

The company has received an audit report from the statutory auditors of the company and according to the report financial statements for the year ended on 31st March, 2017 give a true and fair view of the state of affairs of the company, Profit, its cash flows and are in conformity with the prescribed accounting principles and There were no qualifications, reservations or adverse remarks made by the auditors in their respective reports.

Secretarial Audit Report

The provisions relating to submission of Secretarial Audit Report are not applicable to the Company.

Corporate Governance Certificate

The provisions relating to corporate governance are not applicable to the Company.

Particulars of loans, guarantees given, security provided or investments made under section 186

Details of Loans & investments by the company to other body corporate or persons are given in the notes to the financial statements.

Particulars of contracts or arrangements with related parties

All contracts or arrangements entered by the company during the financial year with related parties were in the ordinary course of business and on arm length basis. During the year the company has entered into contracts/arrangements with Mr. Thokchom Hemo Singh, Mrs. Thokchom Bidyamani Devi and Mr. Tayenjam Rakesh Singh the whole time directors of the company. The particulars of every contract/arrangements entered into by the company with related parties shall be disclosed in Form AOC-2 which is annexed as **Annexure-B**

Disclosure on Vigil Mechanism

The Company has established a vigil mechanism and overseas through the committee, the genuine concerns expressed by the employees and other Directors. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The Company has also provided direct access to the chairman of the Audit Committee on reporting issues concerning the interests of co employees and the Company.

Risk Management

The Company has formed a Risk Management Committee consisting of :-

1. Mr. Thokchom Hemo Singh	Chairman of the committee
2. Mr. Tayenjam Rakesh Singh	Convener
3. Mrs. Laishram Sylvia Devi	Member
4. Mr. T. Dhanabir Singh	Member

And on the suggestions of the respective Committee members the Board of Directors has ensured that an effective KYC program is put in place and has established appropriate procedures and is ensuring its effective implementation. The program covers proper management oversight, systems and controls, segregation of duties, training and other related matters. Responsibility has been explicitly allocated within the company to ensure that company's policies and procedures are implemented effectively. The Board has devised procedures for creating Risk Profiles of new customers and will apply various Anti Money Laundering measures keeping in view the risks involved in a transaction, account or business relationship.

- Company will ensure that its audit machinery is staffed adequately with individuals who are well-versed in such policies and procedures. Concurrent/Internal Auditors will specifically check and verify the application of KYC procedures and comment on the lapses observed in this regard. The compliance in this regard will be put up before the Audit Committee of the Board at quarterly intervals.
- Company will have an ongoing employee training program so that members of the staff are adequately trained in KYC procedures. Training requirements will have different focuses for frontline staff, compliance staff and staff dealing with new customers.
- Customer Education: The implementation of KYC procedures requires company to demand certain information from customers, which may be of personal nature, or which has hitherto never been called for. This can sometimes lead to a lot of questioning by the customer as to the motive and purpose of collecting such information. Company's front line staff will therefore personally discuss this with customers and if required, company will also prepare specific literature/ pamphlets, etc. so as to educate the customer on the objectives of the KYC program.

Material and Significant Orders Passed by Regulators & Courts

No significant and material orders have been passed by any regulators or courts or tribunals against the company impacting the going concern status and company's operation in future.

Directors' Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:

- i. in the preparation of the annual accounts, the applicable Accounting standards had been followed along with proper explanation relating to material departures;
- ii. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year (31st March, 2017) and of the profit and loss of the Company for that period;
- iii. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. the directors had prepared the annual accounts on a going concern basis; and
- v. the directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively;
- vi. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Acknowledgements

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledge gratefully the shareholders for their support and confidence reposed on your Company.

FOR AND ON BEHALF OF
PANTHOIBI HOUSING FINANCE COMPANY LIMITED

Place:- IMPHAL

Date:- 26.06.2017

THOKCHOM HEMO SINGH
Director
DIN : 01498594

THOKCHOM BIDYAMANI DEVI
Director
DIN : 01340972

Independent Auditor's Report

To the members of PANTHOIBI HOUSING FINANCE COMPANY LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **Panthoibi Housing Finance Company Limited ("the Company")**, which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the 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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 Principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, 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 on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2017, and its profit/loss and its cash flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order 2016 ("the Order") issued by the Central Government of India in the terms of Sub-Section (11) of Section 143 of the Companies Act, 2013, we give in the Annexure, a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable

2. As required by section 143(3) of the Act, we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
 - iii. There were no amounts which were required to be transferred to the investor Education and Protection Fund by the Company.

Place of Signature: Guwahati

Date: 16th June, 2017

**For Rajesh Bimal and Associates
Chartered Accountants**

FRN: 32659E

**(Rajesh Kumar Jain)
(Partner)
(Membership No. 058795)**

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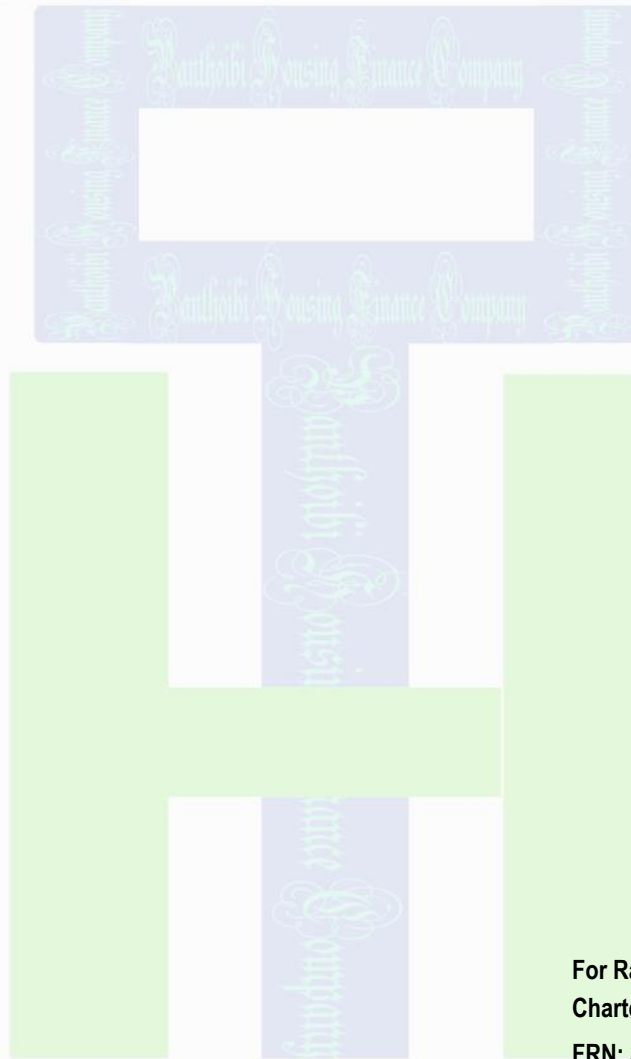
Annexure A

