

Deposit Advertisement (2018-19)

Rated as MAAA with a Negative outlook by ICRA Ltd



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, Bengaluru - 560 004
Tel: 080 26565755, 26563646
Fax: 080 26565746
e-mail: development@canfinhomes.com
website: www.canfinhomes.com

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. 19/07/2018)

Period of deposits in months	Deposits upto ₹ 1 cr		Bulk deposits: > ₹ 1 cr
	General Public	Senior Citizen	
12	7.50%	8.00%	7.60%
13-36	7.60%	8.10%	7.65%
37-60	7.60%	8.10%	7.65%

* Minimum deposit amount: ₹10 lakh for payment of monthly interest. * Minimum deposit amount: ₹ 2 lakh for payment of quarterly, half yearly or yearly interest. * Minimum period of deposit: 12 months. Interest is payable on monthly/quarterly/half yearly/annual intervals.

2. CUMULATIVE DEPOSIT SCHEME: (w.e.f. 19/07/2018)

Period of deposits in months	Deposits upto ₹ 1 cr		Bulk deposits: > ₹ 1 cr
	General Public	Senior Citizen	
12	7.50%	8.00%	7.60%
13-36	7.60%	8.10%	7.65%
37-60	7.60%	8.10%	7.65%

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

3. For Senior Citizens (age 60 years & above), interest rates 0.50% higher as indicated above is payable.
4. For staff deposits, an interest rate of 1% higher than the above general public rates (1 & 2) is payable. Retired staff senior citizens are entitled to get only 0.50% additional interest rate over and above the rate of interest fixed for Senior Citizens.

II. Exempted Category Deposits

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

III. Other Terms and Conditions

- Deposit(s) are not repayable within a period of three months from the date of its acceptance. However:
 - In case of death of the depositor, the deposit amount shall be paid prematurely to the survivor / nominee / legal heirs, at their request, with interest at the contracted rate for the period run, after submission of proof of death.
 - In order to meet expenses of emergent nature:
 - Tiny deposits (Deposit amount upto ₹10000/-) of individual depositors can be repaid within 3 months, without interest.
 - Other public deposits (deposit amount exceeding ₹10,000/-) of individuals can be repaid prematurely to the extent of 50% (not exceeding ₹5,00,000/-) at the request of the depositor, before the expiry of 3 months from the date of acceptance of such deposit, without interest. For the remaining 50% of the deposits, the existing guidelines applicable for public deposits will continue.
 - In cases of critical illness (as per IRDAI regulations pertaining to Health Insurance), the public deposits can be repaid to the extent of 100% within 3 months, without any interest.
- The interest payable on premature withdrawal thereafter is as follows:

Sl. No.	Period	Interest remittance
(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 deposits are accepted by the Company.

(3) All deposit accounts standing to the credit of sole/trust named depositor in the same capacity shall be clubbed.

(4) Deposits can be renewed automatically (on maturity of the first tenure) with or without interest, provided the depositor(s) provide their consent for the same in the deposit application itself.

(5) Deposits which mature after the first auto renewal have to be automatically remitted to the designated bank account on the date of maturity, in absence of any specific instruction from the depositor for renewal.

(6) Bank account particulars of both the depositors (in case of joint deposits) shall be collected in the Deposit Application itself. On maturity, in the absence of specific request for renewal, the amount shall be credited to the Bank account of the depositor(s) based on the repayment condition.

(7) Repayment of deposit, if not renewed, will be made by a crossed "Account Payee" cheque/Draft.

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

Sl.No.	Period overdue	Terms of renewal
(i)	Where the overdue period does not exceed 14 days	The deposit can be renewed with effect from the maturity date and the interest rate prevailing on the date of maturity will be applicable.
(ii)	Where overdue period exceeds 14 days	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.

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

(10) 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.

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

(12) 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.

