

# **Ladam Affordable Housing Limited**

**37<sup>th</sup> Annual Report**

**2015-2016**

## **Company Information**

### **Board of Director**

	<b><u>DIN</u></b>
Mr. Sumesh Agarwal	00325063
Mr. Jayaprasad Pillai	01560300
Mr. Ashwin Sharma	05143846
Ms. Shraddha Rumade	07262106

### **Company Secretary**

Mr. Dharmendra Vyas [*Appointed w.e.f. February 15, 2016*]

### **Banker**

HDFC Bank Limited

### **Auditors**

**H. J. MEHTA & ASSOCIATES**

Chartered Accountants

### **Registrar & Share Transfer Agents**

PurvaShareregistry Private Limited  
Address: Unit no. 9 Shiv Shakti Ind. Estt.  
J .R. Borichamarg, Lower Parel (E)  
Mumbai 400 011  
Tel No: 91-22-2301 6761 / 8261  
Email: [busicomp@gmail.com](mailto:busicomp@gmail.com)

### **Registered Office**

Ladam House, C-33, Opp. ITI,  
Wagle Industrial Estate,  
Thane (W)- 400 604.  
CIN: L65990MH1979PLC021923  
Tel: 71191000/001  
Email: [info@ladamaffordablehousing.com](mailto:info@ladamaffordablehousing.com)  
Website: [www.ladamaffordablehousing.com](http://www.ladamaffordablehousing.com)

## NOTICE

**Notice** is hereby given that the **Thirty Seventh Annual General Meeting** of the **Ladam Affordable Housing Limited**, the Company will be held at TSSIA House, Gr Floor P-26, Road No 16/T Wagle Industrial Estate, Thane (W) – 400 604 on **Thursday, the 29<sup>th</sup> September, 2016** at **11.00 a.m.** to transact the following business:

**Ordinary Business:**

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31<sup>st</sup> March, 2016 and the Balance Sheet as at that date together with the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Sumesh Agarwal (DIN: 00325063), who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution :

**“RESOLVED THAT** pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, the Company hereby ratifies the appointment of M/s. H. J. Mehta & Associates, Chartered Accountants, Mumbai (Firm’s Registration No. 114373W), as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the Thirty Eighth Annual General Meeting of the Company at such remuneration to be fixed by the Board of Directors of the Company, based on the recommendation of the Audit Committee, in addition to reimbursement of all out-of-pocket expenses in connection with the audit of the accounts of the Company.”

**Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)**

**Sd/-  
Sumesh Agarwal  
Director  
00325063**

**Registered Office:**

Ladam House, C-33,  
Opp. ITI, Wagle Industrial Estate,  
Thane (W) – 400 604.

Date: May 26, 2016  
Place: Thane

**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 the member of the Company. Proxies, in order to be effective must be received at the Company's Registered Office not less than 48 hours before the meeting. Proxies submitted on behalf of limited Companies, societies, partnership firms etc., must be backed by appropriate resolution / authority as applicable, issued on behalf of the nominating organization.

A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the company. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

2. Members are requested to bring their Attendance Slip along with their copy of Annual Report to the Meeting.
3. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID and those who hold shares in physical form are requested to write their folio number in attendance slip in attending the Meeting.
4. In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
5. The Annual Report 2015-16 is being sent through electronic mode only to the members whose email addresses are registered with the Company / Depository Participant(s), unless any member has requested for a physical copy of the report. For members who have not registered their email addresses, physical copies of the Annual Report 2015-16 are being sent by the permitted mode.
6. As per the provisions of the Companies Act, 2013, facility for making nominations is available to the shareholders in respect of the shares held by them. Nomination forms can be obtained from the Share Registrar of the Company.
7. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, substituted by Companies (Management and Administration) Amendment, Rules 2015, and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has provided a facility to the members to exercise their votes electronically through the electronic voting service facility arranged by Central Depository Services (India) Limited. The facility for voting, through ballot paper, will also be made available at the AGM and the members attending the AGM who have not already cast their votes by remote e-voting shall be able to exercise their right at the AGM through ballot paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are annexed to the Notice.
8. Shareholders desiring any information as regards the Accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready at the meeting.
9. The Register of Members and Share Transfer Books of the Company will remain closed from 23<sup>rd</sup> September, 2016-to 29<sup>th</sup> September, 2016 (both days inclusive).
10. Members holding shares in physical form are requested to notify the change, if any, in their address and blank mandate details to the Registrar and Share Transfer Agent,

PurvaShareregistry Private Limited Unit no. 9Shiv Shakti Ind. Estt .J .R. Borichamarg, Lower Parel (E) Mumbai 400 011

11. Members are requested to immediately intimate changes, if any, in their registered addresses along with pin code number to the Company. Members holding shares in dematerialized mode are requested to intimate the same to their respective Depository Participants.
12. Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, and Circulars etc. from the Company electronically.
13. Members holding shares in physical form are requested to consider converting their holding to dematerialized form to eliminate risks associated with physical shares.
14. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during (3.00 pm to 5.00 pm) on all working days, upto and including the date of the Annual General Meeting of the Company.
15. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting.
16. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**Sd/-  
Sumesh Agarwal  
Director  
00325063**

**Registered Office:**

Ladam House, C-33,  
Opp. ITI, Wagle Industrial Estate,  
Thane (W) – 400 604.

Date: May 26, 2016

Place: Thane

**PROFILE OF DIRECTORS**

(Seeking Appointment / Re-appointment)

As per Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and SS-2

**Mr. Sumesh Agarwal (DIN: 00325063)**

Date of Birth	November 7, 1971
Age	44 years
Date of appointment on the Board	April 1, 1992
Qualification	Bachelor of Commerce
Expertise in specific functional areas	Finance, Accounts and Taxation
Terms and conditions of appointment	As per the terms of HR Policy
Remuneration sought to be paid	No Consideration has been paid
Remuneration last drawn	
Brief Biography	Sumesh B Agarwal, has done his B Com from the Bombay University and has been involved in the business since 1992. He has been involved in the construction business since 1995. Mr Sumesh Agarwal has brought in various new products to improve the intrinsic quality of the construction such as expanded metal reinforcement for brickwork and plaster in the new projects and buildings under construction. He is also known for his customer friendly approach and looks for inclusive growth.
List of other Companies in which he holds Directorship as on March 31, 2016	<ul style="list-style-type: none"> <li>• Ladam Steels Limited</li> <li>• Ladam Homes Limited</li> </ul>
Chairmanship / Membership of the Committee as on March 31, 2016	<ul style="list-style-type: none"> <li>• Chairmanship: NIL</li> <li>• Membership: NIL</li> </ul> (Committees considered are Audit Committee and Stakeholder's Relationship Committee, in public limited companies other than Ladam Affordable Housing Limited)
No. of Meetings attended during FY2015-16	11
Relationship with other Director/s, Manager and Key Managerial Personnel	None
Number of Shares held on March 31, 2016	4395800

### SHAREHOLDER INSTRUCTIONS FOR E-VOTING

Pursuant to the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, substituted by Companies (Management and Administration) Amendment, 2015, and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide e-voting facility to the members to cast their votes electronically on all resolutions set forth in the Notice convening the 37<sup>th</sup> Annual General Meeting to be held on Thursday, September 29, 2016, at 11:00 a.m. IST. The Company has engaged the services of the Central Depository Services (India) Limited (CDSL) to provide the e-voting facility. The e-voting facility is available at the link, <https://www.evotingindia.com>

**The instructions for shareholders voting electronically are as under:**

- (i) The voting period begins on September 25, 2016 at 09.00 a.m. and ends on, September 28, 2016 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of, September 22, 2016, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
<b>PAN</b>	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.</li> <li>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li> </ul>
<b>DOB</b>	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
<b>Dividend Bank Details</b>	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. <ul style="list-style-type: none"> <li>Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv)</li> </ul>

- (viii) After entering these details appropriately, click on “SUBMIT” tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant “Ladam Affordable Housing Limited” on which you choose to vote.
- (xii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) **Note for Non – Individual Shareholders and Custodians**
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)



1. The Voting rights of members shall be in proportion to their share of the paid up share capital of the Company as on September 22, 2016.
2. Mr Pratik Kalsariya has been appointed as Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
3. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (FAQs) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

The map illustrates the route from Thane Small Scale Industries to Thane via the Eastern Express Highway. The route is highlighted in orange and blue. Key locations include Padwal Nagar, D'Souza Wadi, Wagle Estate, Kashish Park, Dharamveer Nagar, Sidharth Nagar, and Kopri. The map also shows the Eastern Express Highway, the Eastern Express, and the Eastern Expressway. A callout box indicates a 20 min, 4.3 km journey from Shehnai Hall to the Eastern Express Highway. Another callout box indicates a 32 min, every 12 mins journey from the Eastern Express Highway to Thane. A third callout box indicates an 18 min, 4.5 km journey from the Eastern Express Highway to Thane via the Eastern Expressway.

TSSIA House, Gr Floor P-26, Road No 16/T Wagle Industrial Estate, Thane (W) – 400 604

## DIRECTORS REPORT

To  
The Members,  
**Ladam Affordable Housing Limited,**  
[formerly known as Ladam Finance Limited]  
Thane

Your Directors have pleasure in submitting their 37<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2016.

### FINANCIAL RESULTS

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

Particulars	For the Year ended 31 <sup>st</sup> March, 2016	For the Year ended 31 <sup>st</sup> March, 2015
Net Sales / Income from Business Operations	2,55,000	-
Other Income	10,96,351	11,56,104
Total Income	13,51,351	11,56,104
Less: Interest	-	-
Profit before Depreciation	77,643	5,31,645
Less: Depreciation	-	-
Profit after depreciation and Interest	77,643	5,31,645
Less: Current Income Tax	-	-
Less: Previous year adjustment of Income Tax,	-	-
Less: Deferred Tax	-	-
Net Profit after Tax	77,643	5,31,645
Dividend (including Interim if any and final )	-	-
Net Profit after dividend and Tax	77,643	5,31,645
Amount transferred to General Reserve	-	-
Balance carried to Balance Sheet	77,643	5,31,645
Earning per share (Basic)	0.004	0.06
Earning per Share(Diluted)	0.004	0.06

### BUSINESS RESULTS

During the year under review, your Company has registered revenue of Rs 13.51 Lacs as against Rs 11.56 Lacs in the previous year. The Profit before taxes in the current year is Rs 0.78 Lacs as against Rs 5.32 Lacs in the previous year and profit after taxes are Rs 0.78 Lacs as against Rs 5.32 Lacs in the previous year.

### FINANCE

Cash and cash equivalents as on March 31, 2016 was Rs 4.40 Lacs. The company continues to focus on judicious management of its working capital. Receivables, inventories and other working capital parameters were kept under strict check through continuous monitoring.

**DIVIDEND**

The Board does not recommend any Dividend for the current financial year due to nominal profit earned by the Company.

**TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

Since there was no amount of unpaid/unclaimed Dividend, the Company is not required to transfer any amount to the Investor Education & Protection Fund as per provisions of Section 125 of the Companies Act, 2013.

**DEPOSITS**

The Company has not accepted any deposits which would be covered under Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

**REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS**

The Company has changed its name from Ladam Finance Limited to Ladam Affordable Housing Limited which was approved by the ROC on 21<sup>st</sup> Jan, 2016.

The Company has altered its Objects Clause and has ventured into Construction and Real Estate development sector.

The Company intends to monetize its real estate portfolio by getting into construction of mass housing project considering affordable housing project scheme.

**MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

The following material changes and commitment occurred during the year under review affecting the financial position of the Company.

1] The Company has applied to the Bombay Stock exchange to have its shares listed again on Bombay Stock exchange and the application is being processed positively.

**DIRECTORS RESPONSIBILITY STATEMENT**

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

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) 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 and of the profit and loss of the company for that period;

(c) 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;

(d) the directors had prepared the annual accounts on a going concern basis; and

(e) 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.

(f) 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.

## **DIRECTORS**

In pursuant to the provisions of the Companies Act, 2013 and the Articles of Associations of the Company, Mr. Sumesh Agarwal retires by rotation and being eligible, offer himself for re-appointment.

<b>Name</b>	<b>Designation</b>	<b>Qualification</b>	<b>Age &amp; Experience (Years)</b>	<b>Date of Commencement of Employment</b>
Mr. Sumesh Agarwal	Director	B.Com	44/25	01/04/1992

## **MEETINGS**

A calendar of Board Meetings, Annual General Meeting and Committee Meetings is prepared and circulated in advance to the Directors of your Company.

The Board of Directors of your Company met 11 times during 2015-16. The maximum time gap between any two consecutive meetings did not exceed one hundred and twenty days.

## **BOARD & COMMITTEE EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and under Regulation 25 of the SEBI (Listing obligations and disclosure requirements) Regulations, 2015, the Board has carried out an evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration Committees.

## **POLICY ON DIRECTORS APPOINTMENT AND THEIR REMUNERATION**

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration.