The Annexure referred to in paragraph 1 of our report on "Other Legal and Regulatory Requirements".

We report that:

- i.
 - a. The company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
 - b. As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
 - c. The title deeds of immovable properties are held in the name of the company.
- ii. The Company is having a business primarily of granting housing loans and advances, accordingly it does not hold any physical inventory during the year. Thus paragraph 3(ii) of the order is not applicable to the company.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), (b) and (c) of the orders are not applicable to the Company.
- iv. In respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- v. The Company has not accepted any deposits from the public covered under sections 73 to 76 of the Companies Act, 2013.
- vi. As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
- vii.
 - a. According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, value added tax, cess and any other statutory dues to the extent applicable, have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st March, 2017 for a period of more than six months from the date they became payable.
 - b. According to the information and explanations given to us, there is no amount payable in respect of income tax, service tax, sales tax, customs duty, excise duty, value added tax and cess whichever applicable, which have not been deposited on account of any disputes.
- viii. In our opinion and according to the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank, Government or debenture holders, as applicable to the Company.
- ix. Based on our audit procedures and according to the information given by the management, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments). However the Company has taken Vehicle Loan from ICICI Bank Limited. The Loan has been utilized for the purpose for which it was sanctioned.
- x. According to the information and explanations given to us, we report that no fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. According to the information and explanations given to us, we report that managerial remuneration has been paid in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act 2013.
- xii. In our opinion and according to the information & explanations given to us the Company is not a Nidhi Company. Therefore paragraph 3 (xii) of the order is not applicable to the Company.
- xiii. According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013, where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.

- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv. Provisions of section 192 of Companies Act, 2013 have been complied with in case of non-cash transactions entered by the Company with directors or persons connected with him.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.



**For Rajesh Bimal and Associates
Chartered Accountants
FRN: 32659E**

**Place of Signature: Guwahati
Date: 16th June, 2017**

**(Rajesh Kumar Jain)
(Partner)
(Membership No. 058795)**

Annexure B**Report on Internal Financial Controls Over Financial Reporting****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013**

We have audited the internal financial controls over financial reporting of PANTHOIBI HOUSING FINANCE COMPANY LIMITED ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that

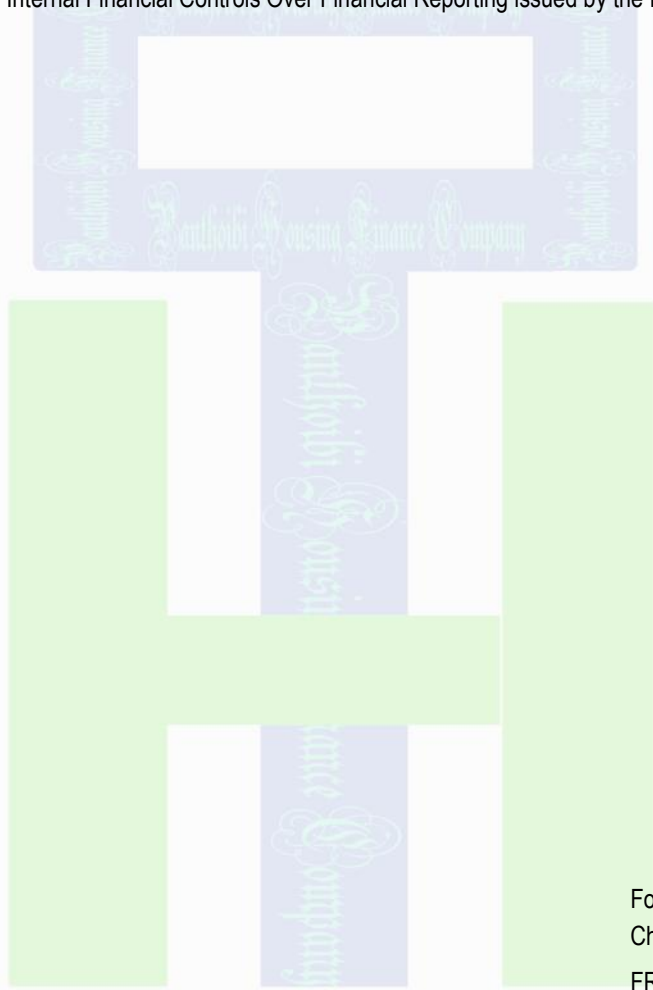
1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



For Rajesh Bimal and Associates
Chartered Accountants
FRN: 32659E

Place of Signature: Guwahati
Date: 16th June, 2017

(Rajesh Kumar Jain)
(Partner)
(Membership No. 058795)

PANTHOIBI HOUSING FINANCE COMPANY LIMITED

3, TOURANGBAM LEIKAI, URIPOK, IMPHAL, IMPHAL WEST, MANIPUR, 795001

CIN : U65922MN2006PLC008036

ANNEXURE TO AUDIT REPORT IN PURSUANCE TO PARAGRAPH 34 OF HOUSING FINANCE COMPANY (NHB) DIRECTIONS, 2010.

