



Can Fin Homes Ltd
(Sponsor : CANARA BANK)
HOME LOANS + DEPOSITS
Translating Dreams into Reality

CAN FIN HOMES LTD.,
CIN: L85110KA1987PLC008699
Regd. Office: No.29/1, Sir M N Krishna Rao Road
Basavanagudi, Bangalore - 560 004
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Company accepts deposits from public (including deposits from Trusts/Educational Institutions).
The Deposit Schemes are as under:

I. PUBLIC DEPOSITS

FIXED DEPOSIT / CUMULATIVE DEPOSIT SCHEMES:

1. FIXED DEPOSIT SCHEME: (w.e.f. 08/07/15)

| Period in months | Rate of Interest* |
|------------------|-------------------|
| 12-60 | 8.75% |

* Minimum deposit amount : ₹ 20 lakh • Minimum period of deposit: 12 months. • Interest is payable on monthly / quarterly / half yearly / yearly intervals.

2. CUMULATIVE DEPOSIT SCHEME: (w.e.f. 08/07/15)

| Period in months | Rate of Interest* |
|------------------|-------------------|
| 12-60 | 8.75% |

* The above rates are effective from 08/07/15

• Minimum amount of deposit : ₹ 20,000/- • Minimum period of deposit: 12 months. • Interest compounded quarterly.

3. For Senior Citizens (age 60 years & above), an interest rate of 0.50% higher than the above rates (1&2) is payable.

4. For staff deposits, an interest rate of 1% higher than the above rates (1&2) is payable.

II. EXEMPTED CATEGORY DEPOSITS

The Deposits other than public deposits are accepted at mutually agreed rates.

III. OTHER TERMS AND CONDITIONS:

(1) Deposit(s) are not repayable within a period of three months from the date of its acceptance. The interest payable on premature withdrawal thereafter is as follows:

(i) 3 months but before expiry of 6 months : Maximum interest payable shall be 4% per annum for individual deposit and no interest in case of other category of deposits.

(ii) After 6 months but before date of maturity : 1% lower than the interest rate applicable to a public deposit for the period for which the deposit has run or if no rate has been specified for that period, then 2% lower than the minimum rate at which the public deposit are accepted by the Company.

(2) All deposit accounts standing to the credit of sole/first named depositor in the same capacity shall be clubbed and treated as one deposit account for the purpose of premature repayment.

(3) For renewal or repayment of deposit, the duly discharged certificate must be surrendered to the Company. In case of renewal, the duly signed prescribed application form is required to be submitted. Repayment of deposit, if not renewed, will be made by a crossed "Account Payee" Cheque/Draft.

(4) The interest rate applicable on renewal of an overdue deposit will be as follows:

(i) Where the overdue period : The deposit can be renewed does not exceed 14 days with effect, from the maturity date and the interest rate prevailing on the date of maturity will be applicable.

(ii) Where the overdue period : The deposit can be renewed with effect from the maturity date and the interest rate prevailing on the maturity date or the renewal date whichever is lower will apply for the renewed deposit.

(5) Loans are granted against the deposits after the expiry of three months from the date of the deposit.

(6) Income Tax at source will be deducted on the interest payments as per the provisions of income Tax Act, 1961, as applicable from time to time.

(7) The deposit schemes other than Exempted Category deposits are subject to Regulations issued by the National Housing Bank from time to time.

(8) The Depositor(s) can nominate a person as his nominee pursuant to the applicable provisions of National Housing Bank Act, 1987 and as applicable from time to time.

IV. PARTICULARS AS REQUIRED UNDER NHB DIRECTIONS / GUIDELINES AND COMPANIES ACT, 2013.

- (a) Name of Company : Can Fin Homes Ltd
- (b) Date of incorporation : October 29, 1987
- (c) The business carried on by the Company and its subsidiaries with details of branches or units, if any : Providing housing finance for construction / purchase of sites / residential house / flats and non-housing loans like mortgage loans, Loans against property etc.