## **SEPARATE INDEPENDENT DIRECTORS' MEETINGS**

The Independent Directors meet at least once in a year, without the presence of Executive Directors or Management representatives.

The Independent Directors met on 31st October, 2015 during the Financial Year.

**FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS**

The Company proactively keeps its Directors informed of the activities of the Company, its management and operations and provides an overall industry perspective as well as issues being faced by the industry. The details of the same are available on the website of the Company.

**DECLARATION OF INDEPENDENCE**

Your Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 read with Schedules and Rules issued there under and under Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**STATUTORY AUDITORS**

M/s. H. J. MEHTA & ASSOCIATES - Chartered Accountants, Statutory Auditors of the company hold the office until the conclusion of the ensuing Annual General Meeting and are hereby recommended for re-appointment by the Audit Committee. The Company has received a certificate from them to the effect that their reappointment, if made, shall be in accordance with the conditions prescribed u/s 141 of the of the Companies Act, 2013.

As required u/s 139 (1) of the Act, you are requested to appoint the Auditors of the Company from the conclusion of the ensuing Annual General Meeting till conclusion of the sixth Annual General Meeting and to fix their remuneration.

**STATUTORY AUDITORS' REPORT**

The statutory auditors' report is self-explanatory. It does not require any comment as there is no qualification in reports.

**SECRETARIAL AUDITOR**

Pursuant to provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the company has appointed M/s A G Ranade & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company.

**SECRETARIAL AUDIT REPORT**

The Secretarial Audit Report contains qualifications, reservations & explanations which are self-explanatory. The report is furnished in **Annexure A** attached to this report.

**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 is furnished in **Annexure B** and is attached to this Report.

**SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The details of financial performance of Subsidiary/ Joint Venture/Associate Company is furnished in **Annexure C** and attached to this report.

**PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

The particulars of Loans, guarantees or investments made under Section 186 are furnished in **Annexure D** and are attached to this report.

**PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 186 are furnished in **Annexure E** and are attached to this report.

**REPORT ON CORPORATE GOVERNANCE**

Pursuant to Regulation 15(2) of LODR since the Companies equity paid up share capital and networth is not exceeding 10cr and 25cr respectively the company need not disclose Corporate Governance Report as the part of Annual Report.

**INTERNAL AUDIT SYSTEM**

The Company's internal Auditors had conducted periodic audit to provide reasonable assurance that the Company's established policies and procedure have been followed.

**INTERNAL CONTROL SYSTEM AND ITS ADEQUACY**

The Company has a proper and adequate internal control system for all its activities including safeguarding and protecting its assets against any loss from its unauthorized use or disposition. All transaction are properly documented, authorized, recorded and reported correctly. The Company has well defined Management Reports on key performance indicators. The systems are reviewed continuously and its improvement and effectiveness is enhanced based on the reports from various fields. Normal foreseeable risks to the company's assets are adequately covered by comprehensive insurance.

**ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Your Company is not engaged in any manufacturing activities and therefore, no particulars are required to be disclosed under the Rule 8(3) of the Companies (Accounts) Rules, 2014, in respect of conservation of energy and technology absorption.

Further, there were no foreign exchange earnings and outgo during the year under review.

**STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

The Board of Directors of the Company has formed a Risk Management Committee to frame, implement and monitor the Risk Management Policy for the Company. The Committee is responsible for reviewing the risk management plan and ensuring its efficiency. The policy is available on the Company's website at [www.ladamaffordablehousing.com](http://www.ladamaffordablehousing.com)

**DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

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

**SHARES****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.

**PREVENTION OF INSIDER TRADING**

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Board is responsible for implementation of the Code. All the Directors and the designated employees have confirmed compliance with the Code.

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

In compliance with various Regulations of the SEBI (Listing obligations and disclosure requirements) Regulations, 2015 entered in with the Stock Exchange, a separate section on Management Discussion and Analysis that includes details on the state of affairs of the Company as required to be disclosed in the Directors Report forms part of this Annual Report.

**DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The Audit Committee consists of the following members

- a. Mr. Jayaprasad Pillai
- b. Mr. Sumesh Agarwal
- c. Mr. Ashwin Sharma

The Company has established a vigil mechanism and oversees 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.



**WHISTLE BLOWER POLICY**

As required under Regulation 22 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has an effective Whistle Blower Policy to deal with the instances of fraud and mismanagement. The policy is available on the Company's website at [www.ladamaffordablehousing.com](http://www.ladamaffordablehousing.com). The policy provides for adequate safeguard against the victimization of the employees.

**DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee has been set up to redress the complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. There were no cases reported during the financial year ended March 31, 2016.

**SAFETY**

The Management is committed to ensure safety of its employees, plant and community at all its operations. The safety Management system has been established, communication, involvement, motivation, skill development, training and health have been identified as the key drivers for safe working environment. These initiatives have resulted in reducing the injuries and lost time significantly.

**ENVIRONMENT PROTECTION AND POLLUTION CONTROL**

The Company has always been socially conscious corporate, and has always carried forward all its operations and procedures following environment friendly norms with all necessary clearances.

**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 acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**Mr. Sumesh Agarwal**  
Director  
00325063

**Mr. Jayaprasad Pillai**  
Director  
01560300

**Registered Office:**

Ladam House, C-33,  
Opp. ITI, Wagle Industrial Estate,  
Thane (W) – 400 604.

Date: May 26, 2016

Place: Thane



**Annexure A**  
**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

For the Financial Year ended 31st March, 2016

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies  
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
**Ladam Affordable Housing Limited,**  
(Formerly known as Ladam Finance Limited)  
Plot No. C-33, Road No. 28,  
Wagle Industrial Estate,  
Thane 400604.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Ladam Affordable Housing Limited** (Formerly known as **Ladam Finance Limited**) (hereinafter called the Company). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon. Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Ladam Affordable Housing Limited** (Formerly known as **Ladam Finance Limited**) ("**The Company**") for the financial year ended on 31st March, 2016 according to the provisions of:

- I. The Companies Act, 2013 (**the Act**) and the Rules made there under;
- II. The Securities Contracts (Regulation) Act, 1956 (**'SCRA'**) and the Rules made there under;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (**'SEBI Act'**) to the extent applicable to the Company:-

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

VI. and other applicable laws like Factories Act, 1948, the Payment of Gratuity Act, 1972

We have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii) The Listing Agreements entered into by the Company with the Ahmedabad Stock Exchange and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements mentioned above except to the extent as mentioned below:

- 1) Some shareholders of the Company have not dematerialised their shares in compliance with the provisions of the Depositories Act, 1996 and the Byelaws framed thereunder by the Depositories.*
- 2) There were some procedural lapses in conducting one Extra Ordinary General Meeting held during the year.*

We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors as on 31<sup>st</sup> March, 2016. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
- There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Signature	:	
Name of the Company Secretary	:	Ajay Ranade
Address	:	<b>A G Ranade &amp; Associates</b> Company Secretaries, 2, Gr Fl, B Wing, Om Sai Prasad Bldg, Shivaji Nagar, Thane (W) – 400 602.
Membership No.	:	FCS 6199
C. P. No.	:	6231

Place: Thane  
Date: 26<sup>th</sup> May 2016

**Note:** Please refer specific non compliances / observations / audit qualification, reservation or adverse remarks as stated in this report.

This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

To,  
The Members,  
Ladam Affordable Housing Limited,  
(Formerly known as Ladam Finance Limited)  
Plot No. C-33, Road No. 28,  
Wagle Industrial Estate,  
Thane 400604.

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Signature	:	
Name of the Company Secretary	:	Ajay Ranade
Address	:	<b>A G Ranade &amp; Associates</b> Company Secretaries, 2, Gr Fl, B Wing, Om Sai Prasad Bldg, Shivaji Nagar, Thane (W) – 400 602.
Membership No.	:	FCS 6199
C. P. No.	:	6231

Place: Thane  
Date: 26<sup>th</sup> May 2016

**Annexure - B****FORM NO. MGT 9****EXTRACT OF ANNUAL RETURN****As on financial year ended on 31.03.2016****Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.****I. REGISTRATION & OTHER DETAILS:**

<b>1</b>	<b>CIN</b>	:	L65990MH1979PLC021923
<b>2</b>	<b>Registration Date</b>	:	23-11-1979
<b>3</b>	<b>Name of the Company</b>	:	Ladam Affordable Housing Limited (Formerly known as Ladam Finance Ltd.)
<b>4</b>	<b>Category &amp; Sub-Category of the Company</b>	:	Company Limited by shares Non Government Company
<b>5</b>	<b>Address of the Registered office and contact details</b>	:	Plot No. C - 33, Road No. 28, Wagle Industrial Estate, Thane - 400 604 Maharashtra Contact No: 022-71191000 / 001 Email ID: compliances@ladam.in Website: www.ladamaffordablehousing.com
<b>6</b>	<b>Whether listed company</b>	:	Yes
<b>7</b>	<b>Name, Address and Contact details of Registrar and Transfer Agent, if any:</b>	:	<b>Purva Sharegistry Private Limited</b> <b>Address:</b> Unit no. 9 Shiv Shakti Ind. Estt. J.R. Boricha Marg, Lower Parel (E) Mumbai 400 011 <b>Tel No:</b> 91-22-2301 6761 / 8261 <b>Email:</b> <a href="mailto:busicomp@vsnl.com">busicomp@vsnl.com</a>

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY** (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

<b>S. No.</b>	<b>Name and Description of main products / services</b>	<b>NIC Code of the Product/service</b>	<b>% to total turnover of the company</b>
1	Construction of Building	410	100.00%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

<b>Sr. No.</b>	<b>Name and Address of the Company</b>	<b>CIN / GLN</b>	<b>Holding / Subsidiary / Associate</b>	<b>% of Shares Held</b>	<b>Applicable Section</b>
2	Ladam Homes Private Limited Ladam House, M Road, Opp. ITI, Wagle Industrial Estate, Thane (W) - 400604.	U45200MH1995PTC089247	Subsidiary	52.53 %	2(87)

1	Lacon India Limited Plot No, C-33, 3 <sup>rd</sup> Floor, Ladam House, Opp I T I Main Rd, Wagle Estate, Thane(W)400 604, Maharashtra	U99999MH1993PLC071265	Associate	38.36%	2(6)
3	Ladam Steels Limited Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604.	U27100MH1983PLC030119	Associate	24.50%	2(6)
4	Ladam Foods Private Limited, C-33, 3 <sup>rd</sup> Floor, Ladam House, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604	U99999MH1994PTC082597	Associate	49.88%	2(6)
5	Ladam Flora Private Limited Ladam House, M Road, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604	U99999MH1994PTC083456	Associate	30.81 %	2(6)
6	Spearhead Metals & Alloys Limited Ladam House, M Road, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400604	L27109MH1990PLC056088	Associate	20.42%	2(6)

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**A) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a)Individual/ HUF	0	5346400	5346400	58.42	0	10692800	10692800	58.42	0.00
b) Central Government	0	0	0	0.00	0	0	0	0.00	0.00
c) State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
d) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
e) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
f) Any other (Relative)	0	27900	27900	0.30	0	55800	55800	0.30	0.00
Sub-total(A)(1):	0	5374300	5374300	58.72	0	10748600	10748600	58.72	0
(2) Foreign									
a)NRIs – Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other – Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
e) Any other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A)(2):	0	0	0	0.00	0	0	0	0	0
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	5374300	5374300	58.72	0	10748600	10748600	58.72	0
B. Public Shareholding									
(1) Institutions	0	0	0	0.00	0	0	0	0.00	0.00
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Government	0	0	0	0.00	0	0	0	0.00	0.00
d) State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
e)Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f)Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
h)Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(1):	0	0	0	0.00	0	0	0	0.00	0.00
(2)Non-Institutions									
a) Bodies Corp.									
i) Indian	0	32000	32000	0.35	0	60200	60200	0.33	-0.02
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
b) Individuals									
i) Individual shareholders holding nominal	0	1728900	1728900	18.89	600	3467800	3468400	18.95	0.06

share capital upto Rs. 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	2017100	2017100	22.04	0	4027400	4027400	22.00	-0.04
c) Others:									0.00
Individual together with Body Corporate	0	0	0	0.00	0	0	0	0.00	0.00
<b>Sub-total(B)(2):</b>	<b>0</b>	<b>3778000</b>	<b>3778000</b>	<b>41.28</b>	<b>600</b>	<b>7555400</b>	<b>7556000</b>	<b>41.28</b>	<b>0.00</b>
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	<b>0</b>	<b>3778000</b>	<b>3778000</b>	<b>41.28</b>	<b>600</b>	<b>7555400</b>	<b>7556000</b>	<b>41.28</b>	<b>0.00</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
<b>Grand Total (A+B+C)</b>	<b>0</b>	<b>9152300</b>	<b>9152300</b>	<b>100.0</b>	<b>600</b>	<b>18304000</b>	<b>18304600</b>	<b>100.00</b>	<b>0.00</b>

*Note: The Shares are sub divided into the face value of Rs. 5/- each w.e.f. 12 November, 2015.*

