

ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)

STATEMENTS OF ACCOUNT
FOR THE YEAR ENDED
31st MARCH, 2013



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)

Balance Sheet as at 31st March, 2013

	Note No.	As at 31st March, 2013	Amount in ₹ As at 31st March, 2012
EQUITY AND LIABILITIES			
(A) Shareholders' Funds			
Share Capital	2	20,500,000	20,500,000
Equity			
Reserves and Surplus	3	2,545,100	1,446,863
	Sub-Total - (A)	23,045,100	21,946,863
(B) Current Liabilities			
Trade Payables	4	13,483	46,080
Other Current Liabilities	5	13,250	3,861
Short-term Provisions	6	159,801	158,586
	Sub-Total - (B)	186,534	208,527
	TOTAL (A)+(B)	23,231,634	22,155,390
(C) Current Assets			
Current Investments	7	-	650,000
Cash & Bank Balances	8	23,079,389	26,442
Short-term Loans and Advances	9	-	21,100,000
Other Current Assets	10	152,245	378,947
	Sub-Total - (C)	23,231,634	22,155,389
	TOTAL (C)	23,231,634	22,155,389

Significant Accounting Policies

1

The accompanying Notes are an integral part of the Financial Statements

As per our attached Report of even date
For KHIMJI KUNVERJI & CO.
ICAI Firm registration no. 105146W
Chartered Accountants


Gautam V. Shah

Partner
Membership No. F-117348
Date :
Place : Mumbai

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For and on behalf of Board of Directors



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Directors



15 MAY 2013

ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)

Statement of Profit and Loss for the year ended 31st March, 2013

	Note No.	Year Ended 31st March, 2013	Amount in ₹ Year Ended 31st March, 2012
Revenue from Operations		-	-
Other Income	11	1,618,721	1,825,823
Total Revenue		1,618,721	1,825,823
Expenses			
Other Expenses	12	27,484	59,340
Total Expenses		27,484	59,340
Profit before Depreciation/Amortisation, Interest and Tax (PBDIT)		1,591,237	1,766,483
Finance Cost	13	-	-
Profit Before Exceptional Item and Tax		1,591,237	1,766,483
Exceptional Items		-	-
Profit Before Tax		1,591,237	1,766,483
Tax Expenses			
- Current Tax		493,000	546,000
Profit for the Year		1,098,237	1,220,483
 Basic/ Diluted Earnings per Share (Face Value of ₹ 10/- each)	15	0.54	0.60

Significant Accounting Policies

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As per our attached Report of even date
For KHIMJI KUNVERJI & CO.
ICAI Firm registration no. 105146W
Chartered Accountants

For and on behalf of Board of Directors

Gautam V. Shah

Gautam V. Shah

Partner

Membership No. F-117348

Date :

Place : Mumbai

KS

[Signature]

[Signature]

Directors

15 MAY 2013



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)

NOTE 1

SIGNIFICANT ACCOUNTING POLICIES

ACCOUNTING CONVENTION

(I) BASIS OF PREPARATION

The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on an accrual basis in compliance with all material aspect of the Accounting Standard (AS) Notified by Companies Accounting Standard Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year except for the change in the accounting policy as specified below.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Revised Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as upto twelve months for the purpose of current and non-current classification of assets and liabilities.

(II) USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(III) INVESTMENTS

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

Investments are recorded at cost on the date of purchase, which includes acquisition charges such as brokerage, stamp duty, taxes, etc. Current Investments are stated at lower of cost and net realizable value. Long term investments are stated at cost after deducting provisions made, if any, for other than temporary diminution in the value.

(IV) REVENUE RECOGNITION

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

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and applicable interest rate.



(V) TAXATION

Tax expense comprises of current and deferred tax.

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable certainty that these would be realized in future.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

(VI) CONTINGENT LIABILITIES AND PROVISIONS

Contingent Liabilities are possible but not probable obligations as on Balance Sheet date, based on the available evidence.

Provisions are recognized when there is a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.

Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date.

(VII) CASH AND CASH EQUIVALENT

Cash and Cash Equivalents for the purpose of cash flow statement comprise cash in hand and cash at bank including fixed deposit with original maturity period of three months and short term highly liquid investments with an original maturity of three months or less.