Details of Branches: Agra, Ahmedabad, Bangalore (Basavanagudi, Bidadi, Cunningham Road, Devanahalli, Electronic City, Hesarahatta Road, HRBR Layout, Jayanagar, Kanakapura Road, Kengeri, Koramangala, K.R.Puram, Marathahalli, Sahakaranagar, Sarjapur Road, Uttarahalli, Vijayanagar, Nelamangala, Begur), Baroda, Belgaum, Bhopal, Bhubaneswar, Calicut, Chandigarh, Chennai (Ambattur, Annasalai, Chengalpattu, OMR-Perungudi, Porur, Redhills, Sriperumbudur, Tambaram) Cochin, Coimbatore (Gandhipuram, P.N.Palayam) Davanagere, Dehradun, Dharuhera, Dindigul, Erode, Faridabad, Goa, Guntur, Gurgaon, Greater Noida, Gwalior, Hosur, Hubli, Hyderabad (Gachibowli, Nampally, Kompally, Kukatpally, L.B.Nagar, Ramachandrapuram, Taranaka), Indore, Jaipur, Jodhpur, Kakinada, Karimnagar, Karur, Kota, Lucknow, Madurai, Mandya, Mangalore, Meerut, Mumbai, Mysore, Nagpur, Namakkal, Nashik, Navi Mumbai, Nellore, New Delhi, Noida, New Panvel, Ongole, Patna, Pitampura, Pondicherry, Pune, Raipur, Rohtak, Salem, Shimoga, Sonapat, Tirupati, Thiruvallur, Tiruchengode, Tirunelveli, Trichur, Trichy, Trivandrum, Tumkur, Udaipur, Udipi, Varanasi, Vellore, Virudhunagar, Vijayawada, Vishakapatnam, Vishakhapatnam Steel Plant and Warangal (107)

Details of Satellite Offices: Yelahanka, Gollapudi, Ghaziabad, Peelameedu, Kazhakkuttam, Thiruvembur, Durg, Mandideep, AS Rao Nagar, Bagalur, Karamadai, Mansarovar, Velur, Gugai, Thirumangalam, Yashwanthpur, Guduvanchery, Attibele, Thanisandra, Thirumazhasai, Magadi Road, Arakkonam, Aluva, Whitefield and Bannerghatta (25)

(d) Brief particulars of the Management of the Company : The Company is managed by Mr. C. Ilango, Managing Director, under the supervision and control of the Board of Directors.

(e) Names, addresses and occupations of the Directors: (as on 31.03.15)

| Sl No. | Name of the Director | Address | Designation | Occupation | DIN |
|--------|-----------------------------|--|-------------------|--|----------|
| 1 | Shri K.N. Prithviraj | Flat 3 , II Floor, Zara Apartments, 265, Dr. Srinivasiah Road, BEML Layout, III Stage, R.R. Nagar Bangalore - 560 098 | Chairman | Former Chairman & Managing Director, Oriental Bank of Commerce | 00115317 |
| 2 | Shri C. Ilango | A2-211 Godavari Block NG Village, Koramangala Bangalore 560 047 | Managing Director | General Manager, Canara Bank | 03498879 |
| 3 | Shri P.B. Santhana Krishnan | P.B. Vijayaraghavan & Co Chartered Accountants 14, (Old No.27) Chathedral Garden Road, Nungambakkam Chennai-600 034. | Director | Practicing Chartered Accountant | 03213653 |
| 4 | Shri S.A. Kadur | T2, Sukhashaya Apartments, Pampamahakavi Road, Shankarapuram, Basavanagudi, Bangalore 560 004 | Director | General Manager, Canara Bank | 06426095 |
| 5 | Shri T.V. Rao | Flat No.402, IV Floor Mahavir Sanctum Apts., Block-A 7th Cross, Lalbhahadur Shastri Nagar (LBS Nagar) HAL Post, Bangalore-560017 | Director | Former Director (EC) of Export Import Bank of India | 05273533 |
| 6 | Smt P.V.Bharathi | Flat No.9, Kamadhenu Apartments, No.8, Kingston Road, Richmond Town, Bangalore - 560 025 | Director | General Manager, Canara Bank | 06519925 |

Financial position of the Company

(f) & (g): Profits of the Company before and after making provision for tax and the dividends declared by the Company for three financial years immediately preceding the date of advertisement:

| Year ended | Profits (₹ in lakh) | | Dividend Declared % | Interest coverage ratio % |
|----------------|---------------------|-----------|---------------------|---------------------------|
| | Before Tax | After Tax | | |
| March 31, 2013 | 7509.62 | 5412.09 | 40.0 | 126 |
| March 31, 2014 | 10665.19 | 7571.19 | 65.0 | 126 |
| March 31, 2015 | 15169.98 | 8624.30 | 70.0 | 126 |