1. The Housing Finance Company namely Panthoibi Housing Finance Company Limited has obtained a certificate of registration from National Housing Bank vide certificate no. 10.0077.09 dated 01/10/2009.
2. The Housing Finance Company has met the required Net Owned Fund (NOF) as prescribed under section 29A of the National Housing Bank Act, 1987 including paid up preference shares which are compulsorily convertible into equity.
3. The Housing Finance Company has complied with section 29C of National Housing Bank Act, 1987.
4. The Housing Finance Company is not accepting/holding public deposits and the Board of Director has prescribed a resolution on dated 26-06-2009 for non acceptance of any deposits.
5. The Housing Finance Company has complied with the Housing Finance Company Directions, 2010.
6. The total borrowings of the Housing Finance Company are within the limits prescribed under paragraph 3(2) of the Housing Finance Companies (NHB) Directions, 2010.
7. The Housing Finance Companies has complied with the prudential norms on income recognition, accounting standards, asset classification, loan-to-value ratio, provisioning requirements, disclosure in balance sheet, investment in real estate, exposure to capital market and engagement of brokers, and concentration of credit/investments as specified in the Housing Finance Companies (NHB) Directions, 2010.
8. According to information and explanation provided to us, the capital adequacy ratio as disclosed in the Schedule-II return submitted to the National Housing Bank in terms of the Housing Finance Companies (NHB) Directions, 2010 has been correctly determined and whether such ratio is in compliance with the minimum capital to risk weighed asset ratio (CRAR) prescribed therein.
9. According to information and explanation provided to us, the Housing Finance Company has furnished to the National Housing Bank within the stipulated period the Schedule-II return as specified in the Housing Finance Companies (NHB) Directions, 2010.
10. According to information and explanation provided to us, the Housing Finance Company has furnished to the National Housing Bank within the stipulated period the Schedule-III return on Statutory Liquid Assets as specified in the Housing Finance Companies (NHB) Directions, 2010.
11. According to information and explanation provided to us, intimation for opening four new branches in the state of Manipur has been sent to NHB. However full fledged opening in the branches are yet to be commenced. Further, the Housing Finance Company has complied with the requirements contained in the Housing Finance Companies (NHB) Directions, 2010.
12. According to information and explanation provided to us, the Housing Finance Company has complied with the provisions contained in paragraph 38 and 38A of the Housing Finance Companies (NHB) Directions, 2010.

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PANTHOIBI HOUSING FINANCE COMPANY LIMITED
3, TOURANGBAM LEIKAI, URIPOK, IMPHAL—795001
CIN : U65922MN2006PLC008036

₹ in rupees

Particulars		Note No.	As at 31st March 2017	As at 31st March 2016
I.	EQUITY AND LIABILITIES			
(1)	Shareholders' funds			
	(a) Share capital	1	9,49,32,000.00	9,45,02,000.00
	(b) Reserves & surplus	2	2,27,91,442.98	1,96,45,983.93
	(c) Money received against share warrants			
			11,77,23,442.98	11,41,47,983.93
(2)	Share application money pending allotment			
(3)	Non-current liabilities			
	(a) Long-term borrowings		7,02,829.70	
	(b) Deferred tax liabilities (Net)	4	13,861.48	
	(c) Other Long term liabilities			
	(d) Long-term provisions	5	3,51,347.00	3,40,189.00
			10,68,038.18	3,40,189.00
(4)	Current liabilities			
	Short-term borrowings		49,28,023.50	55,01,665.00
	Trade payables			
	(A) Micro enterprises and small enterprises			
	(B) Others			
	Other current liabilities	6	1,90,655.00	1,78,047.00
	Short-term provisions	5	10,10,624.00	18,67,456.00
			61,29,302.50	75,47,168.00
	TOTAL		12,49,20,783.66	12,20,35,340.93
II	ASSETS			
(1)	Non-current assets			
	(a) Fixed assets	7		
	(i) Tangible assets		1,35,51,388.17	90,30,843.83
	(ii) Intangible assets			
	(iii) Capital work-in-progress			
	(iv) Intangible assets under development			
	(b) Non-current investments			
	(c) Deferred tax assets (net)	4		19,101.00
	(d) Long-term loans and advances	8	10,48,66,173.00	10,13,26,520.00
	(e) Other non-current assets	9	1,80,000.00	2,40,000.00
			11,85,97,561.17	11,06,16,464.83

Continued in the following page.....

Balance Sheet (as at 31st March, 2017) - Continued**(F.Y. 2016-2017)**

Particulars		Note No.	As at 31st March 2017	As at 31st March 2016
(2)	Current assets			
	(a) Current investments			
	(b) Inventories			
	(c) Trade receivables			
	(d) Cash and cash equivalents	10	38,70,679.57	91,30,983.18
	(e) Short-term loans and advances	8	10,30,470.92	8,37,320.92
	(f) Other current assets	11	14,22,072.00	14,50,572.00
			63,23,222.49	1,14,18,876.10
	TOTAL		12,49,20,783.66	12,20,35,340.93

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For **RAJESH BIMAL AND ASSOCIATES**

Chartered Accountants

(FRN : 326529E)

For and on behalf of the Board of Directors

RAJESH KUMAR JAIN
PARTNER
Membership No. : 058795
Place : Guwahati
Date : 16/06/2017

THOKCHOM BIDYAMANI DEVI
Director
DIN : 01340972

THOKCHOM HEMO SINGH
Director
DIN : 01498594

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Statement of Profit & Loss for the year ended 31st March 2017
₹ in rupees