- Name of Company: Can Fin Homes Ltd
- Date of incorporation: October 29, 1987
- 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. and insurance agency business

Details of Branches: Agra, Ahmedabad, Ajmer, Allahabad, Ambala, Bengaluru (Basavanagudi, Begur, Bidadi, Cunningham Road, Devanahalli, Electronic City, Hesarghatta Road, HRBR Layout, Jayanagar, K.R.Puram, Kanakapura Road, Kengeri, Koramangala, Marathahalli, Nelamangala, Sahakaranager, Sarjapur Road, Uttarahalli, Vijayanagar, Yelahanka), Baroda, Behrampur, Belgum, Bihari, Bhopal, Bhubaneswar, Bilaspur, Calicut, Coimbatore (Gandhinagar, P.N.Palayam), Chandigarh, Chennai (Ambattur, Annesalai, Chengalpattu, OMR-Perungudi, Porur, Red Hills, Sijur, Sripuram, Tambaram, Thiruvallur), Cochin, Davanagere, Dehradun, Dhanera, Dindigul, Eluru, Erode, Faridabad, Ghaziabad, Goa, Gollapudi, Guntur, Gurgaon, Greater Noida, Qwalior, Hassan, Hosur, Hubli, Hyderabad (Gachibowli, Kompally, Kukatpally, L.B.Nagar, Nampally, Ramachandrapuram, Tarunika), Indore, Jabalpur, Jaipur, Jodhpur, Kakinada, Kanpur, Kanimnagar, Karnal, Karai, Khammam, Kota, Kumbakonam, Kurnool, Lucknow, Madurai, Mandya, Mangalagiri, Mangalore, Mansarovar, Meerut, Mumbai (Bosar, Borivali, Kalyan, New Panvel, New Mumbai), Mysore, Nagpur, Namakkal, Nashik, Nellore, New Delhi, Noida, Ongole, Palna, Patimpura, Pondichery, Pune, Raipur, Rajahmundry, Raikot, Salem, Shimoga, Sonepat, Surat, Thoothukudi,

Trichengode, Tirunelveli, Tirupati, Tirupur, Trichur, Trichy, Trivandrum, Tumkur, Udajpur, Udupi, Varanasi, Vellore, Vijayawada, Vrudhunagar, Vishakhapatnam, Vishakhapatnam Steel Plant, Vizianagaram, Warangal (133)

Details of Affordable Housing Loan Centres: A S Rao Nagar, Alibele, Ballarugod, Dharwad, Daddabagar, Ghaiskar, Gobichettipalayam, Jhokara, Mandideep, Manesar, Palwal, Pithampur, Ramnagar, Rewari, Sanga Reddy, Shoranur, Tenali, Thansandra, Thirumangalam, Whitefield (20)

Details of Satellite Offices: Aluva, Bannerghatta Road, Cox Town, Cuddalore, Durg, Kazhakkatt, Kageyann, Neyyattinkara, Oddanchatram, Patia, Pealameedu, Rajarajeswaram, Thiruvananthapuram, Velur, Vidyanayapura, Vijayanagar (Mysore), Yeshwanthpur (17)

(d) Brief particulars of the Management of the Company: The Company is managed by Shri S.K.Hota, Managing Director, under the supervision and control of the Board of Directors.

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

Sl No.	Name of the Director	Address	Designation	Occupation	DIN
1	Shri K.N. Prithivai	Flat 3, II Floor, Zara Apartments, 265, Dr. Srinivasiah Road, BEML Layout, III Stage, R.K. Nagar Bangalore - 560 098	Chairman (Independent Non-Executive)	Former Chairman and Managing Director, Oriental Bank of Commerce	00115317
2	Shri Sarada Kumar Hota	Flat No C2-1043 "Sobha Tulsi", J P Nagar, 6th Phase, Puttenahalli, Bangalore - 560 076	Managing Director	General Manager, Canara Bank	07491088
3	Smt. P.V. Bharathi	No 1363, 'Anugraha', 9th Cross, J P Nagar 1st Phase, Sarakki Layout, Opp. Rajshikhar Hospital, Bangalore - 560 078	Promoter Non-Executive Director	Executive Director, Canara Bank	06519925
4	Shri S.A.Kadur	T2, Sukhshaya Apartments, Pampamahakavi Road, Shankarapuram, Basavanagudi, Bangalore - 560 004	Promoter Non-Executive Director	General Manager, Canara Bank	06426095
5	Shri T.V.Rao	Flat No.402, IV Floor Mahavir Sanctum Apts., Block-A 7th Cross, Lalbahadur Shastri Nagar (LBS Nagar) HAL Post, Bangalore-560017	Independent Non-Executive Director	Former Director (EC) of Export Import Bank of India	05273533
6	Sri Naganathan G R. K. Kumar & Co.	Chartered Accountants Second Floor, Congress Building Old No.573, Anna Salai, Chennai 600006	Independent Non-Executive Accountant	Chartered Accountant	00423866
7	Smt Bharati Rao	Apt. No.308, "Kumar Paradise", No.3, B.P.Wadia Road, Basavanagudi, Bengaluru-560004	Independent Non-Executive Director	Deputy Managing Director, State Bank of India	01892516
8	Shri Shreekanth M Bhandiwad	MF 17/111, Canara Bank Apartments, 2nd Stage, BTM Layout, Bannerghatta Road, Bengaluru- 560 076	Deputy Managing Director	Deputy General Manager, Canara Bank	08120906