(VIII) MEASUREMENT OF PROFIT BEFORE DEPRICATION/AMORTISATION, INTEREST AND TAX (PBDIT)

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the Company has elected to present PBDIT as a separate line item on the face of the Statement of Profit and Loss. The Company measures PBDIT on the basis of profit/loss from continuing operations. In its measurement the Company does not include depreciation and amortization expense, finance costs and tax expense.

(IX) CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non- cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.



(X) EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting attributable tax thereto for the period.

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



NOTES

Amount in ₹

14 CONTINGENT LIABILITY

There is no contingent liability as on 31st March 2013. (Previous year: Nil)

15 EARNING PER SHARE (EPS)

Earning per share calculated as under:

Particulars	As at 31 st March 2013	As at 31 st March 2012
Net Profit as per the statement of Profit and Loss	1,098,237	1,220,483
Weighted Average Number of Equity share	2,050,000	2,050,000
Basic/Diluted EPS	0.54	0.60
Nominal value of shares (₹)	10	10

16 Disclosure in respect of Related Parties pursuant to Accounting Standard 18:

a) List of Related Parties:

1. Ultimate Holding Company

Aditya Birla Nuvo Limited

2. Holding Company

Aditya Birla Financial Services Private Limited

3. Fellow Subsidiaries

Indigold Trade & Services Limited

Madura Garments Lifestyle Retail Company Limited

Peter England Fashion and Retail Limited

ABNL Investment Limited

b) Transaction with related parties as per Annexure "A"

- 17 During the year, (i) Name of the Company has been changed from LIL Investment Limited to Aditya Birla Housing Finance Limited; (ii) Object clause of the Company has been altered to include business of Housing Finance as main object of the Company. The Company has applied to National Housing Board (NHB) for license to commence business of housing finance. As at 31st March 2013, the Company is awaiting response from NHB in this regard.

- 18 Figures of previous year have been regrouped/rearranged wherever necessary.

As per our attached Report of even date
 KHIMJI KUNVERJI & CO.
 ICAI Firm registration no. 105146W
 Chartered Accountants


 Gautam V. Shah

Partner
 Membership No. F-117348

Date :
 Place : Mumbai

For and on behalf of Board of Directors

Directors



15 MAY 2013

ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)

Cash Flow Statement for the year ended 31st March 2013

Amount in ₹

PARTICULARS	2012-13		2011-12	
A CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/(loss) before tax		1,591,237		1,766,483
Adjustments for :				
Interest Income	(1,602,588)		(1,539,640)	
Profit on Sale of Mutual Fund	(16,133)	(1,618,721)	(255,794)	(1,795,434)
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES		(27,484)		(28,951)
Increase / (Decrease) in trade payable and other liabilities	(23,208)	(23,208)	25,329	25,329
CASH GENERATED FROM OPERATIONS		(50,692)		(3,622)
Income Taxes Paid		(491,783)		(699,019)
NET CASH FROM OPERATING ACTIVITIES		(542,475)		(702,641)
B CASH FLOW FROM INVESTING ACTIVITIES				
Sale / (Purchase) of Investment (Net)	650,000		(650,000)	
Profit on Sale of Mutual Fund	16,133		255,794	
Inter Corporate Deposits (Given)/Received back	21,100,000		(21,100,000)	
Interest Income	1,829,290	23,595,423	1,384,207	(20,109,999)
NET CASH (DECREASE)/INCREASE FROM INVESTING ACTIVITIES		23,595,422		(20,109,999)
C CASH FLOW FROM FINANCING ACTIVITIES				
NET CASH (DECREASE)/INCREASE FROM FINANCING ACTIVITIES				
NET INCREASE IN CASH AND EQUIVALENTS		23,052,947		(20,812,640)
CASH AND CASH EQUIVALENTS (OPENING BALANCE)		26,442		20,839,082
CASH AND CASH EQUIVALENTS (CLOSING BALANCE)		23,079,389		26,442

1) Cash and cash equivalents include cheques in hand and remittance in transit

Cash at bank	379,389	26,442
Fixed Deposit with Bank	22,700,000	-
	<u>23,079,389</u>	<u>26,442</u>

Significant Accounting Policies

1

The accompanying Notes are an integral part of the Financial Statements

As per our attached Report of even date

For KHIMJI KUNVERJI & CO.