**B) Shareholding of Promoter-**

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in sharehold ing during the year
		No. of Shares	% of total Shares of the compa ny	%of Shares Pledge d / encumb ered to total shares	No. of Shares	% of total Share s of the comp any	%of Shares Pledged / encumb ered to total shares	
1	B. B. Aggarwal	3148500	34.40	0	6297000	34.40	0	0
2	Sumesh B Agarwal	2197900	24.01	0	4395800	24.01	0	0
3	Saurabh B Aggarwal	27900	0.30	0	55800	0.30	0	0



**C) Change in Promoters' Shareholding (please specify, if there is no change)**

5) Change in Promoters' Shareholding (please specify, if there is no change)					
SN	Name of Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
Nil					

**D) Shareholding Pattern of top ten Shareholders:**

(Other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	Name of Share Holder	Shareholding at the beginning of the year		Increase / Decrease in Share holding during the year			Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares Decrease	No. of shares Increase	Date of Change & Reasons	No. of shares	% of total shares of the company
1	Shyam Rane	0	0.00	0	181600	Shares transferred on 31-05-2015	363200	1.98
2	Vandana U. Satardekar	144500	1.58	0	0		289000	1.58
3	Arun Rane	0	0.00	0	143400	Shares transferred on 30-06-2015	286800	1.57
4	Kalpana Jeetesh More	142600	1.56	0	0		285200	1.56
5	Sanwarmal Shrilal Poojari	0	0.00	0	129300	Shares transferred on 30-06-2015	258600	1.41
6	Suresh Kumar Sharma	0	0	0	118000	Shares transferred on 30-04-2015	236000	1.29
7	Mukutmohan Ramkumar Beriwal	0	0	0	111500	Shares transferred on 31-05-2015	223000	1.22
8	Jaydeep Patil	0	0	0	109600	Shares transferred on 30-04-2015	219200	1.20
9	Nagaraj V.Hoskeri	0	0	0	106600	Shares transferred on 30-06-2015	213200	1.16
10	Sheetal Rohan Dhulekar	0	0	0	95600	Shares transferred on 31-05-2015	191200	1.04

**Note: The Shares are sub divided into the face value of Rs. 5/- each w.e.f. 12 November, 2015**

E) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Sumesh Agarwal – Director and CEO				
	At the beginning of the year	2197900	24.01	2197900	24.01
	Date wise Increase/ Decrease in share holding during the year specifying the reasons for increase/ decrease	*2197900	-	*4395800	24.01
	At the end of the year			*4395800	24.01

\* Note: The Shares are sub divided into the face value of Rs. 5/- each w.e.f. 12 November, 2015

F) **INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	NIL	99936281	NIL	99936281
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
<b>Total (i+ii+iii)</b>	NIL	<b>99936281</b>	NIL	<b>9936281</b>
<b>Change in Indebtedness during the financial year</b>				
• Addition	NIL	42600	NIL	42600
• Reduction	NIL	5014258	NIL	5014258
<b>Net Change</b>	NIL	<b>-4971658</b>	NIL	<b>-4971658</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	NIL	94964623	NIL	94964623
ii) Interest due but not paid	NIL	NIL	NIL	NIL

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**

**A.** Remuneration to Managing Director, Whole-time Directors and/or Manager:

**B.** Remuneration to other directors

**C.** Remuneration to Key Managerial Person other than MD/Manager/WTD:

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		Chief Financial Officer (CFO) (Rs.)	Company Secretary (CS) (Rs.)	Chief Executive Officer (CEO) (Rs.)	Total (Rs.)
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961  (b) Value of perquisites u/s 17(2) Income -tax Act, 1961  (c) Profits in lieu of salary under section 17(3) Income-tax Act 1961	1,28,990 (w.e.f Mar 5, 2016)	22,500 (w.e.f. Feb 15,2016)	NIL	1,51,490
		-	-	-	-
		-	-	-	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission -as % of profit -others, specify...	-	-	-	-
5.	Others, please specify	-	-	-	-
	<b>Total</b>	1,28,990	22,500		1,51,490

During the year, the Company has not paid remuneration to any Director.

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

There were no penalties / punishment / compounding of offences for the year ending March 31, 2016

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**Mr. Sumesh Agarwal**  
Director  
00325063

**Mr. Jayaprasad Pillai**  
Director  
01560300

**Registered Office :**  
Ladam House, C-33  
Opp. ITI, Wagle Industrial Estate,  
Thane (W) – 400 604.

Date: May 26, 2016.  
Place: Thane

**Annexure – C**  
**FORM NO. AOC.1**

Statement containing salient features of the financial statement of  
subsidiaries/associate companies/joint ventures  
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of  
Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs )

Name of the subsidiary	Ladam Homes Private Limited (Formerly known as Ladam Homes Limited)
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	April 01, 2015 to March 31, 2016
Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	Rs
Share capital	95,18,650
Reserves & surplus	4,78,64,992
Total assets	4643,09,433
Total Liabilities	4643,09,433
Investments	-
Turnover	27,44,97,597
Profit before taxation	370,67,867
Provision for taxation	125,00,000
Profit after taxation	245,67,867
Proposed Dividend	-
% of shareholding	52.53

**Notes:** The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations - NIL
- Names of subsidiaries which have been liquidated or sold during the year. - NIL

**Part "B": Associates and Joint Ventures**

**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

Name of Associates/Joint Ventures	Lacon India Ltd	Ladam Steels Ltd	Ladam Foods Pvt. Ltd	Ladam Flora Pvt. Ltd	Spearhead Metals & Alloys
<b>1. Latest audited Balance Sheet Date</b>	March 31, 2016	March 31, 2016	March 31, 2016	March 31, 2016	March 31, 2016
<b>2. Shares of Associate/Joint Ventures held by the company on the year end</b>					
No.	3,00,000	18,08,400	2,50,000	50,000	19,62,100
Amount of Investment in Associates/Joint Venture	30,00,000	1,80,84,000	25,00,000	5,00,000	1,96,21,000
Extend of Holding %	38.36%	24.50%	49.88%	30.81%	20.42%
<b>3. Description of how there is significant influence</b>					
<b>4. Reason why the associate is not consolidated</b>					
<b>5. Networth attributable to Shareholding as per latest audited Balance Sheet</b>	-266932	-840,08,058	-2,35,27,327	97865	-11,65,086
<b>6. Profit / Loss for the year</b>	-63,795	-4,468,770	-57,835	-50,180	-80545
i. Considered in Consolidation	Yes	Yes	Yes	Yes	Yes
i. Not Considered in Consolidation					

- Names of associates or joint ventures which are yet to commence operations. - NIL
- Names of associates or joint ventures which have been liquidated or sold during the year. - NIL

Note : This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

**List of Subsidiaries, Joint Ventures and Associate Companies as on 31<sup>st</sup> March, 2016**

Sr. No.	Name and Address of the Company	CIN / GLN	Holding / Subsidiary / Associate	% of Shares Held	Applicable Section
1	Ladam Homes Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.	U45200MH1995PTC089247	Subsidiary	52.53 %	2(87)
2	Lacon India Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.	U99999MH1993PLC071265	Associate	38.36%	2(6)
3	Ladam Steels Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.	U27100MH1983PLC030119	Associate	24.50%	2(6)
4	Ladam Foods Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604	U99999MH1994PTC082597	Associate	49.88%	2(6)
5	Ladam Floora Ltd Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604	U99999MH1994PTC083456	Associate	30.81 %	2(6)
6	Spearhead Metals & Alloys Ltd. Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604	L27109MH1990PLC056088	Associate	20.42%	2(6)

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**Mr. Sumesh Agarwal**  
Director  
00325063

**Mr. Jayaprasad Pillai**  
Director  
01560300

Date: May 26, 2016  
Place: Thane

### **Annexure – D**

Particulars of Loans, Guarantees or Investments Made Under Section 186 of The Companies Act, 2013

<b>Name of Party</b>	<b>Amt</b>	<b>Nature of Transaction</b>	<b>Date</b>
Ladam Homes Limited	Rs. 12 cr.	At request of Ladam Homes Limited, the Company has issued Corporate guarantee in favor of Indian Overseas Bank to enable Ladam Homes Limited to avail the total credit facilities amounting to Rs. 12 cr. extended by said bank.	14/05/2015

### **Annexure - E**

#### **Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: The Company has not entered into any contracts or arrangements or transactions which are not at arm's length basis during the year.

- (a) Name(s) of the related party and nature of relationship:
- (b) Nature of contracts/arrangements/transactions:
- (c) Duration of the contracts / arrangements/transactions:
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
- (e) Justification for entering into such contracts or arrangements or transactions: Loan given to Subsidiary company in ordinary course of business
- (f) date(s) of approval by the Board:
- (g) Amount paid as advances, if any:
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188:

2. Details of material contracts or arrangement or transactions at arm's length basis

- (a) Name(s) of the related party and nature of relationship: N/A (Subsidiary Company)
- (b) Nature of contracts/arrangements/transactions: N/A
- (c) Duration of the contracts / arrangements/transactions: N/A
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
- (e) Justification for entering into such contracts or arrangements or transactions: Loan given to Subsidiary company in ordinary course of business
- (f) date(s) of approval by the Board: N/A

**Declaration by the Whole-Time Director regarding compliance with Code of Conduct as provided under SEBI (Listing Obligations and Disclosure requirement) Regulations, 2015**

As provided under SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, we hereby confirm that, all the Directors and the Senior Management personnel of the Company have affirmed compliance with the Code of Conduct, as applicable to them, for the financial year ended 31st March, 2016.

**For Ladam Affordable Housing Ltd.  
(Formerly known as Ladam Finance Ltd.)**

**Sumesh Agarwal  
Director  
00325063**

Date: May 26, 2016  
Place: Thane



**Certification by Wholetime Director and Senior Management**

I, Mr. Sumesh Agarwal, Wholetime Director & Chief Executive Officer in our capacity as Senior Management Executive of the Company hereby certify that:

1. We have reviewed financial statements and the cash flow statement for the year ended 31<sup>st</sup> March 2016 and that to the best of our knowledge and belief:
  - a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading ;
  - b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable Laws and Regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for the financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

We have indicated to the Auditor's and the Audit committee:

- a) significant changes in internal control over financial reporting during the year ;
- b) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements ; and
- c) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**For Ladam Affordable Housing Ltd.  
(Formerly known as Ladam Finance Ltd.)**

**Sumesh Agarwal  
Director  
00325063**

Date: May 26, 2016  
Place: Thane

**Management Discussions and Analysis forming part of Directors' Report for the year ended 31<sup>st</sup> March, 2016.**

**Industry Structure and Development**

The Company is an investment and finance company. It caters to the need of finance by investment in shares & securities and other strategic investment in the companies. The Company intends to monetize its real estate portfolio by getting into construction of mass housing project considering affordable housing project scheme.

**Opportunities & threats**

India maintained its growth momentum on the foundation of relatively strong fundamentals of the economy. The Company's main thrust is to make sound & safe investment in timely manner and at reasonable price. The Company does not foresee any big threat, but the future cannot be predictable due to various reasons of market forces as well as other economic developments. The Company has strong intellectual manpower to averse the risk & threat.

**Outlook**

After the economic slowdown in the previous years, India's growth is now gaining momentum. The outlook for the Indian economy has improved over the past few months with cautiously positive business sentiments, improved consumer confidence, expectations of a modest recovery in growth and decline in inflation. The recovery is likely to be supported by investment and financing activity picking up due to part resolution of stalled projects and improved business and consumer confidence.

Under such circumstances, business gives right signals of growth & improvement and to avail of all such growth opportunities. The Board, therefore, considers that the Company should be managed in controlled manner.

**Risk and Concerns**

The Company considers good corporate governance as a pre-requisite for meeting the needs and aspiration of its shareholders. The main risk to the Company which may arise is mainly due to Government policies and decisions, Market Fluctuations in prices of shares & securities, Exchange rate fluctuations, Investment decisions, increased competition from local and global players operating in India, etc.

**Segment wise Performance**

The Company is presently an Investment and Finance company operating in one segment. Therefore performance of the Company has to be seen in overall manner.

**Internal control System and their Adequacy**

The Company has developed adequate internal control system commensurate to its size and business. The Company has appointed the Internal Auditors, an outside independent agency to conduct the internal audit to ensure adequacy of internal control system, compliance of rules and regulations of the country and adherence to the management policies.

**Financial Performance with respect to Operational Performance**

The Company has registered a turnover of Rs. 13.51 Lacs and earned Profit before depreciation and tax of Rs. 0.78 Lacs. The depreciation provided during the year was Rs. Nil and the Net Profit for the year after depreciation and tax was Rs. 0.78 Lacs. The above turnover is out of both operational and non operational activities. Income generated through business operations is Rs. 2.55 lacs out of Rs. 13.51 lacs during the year.

**Human Resources**

During the year, Company maintained harmonious and cordial relations. No man days lost due to any reason.

**Disclosure by the Senior Management Personnel i.e. one level below the board including all HOD's**

None of the senior Management Personnel has financial and commercial transaction with the Company, where they have personal interest that would have a potential conflict with the interest of the Company at large.