Particulars	Note No.	31st March 2017	31st March 2016
Revenue			
Revenue From Operations	12	1,57,62,802.00	1,54,97,773.00
Less : Excise duty			
Net Sales		1,57,62,802.00	1,54,97,773.00
Other income	13	6,51,235.00	2,55,000.00
Total Revenue		1,64,14,037.00	1,57,52,773.00
Expenses:			
Cost of material Consumed			
Purchase of stock-in-trade			
Changes in inventories			
Employee benefits expense	14	65,33,868.00	53,54,300.00
Finance Costs	15	5,15,322.70	1,665.00
Depreciation and amortization expense	16	9,43,674.66	2,42,107.00
Other expenses	17	38,21,430.11	34,28,529.30
Total expenses		1,18,14,295.47	90,26,601.30
Profit before exceptional, extraordinary and prior period items and tax		45,99,741.53	67,26,171.70
Exceptional items			
Profit before extraordinary and prior period items and tax		45,99,741.53	67,26,171.70
Extraordinary items			
Prior period item			
Profit before tax		45,99,741.53	67,26,171.70
Tax Expenses			
Current tax	18	14,21,320.00	20,83,841.00
Deferred tax	19	32,962.48	(19,101.00)
Excess/short provision relating earlier year tax	20		
Profit (Loss) for the period		31,45,459.05	46,61,431.70
Earning per share			
Basic	21		
Before extraordinary items		0.33	0.49
After extraordinary Adjustment		0.33	0.49
Diluted			
Before extraordinary items			
After extraordinary Adjustment			
SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS	22		

The accompanying notes are an integral part of the financial statements

As per our report of even date
For **RAJESH BIMAL AND ASSOCIATES**
Chartered Accountants
(FRN: 32659E)

For and on behalf of the Board of Directors

RAJESH KUMAR JAIN
PARTNER
Membership No.: 058795
Place: GUWAHATI
Date: 16/06/2017

THOKCHOM BIDYAMANI DEVI
Director
DIN: 01340972

THOKCHOM HEMO SINGH
Managing Director
DIN: 01498594

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Cash Flow Statement for the year ended 31st March 2017

₹ in rupees

	PARTICULARS	31st March 2017	31st March 2016
A.	Cash Flow From Operating Activities		
	Net Profit before tax and extraordinary items (as per Statement of Profit and Loss)	39,64,057.22	57,97,705.56
	Adjustments for non Cash/ Non trade items:		
	Depreciation & Amortization Expenses	9,43,674.66	2,42,107.00
	Finance Cost	5,15,322.70	1,665.00
	Other Inflows / (Outflows) of cash	6,46,842.31	9,40,313.14
	Operating profits before Working Capital Changes	60,69,896.89	69,81,790.70
	Adjusted For:		
	Increase / (Decrease) in other current liabilities	9,72,579.48	(2,35,940.00)
	(Increase) / Decrease in Short Term Loans & Advances	(2,50,970.92)	(2,79,500.00)
	(Increase) / Decrease in other current assets	28,500.00	(72,286.00)
	Cash generated from Operations	68,20,005.45	63,94,064.70
	Income Tax (Paid) / Refund	(17,26,020.08)	(25,79,854.00)
	Net Cash flow from Operating Activities (A)	50,93,985.37	38,14,210.70
B.	Cash Flow From Investing Activities		
	Purchase of tangible assets	(54,64,219.00)	(1,46,465.00)
	Cash advances and loans made to other parties	(52,63,859.00)	(48,19,352.00)
	Cash advances and loans received back	17,24,206.00	18,57,516.00
	Other Inflow / (Outflows) of cash	60,000.00	18,35,452.00
	Net Cash used in Investing Activities (B)	(89,43,872.00)	(12,72,849.00)
C.	Cash Flow From Financing Activities		
	Finance Cost	(5,15,322.70)	(1,665.00)
	Increase in / (Repayment) of Short term Borrowings	(5,73,641.50)	55,01,665.00
	Increase in / (Repayment) of Long term borrowings	7,02,829.70	
	Increase / (Decrease) in share capital	4,30,000.00	
	Other Inflows / (Outflows) of cash	(14,54,282.48)	
	Net Cash used in Financing Activities (C)	(14,10,416.98)	55,00,000.00
D.	Net Increase / (Decrease) in Cash & Cash Equivalents (A+B+C)	(52,60,303.61)	80,41,361.70
E.	Cash & Cash Equivalents at Beginning of period	91,30,983.18	10,89,621.48
F.	Cash & Cash Equivalents at End of period	38,70,679.57	91,30,983.18
G.	Net Increase / (Decrease) in Cash & Cash Equivalents (F-E)	(52,60,303.61)	80,41,361.70

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For RAJESH BIMAL AND ASSOCIATES

Chartered Accountants

(FRN: 326529E)

For and on behalf of the Board of Directors

RAJESH KUMAR JAIN
PARTNER
Membership No.: 058795
Place: GUWAHATI
Date: 16/06/2017

THOKCHOM BIDYAMANI DEVI
Director
DIN: 01340972

THOKCHOM HEMO SINGH
Managing Director
DIN: 01498594

NOTE:

1. The Cash Flow Statement has been prepared by Indirect Method as per AS-3 issued by ICAI.
2. Figures of previous year have been rearranged/regrouped wherever necessary
3. Figures in brackets are outflow/deductions

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Notes to Financial Statements for the year ended 31st March 2017

The previous year figures have been regrouped/reclassified, wherever necessary to conform to the current year presentation.