ICAI Firm registration no. 105146W

Chartered Accountants


Gautam V. Shah

Partner

Membership No. F-117348

Date :

Place : Mumbai

For and on behalf of Board of Directors





Directors



15 MAY 2013

ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL Investment Limited)

Annexure 'A'
Amount in ₹

Related Party Transaction	Holding Co./ Ultimate Holding Co.	Fellow Subsidiaries
<u>Sales, Service and Other Income</u>		
Interest Income		
ABNL Investment Limited		139,956 (1,539,641)
<u>Inter Corporate Deposit paid</u>		
ABNL Investment Limited		- (21,100,000)
<u>Inter Corporate Deposit paid received back</u>		
ABNL Investment Limited		8,600,000 (12,500,000)
<u>Security Deposit Given</u>		
Aditya Birla Nuvo Limited	- (12,500,000)	
<u>Security Deposit Given Recd Back</u>		
Aditya Birla Nuvo Limited	12,500,000 (-)	
<u>Other Payable paid</u>		
Aditya Birla Nuvo Limited	- (13,482)	
<u>Closing Balance as on 31.03.2013</u>		
Inter Corporate Deposit given outstanding		
ABNL Investment Limited		- (8,600,000)
Interest Receivable on Inter corporate Deposit		
ABNL Investment Limited (Net of TDS)		- (378,948)
Security Deposit Given		
Aditya Birla Nuvo Limited	- (12,500,000)	
Share Capital		
Aditya Birla Nuvo Limited	- (3,895,000)	
Aditya Birla Financial Services Pvt. Ltd	20,500,000 (-)	
Indigold Trade and Services Limited		- (10,249,970)
Madura Garments Lifestyle Retail Company Limited		- (3,177,490)
Peter England Fashions & Retail Limited		- (3,177,480)

- No amount in respect of related parties have been written off/ back are provided for during the period.
- Related party relationship have been identified by the management and relied upon by the auditors .
- Figures in brackets represent corresponding amount of previous year



	Numbers	As at 31st March, 2013	Amount in ₹ As at 31st March, 2012
NOTE: 2			
SHARE CAPITAL			
Authorised:			
Equity shares of ₹ 10 each	5,000,000 (5,000,000)	50,000,000	50,000,000
Preference shares of ₹ 10/- each	7,000,000 (7,000,000)	70,000,000	70,000,000
		<u>120,000,000</u>	<u>120,000,000</u>
Issued, Subscribed & paid-up			
EQUITY SHARE CAPITAL			
Equity shares of ₹ 10 each fully paid-up	2,050,000 (2,050,000)	20,500,000	20,500,000
		<u>20,500,000</u>	<u>20,500,000</u>

1 Reconciliation of the number of shares outstanding at the beginning and at the end of the period

S. No.	Description	As at 31st March 2013		As at 31st March 2012	
		Equity Shares	Preference Shares	Equity Shares	Preference Shares
1	No of Shares outstanding at the beginning of the period @ ₹ 10 each	2,050,000	-	2,050,000	-
2	Issued during the year	-	-	-	-
3	No of Shares outstanding at the end of the period @ ₹ 10 each	2,050,000	-	2,050,000	-

2 Term/right attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution to all Preference Shareholders. The distribution will be in proportion to the number of the equity shares held by the shareholders.

3 All equity shares are held by Aditya Birla Financial Services Pvt. Ltd. (No. of Share- 2,050,000)

4 Shares in the Company held by each shareholder holding more than 5 percent shares specifying the number of shares held:

Equity Shares

S. No.	Name of Share Holder	As at 31st March 2013		As at 31st March 2012	
		No of Shares held	% of total paid-up equity share capital	No of Shares held	% of total paid-up equity share capital
1	Aditya Birla Nuvo Limited	-	-	389,500	19.00%
2	Indigold Trade & Services Limited	-	-	1,024,997	50.00%
3	Peter England Fashion & Retail Limited	-	-	317,748	15.50%
4	Madura Garments Lifestyle Retail Company Limited	-	-	317,749	15.50%
5	Aditya Birla Financial Services Pvt. Ltd.	2,050,000	100.00%	-	0.00%