**Cautionary statement**

The statements in this management discussion and analysis describing the outlook may be "forward looking statement" within the meaning of applicable laws and regulations. Actual result might differ substantially or materially from those expected due to the developments that could affect the company's operations. The factors like significant change in political and economic environment, tax laws, litigation, technology, fluctuations in material cost etc. may deviate the outlook and result.

**Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)**

**Sd/-**

**Sumesh Agarwal**

**Director**

**00325063**

**Registered Office:**

Ladam House, C-33,  
Opp. ITI, Wagle Industrial Estate,  
Thane (W) – 400 604.

Date: May 26, 2016

Place: Thane

**Independent Auditor's Report**

To

The Members of

**LADAM AFFORDABLE HOUSING LIMITED**

**Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Ladam Affordable Housing Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and Cash Flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Standalone 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 and presentation of these standalone financial statements that give a true and fair view of the financial position and financial performance 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 of 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 standalone 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 require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, 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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the 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 standalone 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, 2016, and its profit and cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 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 appears from our examination of those books.
- c) the Balance Sheet, Statement of Profit and Loss and Cash Flow statement, dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the 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 31st March, 2016 taken on record by the Board of Directors, none of the Directors are disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B" ; and

g) 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.

***For H.J. MEHTA & ASSOCIATES***  
***Chartered Accountants***  
***FRN : 114373W***

***Atul T Mehta***  
***Partner***  
***Mem.No: 102252***  
***Date: May 26, 2016***  
***Place: Mumbai***

**ANNEXURE- A TO THE AUDIT REPORT**

The Annexure referred to the Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended 31st March, 2016, we report that:

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, these fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such physical verification.
- (c) The title deeds of immovable properties are held in the name of the company
- (ii) The company does not have any inventory & therefore the clause is not applicable.
- (iii) As informed to us, the Company has granted loans, secured or unsecured to companies, firms, limited liability partnership firm or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

Sr No.	Name of the Party	Relationship	Outstanding balance in Rs.
1	Ladam Flora Pvt. Ltd.	Associate Company	2,18,785
2	Ladam Foods Pvt. Ltd.	Associate Company	1,65,21,435
3	Ladam Homes Pvt. Ltd.	Subsidiary Company	35,83,894
4	Ladam Steels Ltd.	Associate Company	4,74,83,521

- a) In our opinion, and according to the information and explanations given to us, no interest is charged on the loans and other terms and conditions for such loans are not prima facie prejudicial to the interest to the company.
- (b) As informed by the management, the loans granted long term in nature and repayable after period of one year. The company has not demanded repayment of any such loan during the year, thus, there has been no default on the part of the parties to whom the money has been lent. The loan given is interest free.
- (c) There is no overdue amount of loans granted to companies, firms or other parties listed in the register maintained under section 189 of the companies Act, 2013.
- (iv) The company has complied provisions of section 185 and 186 of Companies Act, 2013.
- (v) The company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under sub-section (l) of section 148 of the Companies Act for the products of the company.
- (vii) In respect of statutory dues :
  - a) According to the records of the company, undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Service Tax, duty of customs, duty of excise, value added tax, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were outstanding as at the balance sheet date for a period of more than 6 months from the date of becoming payable.
  - (b) According to information and explanation given to us, there are no disputed dues which have not been deposited by the company in respect of Income Tax/Sales Tax/Duty of Customs/Duty of excise or Value added tax.
  - (viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the company has not defaulted in repayment of loans or borrowings to the financial institutions, banks, government or debenture holders.
  - (ix) The company has not raised any money by way of initial public offer or further public offer {including debt instruments} and term loans. Hence this clause is not applicable.

(x) Based on our audit procedures and the information and explanation made available to us, 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) The Company has not paid or provided any Managerial Remuneration during the year. Hence the said clause is not applicable.

(xii) The Company is not a Nidhi Company and hence this clause is not applicable.

(xiii) All transactions with the related parties are in compliance with section 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 and hence this clause is not applicable.

(xv) The company has not entered into any non-cash transactions 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.



**ANNEXURE - B TO THE AUDITOR'S REPORT****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Ladam Affordable Housing Limited as of 31st March 2016 in conjunction with our audit of the standalone 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 ('ICAI'). 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.

**Auditors' 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, 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 H.J. MEHTA & ASSOCIATES***

***Chartered Accountants***

***FRN : 114373W***

***Atul T Mehta***

***Partner***

***Mem.No : 102252***

***Date: May 26, 2016***

***Place: Mumbai***

Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)  
Balance Sheet as at 31st March, 2016

Sr. No	Particulars	Note No.	Current Year (Rs)	Previous Year (Rs)
<b>I</b>	<b>Equity and Liabilities</b>			
<b>a)</b>	<b>Shareholder's Funds</b>			
	Share Capital	2	9,15,23,000	9,15,23,000
	Reserves and Surplus	3	1,55,00,608	1,54,22,965
	Money received against share warrants		-	-
			<b>10,70,23,608</b>	<b>10,69,45,965</b>
<b>b)</b>	<b>Share Application money pending allotment</b>		-	-
<b>c)</b>	<b>Non-Current Liabilities</b>			
	Long-Term Borrowings	4	9,49,64,623	9,99,36,281
	Deferred Tax Liabilities		-	-
	Other Long Term Liabilities		10,00,000	-
	Long Term Provisions		-	-
			<b>9,59,64,623</b>	<b>9,99,36,281</b>
<b>d)</b>	<b>Current Liabilities</b>			
	Short-Term Borrowings			
	Trade Payables	5	9,91,410	14,23,492
	Other Current Liabilities	6	12,942	17,20,720
	Short-Term Provisions	7	2,18,185	1,89,326
			<b>12,22,537</b>	<b>33,33,538</b>
	<b>Total Equity &amp; Liabilities in Rs</b>		<b>20,42,10,768</b>	<b>21,02,15,784</b>
<b>II</b>	<b>ASSETS</b>			
<b>a)</b>	<b>Non-Current Assets</b>			
	<b>Fixed Assets</b>	8		
	Gross Block		5,30,31,627	5,30,31,627
	Depreciation		-	-
	<b>Net Block</b>		<b>5,30,31,627</b>	<b>5,30,31,627</b>
	Non-Current Investments	9	5,75,82,002	3,40,08,474
	Deferred Tax Assets		-	-
	Long Term Loans and Advances		-	-
	Other Non-Current Assets	10	25,500	20,18,191
			<b>11,06,39,129</b>	<b>8,90,58,292</b>
<b>b)</b>	<b>Current Assets</b>			
	Current Investments	11	-	-
	Inventories	12	37,48,772	33,51,558
	Trade Receivables		-	-
	Cash and Cash Equivalents	13	4,39,763	83,279
	Short-Term Loans and Advances	14	8,93,83,103	11,77,22,655
	Other Current Assets			
			<b>9,35,71,639</b>	<b>12,11,57,492</b>
	<b>Total Assets in Rs</b>		<b>20,42,10,768</b>	<b>21,02,15,784</b>

*Schedules referred to above and notes attached there to form an integral part of Balance Sheet  
Significant Accounting Policies and Notes on Accounts as Note No. 1*

For H.J. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 114373W

ATUL T MEHTA  
PARTNER  
MEM. NO : 102252

DATE: May 26, 2016  
PLACE: Mumbai

For Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)

Sumesh B Agarwal  
Director  
00325063

Dharmendra Vyas  
Company Secretary

Ashwin Sharma  
Director  
01560300

Prashant Shinkar  
Chief Financial Officer

Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)  
Profit & Loss statement for the period ended on 31st March, 2016

Sr. No	Particulars	Note No.	Current Year (Rs)	Previous Year
	<b>Revenue / Income</b>			
I	Revenue from operations (Gross)	15	2,55,000	-
	Less : Excise Duty / Service Tax			
	<b>Revenue from operations (Net)</b>		<b>2,55,000</b>	<b>-</b>
II	Other Income	16	10,96,351	11,56,104
III	<b>Total Revenue (I+II) in `</b>		<b>13,51,351</b>	<b>11,56,104</b>
IV	<b>Expenses</b>			
	Cost of materials consumed			-
	Purchase of Stock-in-Trade	17	-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	18	-	-
	Employee Benefit Expense	19	3,76,530	52,318
	Financial Costs		-	-
	Depreciation and Amortization Expense	20	-	-
	Administrative, Selling and General Expenses	21	8,97,178	5,72,141
	<b>Total Expenses in `</b>		<b>12,73,708</b>	<b>6,24,459</b>
V	<b>Profit before exceptional and extraordinary items and tax</b>	(III - IV)	<b>77,643</b>	<b>5,31,645</b>
VI	Exceptional Items		-	-
VII	<b>Profit before extraordinary items and tax</b>	(V - VI)	<b>77,643</b>	<b>5,31,645</b>
VIII	Extraordinary Items		-	-
IX	<b>Profit before tax in `</b>	(VII- VIII)	<b>77,643</b>	<b>5,31,645</b>
X	<b>Tax expense:</b>			
	Current tax expenses for current year		-	-
	Less : MAT Credit		-	-
	Less : Excess Provision Made in Last Year		-	-
	Current tax expenses relating to prior years		-	-
	<b>Net Current tax expenses</b>		<b>-</b>	<b>-</b>
	Deferred tax Liability / (Assets)			
	<b>Total Tax Expense</b>		<b>-</b>	<b>-</b>
XI	<b>Profit after tax in `</b>	(IX-X)	<b>77,643</b>	<b>5,31,645</b>
XVI	<b>Earning per equity share:</b>			
	(1) Basic		0.004	0.03
	(2) Diluted		0.004	0.03

*Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement*

*Significant Accounting Policies and Notes on Accounts as Note No. 1*

As per our Report of even date  
For H.J. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 114373W

For Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)

ATUL T MEHTA  
PARTNER  
MEM. NO : 102252

Sumesh B Agarwal  
Director  
00325063

Ashwin Sharma  
Director  
01560300

DATE: May 26, 2016  
PLACE: Mumbai

Dharmendra Vyas  
Company Secretary

Prashant Shinkar  
Chief Financial Officer

*Schedules Forming Part of the Balance Sheet as at 31st March, 2016*

**Note**

**2**

**Share Capital**

**a) Share Capital of the Company consist of the following**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<b>Authorised Capital</b>		
	2,03,00,000 Equity Shares of Rs. 5/- each	10,15,00,000	10,15,00,000
	(P.Y 1,01,50,000 Equity Shares of Rs. 10/- each)		
	<b>Total in (Rs)</b>	<b>10,15,00,000</b>	<b>10,15,00,000</b>
b)	<b>Issued</b>		
	183,04,600 Equity Shares of Rs. 5/- each	9,15,23,000	9,15,23,000
	(P.Y 91,52,300 Equity Shares of Rs. 10/- each)		
	<b>Total in (Rs)</b>	<b>9,15,23,000</b>	<b>9,15,23,000</b>
c)	<b>Subscribed</b>		
	183,04,600 Equity Shares of Rs. 5/- each	9,15,23,000	9,15,23,000
	(P.Y 91,52,300 Equity Shares of Rs. 10/- each)		
	<b>Total in (Rs)</b>	<b>9,15,23,000</b>	<b>9,15,23,000</b>
d)	<b>Fully Paid up Capital</b>		
	183,04,600 Equity Shares of Rs. 5/- each	9,15,23,000	9,15,23,000
	(P.Y 91,52,300 Equity Shares of Rs. 10/- each)		
	<b>Total in (Rs)</b>	<b>9,15,23,000</b>	<b>9,15,23,000</b>
e)	<b>Partly Paid up</b>		
	Nil	-	-
	<b>Total in (Rs)</b>	<b>-</b>	<b>-</b>

**b) Details of movement in Shareholding for the period April 1, 2015 to March 31, 2016**

Particulars	Current Year	Previous Year
	No. of Shares	No. of Shares
Opening Balance	91,52,300	91,52,300
Add : Shares split during the year	9152300	0
Closing Balance	1,83,04,600	91,52,300

**C) List of shareholders holding more than 5% shares as at March 31, 2016.**

Sr No.	Name of the Shareholders	As at March 31, 2016	As at March 31, 2015
		No.of Shares	No.of Shares
1	B. B Aggarwal (34.40%)	62,97,000	31,48,500
2	Sumesh B Agarwal (24.01%)	43,95,800	21,97,900

**Note: 3 Reserve & Surplus**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	<b>Share Premium</b>	-	-
	- Opening Balance		
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	-	-
2	<b>Revaluation Reserve</b>	-	-
	- Opening Balance	2,00,00,000	2,00,00,000
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	2,00,00,000	2,00,00,000
3	<b>Securities Premium Reserve</b>		
	- Opening Balance	3,00,11,500	3,00,11,500
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	3,00,11,500	3,00,11,500
4	<b>Investment Allowance Reserve</b>		
	- Opening Balance	-	-
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	-	-
5	<b>Special Capital Incentive</b>		
	- Opening Balance	-	-
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	-	-
6	<b>General Reserve</b>		
	- Opening Balance	-	-
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	-	-
8	<b>Surplus (Profit &amp; Loss Account)</b>		-
	Balance brought forward from previous year	(3,45,88,535)	(3,48,97,356)
	Add: Profit for the period	77,643	5,31,645
	Less : Transfers		2,22,824
	<b>Sub Total -&gt;</b>	(3,45,10,892)	(3,45,88,535)
<b>Total in Rs</b>		<b>1,55,00,608</b>	<b>1,54,22,965</b>