(h) Summarised financial position of the Company as appearing in the audited Balance Sheets as at:

| Liabilities | 31/03/15 | | | 31/03/14 | | | 31/03/13 | | |
|----------------------------------|------------------|------------------|------------------|---------------------------|------------------|------------------|------------------|---|--|
| | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | |
| Share Capital | 2662.25 | 2048.75 | 2048.75 | Fixed Assets | 927.75 | 781.63 | 649.96 | | |
| Reserves & Surplus | 74486.48 | 43181.72 | 37168.37 | Investments | 1493.50 | 1493.50 | 1593.50 | | |
| Secured Loans | 607745.57 | 509977.81 | 336444.10 | Housing Loans | 823128.54 | 584399.79 | 401615.13 | | |
| Unsecured Loans | 129705.68 | 16874.32 | 17444.56 | Current Assets & Advances | 7885.64 | 4003.15 | 2324.88 | | |
| Current Liabilities & Provisions | 18835.45 | 19081.96 | 13594.61 | Securitized Assets | -Nil - | -Nil - | -Nil - | | |
| -- | -- | -- | -- | Deferred Tax Assets | 0.00 | 486.49 | 487.49 | | |
| -- | -- | -- | -- | Capital Work in Progress | - Nil - | - Nil - | 29.43 | | |
| TOTAL | 833435.43 | 591164.56 | 406700.39 | TOTAL | 833435.43 | 591164.56 | 406700.39 | | |

(i) Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company: No

(j) Management's perception of risk factors: The economic environment, more precisely the interest rates makes housing finance companies more prone to certain risks viz., credit risk, liquidity risk and interest rate risk. The Company has in place a well drawn Risk Management Policy in order to assess and mitigate the credit, liquidity and interest rate risks. The above policy is reviewed by the Board every year for modifications, revisions, if any.

(k) Details of default, including the amount involved, duration of default and present status, in repayment of:

- i) Statutory dues : Nil
- ii) Debentures and interest thereon : Nil
- iii) Loan from any bank or financial institution and interest thereon : Nil

Contingent liabilities
(Disputed income tax / interest tax, liability under appeal/claims not acknowledged as debts) : ₹7.66 Crore

(l) Audited Cash Flow Statement for the three years immediately preceding the date of issue of circular or advertisement; (₹ in Lakh)

| | Cash Flow Statement for Three Years | | |
|--|-------------------------------------|-----------------------------------|-----------------------------------|
| | For the year ended March 31, 2015 | For the year ended March 31, 2014 | For the year ended March 31, 2013 |
| A Cash Flow from operating activities | | | |
| Net Profit Before Tax And Extraordinary Items | 15,169.98 | 11,131.93 | 7,370.80 |

| Adjustments for : | | | |
|---|------------------|------------------|-----------------|
| Depreciation | 373.25 | 201.03 | 115.91 |
| (Profit)/Loss on sale of Assets | -36.72 | 0.66 | -5.64 |
| Interest received on SLR deposits | -136.85 | -141.08 | -108.03 |
| Bad debts written off / Recovered | 210.08 | 321.73 | 329.33 |
| Provision for retirement benefits | 215.90 | 128.91 | 224.01 |
| Operating Profit Before Working Capital Changes | 15,795.65 | 11,643.18 | 7,926.38 |

| Adjustments for : | | | |
|---------------------|------------------|-----------------|-----------------|
| Current Assets | 208.58 | -20.54 | -20.17 |
| Current Liabilities | -6,069.62 | 2,796.24 | 4,287.82 |
| | -5,861.04 | 2,775.70 | 4,267.64 |

| | | | |
|--|----------------|------------------|------------------|
| Cash generated from operations | 9934.61 | 14,418.88 | 12,194.02 |
| Direct taxes paid | -4,181.09 | -3,038.71 | -1,921.35 |
| Cash Flow before Extraordinary Items | 5753.52 | 11,380.17 | 10,272.67 |
| Net Cash from Operating Activities (A) | 5753.52 | 11,380.17 | 10,272.67 |