Note No. 1: Share Capital

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Authorised :		
15000000 (31/03/2016:15000000) Equity shares of ₹10.00/- par value	15,00,00,000.00	15,00,00,000.00
Issued :		
9493200 (31/03/2016:9450200) Equity shares of ₹10.00/- par value	9,49,32,000.00	9,45,02,000.00
Subscribed and paid-up :		
9493200 (31/03/2016:9450200) Equity shares of ₹10.00/- par value	9,49,32,000.00	9,45,02,000.00
Total	9,49,32,000.00	9,45,02,000.00

Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

Equity shares

₹ in rupees

Particulars	As at 31st March 2017		As at 31st March 2016	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the period	94,50,200	9,45,02,000.00	94,50,200	9,45,02,000.00
Issued during the Period	43,000	4,30,000.00		
Redeemed or bought back during the period				
Outstanding at end of the period	94,93,200	9,49,32,000.00	94,50,200	9,45,02,000.00

Right, Preferences and Restriction attached to shares

Equity shares

The company has only one class of Equity having a par value ₹10.00 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the board of directors is subject to the approval of the shareholders in ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

Details of shareholders holding more than 5% shares in the company

Type of Share	Name of Shareholders	As at 31st March 2017		As at 31st March 2016	
		No. of Shares	% of Holding	No. of Shares	% of Holding
Equity [NV: 10.00]	Thokchom Hemo Singh	9,69,000	10.21	9,69,000	10.25
Equity [NV: 10.00]	Thokchom(O) Bidyamani Devi	7,80,000	8.22	7,80,000	8.25
	Total :	17,49,000	18.43	17,49,000	18.50

Note No. 2 Reserves and surplus

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Surplus		
Opening Balance	1,57,11,804.75	1,19,78,839.19
Add: Profit for the year	31,45,459.05	46,61,431.70
Less : Deletion during the year	6,35,684.31	9,28,466.14
Closing Balance	1,82,21,579.49	1,57,11,804.75
Statutory Reserve U/s 29C of the NHB Act ,1987		
Opening Balance	39,34,179.18	30,05,713.04
Add: Addition during the year	6,35,684.31	9,28,466.14
Less : Deletion during the year		
Closing Balance	45,69,863.49	39,34,179.18
Balance carried to balance sheet	2,27,91,442.98	1,96,45,983.93

Note No. Long-term borrowings

₹ in rupees

Particulars	As at 31st March 2017			As at 31st March 2016		
	Non-Current	Current Maturities	Total	Non-Current	Current Maturities	Total
Term Loan - From banks						
ICICI Bank- Loan for Maruti Car unsecured	7,02,829.70		7,02,829.70			
	7,02,829.70		7,02,829.70			
The Above Amount Includes						
Unsecured Borrowings	7,02,829.70		7,02,829.70			
Net Amount	7,02,829.70	0	7,02,829.70		0	

Note No. 4 Deferred Tax

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Deferred tax liability		
Deffered tax Liabilities	13,861.48	
Gross deferred tax liability	13,861.48	
Deferred tax assets		
Deferred tax asset fixed assets		19,101.00
Gross deferred tax asset		19,101.00
Net deferred tax assets		19,101.00
Net deferred tax liability	13,861.48	

Note No. 5 Provisions

₹ in rupees

Particulars	As at 31st March 2017			As at 31st March 2016		
	Long-term	Short-term	Total	Long-term	Short-term	Total
Other provisions						
Opening Contingent Provision against Standard Assets	3,40,189.00		3,40,189.00	3,28,342.00		3,28,342.00
Provision For Housing Loan	18,055.00		18,055.00	(7,430.00)		(7,430.00)
Provision For Loan against Property	(6,897.00)		(6,897.00)	19,277.00		19,277.00
Current tax provision		9,21,320.00	9,21,320.00		17,83,841.00	17,83,841.00
Contingent Provision against Standard Asset		89,304.00	89,304.00		83,615.00	83,615.00
	3,51,347.00	10,10,624.00	13,61,971.00	3,40,189.00	18,67,456.00	22,07,645.00
Total	3,51,347.00	10,10,624.00	13,61,971.00	3,40,189.00	18,67,456.00	22,07,645.00

Note No. Short-term borrowings

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Loans Repayable on Demands - From banks		
Working capital loans banks secured	49,28,023.50	55,01,665.00
	49,28,023.50	55,01,665.00
The Above Amount Includes		
Secured Borrowings	49,28,023.50	55,01,665.00
Total	49,28,023.50	55,01,665.00

The Overdraft from State Bank of India has been guaranteed by the Director Smt. Thokchom Ongbi Bidyamani Devi W/O Thokchom Hemo Singh against a collateral security of 0.0234 Hectares (2518.75 Sq. Ft.) of homestead land with three storied (G+3) building covered under C.S. Dag No. 4176/4760 Vill.No.88 Lalambung Bazar, Imphal West standing in the name of Smt. Thokchom Ongbi Bidyamani Devi , a resident of Uripok Achom Leikai P.O. & P.S. Imphal, Imphal West District , Manipur

Note No. 6 Other current liabilities

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Others payables		
EPF Employee Contribution	36,060.00	22,047.00
Provision For Telephone and Internet Bill	40,000.00	8,500.00
Rajesh Bimal and Associates	45,652.00	45,652.00
SL Gangwal and Co.	45,652.00	45,652.00
Service Tax	14,595.00	
TDS Payable	8,696.00	56,196.00
	1,90,655.00	1,78,047.00
Total	1,90,655.00	1,78,047.00