**Note: 4 Long Term Borrowings**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
<b><u>Secured</u></b>			
	<b><u>Term Loan</u></b>		
	- From Bank		
	- Less : Current maturities of Long Term debts	-	-
	- From Related Parties	-	-
	- From Other Parties	-	-
	<b>Sub Total -&gt;</b>	-	-
	<b><u>Bonds / Debentures</u></b>		
	- From Bank	-	-
	- From Related Parties	-	-
	<b>Sub Total -&gt;</b>	-	-

<b><u>Un-Secured</u></b>			
	<b><u>Term Loan</u></b>		
	- From Related Parties	-	-
	- From Other Parties		
<b>Sub Total -&gt;</b>		-	-
	<b><u>Inter Corporate Deposits</u></b>		
	- From Related Parties	-	-
	- From Other Parties	9,49,64,623	9,99,36,281
<b>Sub Total -&gt;</b>		<b>9,49,64,623</b>	<b>9,99,36,281</b>
<b>Total in Rs</b>		<b>9,49,64,623</b>	<b>9,99,36,281</b>

**Note: 5 Trades Payables**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<b><u>Trade Payable for Material &amp; Supplies</u></b>		
<b>Sub Total -&gt;</b>		-	-
b)	<b><u>Trade Payable for Services &amp; Others</u></b>		
	Sundry Creditors	9,91,410	14,23,492
<b>Sub Total -&gt;</b>		<b>9,91,410</b>	<b>14,23,492.00</b>
<b>Total in Rs</b>		<b>9,91,410</b>	<b>14,23,492</b>

**Note: 6 Other Current Liabilities**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	TDS Payable	12,942	-
2	Others	-	17,20,720
<b>Total in Rs</b>		<b>12,942</b>	<b>17,20,720</b>

**Note: 7 Short Term Provisions**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Statutory Audit Fees Payable	34,350	5,618
2	Internal Audit Fees Payable	-	5,618
3	Secretarial Fees Payable	28,625	28,090
4	Staff Salary Payable	67,210	15,000
5	Others Provision for Exps	88,000	1,35,000
<b>Total in Rs</b>		<b>2,18,185</b>	<b>1,89,326</b>

## Ladam Affordable Housing Limited

ANNUAL REPORT 2015-16

### 8. Fixed Asset :

Method : S.L.M

Sr. No	Particulars	Rate	Gross Block			Depreciation			Net Block		
			Value at the beginning	Additi on during the year	Deducti on during the year	Value at the end	Value at the beginnin g	Addition during the year	Deduc tion during the year	WDV as on 31.12.2016	WDV as on 31.03.2015
I	<u>Tangible Assets</u>										
1	Land		5,10,01,349			5,10,01,349				5,10,01,349	5,10,01,349
2	Building					-				-	-
3	Plant & Machinery					-				-	-
Sub Total ->			5,10,01,349	-	-	5,10,01,349	-	-	-	5,10,01,349	5,10,01,349
II	<u>Intangible Assets</u>										
Sub Total ->			-	-	-	-	-	-	-	-	-
III	<u>Capital Work-in-progress</u>		20,30,278			20,30,278				20,30,278	20,30,278
Sub Total ->			20,30,278	-	-	20,30,278	-	-	-	20,30,278	20,30,278
IV	<u>Intangible Assets Under Development</u>										
Sub Total ->			-	-	-	-	-	-	-	-	-
Total (Current Year)			5,30,31,627	-	-	5,30,31,627	-	-	-	5,30,31,627	5,30,31,627



**Note: 9 Non Current Investment**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
	<b>Investments in Equity shares in Subsidiary</b>		
	Ladam Homes Private Limited ( 500,000 shares of FV of Rs 10 each )	2,50,000	2,50,000
	<b>Investments in Equity shares in Associates</b>		
	Lacon India Limited ( 300,000 shares of FV of Rs 10 each )	3,90,000	3,90,000
	Ladam Steels Limited ( 1808400 shares of FV of Rs 10 each)	12,83,600	12,83,600
	Ladam Foods Private Limited ( 250,000 shares of FV of Rs 10 each )	4,50,000	4,50,000
	Ladam Flora Private Limited ( 50,000 shares of FV of Rs 10 each )	-	-
	Spearhead Metals & Alloys Limited ( 19,62,100 shares of FV of Rs 10 each )	2,000	2,000
	<b>Investments in Equity shares of Others</b>		
	Shree Pushkar Chemicals & Fertilizers Limited ( 351639 shares of Rs 65 each )	2,28,56,535	-
	<b>Investments in Partnership Firm</b>		
	Ramkishan Metal Works ( Bombay )	3,23,49,867	3,16,32,874
	<b>Total in Rs</b>	<b>5,75,82,002</b>	<b>3,40,08,474</b>

**Note : 10 Other Non Current Assets**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
<b>a)</b>	<b><u>Long Term Trade Receivables</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	-	-
3	Doubtful	-	-
	<b>Sub Total -&gt;</b>	<b>-</b>	<b>-</b>
<b>b)</b>	<b><u>Misc. Expenditure (To the extent not W/off)</u></b>	<b>-</b>	<b>20,18,191</b>
	<b>Sub Total -&gt;</b>	<b>-</b>	<b>20,18,191</b>
<b>c)</b>	<b><u>Income Tax (Net of Provisions.)</u></b>	<b>25,500</b>	<b>-</b>
	<b>Sub Total -&gt;</b>	<b>25,500</b>	<b>-</b>
	<b>Total in Rs</b>	<b>25,500</b>	<b>20,18,191</b>

**Note : 11 Current Investment**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Investment in Equity	-	-
	<b>Total in Rs</b>	<b>-</b>	<b>-</b>

**Note : 12 Inventories**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Work-in-Progress	37,48,772	33,51,558
2	Stock-in-Trade	-	-
<b>Total in Rs</b>		<b>37,48,772</b>	<b>33,51,558</b>

**Note : 13 Cash & Cash Equivalent**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Balance with banks	4,32,993	80,014
2	Fixed Deposit	-	-
3	Cash on hand	6,770	3,265
<b>Total in Rs</b>		<b>4,39,763</b>	<b>83,279</b>

**Note : 14 Short Terms Loans and Advances**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
<b>a)</b>	<b><u>Loans &amp; Advances to related parties</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	8,60,62,853	11,53,62,155
3	Doubtful	-	-
<b>Sub Total -&gt;</b>		<b>8,60,62,853</b>	<b>11,53,62,155</b>
<b>b)</b>	<b><u>Advance Recoverable in Cash or Kind</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	33,20,250	23,60,500
3	Doubtful	-	-
<b>Sub Total -&gt;</b>		<b>33,20,250</b>	<b>23,60,500</b>
<b>Total in Rs</b>		<b>8,93,83,103</b>	<b>11,77,22,655</b>

*Schedules Forming Part of the Profit & Loss Accounts as at 31st March, 2016*

**Note: 15 Revenue from Operations**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<u>Gross Sales &amp; Services</u>		
1	Sale of Goods	-	-
3	Sales of Services	2,55,000	-
Sub Total ->		2,55,000	-
Total in Rs		2,55,000	-

**Note : 16 Other Income**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Interest Received	-	-
2	Dividend Received	3,51,639	-
3	Share of Profit from Firm	7,16,994	11,56,104
4	Balances Written Back	27,718	-
Total in Rs		10,96,351	11,56,104

**Note : 17 Purchase of Goods**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Purchases	-	-
2	Others	-	-
Total in Rs		-	-

**Note : 18 Changes in Inventories of Finished Goods, Work-in-Progress and Scrap**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Opening Stock in Trade	-	-
2	Closing Stock in Trade	-	-
Total in Rs		-	-

**Note : 19 Employment Benefit Expenses**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Directors remuneration	-	-
2	Salaries to staff	3,76,530	52,318
Total in Rs		3,76,530	52,318

**Note : 20 Depreciation & Amortised Cost**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Depreciation on Fixed Assets	-	-
2	Preliminary Expenditure W/off	-	-
Total in Rs		-	-

**Note : 21 Administrative, Selling and General Expenses**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Advertisement Expenses	88,404	-
2	Payment to Auditor	34,350	5,618
3	Listing Fees	57,250	67,023
4	Printing & Stationery Charges	58,493	46,000
5	General Expenses	51,663	48,847
6	Legal & Professional Fees	4,30,123	2,06,360
7	ROC fees	1,09,316	1,10,585
8	Secreterial & Internal Audit Fees	28,625	33,708
9	Bank Charges	2,323	-
10	Postage & Courier Charges	36,631	54,000
	<b>Total in Rs</b>	<b>8,97,178</b>	<b>5,72,141</b>

**Note : 21A Auditors Remuneration Cost**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Statutory Audit Fees	34,350	5,618
	<b>Total in Rs</b>	<b>34,350</b>	<b>5,618</b>

For H.J. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 114373W

For Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)

ATUL T MEHTA  
PARTNER  
MEM. NO : 102252

Sumesh B Agarwal  
Director  
00325063

Ashwin Sharma  
Director  
01560300

DATE: May 26, 2016  
PLACE: Mumbai

Dharmendra Vyas  
Company Secretary

Prashant Shinkar  
Chief Financial Officer

**Ladam Affordable Housing Limited**  
**( Formerly known as Ladam Finance Limited )**  
**Cash Flow Statement For The Year Ended March 31, 2016**

Particulars	Current Year (Rs)	Previous Year (Rs)
<b>A. Cash flow from Operating Activities</b>		
Profit before tax as per Profit & Loss Account	77,643	5,31,645
Depreciation (net)	-	-
<b>Operating profit before working capital changes</b>	<b>77,643</b>	<b>5,31,645</b>
<b>Adjustment for :</b>		
(Increase) / decrease in Inventories	(3,97,214)	(3,23,823)
(Increase) / decrease in Sundry Debtors		
(Increase) / decrease in Loans & Advances	2,83,39,552	4,36,033
(Increase) / decrease in Other Non Current Assets	20,18,191	-
Increase / (decrease) in Other Long Term Liabilities	10,00,000	-
Increase / (decrease) in Trade payables	(4,32,082)	
Increase / (decrease) in Other Liability	(16,78,919)	5,88,881
<b>Cash generated from operations</b>	<b>2,89,27,171</b>	<b>12,32,736</b>
Direct taxes (paid/TDS deducted) / Refund received	(25,500)	-
<b>Net Cash flow from Operating Activities</b>	<b>2,89,01,671</b>	<b>12,32,736</b>
<b>B. Cash flow from Investing Activities</b>		
(Purchase) / Sale of Fixed Assets		
(Purchase) / Sale of Investments	(2,35,73,528)	(11,56,104)
<b>Net Cash flow from investing Activities</b>	<b>(2,35,73,528)</b>	<b>(11,56,104)</b>
<b>C. Cash flow from Financing Activities</b>		
Proceeds / (Repayment) of Unsecured Loans	(49,71,658)	-
<b>Net Cash flow from Financing Activities</b>	<b>(49,71,658)</b>	<b>-</b>
<b>Net Increase / (decrease) in cash and cash equivalent</b>	<b>3,56,484</b>	<b>76,632</b>
<b>Cash and cash equivalent as at the beginning of the year</b>	<b>83,279</b>	<b>6,647</b>
<b>Cash and cash equivalent as at the closing of the year</b>	<b>4,39,763</b>	<b>83,279</b>

1. The Cash Flow Statement has been prepared under indirect method in accordance with Accounting Standard - 3 notified under section 133 of the Companies Act, 2013.

2. Figures in brackets represents outflow.

As per our Report of even date  
For H.J. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 114373W

ATUL T MEHTA  
PARTNER  
MEM. NO : 102252

DATE: May 26, 2016  
PLACE: Mumbai

For Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)

Sumesh B Agarwal  
Director  
00325063

Dharmendra Vyas  
Company Secretary

Ashwin Sharma  
Director  
01560300

Prashant Shinkar  
Chief Financial Officer

**INDEPENDENT AUDITOR'S REPORT****To the Members of Ladam Affordable Housing Limited****Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of **Ladam Affordable Housing Limited** (herein referred to as the "Holding Company"), its subsidiaries (the Holding Company, its Subsidiaries constitute the "Group"), which comprise the Consolidated Balance Sheet as at March 31, 2016, the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "consolidated financial statements").

**Management's Responsibility for the Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as the "Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group 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 Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated 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 consolidated 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 there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding 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 the Holding Company's management and Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group as at 31st March 2016, its consolidated profit and its consolidated cash flows for the year ended on that date.