B Cash flow from investing activities

| | | | |
|---|----------------|---------------|----------------|
| Purchase of Fixed Assets | -537.03 | -337.71 | -482.39 |
| Sale of Fixed Assets | 46.54 | 4.35 | 17.16 |
| Purchase of Investments | - | - | - |
| Sale of Investments | - | 100.00 | 100.00 |
| Interest Received | 136.85 | 141.08 | 108.03 |
| Net cash used in investing activities (B) | -353.64 | -92.28 | -257.20 |

C Cash flow from financing activities

| | | | |
|--|---------------|--------------|----------------|
| Proceeds from Issue of Share Capital | 27339.47 | 0.00 | 0.00 |
| Long Term Borrowings (Net of Repayments) | 2,07,670.00 | 1,72,963.48 | 1,23,859.43 |
| Loans (Net of Repayments)* | -2,38,966.65 | -1,83,238.13 | -1,34,019.54 |
| Dividends paid | -1557.84 | -952.34 | -714.25 |
| Net cash used in financing activities (C) | -5515.01 | -11,226.99 | -10,874.37 |
| equivalents (A)+(B)+(C) | -115.14 | 60.90 | -858.89 |
| Opening balance of cash and Cash equivalents | 915.35 | 854.46 | 1,713.35 |
| Closing balance of cash and cash equivalents | 800.21 | 915.35 | 854.46 |
| Net (decrease)/increase in cash and Cash equivalents (E)-(D) | 115.14 | 60.90 | -858.89 |

*Including Securitized Assets

V. PARTICULARS OF THE DEPOSIT SCHEME

- a. Date of passing of board resolution; **June 2, 2015**
- b. Date of passing of resolution in the general meeting authorizing the invitation of such deposits; **July 8, 2015**
- c. Type of deposits, i.e., whether secured or unsecured **Unsecured deposits**
- d. Other Information

| Sl. No. | Particulars | (₹ in Crore) |
|---------|---|--------------|
| (a) | The amount which the Company can raise by way of deposits, together with the borrowings specified under Housing Finance Companies (NHB) Directions 2010 (i.e.16 times of the Net Owned Funds as per the Revised Directions of NHB) as on 31/03/2015 | : 12343.84 |
| (b) | Out of the above, the amount of Public Deposits which can be raised by the Company as per Para 3(1)(i) of the HFCs (NHB) Directions, 2010 as on 31/03/2015 | : 3857.45 |
| (c) | Amount of Public Deposits held by the Company as on 31/03/2015 | : 180.36 |
| (d) | Aggregate of deposits held as on 31/03/2015 | : 222.06 |
| (e) | Total Number of Depositors as on 31/03/2015 | : 8,470 |

- e. The overdue deposits, if any, held other than unclaimed deposits : Nil
- f. Aggregate dues (including the non-fund based facilities) provided to/from companies in the same group or other entities or business ventures in which the directors and/or the housing finance Company are holding substantial interest and the total amount of exposure to such entities (as per Para 17(1)(h) of HFCs (NHB) Directions, 2010). : Nil

g. Company hereby declares that :

- (i) the Company is having a valid Certificate of Registration dated 31/07/2001 issued by the National Housing Bank (NHB) under Section 29A of the National Housing Bank Act, 1987. However, the NHB does not accept any responsibility or guarantee about the present position as to the financial soundness of the Company or for the correctness of any of the statements or representations made or opinion expressed by the Company and for repayment of deposits/discharge of liabilities by the Company.
- (ii) the Company has complied with the applicable provisions of the Directions issued by the National Housing Bank as applicable to it.
- (iii) the compliance with the Directions does not imply that the repayment of deposits is guaranteed by National Housing Bank (NHB).
- (iv) the deposits accepted by the Company are unsecured and rank pari passu with other unsecured liabilities.
- (v) the board of directors have satisfied themselves fully with respect to the affairs and prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the company, the company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular or advertisement.
- (vi) the company has complied with the applicable provisions of the Companies Act and the rules made thereunder.
- (vii) In case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty.

This Deposit Advertisement is issued under the authority and in the name of the Board of Directors of the Company, the text whereof has been approved by the Board at the Meeting held on June 02, 2015 and a copy of which is being filed with the Registrar of Companies, Karnataka, Bangalore and the National Housing Bank, New Delhi.

For and on behalf of the Board of Directors
(sd/-)

Place : Bangalore
Dated : 02/06/2015
Veena G Kamath
Company Secretary