Note No. 7 Fixed Assets Chart as at 31st March 2017

Assets	Useful Life (in Years)	Gross Block				Accumulated Depreciation/ Amortisation				Net Block	
		Balance as at 1st April 2016	Additions during the year	Addition on account of business acquisition	Deletion during the year	Balance as at 31st March 2017	Balance as at 1st April 2016	Provided during the year	Deletion / adjustments during the year	Balance as at 31st March 2017	Balance as at 31st March 2016
A Tangible assets											
Own Assets											
Building Construction	10.00	4,18,250.00	13,54,942.00			17,73,192.00	1,17,642.30	47,632.43		1,65,274.73	3,00,607.70
Furniture and Fitting		3,53,482.00	13,89,950.00			17,43,432.00	2,20,937.36	2,64,732.71		4,85,670.07	1,32,544.64
Computer and Accessories		6,90,934.00	16,16,660.00			23,07,594.00	6,21,652.15	4,75,126.74		10,96,778.89	69,281.85
Tally Software		37,800.00				37,800.00	37,800.00			37,800.00	
Misc. Other Assets		3,23,629.00	2,22,398.00			5,46,027.00	1,58,088.38	38,494.48		1,96,582.86	1,65,540.62
AC Machines		36,000.00				36,000.00	25,138.84	1,510.79		26,649.63	10,861.16
Generator		58,100.00				58,100.00	42,092.14	2,226.69		44,318.83	16,007.86
Maruti Car			8,80,269.00			8,80,269.00		1,13,950.82		1,13,950.82	
Land	99.00	83,36,000.00				83,36,000.00					83,36,000.00
Total (A)		1,02,54,195.00	54,64,219.00			1,57,18,414.00	12,23,351.17	9,43,674.66		21,67,025.83	90,30,843.83
P.Y Total		1,01,07,730.00	1,46,465.00			1,02,54,195.00	9,81,244.17	2,42,107.00		12,23,351.17	91,26,485.83

General Notes :

- 1 No depreciation if remaining useful life is negative or zero.
- 2 Depreciation is calculated on pro-rata basis in case assets is purchased/sold during current F. Y.
- 3 If above assets is used for any time during the year for double shift, the depreciation will increase by 50% for that period and in case of the triple shift the depreciation shall be calculated on the basis of 100% for that period.

Note No. 8 Loans and advances

₹ in rupees

Particulars	As at 31st March 2017		As at 31st March 2016	
	Long-term	Short-term	Long-term	Short-term
Other loans and advances				
Housing Loan	8,86,15,954.00		8,41,02,095.00	
Loan Against Property	1,55,00,219.00		1,72,24,425.00	
Advance paid for dedicated Company Software (Kensoft)		9,42,050.00		7,79,500.00
TDS on FD Interest		10,220.92		10,220.92
TDS on Processing Fee Refund		2,200.00		100.00
TDS Deducted to be Recoverable				
Advance fringe benefit tax paid (Unsecured)		16,000.00		
Advances From Branches	7,50,000.00			
Advance to M/s Sagolsem Mani and Sons		60,000.00		
	10,48,66,173.00	10,30,470.92	10,13,26,520.00	8,37,320.92
Total	10,48,66,173.00	10,30,470.92	10,13,26,520.00	8,37,320.92

Note No. 8(a) Loans and advances : Other loans and advances: Advance paid for dedicated Company Software (Kensoft)

₹ in rupees

Particulars	As at 31st March 2017	
	Long-term	Short-term
Advance paid for dedicated Company Software (Kensoft)		9,42,050.00
Total		9,42,050.00

Note No. 8(b) Loans and advances : Other loans and advances: TDS Deducted to be Recoverable

₹ in rupees

Particulars	As at 31st March 2017		As at 31st March 2016	
Chongtham Victor				6,500.00
Ajay Agarwal				20,500.00
Naresh Maimom				2,500.00
B C Basumatary				9,000.00
Rahul Sharma				9,000.00
Total				47,500.00

Note No. 9 Other non-current assets

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Other Assets		
Capital Raising Fee	1,80,000.00	2,40,000.00
Total	1,80,000.00	2,40,000.00

Note No. 9(a) Other non-current assets:Other Assets:Capital Raising Fee

₹ in rupees

Particulars	31st March 2017	31st March 2016
Opening Balance	2,40,000.00	84,014.00
Capital Raising fees Paid to ROC		3,00,000.00
Expenditure Written off	(60,000.00)	(1,44,014.00)
Total	1,80,000.00	2,40,000.00

Note No. 10 Cash and cash equivalents

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Balance with banks		
Other balances with banks	38,39,075.57	83,88,674.18
Total	38,39,075.57	83,88,674.18
Cash in hand		
Cash in hand	31,604.00	7,42,309.00
Total	31,604.00	7,42,309.00
Total	38,70,679.57	91,30,983.18

Note No. 10(a) Cash and cash equivalents: Balance with banks: Other balances with banks

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Central Bank of India	33,717.47	1,00,835.97
ICICI Bank	30,42,867.21	26,52,285.39
Punjab National bank	19,482.89	19,782.82
State Bank Of India	50,000.00	56,15,770.00
MSCB	6,93,008.00	
Total	38,39,075.57	83,88,674.18

Note No. 11 Other current assets

₹ in rupees

Particulars	As at 31st March 2017	As at 31st March 2016
Other Assets		
Interest accrue but not due (Housing Loan)	12,05,672.00	12,00,101.00
Interest accrue but not due (Loan Against Property)	2,16,400.00	2,50,471.00
Total	14,22,072.00	14,50,572.00

Note No. 12 Revenue from operations

₹ in rupees

Particulars	31st March 2017	31st March 2016
Interest Income		
Interest Received - Housing Loan	1,20,10,331.00	1,17,50,927.00
Interest Received - Loan Against Property	23,30,399.00	22,96,274.00
Interest Accrue but not due - Housing Loan	12,05,672.00	12,00,101.00
Interest Accrue but not due (Loan Against Property)	2,16,400.00	2,50,471.00
	1,57,62,802.00	1,54,97,773.00
Net revenue from operations	1,57,62,802.00	1,54,97,773.00

Note No. 13 Other income

₹ in rupees

Particulars	31st March 2017	31st March 2016
Interest Income		
Interest Income from FDR		
Other non-operating income		
Loan Processing Fees and Sales of Form	2,07,000.00	2,51,000.00
Inspection Charges	17,500.00	4,000.00
Penalty and Interest	4,19,376.00	
Misc Income	7,359.00	
	6,51,235.00	2,55,000.00
Total	6,51,235.00	2,55,000.00