**Other Matters**

a) We did not audit the financial statements of the subsidiary whose financial statements reflect total assets of Rs.464,309,433 as at 31st March, 2016 and total revenues of Rs.274,497,597 for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiary is based solely on the reports of the other auditors.

**Report on Other Legal and Regulatory Requirements**

1. As required by section 143(3) of the Act, we further 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 purpose of our audit;
- b) in our opinion proper books of account as required by law have been kept so far as it appears from our examination of those books;
- c) the Consolidated Balance Sheet, Consolidated Statement of Profit and Loss, and Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the aforesaid consolidated financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014.
- e) on the basis of written representations received from the directors of the Holding Company as on March 31, 2016, and taken on record by the Board of Directors of the Holding Company, none of the directors of the Group Companies is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164(2) of the Act
- f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

- i. The Holding Company and its Subsidiaries does not have any pending litigations which would impact its consolidated financial position.
- ii. The Holding Company and its Subsidiaries did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise
- iii. There has not been an occasion in case of the Holding Company and its Subsidiaries, during the year under report, to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

***For H. J. Mehta & Associates  
Chartered Accountants  
FRN: 114373W***

***ATUL T. MEHTA  
Partner  
Mem. No. 102252***



**Ladam Affordable Housing Limited  
(Formerly Known As Ladam Finance Limited)  
Consolidated Balance Sheet as at 31st March, 2016**

Sr. No	Particulars	Note No.	Current Year (Rs)	Current Year (Rs)
<b>I</b>	<b>Equity and Liabilities</b>			
<b>a)</b>	<b>Shareholder's Funds</b>			
	Share Capital	2	9,15,23,000	9,15,23,000
	Reserves and Surplus	3	4,47,87,250	3,24,10,585
	Money received against share warrants		-	-
			<b>13,63,10,250</b>	<b>12,39,33,585</b>
<b>b)</b>	<b>Minority Interest</b>	4	2,72,77,379	1,55,78,155
<b>c)</b>	<b>Non-Current Liabilities</b>			
	Long-Term Borrowings	5	37,19,52,689	38,28,65,006
	Deferred Tax Liabilities		-	-
	Other Long Term Liabilities		10,00,000	-
			<b>37,29,52,689</b>	<b>38,28,65,006</b>
<b>d)</b>	<b>Current Liabilities</b>			
	Short-Term Borrowings		-	-
	Trade Payables	6	7,91,89,094	17,72,19,035
	Other Current Liabilities	7	3,56,69,089	3,48,95,412
	Short-Term Provisions	8	1,26,92,685	64,89,326
			<b>12,75,50,868</b>	<b>21,86,03,773</b>
	<b>Total Equity &amp; Liabilities in (Rs)</b>		<b>66,40,91,185</b>	<b>74,09,80,519</b>
<b>II</b>	<b>ASSETS</b>			
<b>a)</b>	<b>Non-Current Assets</b>			
	<b>Fixed Assets</b>	9		
	Gross Block		5,50,93,954	5,51,11,683
	Depreciation		10,42,956	7,07,806
	<b>Net Block</b>		<b>5,40,50,998</b>	<b>5,44,03,877</b>
	Non-Current Investments	10	5,67,62,380	3,37,58,474
	Deferred Tax Assets			
	Long Term Loans and Advances	11	49,01,632	10,47,432
	Other Non-Current Assets	12	-	20,18,191
			<b>11,57,15,010</b>	<b>9,12,27,974</b>
<b>b)</b>	<b>Current Assets</b>			
	Current Investments		-	-
	Inventories	13	39,45,36,625	47,50,81,209
	Trade Receivables	14	1,02,70,207	89,60,115
	Cash and Cash Equivalents	15	5,77,70,133	5,57,16,354
	Short-Term Loans and Advances	16	8,57,99,209	10,99,94,867
	Other Current Assets		-	-
			<b>54,83,76,175</b>	<b>64,97,52,545</b>
	<b>Total Assets in (Rs)</b>		<b>66,40,91,185</b>	<b>74,09,80,519</b>

*Schedules referred to above and notes attached there to form an integral part of Balance Sheet*

*Significant Accounting Policies and Notes on Accounts as Note No. 1*

For H.J. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 114373W  
ATUL T MEHTA  
PARTNER  
MEM. NO : 102252

For Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)

Sumesh B Agarwal  
Director  
00325063

Ashwin Sharma  
Director  
01560300

DATE: May 26, 2016  
PLACE: Mumbai

Dharmendra Vyas  
Company Secretary

Prashant Shinkar  
Chief Financial Officer

**Ladam Affordable Housing Limited  
(Formerly Known As Ladam Finance Limited)**

**Consolidated Statement of Profit & Loss for the period ended on 31st March, 2016**

Sr. No	Particulars	Note No.	Current Year	Previous Year
	<b>Revenue / Income</b>			
I	Revenue from operations (Gross)	17	26,98,18,524	3,90,78,250
	Less : Excise Duty / Service Tax			
	<b>Revenue from operations (Net)</b>		<b>26,98,18,524</b>	<b>3,90,78,250</b>
II	Other Income	18	57,75,424	50,95,698
III	<b>Total Revenue (I+II) in (Rs)</b>		<b>27,55,93,948</b>	<b>4,41,73,948</b>
IV	<b>Expenses</b>			
	Cost of materials consumed	19	31,20,31,448	2,23,55,966
	Purchase of Stock-in-Trade		-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	20	(7,89,06,671)	(42,00,000)
	Employee Benefit Expense	21	3,76,530	52,318
	Financial Costs	22	32,82,205	31,33,394
	Depreciation and Amortization Expense	23	3,35,150	6,22,824
	Administrative, Selling and General Expenses	24	8,62,828	5,66,523
	Auditors Remuneration	25	64,350	1,02,518
	<b>Total Expenses in (Rs)</b>		<b>23,80,45,840</b>	<b>2,26,33,543</b>
V	<b>Profit before exceptional and extraordinary items and tax</b>	(III - IV)	<b>3,75,48,108</b>	<b>2,15,40,405</b>
VI	Exceptional Items		-	-
VII	<b>Profit before extraordinary items and tax</b>	(V - VI)	<b>3,75,48,108</b>	<b>2,15,40,405</b>
VIII	Extraordinary Items	25	4,02,598	21,50,462
IX	<b>Profit before tax in (Rs)</b>	(VII-VIII)	<b>3,71,45,510</b>	<b>1,93,89,943</b>
X	<b>Tax expense:</b>			
	Current tax expenses for current year		1,25,00,000	63,00,000
	<b>Net Current tax expenses</b>		<b>1,25,00,000</b>	<b>63,00,000</b>
	Deferred tax Liability / (Assets)		-	-
	<b>Total Tax Expense</b>		<b>1,25,00,000</b>	<b>63,00,000</b>
XI	<b>Profit after tax in (Rs)</b>	(IX-X)	<b>2,46,45,510</b>	<b>1,30,89,943</b>
XII	Adjustment for minority interest		1,16,99,224	59,61,618
XIII	<b>Profit carried to Balance sheet</b>	(IX-X)	<b>1,29,46,287</b>	<b>71,28,325</b>
XVI	<b>Earning per equity share:</b>			
	(1) Basic		1.346	0.715
	(2) Diluted		1.346	0.715

*Schedules referred to above and notes attached there to form an integral part of Balance Sheet  
Significant Accounting Policies and Notes on Accounts as Note No. 1*

For H.J. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 114373W  
ATUL T MEHTA  
PARTNER  
MEM. NO : 102252

For Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)

Sumesh B Agarwal  
Director  
00325063

Ashwin Sharma  
Director  
01560300

DATE: May 26, 2016  
PLACE: Mumbai

Dharmendra Vyas  
Company Secretary

Prashant Shinkar  
Chief Financial Officer

*Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2016*

**Note : 2 Share Capital**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
<b>a)</b>	<b><u>Authorised Capital</u></b>		
1	2,03,00,000 Equity Shares of Rs. 5/- each	10,15,00,000	10,15,00,000
2	(P.Y 1,01,50,000 Equity Shares of Rs. 10/- each)		
	<b>Total in Rs</b>	<b>10,15,00,000</b>	<b>10,15,00,000</b>
<b>b)</b>	<b><u>Issued</u></b>		
	183,04,600 Equity Shares of Rs. 5/- each	9,15,23,000	9,15,23,000
	(P.Y 91,52,300 Equity Shares of Rs. 10/- each)		
	<b>Total in Rs</b>	<b>9,15,23,000</b>	<b>9,15,23,000</b>
<b>c)</b>	<b><u>Subscribed</u></b>		
	183,04,600 Equity Shares of Rs. 5/- each	9,15,23,000	9,15,23,000
	(P.Y 91,52,300 Equity Shares of Rs. 10/- each)		
	<b>Total in Rs</b>	<b>9,15,23,000</b>	<b>9,15,23,000</b>
<b>d)</b>	<b><u>Fully Paid up Capital</u></b>		
	183,04,600 Equity Shares of Rs. 5/- each	9,15,23,000	9,15,23,000
	(P.Y 91,52,300 Equity Shares of Rs. 10/- each)		
	<b>Total in Rs</b>	<b>9,15,23,000</b>	<b>9,15,23,000</b>
<b>e)</b>	<b><u>Party Paid up</u></b>		
	Nil	-	-
	<b>Total in Rs</b>	<b>-</b>	<b>-</b>

**b) Details of movement in Shareholding for the period April 1, 2015 to March 31, 2016**

Particulars	Current Year	Previous Year
	No. of Shares	No. of Shares
Opening Balance	91,52,300	91,52,300
Add : Shares split during the year	9152300	-
Closing Balance (including 73,80,000 shares which are fully paid up)	1,83,04,600	91,52,300

**C) List of shareholders holding more than 5% shares as at March 31, 2016.**

Sr. No.	Name of the Shareholders	As at March 31, 2016	As at March 31, 2015
		No. of Shares	No. of Shares
1	B. B Aggarwal (34.4 %)	62,97,000	31,48,500
2	Sumesh B Agarwal (24.01 %)	43,95,800	21,97,900

**Note : 3 Reserve & Surplus**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	<b>Revaluation Reserve</b>	-	-
	- Opening Balance	2,00,00,000	2,00,00,000
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	<b>2,00,00,000</b>	<b>2,00,00,000</b>
2	<b>Securities Premium Reserve</b>		
	- Opening Balance	3,00,11,500	3,00,11,500
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	<b>3,00,11,500</b>	<b>3,00,11,500</b>
3	<b>Capital Reserve on Consolidation</b>		
	- Opening Balance	47,50,000	47,50,000
	- Add : Appropriation from Profit and Loss Account	-	-
	<b>Sub Total -&gt;</b>	<b>47,50,000</b>	<b>47,50,000</b>
4	<b>Surplus (Profit &amp; Loss Account)</b>		-
	Balance brought forward from previous year	-2,23,50,915	-2,92,56,416
	Add: Profit for the period	1,29,46,287	71,28,325
	Less : Transfer	-	-2,22,824
	Less: Revenue Share of Loss in Associate companies	(5,69,622)	
	<b>Sub Total -&gt;</b>	<b>-99,74,250</b>	<b>-2,23,50,915</b>
	<b>Total in Rs</b>	<b>4,47,87,250</b>	<b>3,24,10,585</b>

**Note : 4 Minority Interest**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
	<b>Minority Interest</b>		
	Share Capital	45,18,650	45,18,650
	Reserves	2,27,58,729	1,10,59,505
	<b>Sub Total -&gt;</b>	<b>2,72,77,379</b>	<b>1,55,78,155</b>

**Note : 5 Long Term Borrowings**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
	<b>Secured</b>		
	<b>Term Loan</b>		
	- From Bank	6,73,02,165	10,19,00,000
	- Less : Current maturities of Long Term debts	-	-
		<b>6,73,02,165</b>	<b>10,19,00,000</b>
	- From Related Parties	-	-
	- From Other Parties	-	-
	<b>Sub Total -&gt;</b>	<b>6,73,02,165</b>	<b>10,19,00,000</b>

<b><u>Un-Secured</u></b>			
	<b><u>Term Loan</u></b>		
	- From Related Parties	-	-
	- From Other Parties	20,96,85,901	18,10,28,725
<b>Sub Total -&gt;</b>		<b>20,96,85,901</b>	<b>18,10,28,725</b>
	<b><u>Inter Corporate Deposits</u></b>		
	- From Related Parties		
	- From Other Parties	9,49,64,623	9,99,36,281
<b>Sub Total -&gt;</b>		<b>9,49,64,623</b>	<b>9,99,36,281</b>
<b>Total in Rs</b>		<b>37,19,52,689</b>	<b>38,28,65,006</b>

**Note : 6 Trades Payables**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<b><u>Trade Payable for Material &amp; Supplies</u></b>	-	-
<b>Sub Total -&gt;</b>		-	-
b)	<b><u>Trade Payable for Services &amp; Others</u></b>		
1	Sundry Creditors	9,91,410	14,23,492
<b>Sub Total -&gt;</b>		<b>9,91,410</b>	<b>14,23,492</b>
c)	Advance from Customers	7,81,97,684	17,57,95,543
<b>Sub Total -&gt;</b>		<b>7,81,97,684</b>	<b>17,57,95,543</b>
<b>Total in Rs</b>		<b>7,91,89,094</b>	<b>17,72,19,035</b>