5 Figures in brackets represent corresponding number of shares for previous year.



	As at 31st March, 2013	Amount in ₹ As at 31st March, 2012
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**NOTE: 3
RESERVES & SURPLUS**

Surplus/(Deficit) in the statement of Profit and Loss	1,446,863	226,380
Opening Balance as per last audited Financial Statement		
Addition:		
Profit of the Year	1,098,237	1,220,483
Closing Balance	2,545,100	1,446,863



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

	As at 31st March, 2013	Amount in ₹ As at 31st March, 2012
NOTE: 4		
TRADE PAYABLES		
Trade Payables	13,483	46,080
	13,483	46,080

Detail of dues to Micro, Small & Medium Enterprises as defined under MSMED Act, 2006

There are no Micro, Small & Medium Enterprise, to whom the unit owes dues, which are outstanding for more than 45 days as at 31st march 2012 and no interest payment made during the year to any Micro, Small & Medium Enterprises. This information as required to be disclosed under the Micro, Small & Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available.



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

NOTE: 5
OTHER CURRENT LIABILITIES

Statutory Dues

	As at <u>31st March, 2013</u>	Amount in ₹ As at <u>31st March, 2012</u>
	<u>13,250</u>	<u>3,861</u>
	<u>13,250</u>	<u>3,861</u>



ADITYA BIRLA HOUSING FINANCE LIMITED.
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

NOTE: 6
SHORT-TERM PROVISIONS

Provision for:

Taxation (Net of Advance Tax ₹ 1,547,589/- (Previous Year ₹ 1,055,806/-))

	As at 31st March, 2013	Amount in ₹ As at 31st March, 2012
	159,801	158,586
	<u>159,801</u>	<u>158,586</u>



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

NOTE: 7

INVESTMENTS: CURRENT

Unquoted

Investments in

Mutual Funds

	As at 31st March, 2013	Amount in ₹ As at 31st March, 2012
	-	650,000
	-	650,000
	-	650,000
Aggregate Book Value of Unquoted Investments	-	650,000



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

NOTE: 8
CASH AND BANK BALANCES

Cash & Cash Equivalents

Balances with Banks

Current Accounts

Deposit Accounts (with original maturity less than three months)

	As at <u>31st March, 2013</u>	Amount in ₹ As at <u>31st March, 2012</u>
Current Accounts	379,389	26,442
Deposit Accounts (with original maturity less than three months)	<u>22,700,000</u>	-
	<u><u>23,079,389</u></u>	<u><u>26,442</u></u>



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

NOTE: 9
SHORT-TERM LOANS AND ADVANCES

(Unsecured, Considered Good, except otherwise stated)
 Loans and Advances given to Related parties@ [Refer Note 16(b)]

	As at <u>31st March, 2013</u>	Amount in ₹ As at <u>31st March, 2012</u>
	-	21,100,000
	-	<u>21,100,000</u>
		8,600,000
		12,500,000
		<u>21,100,000</u>

@ Includes Receivable from group company
 ABNL Investment Limited
 Aditya Birla Nuvo Limited
 Maximum Balance due during the year



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

NOTE: 10

OTHER CURRENT ASSETS

(Unsecured, Considered Good, except otherwise stated)

Interest Accrued on Loans & Advances

Interest Accrued on Fixed Deposits

	As at 31st March, 2013	Amount in ₹ As at 31st March, 2012
	-	378,947
	152,245	-
	<u>152,245</u>	<u>378,947</u>



ADITYA BIRLA HOUSING FINANCE LIMITED
(Earlier Known as LIL INVESTMENT LIMITED)
Notes forming part of Financial Statements

	Year Ended 31st March, 2013	Amount in ₹ Year Ended 31st March, 2012
NOTE:11		
OTHER INCOME		
Interest Income - Others	1,602,588	1,570,029
Net Gain on Sale of Investments		
Current	16,133	255,794
	<u>1,618,721</u>	<u>1,825,823</u>
NOTE:12		
OTHER EXPENSES		
Rates & Taxes	13,250	-
Legal & Profession Expenses	-	47,275
Bank Charges	743	827
Auditors' Remuneration :- For Audit Fees	13,483	11,236
Miscellaneous Expenses	8	2
	<u>27,484</u>	<u>59,340</u>
NOTE:13		
FINANCE COST		
Interest Expenses	-	-
	<u>-</u>	<u>-</u>