Note No. 14 Employee benefit expenses

₹ in rupees

Particulars	31st March 2017	31st March 2016
Salaries and Wages		
Salary and wages	65,33,868.00	53,54,300.00
	65,33,868.00	53,54,300.00
Total	65,33,868.00	53,54,300.00

Note No. 14(a) Employee benefit expenses: Salaries and Wages: Salary and wages

₹ in rupees

Particulars	31st March 2017	31st March 2016
Director's Remuneration	18,00,000.00	15,30,000.00
Staff Salary	47,13,868.00	33,58,100.00
Non Executive Director	20,000.00	1,20,000.00
Employee Bonus		3,46,200.00
Total	65,33,868.00	53,54,300.00

Note No. 15 Finance costs

₹ in rupees

Particulars	31st March 2017	31st March 2016
Interest		
Interest on long-term loans from banks	5,15,322.70	1,665.00
	5,15,322.70	1,665.00
Total	5,15,322.70	1,665.00

Note No. 16 Depreciation and amortization expenses

₹ in rupees

Particulars	31st March 2017	31st March 2016
Depreciation on tangible assets	9,43,674.66	2,42,107.00
Total	9,43,674.66	2,42,107.00

Note No. 17 Other expenses

₹ in rupees

Particulars	31st March 2017	31st March 2016
Statutory Audit Fees	50,000.00	50,000.00
Internal Audit Fees	50,000.00	50,000.00
Administrative expenses	36,44,583.11	31,66,866.30
Provision for bad and doubtful debts advances	16,847.00	17,649.00
Deferred revenue expenditure written off	60,000.00	1,44,014.00
Total	38,21,430.11	34,28,529.30

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Note No. 17(a) Other expenses: Administrative expenses

₹ in rupees

Particulars	31st March 2017	31st March 2016
Staff Welfare and Client Refreshments	1,38,180.00	83,589.00
Telephone Expenses and Internet Bill	84,655.00	95,870.00
Travelling Expenses	2,05,072.00	5,88,816.00
Bank charges	4,859.43	9,985.08
Credit Analysis and Research Ltd		45,800.00
Crisil Rating Fee		40,648.00
Credit Information Bureau Fee	8,138.00	15,530.22
Equifax Credit Information Fee	5,725.00	17,100.00
Experian Credit Information Fee	5,750.00	17,100.00
High Mark Credit Information Fee		17,100.00
Miscellaneous Expenses	1,66,751.00	44,378.00
Postage and Telegram	5,369.00	14,870.00
Printing and stationery	3,10,509.00	1,86,344.00
Repair and Maintenance	1,23,146.00	2,35,885.00
Rent	2,40,000.00	2,40,000.00
Vehicles Hiring Charges	2,40,000.00	2,40,000.00
Electric and Lightning	51,000.00	20,390.00
Roc Fees and MCA Fee	19,800.00	30,900.00
Consultancy Visiting Charges	3,02,000.00	2,90,000.00
Legal Consultancy Fee	2,21,000.00	1,65,000.00
Legal Fee		90,000.00
Processing Fee		55,000.00
Books periodicals		1,720.00
Service Tax	632.00	21,863.00
Company Secretary Professional Fee	21,500.00	14,000.00
Advertisement Expenses	21,800.00	34,400.00
Insurance on Cash Retention	17,430.00	17,025.00
Insurance on Fixed Assets	5,537.00	5,489.00
Late Fee and Interest Payable	5,86,790.00	9,940.00
Valuation Fee		2,05,000.00
Employer's Contribution to EPF	3,61,745.00	2,73,610.00
Consultancy Visiting Charges		37,014.00
Office Website Expenses	1,03,445.68	2,500.00
CERSAI Fees	70,000.00	
Insurance expenses	31,426.00	
Registration Expenses	50,100.00	
Conference expenses	17,250.00	
Function Expenses	1,84,973.00	
Training Fees	40,000.00	
Total	36,44,583.11	31,66,866.30

Note No. 18 Current tax

₹ in rupees

Particulars	31st March 2017	31st March 2016
Current tax pertaining to current year	14,21,320.00	20,83,841.00
Total	14,21,320.00	20,83,841.00

Note No. 19 Deferred tax

₹ in rupees

Particulars	31st March 2017	31st March 2016
Deffered Tax	32,962.48	(19,101.00)
Total	32,962.48	(19,101.00)

Note No. 21 Earning Per Share

₹ in rupees

Particulars	Before Extraordinary items		After Extraordinary items	
	31st March 2017	31st March 2016	31st March 2017	31st March 2016
Basic				
Profit after tax (A)	31,45,459.05	46,61,431.70	31,45,459.05	46,61,431.70
Weighted average number of shares outstanding (B)	94,93,200	94,50,200	94,93,200	94,50,200
Basic EPS (A / B)	0.33	0.49	0.33	0.49
Face value per share		10.00		10.00

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ACCOUNTING POLICIES & NOTES ON ACCOUNTS

Note No. : 22

1 Basis of Accounting :

The financial statements are prepared under historical cost convention, on an accrual basis and in accordance with the generally accepted accounting principles in India, the applicable mandatory Accounting Standards as notified by the Companies (Accounting Standard) Rules, 2006 and the relevant provisions of the Companies Act, 2013.

1(a) Use of Estimates:

The preparation of financial statements requires estimated and assumptions to be made that effect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during period. Difference between the actual results and estimated are recognized in the period in which the result are known/materialized.

2 Depreciation :

Depreciation on fixed assets is provided for written down value method at rates prescribed under the Companies Act, 2013.

3 Investments :

Investments that is intended to be held for more than a year from the date of acquisition are classified as long term investments and are carried at cost. Investments other than long term investments being current investment are valued at cost or fair value whichever is lower, determined on an individual basis.

4 Segmental Reporting :

The main business of the company is to provide long term finance for residential purpose in India. Accordingly there is no separate segment as per Accounting Standard -17.