**Note : 7 Other Current Liabilities**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	TDS Payable	12,942	-
2	Others	3,56,56,147	3,48,95,412
<b>Total in Rs</b>		<b>3,56,69,089</b>	<b>3,48,95,412</b>

**Note : 8 Short Term Provisions**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Statutory Audit Fees Payable	34,350	5,618
2	Internal Audit Fees Payable	-	5,618
3	Secretarial Fees Payable	28,625	28,090
4	Staff Salary Payable	67,210	15,000
5	Others Provision for Exps	88,000	1,35,000
6	Provision for I-Tax	1,24,74,500	63,00,000
<b>Total in Rs</b>		<b>1,26,92,685</b>	<b>64,89,326</b>

**Note: 10 Non Current Investment**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Investment in Property	-	-
2	Investment in Equity Instrument	2,44,12,513	21,25,600
A	<b>Investments in Equity shares in Associates</b>		
a.	Lacon India Limited ( 300,000 shares of F. V Rs 10 each )	3,90,000	3,90,000
	( Capital Reserve of Rs. 19627553)		
	Add. Revenue Share Profit	11,65,978	-
	<b>Amt. of Investments</b>	<b>15,55,978</b>	<b>3,90,000</b>
b.	Ladam Steels Limited ( 1808400 shares of F. V Rs 10 each )	12,83,600	12,83,600
	(Capital Reserve of Rs. 1,85,86,390)		
	Less. Revenue share in Loss	(12,83,600)	-
	<b>Amt. of Investments</b>	<b>-</b>	<b>12,83,600</b>
c.	Ladam Foods Private Limited ( 250,000 shares of Rs 10 each )	4,50,000	4,50,000
	(Capital Reserve of Rs. 20,49,986)		
	Less. Revenue share in Loss	(4,50,000)	-
	<b>Amt. of Investments</b>	<b>-</b>	<b>4,50,000</b>
	Ladam Flora Private Limited ( 50,000 shares of Rs 10 each )	-	-
	(Capital Reserve of Rs. 5,00,043)		
	Spearhead Metals & Alloys Limited ( 19,62,600 shares of Rs 10 each )	2,000	2,000
	(Capital Reserve of Rs. 1,96,27,553)		
	Less. Revenue share in Loss	(2,000)	-
	<b>Amt. of Investments</b>	<b>-</b>	<b>2,000</b>
	<b>Investments in Equity shares of Others</b>		
	Shree Pushkar Chemicals & Fertilizers Limited ( 351639 shares of Rs 10 each )	2,28,56,535	-
3	Investment in Partnership Firm	3,23,49,867	3,16,32,874
	<b>Total in Rs</b>	<b>5,67,62,380</b>	<b>3,37,58,474</b>

**Note: 11 Long Term Loans and Advances**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<u>Others</u>	-	-
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	49,01,632	10,47,432
3	Doubtful	-	-
	<b>Sub Total -&gt;</b>	<b>49,01,632</b>	<b>10,47,432</b>
	<b>Total in Rs</b>	<b>49,01,632</b>	<b>10,47,432</b>

**Note: 12 Other Non Current Assets**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<b><u>Long Term Trade Receivables</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	-	-
3	Doubtful	-	-
	<b>Sub Total -&gt;</b>	-	-
b)	<b><u>Misc. Expenditure (To the extent not W/off)</u></b>		20,18,191
	<b>Sub Total -&gt;</b>	-	<b>20,18,191</b>
c)	<b><u>Others</u></b>	-	-
	<b>Sub Total -&gt;</b>	-	-
	<b>Total in Rs</b>	-	<b>20,18,191</b>

**Note: 13 Inventories**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Work-in-Progress	31,14,29,954	47,08,81,209
2	Stock-in-Trade	8,31,06,671	42,00,000
	<b>Total in Rs</b>	<b>39,45,36,625</b>	<b>47,50,81,209</b>

**Note: 14 Trade Receivables**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<b><u>Outstanding for more than six months</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	1,02,70,207	89,60,115
3	Doubtful	-	-
	<b>Sub Total -&gt;</b>	<b>1,02,70,207</b>	<b>89,60,115</b>
	<b>Total in Rs</b>	<b>1,02,70,207</b>	<b>89,60,115</b>

**Note: 15 Cash & Cash Equivalent**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Balance with banks	66,91,552	85,44,077
2	Fixed Deposits	5,09,60,163	4,71,14,522
3	Cash on hand	1,18,418	57,755
	<b>Total in Rs</b>	<b>5,77,70,133</b>	<b>5,57,16,354</b>

**Note: 16 Short Terms Loans and Advances**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
<b>a)</b>	<b><u>Loans &amp; Advances to related parties</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	8,24,78,959	10,76,34,367
3	Doubtful	-	-
	<b>Sub Total -&gt;</b>	<b>8,24,78,959</b>	<b>10,76,34,367</b>
<b>b)</b>	<b><u>Advance Recoverable in Cash or Kind</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	33,20,250	23,60,500
3	Doubtful	-	-
	<b>Sub Total -&gt;</b>	<b>33,20,250</b>	<b>23,60,500</b>
<b>c)</b>	<b><u>Balance with Revenue Authorities under Direct Taxes</u></b>		
1	Secured, Considered Good	-	-
2	Unsecured, Considered Good	-	-
3	Doubtful	-	-
	<b>Sub Total -&gt;</b>	<b>-</b>	<b>-</b>
	<b>Total in Rs</b>	<b>8,57,99,209</b>	<b>10,99,94,867</b>



*Schedules Forming Part of the Profit & Loss Accounts as at 31st March, 2016*

**Note: 17 Revenue from Operations**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<u>Gross Sales &amp; Services</u>		
1	Sale of Products	26,98,18,524	3,90,78,250
2	Sales of Services	-	-
3	Sales of Share, Securities & Rights	-	-
	Sub Total ->	26,98,18,524	3,90,78,250
b)	<u>Less : Excise Duty / Service Tax</u>		
1	Excise Duty	-	-
2	Service Tax	-	-
	Sub Total ->	-	-
	<b>Total in Rs</b>	<b>26,98,18,524</b>	<b>3,90,78,250</b>

**Note: 18 Other Income**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Interest Received	42,72,935	39,39,594
2	Dividend Received	3,51,639	-
3	Share of Profit from Firm	7,16,994	11,56,104
4	Other non-operating Income (Net of expenses)	4,33,856	-
	<b>Total in Rs</b>	<b>57,75,424</b>	<b>50,95,698</b>

**Note: 19 Cost of Material Consumed**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
a)	<u>Cost of Material Consumed</u>		
		-	-
	Sub Total ->	-	-
b)	<u>Direct/Productions Expenses</u>	31,20,31,448	2,23,55,966
	Sub Total ->	31,20,31,448	2,23,55,966
	<b>Total in Rs</b>	<b>31,20,31,448</b>	<b>2,23,55,966</b>

**Note: 0 Purchase of Stock in Trade**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Share, Securities & Rights	-	-
2	Others	-	-
	<b>Total in Rs</b>	<b>-</b>	<b>-</b>

**Note: 20 Changes in Inventories of Finished Goods, Work-in-Progress and Scrap**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Opening Stock in Trade	42,00,000	-
2	Closing Stock in Trade	8,31,06,671	42,00,000
<b>Total in Rs</b>		<b>(7,89,06,671)</b>	<b>(42,00,000)</b>

**Note: 21 Employment Benefit Expenses**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Directors remuneration	-	-
2	Salaries to staff	3,76,530	52,318
3	Wages to worker	-	-
4	Employee welfare	-	-
5	Statutory Contribution	-	-
<b>Total in Rs</b>		<b>3,76,530</b>	<b>52,318</b>

**Note: 22 Financial Cost**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Interest on Cash Credit	-	-
2	Interest on Term Loan	-	-
3	Interest to Others	32,82,205	31,33,394
<b>Total in Rs</b>		<b>32,82,205</b>	<b>31,33,394</b>

**Note: 23 Depreciation & Amortised Cost**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Depreciation on Fixed Assets	3,35,150	6,22,824
2	Preliminary Expenditure W/off	-	-
<b>Total in Rs</b>		<b>3,35,150</b>	<b>6,22,824</b>

**Note: 24 Administrative, Selling and General Expenses**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Advertisement Expenses	88,404	-
2	Listing Fees	57,250	67,023
3	Printing & Stationery Charges	58,493	46,000
4	General Expenses	51,663	48,847
5	Legal & Professional Fees	4,30,123	2,06,360
7	ROC fees	1,09,316	1,10,585
8	Bank Charges	2,323	-
9	Postage & Courier Charges	36,631	54,000
10	Secretarial fees	28,625	33,708
<b>Total in Rs</b>		<b>8,62,828</b>	<b>5,66,523</b>

**Note: 25 Auditors Remuneration Cost**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Statutory Audit Fees	64,350	1,02,518
<b>Total in Rs</b>		<b>64,350</b>	<b>1,02,518</b>

**Note: 26 Extraordinary Items**

Sr. No	Particulars	Current Year (Rs)	Previous Year (Rs)
1	Misc Expenses W/O	4,02,598	21,50,462
<b>Total in Rs</b>		<b>4,02,598</b>	<b>21,50,462</b>

# Ladam Affordable Housing Limited

ANNUAL REPORT 2015-16

## 9. Fixed Asset :

Method : S.L.M.

Sr. No	Particulars	Rate	Gross Block			Depreciation			Net Block			
			Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2016	WDV as on 31.03.2015
I	Tangible Assets											
1	Furnitures & Fixtures		67,505	-	-	67,505	22,311	8,614	-	30,925	36,580	45,194
2	Land		5,10,01,349	-	-	5,10,01,349	-	-	-	-	5,10,01,349	5,10,01,349
3	Computer		5,39,475	3,31,150	2,13,165	6,57,460	1,96,535	1,27,018	-	3,23,553	3,33,907	3,42,940
4	Office Equipment		14,32,076	53,719	1,89,433	12,96,362	4,70,601	1,94,071	-	6,64,672	6,31,690	9,61,475
5	Electrical Installation		-	-	-	-	-	-	-	-	-	-
6	Misc Equipment		-	-	-	-	-	-	-	-	-	-
7	Vehicles		41,000	-	-	41,000	18,359	5,447	-	23,806	17,194	22,641
Sub Total ->			5,30,81,405	3,84,869	4,02,598	5,30,63,676	7,07,806	3,35,150	-	10,42,956	5,20,20,720	5,23,73,599
II	Intangible Assets		-	-	-	-	-	-	-	-	-	-
Sub Total ->			-	-	-	-	-	-	-	-	-	-
III	Capital Work-in-progress		20,30,278		-	20,30,278		-	-		20,30,278	20,30,278
Sub Total ->			20,30,278	-	-	20,30,278	-	-	-	-	20,30,278	20,30,278
IV	Intangible Assets Under Development		-	-	-	-	-		-		-	-
Sub Total ->			-	-	-	-	-	-	-	-	-	-
Total (Current Year)			5,51,11,683	3,84,869	4,02,598	5,50,93,954	7,07,806	3,35,150	-	10,42,956	5,40,50,998	5,44,03,877
Total (Previous Year)			5,43,30,826	10,03,681	2,22,824	5,51,11,683	84,982	6,22,824	-	7,07,806	5,44,03,877	5,41,64,755

**Consolidated Cash Flow Statement**  
**Annexed to the Balance Sheet for the period April 2015 to March 2016 ( in Rs.)**

Particulars	Current Year (2016)	Previous Year (2015)
<b>A. Cash flow from Operating Activities</b>		
Profit before tax as per Profit & Loss Account	3,71,45,510	1,93,89,943
Depreciation (net)	3,35,150	6,22,824
Fixed Assets Written off	4,02,598	-
Dividend received	(3,51,639)	-
Interest Received	(42,72,935)	(39,39,594)
Miscellaneous Expenditure Written Off	-	21,50,462
Interest Paid	32,82,205	31,33,394
<b>Operating profit before working capital changes</b>	<b>3,65,40,889</b>	<b>2,13,57,029</b>
Adjustment for :		
(Increase) / decrease in Inventories	8,05,44,584	(17,15,36,525)
(Increase) / decrease in Sundry Debtors	(13,10,092)	(80,25,497)
(Increase) / decrease in Loans & Advances	2,41,95,658	(4,88,154)
(Increase) / decrease in Long term loans and advances	(38,54,200)	-
(Increase) / decrease in Other Current assets	20,18,191	
Increase / (decrease) in Long Term Liabilities	10,00,000	-
Increase / (decrease) in Trade payables	(9,80,29,941)	4,39,61,030
Increase / (decrease) in Short Term Provisions	62,03,359	1,89,326
Increase / (decrease) in Other Current Liabilities	7,73,677	1,15,86,976
<b>Cash generated from operations</b>	<b>4,80,82,125</b>	<b>(10,29,55,815)</b>
Direct taxes (paid)/TDS deducted) / Refund received	1,25,00,000	(10,80,000)
<b>Net Cash flow from Operating Activities</b>	<b>3,55,82,125</b>	<b>(10,40,35,815)</b>
<b>B. Cash flow from Investing Activities</b>		
(Purchase) / Sale of Fixed Assets ( Net )	(3,84,869)	(10,03,681)
(Purchase) / Sale of Investments	(2,35,73,528)	(11,56,104)
Interest Received	42,72,935	39,39,594
Dividend Received	3,51,639	
Loans Given / Repaid	-	2,65,13,800
<b>Net Cash flow from investing Activities</b>	<b>(1,93,33,823)</b>	<b>2,82,93,609</b>
<b>C. Cash flow from Financing Activities</b>		
Proceeds / (Repayment) of Unsecured Loans	(1,09,12,317)	8,81,86,953
Interest Paid	(32,82,205)	(31,33,394)
Other Non Current Assets	-	-
<b>Net Cash flow from Financing Activities</b>	<b>(1,41,94,522)</b>	<b>8,50,53,559</b>
<b>Net Increase / (decrease) in cash and cash equivalent</b>	<b>20,53,780</b>	<b>93,11,353</b>
<b>Cash and cash equivalent as at the beginning of the year</b>	<b>5,57,16,354</b>	<b>4,64,05,001</b>
<b>Cash and cash equivalent as at the closing of the year</b>	<b>5,77,70,133</b>	<b>5,57,16,354</b>

1. The Cash Flow Statement has been prepared under indirect method in accordance with Accounting Standard - 3 notified under section 133 of the Companies Act, 2013.