TO THE MEMBERS

ADITYA BIRLA HOUSING FINANCE LIMITED
(FORMERLY KNOWN AS LIL INVESTMENT LIMITED)

Report on the Financial Statements

1. We have audited the accompanying financial statements of Aditya Birla Housing Finance Limited (Formerly known as LIL Investment Limited) (hereinafter referred to as "the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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





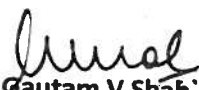
Opinion

5. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
 - In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
 - In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

6. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters Specified in paragraphs 4 and 5 of the Order.
7. As required by section 227(3) of the Act, we report that:
- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - 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
 - 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
 - in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For and on behalf of
KHIMJI KUNVERJI & Co
Chartered Accountants
ICAI Registration No. 105146W


Gautam V Shah
Partner (F-117348)
Place: Mumbai

Date:

15 MAY 2013



Annexure referred to in paragraph 6 of our report of even date

Re: Aditya Birla Housing Finance Limited (Formerly known as LIL Investment Limited)

- i The Company does not have any fixed assets, hence clause 4(i)(a) to 4(i)(c) of the order are not applicable
- ii The company does not hold any inventories, hence clause 4(ii)(a) to 4(ii)(c) of the Order are not applicable to the company
- iii As informed, the Company has not granted or taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Act. Hence clause 4(iii)(a) to 4(iii)(g) of the Order are not applicable to the company
- iv In our opinion and according to the information and explanations given, there exists an adequate internal control system commensurate with the size of the company and the nature of its business with regard to the sale of services. Further, on the basis of examination of books and records of the Company and according to the information and explanations given, and as per the checking carried out in accordance with the auditing standards generally accepted in India, neither we have observed nor we have been reported for any continuing failure to correct major weaknesses in the internal control system relating to the aforesaid
- v Based on the audit procedures applied and according to the information and explanations provided by the management, there are no transactions that need to be entered in the register maintained under section 301 of the Act, hence clause 4(v)(b) of the Order is not applicable to the company
- vi In our opinion and according to the information and explanations given, the Company has not accepted deposits from the public. No order has been passed by the Company Law Board or National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal
- vii The Company did not deem it necessary to have a formal internal audit system during the year in view of the control existing in the company.
- viii As informed, the company is not required to maintain any cost records prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act
- ix.a As informed, the Company is not liable to pay Provident Fund, Investor Education & Protection Fund, Employees State Insurance, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty & Cess


Company is generally regular in depositing with appropriate authorities undisputed Income-tax, and other statutory dues. There were no arrears as at March 31, 2013 for a period of more than six months from the date they became payable
- ix.b According to the information and explanations given, there are no dues of Income-tax which have not been deposited on account of any dispute
- x Since the Company is registered for less than five years, the provisions of clause 4(x) of the Order, not applicable to the Company





- xi There are no loans taken from financial institutions and banks nor has the company issued any debentures, hence clause 4(xi) of the Order is not applicable to the company
- xii In our opinion and based on the documents and records produced, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities
- xiii The company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) (a) to 4(xiii)(d) of the Order are not applicable to the company
- xiv According to the information and explanations given, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Order is not applicable to the Company
- xv In our opinion and according to information and explanations given, the company has not given any guarantees for loans taken by others from banks or financial institutions
- xvi According to the information and explanations given, the company has not raised any term loans. Accordingly, the provision of clause 4(xvi) of the Order is not applicable to the company
- xvii According to the information and explanations given to us and on the overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- xviii The Company has not made preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Act
- xix According to the information and explanations given, the company has not issued any debentures. Therefore, the provision of clause 4(xix) of the Order is not applicable to the company
- xx The Company has not raised any money through a public issue during the year. Accordingly, the provision of clause 4(xx) of the Order is not applicable to the company
- xxi During the course of our examination of the books and records of the Company, carried out in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the year nor we have been informed of such case by the management

For and on behalf of
KHIMJI KUNVERJI & Co
Chartered Accountants
Registration No. 105146W


Gautam V Shah
Partner (F-117348)
Place: Mumbai
Date:

15 MAY 2013