5. In terms of Accounting Standard 18 – “Related Party Disclosures” notified by the Companies Accounting Standard Rules, 2006, the related party disclosure is given below:

Sl. No.	Names of Related parties	31 / 03 / 2017	31 / 03 / 2016
		Description of Relationship	Description of Relationship
1	Subsidiary Companies	NONE	NONE
2	Associate Company		NONE
3	Joint Ventures	NONE	NONE
4	Key Management Personnel (KMP) (a) Thokchom Hemo Singh (b) Thokchom (O) Bidyamani Devi (c) T. Rakesh Singh	CMD Executive Director Director (IT)	CMD Executive Director Director (IT)
5	Enterprise Where KMP / Relatives of KMP have significant influence or control	NONE	NONE
6	Relatives of Key Managerial Personnel Thokchom (O) Bidyamani Devi	Rent	Rent

Particular of Payment made to related Parties

Sl No.	Name of Related Parties	Nature of Payment	Current Yr	Previous Yr
1	Thokchom Hemo Singh	Director Remuneration	7,20,000.00	6,10,000.00
2	Thokchom (O) Bidymani Devi	Director Remuneration Rent	6,00,000.00 2,40,000.00	5,20,000.00 2,40,000.00
3	T Rakesh Singh	Director Remuneration	4,80,000.00	4,00,000.00

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6. Earning Per Share In terms of Accounting Standard 20—"Earnings Per Share" notified by the Companies Accounting Standard Rules, 2006.

Particulars	Before Extraordinary items		After Extraordinary items	
	31st March 2017	31st March 2016	31st March 2017	31st March 2016
Basic				
Profit after tax (A)	31,45,459.05	46,61,431.70	31,45,459.05	46,61,431.70
Weighted average number of shares outstanding (B)	94,93,200	94,50,200	94,93,200	94,50,200
Basic EPS (A/B)	0.33	0.49	0.33	0.49
Face value per share		10.00		10.00

7. The details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016 are as follows:

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	27,24,000	2,53,018	29,77,018
(+) Permitted receipts		4,54,025	4,54,025
(-) Permitted payments	24,000	1,47,073	1,71,073
(-) Amount deposited in Banks	27,00,000		27,00,000
Closing cash in hand as on 30.12.2016	-	5,59,970	5,59,970

8. **Accounting for Taxes On Income:**

Provision for current tax is made on the basis of the assessed income at the rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each Balance Sheet date, the carrying amounts of deferred tax assets are reviewed to reassess amount. As during the year under review the company is having deferred tax asset of Rs. 32962.48/- on account of timing difference on depreciation.

9. **Provisions, Contingent Liabilities and Contingent Assets:**

Provisions are recognized for liabilities that can be measured only by using substantial

- Probable Outflow of resources is expected to settle the obligation
- The Company has a present obligation as a result of a past event
- The amount of the obligation can be reliably estimated

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of

- A present obligation arising from a past event, when it is not probable that a flow of resources will be required to settle the obligation.
- A possible obligation unless the probability of flow of resources is remote. Contingent Assets are neither recognized nor disclosed.

10. Non performing Loans & Provisions:

In line with NHB Directions, 2010 the Company has identified non performing loans amounting to Rs. NIL as on 31.03.2017 (31.03.2016 — Rs. NIL)

11. Recognition of Income and Expenditure:

Income and expenditure are accounted for on accrual basis. Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Dividend Income is recognized when the shareholder's right to receive payment is established by the balance sheet date.

12. Contingencies:

These are disclosed by way of notes on the balance Sheet. Provisions is made in the accounts in respect of those contingencies which are likely to materialize into liabilities after the year end, till the finalization of accounts and material effect on the position stated in the Balance Sheet.

NOTES ON ACCOUNTS

1. The Company is a small and medium sized Company (SMC) as defined in General Instruction in respect of Accounting Standards notified under the Companies Act 1956. Accordingly the Company has complied with the Accounting Standard as applicable to a small and medium sized Company.
2. Based on the information / documents available with the Company, no creditor is covered under Micro, Small and Medium Enterprise Development Act, 2006. As a result, no interest provision/payments have been made by the Company to such creditors, if any, and no disclosures thereof are made in these accounts.
3. No provision has been made on account gratuity as none of the employees have put in completed years of service as required by the payment of gratuity act.
4. No provision has been made on account of leave salary as there are no leave to the credit of employees as at the end of the year.
5. The figures of previous year have been regrouped and / or rearranged wherever necessary.
6. Particulars required to be furnished by the HFC's as per paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 issued by the RBI are given as per Annexure-B attached hereto.
7. No provision for bad and doubtful debts has been made as the assets are not classified under NPA in compliance with paragraphs 29(1), 29(2) of HFCs (NHB) Directions, 2010 and Policy Circular No. 41 of NHB.
8. Written off of preliminary and pre operative expenses have been proportionately taken into account in preparation of financial statement.
9. A total of Rs. 371693.00/- & Rs. 19800.00/- was disbursed by National Housing Board for Interest Subsidy & Subsidy in Processing Fees respectively in 23 No. of Accounts under Implementation of Pradhan Mantri Awas Yojana (PMAY) - Credit Linked Subsidy Scheme (CLSS) for EWS/LIG.

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As per our report of even date

Signature to notes 1 to 21

In terms of Our Separate Audit report of Even Date Attached.

For, RAJESH BIMAL AND ASSOCIATES

Chartered Accountants

For PANTHOIBI HOUSING FINANCE COMPANY LIMITED

(RAJESH KUMAR JAIN)
PARTNER
Membership No. : 058795
Registration No. 326529E

Place : Guwahat
Date : 16/06/2017

THOKCHOM BIDYAMANI DEVI
Director
DIN : 01340972

THOKCHOM HEMO SINGH
Director
DIN : 01498594

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