2. Figures in brackets represents outflow.

**Notes to Accounts and Forming Part of Consolidated Balance Sheet as at 31st March, 2016**

**1 NOTES TO ACCOUNTS**

**Significant Accounting**

**1) Policies :**

**A. Basis of Preparation of Consolidated Financial Statements**

These consolidated financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP) ,including the Accounting Standards notified under the relevant provisions of the Companies Act,2013

**B. Principles of Consolidation**

The consolidated financial statements relate to Ladam Affordable Housing Ltd. ('the Company') and its subsidiary company . The Consolidated financial statements have been prepared on the following basis :

a. The financial statements of the Company and its subsidiary company are combined on a line-by-line basis by adding together the book values of like items of assets,liabilities,income and expenses after fully eliminating intra- group balances and intra-group transactions in accordance with Accounting Standard (AS) 21 - " Consolidated Financial Statements "

b. As far as possible,the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.

c. The difference between the cost of investment in the subsidiaries , over the net assets at the time of acquisition of shares in the subsidiaries is recognised in the financial statements as Goodwill or Capital Reserve, as the case may be.

d. Minority Interest's Share of net profit of consolidated subsidiaries for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the company .

e. Minority Interest's Share of net assets of consolidated subsidiaries for the year is identified and presented in the consolidated balancesheet separate from liabilities and the equity of the Company's shareholders .

f. Investment in Associate Companies has been accounted under the equity method as per Accounting Standard(AS) 23 -"Accounting for Investments in Associates in Consolidated Financial Statements ".

g. The Company accounts for its share of post acquisition changes in net assets of associates ,after eliminating unrealised profits and losses resulting from transactions between the company and its associates to the extent of its share , through its Consolidated Profit and Loss Statement , to the extent such change is attributable to the associates' Profit and Loss Statement and through its reserves for the balance based on available information .

h. The difference between the cost of investment in the associates and the share of net assets at the time of acquisition of shares in the associates is identified in the financial statements as Goodwill or Capital Reserve as the case may be.

**26 Enterprises consolidated as subsidiary in accordance with Accounting Standard 21 - Consolidated Financial Statements.**

Name of the Enterprise	Country of Incorporation	Proportion of ownership Interest	Proportion of Voting Power
Ladam Homes Private Limited	India	52.53%	52.53%

**27 Significant Enterprises consolidated as subsidiary in accordance with Accounting Standard 23 - Accounting For Investments in Associates in Consolidated Financial Investments**

Name of the Enterprise	Country of Incorporation	Proportion of ownership Interest
Ladam Flora Private Limited	India	30.81%
Ladam Steels Limited	India	24.50%
Ladam Foods Private Limited	India	49.88%
Lacon India Limited	India	38.36%
Spearhead Metals & Alloys Limited	India	20.43%
Ramkishan Metal Works	India	40%

**28 Additional Information , as required under Schedule III to the Companies Act,2013, of enterprises consolidated as Subsidiary and associates (Investments as per Equity method)**

Name of the Enterprise	Net Assets i.e. total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount (in Rs.)	As % of consolidated profit or loss	Amount (in Rs.)
<b>Parent</b>				
Ladam Affordable Housing Limited	54.83%	10,46,48,008	0.32%	77,643
<b>Subsidiaries Indian</b>				
Ladam Homes Private Limited	30.07%	5,73,83,642	52.21%	1,28,68,643
<b>Minority Interest in All Subsidiaries Indian</b>				
Ladam Homes Private Limited	14.29%	2,72,77,379	47.47%	1,16,99,224
<b>Associates (Investment as per the equity method)</b>				
Ladam Flora Private Limited	0.00%	-	0.00%	-
Ladam Steels Limited	0.00%	-	-5.21%	(12,83,600)
Ladam Foods Private Limited	0.00%	-	-1.83%	(4,50,000)
Lacon India Limited	0.82%	15,55,978	4.73%	11,65,978
Spearhead Metals & Alloys Limited	0.00%	-	-0.01%	(2,000)

**29 Segment Information (AS-17)**

The company has identified one reportable segment which is Construction of Buildings. Segment has been identified and reported taking into account nature of products and services ,the different risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the company with the following accounting policies for segment reporting.



**i) Primary Segment Information**

Particulars	Construction of Buildings		Others		Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
<b>1. Segment Revenue</b>						
External Turnover	26,98,18,524	3,90,78,250	-	-	26,98,18,524	3,90,78,250
Inter Segment Turnover	-	-	2,55,000	-	2,55,000	-
<b>Gross Turnover</b>	<b>26,98,18,524</b>	<b>3,90,78,250</b>	<b>2,55,000</b>	<b>-</b>	<b>27,00,73,524</b>	<b>3,90,78,250</b>
<b>2. Segment Result before Interest and Taxes</b>						
	3,56,70,999	1,80,52,098	(10,18,708)	(6,24,459)	3,46,52,291	1,74,27,639
Less: Interest Expense	32,82,205	31,33,394	-	-	32,82,205	31,33,394
Add: Other Income	46,79,073	39,39,594	10,96,351	11,56,104	57,75,424	50,95,698
Profit/Loss Before Tax	3,70,67,867	1,88,58,298	77,643	5,31,645	3,71,45,510	1,93,89,943
Current Tax	1,25,00,000	63,00,000	-	-	1,25,00,000	63,00,000
Deferred Tax	-	-	-	-	-	-
Profit/Loss after Tax	2,45,67,867	1,25,58,298	77,643	5,31,645	2,46,45,510	1,30,89,943
<b>3. Other Information</b>						
Segment Assets	46,43,09,433	53,87,42,523	20,42,10,768	21,02,15,784	66,85,20,201	74,89,58,307
Segment Liabilities	40,69,25,791	50,59,26,748	20,42,10,768	9,71,87,160	61,11,36,559	60,31,13,908
Capital Expenditure	3,84,869	-	-	-	3,84,869	-
Depreciation Expense	3,35,150	7,07,806	-	-	3,35,150	7,07,806

The business , which were not reportable segments during the year , have been grouped under the "Others segment" which comprises of Brokerage Services

The Company does not have any secondary segment based on geography . Hence no Secondary Segment Information is not reported .

Name of The Related Party	Relationship
Ladam Flora Private Limited	Associate Companies
Ladam Steels Limited	
Ladam Foods Private Limited	
Lacon India Limited	
Spearhead Metals & Alloys Limited	
Ramkishan Metal Works	

**The Notes 1- 29 forms integrated part of financial statements**

**For H.J. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS**

**For Ladam Affordable Housing Limited  
(Formerly known as Ladam Finance Limited)**

**FRN : 114373W  
ATUL T MEHTA  
PARTNER  
MEM. NO : 102252**

**Sumesh B Agarwal  
Director  
00325063**

**Ashwin Sharma  
Director  
01560300**

**DATE: May 26, 2016  
PLACE: Mumbai**

**Dharmendra Vyas  
Company Secretary**

**Prashant Shinkar  
Chief Financial Officer**

**Ladam Affordable Housing Limited**

(Formerly Known as Ladam Finance Limited)

Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.

CIN No. : L65990MH1979PLC021923

**ATTENDANCE SLIP**

THIRTY SEVENTH ANNUAL GENERAL MEETING

Thursday, September, 29, 2015 at 10.00 am

<b>DP ID – Client ID / : Folio No.</b>	
<b>Name &amp; Address : of Sole Member</b>	
<b>Name of Joint Holder (S)</b>	
<b>No. of Shares Held :</b>	

I/We hereby record my/our presence at the Thirty Seventh Annual General Meeting held at TSSIA House, Gr Floor P-26, Road No 16/T Wagle Industrial Estate, Thane (W) – 400 604

\_\_\_\_\_  
Member's/Proxy's Signature

----- (Cut Here) -----

**Electronic-Voting Particulars**

<b>EVSN (Electronic Voting Sequence Number)</b>	<b>User ID</b>	<b>(PAN / Seq. No.)</b>

**NOTE :** Please read the complete instructions annexed to the Notice (SHAREHOLDER INSTRUCTIONS FOR E-VOTING). The voting time starts from September 26, 2016 from 10.00 a.m. and ends on September 28, 2016 at 5.00 p.m. The voting module shall be disabled by CDSL for voting thereafter.

### MGT 11 PROXY FORM

[Pursuant to section 105 (6) of the Companies Act 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

**Ladam Affordable Housing Limited**  
(Formerly Known as Ladam Finance Limited)  
Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.  
CIN No. : L65990MH1979PLC021923

OF

I/We \_\_\_\_\_  
\_\_\_\_\_ Of \_\_\_\_\_ bein  
g a Member/Members of **Ladam Affordable Housing Limited** (Formerly Known as Ladam Finance Limited), hereby appoint \_\_\_\_\_ of \_\_\_\_\_ or \_\_\_\_\_ failing \_\_\_\_\_ him/her \_\_\_\_\_ of \_\_\_\_\_ or failing him/her \_\_\_\_\_ of \_\_\_\_\_ as my/our Proxy to attend and vote for me/us and on my/our behalf at the Thirty Seventh Annual General Meeting of the Company, to be held on Thursday, September 29, 2016 at 10.00 am and at any adjournment thereof in respect of the such resolutions as are indicated below:

Sr. No.	Resolutions	For	Against
<b>Ordinary Business:</b>			
1.	To receive, consider and adopt the audited Profit and Loss Account for the year ended 31 <sup>st</sup> March, 2016 and the Balance with the Report of the Board of Directors and the Auditors thereon.		
2.	To appoint a Director in place of Mr. Sumesh Agarwal (DIN: 00325063), who retires by rotation and being eligible offers himself for re-appointment		
3.	To Ratify the appointment of statutory Auditors of the Company- M/s. H. J. Mehta & Associates, Chartered Accountants, Mumbai		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2016

Signature of the Shareholder:  
Signature of the Proxy Holder(s):

For Office Use only	
Proxy No.:	No. of Shares:
Folio/DP & Client ID No.:	

Affix Re. 1.00 Revenue Stamp
---------------------------------------

#### Notes:

1. The Proxy Form should be signed across the Revenue Stamp as per specimen signature(s) registered with the Company.
2. The Proxy Form must be deposited at the Registered/Corporate Office of the Company not less than 48 hours before the time fixed for holding the Meeting.
3. A Proxy need not be a Member.

**MGT 12  
POLLING PAPER**

[Pursuant to section 109 (5) of the Companies Act 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

**Ladam Affordable Housing Limited**

(Formerly Known as Ladam Finance Limited)

Ladam House, C-33, Opp. ITI, Wagle Industrial Estate, Thane (W) – 400 604.

CIN No. : L65990MH1979PLC021923

<b>DP ID – Client ID / : Folio No.</b>	
<b>Name of the First Named Shareholder (In block letters)</b>	
<b>Postal Address</b>	
<b>Class of Shares</b>	

I/ We hereby exercise my / our vote in respect of the Resolution to be passed through Postal Ballot for the business stated in the Notice of the Company by sending my / our assent or dissent to the said Resolution by placing the tick (√) mark in the appropriate column.

Sr. No.	Description	No. of Shares	Vote	
			For	Against
1	Consider and adopt Audited Financial Statement, Reports of the Board of Directors and Auditors.			
2	Re-appointment of the Mr. Sumesh Agarwal as Director, retiring by rotation			
3	Appointment of Statutory Auditors			

Place :

Date :

\_\_\_\_\_  
(Signature of the Shareholder)