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) Before Tax	Profits (₹ in lakh) After Tax	Dividend Declared %	Interest coverage ratio %
March 31, 2016	25386.07	15710.51	100	132
March 31, 2017	37016.53	23525.88	100	140
March 31, 2018	45805.56	30177.43	100	147

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

	31/03/2018	31/03/2017	31/03/2016	Assets	31/03/2018	31/03/2017	31/03/2016
Share Capital	2663.31	2662.25	2662.25	Fixed Assets	956.99	1016.97	888.75
Reserves & Surplus	131986.38	104967.63	85141.76	Investments	1593.50	1593.50	1493.50
Secured Loans	1014908.95	865691.52	803585.42	Loans	1574299.19	1331306.33	1084313.61
Unsecured Loans	37765.70	301503.50	144674.28	Current Assets	3202.21	3124.54	6739.04
Current Liabilities & Provisions	38803.40	30851.80	31684.41	Securitized Assets	0.00	0.00	0.00
Deferred Tax Liability	14124.15	11364.64	5685.88	Deferred Tax Assets	0.00	0.00	0.00
				Capital work in Progress	0.00	0.00	0.00
TOTAL	1580051.89	1337041.34	1073435.10	TOTAL	1580051.89	1337041.34	1073435.10

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

(ii) 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, operational 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, operational 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:-

1) Statutory dues	: Nil
2) Debentures and interest thereon	: Nil
3) 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)(i)	: ₹ 1.95 Crore

(i) Audited Cash Flow Statement for the three years immediately preceding the date of issue of circular or advertisement:

	Cash Flow Statement for Three Years		
	For the year ended March 31, 2018	For the year ended March 31, 2017	For the year ended March 31, 2016
A Cash Flow from operating activities			
Net Profit Before Tax And Exceptional Items	48,015.56	38,838.06	27,326.61
Adjustments for:			
Depreciation	308.66	373.22	346.45
(Profit)/Loss on sale of Assets	-11.77	3.37	-25.39
Dividend Income on Mutual Funds	-31.27	-5.91	-164.86
Bad debts written off	-	85.31	329.37
Provision no longer required written back	-273.44	-	407.50
Operating Profit Before Working Capital Changes	48,007.75	39,294.05	28,219.68
Adjustments for:			
(Increase)/Decrease Trade Receivables	-21.05	-	-
Increase/(Decrease) Trade Payables	28.47	-	-
Increase/(Decrease) Other Current Liabilities	6,827.75	8,053.92	22,180.60
(Increase)/Decrease Long Term and Short Term Loans and Advances	-2,17,225.00	-2,63,523.25	-
(Increase)/Decrease Long Term and Short Term Provisions	-292.58	2,292.47	-
(Increase)/Decrease Other Non-current and current assets	-25,921.72	-10,990.11	-4,433.79
Cash Generated From Operations	-1,88,796.38	-2,23,972.92	45,968.58
Direct taxes paid	-15,337.90	-11,616.96	-7,771.81
Cash Flow Before Extraordinary Items	-2,02,134.28	-2,35,588.89	38,196.77
Net Cash From Operating Activities 'A'	-2,02,134.28	-2,35,588.89	38,196.77
B Cash flow from investing activities			
Purchase of Fixed Assets	-257.03	-450.04	-317.67
Sale of Fixed Assets	20.11	3.99	35.58
Purchase of Mutual Fund Units	-40,031.27	-14,000.00	-945.00
Redemption of Mutual Fund Units	43,031.27	14,000.00	-
Dividend Income from Mutual Funds	31.27	5.91	147.19
Fixed Deposits received/(paid) [Net]	145.67	-249.00	-
Net Cash used in Investing Activities 'B'	-59.98	-689.14	-1,079.90
C Cash flow from financing activities			
Short term borrowings from banks and Commercial Papers (Net)	-1,52,893.77	2,06,394.53	-
Deposits taken (Net)	165.10	568.00	-
Long term borrowings taken	6,832,817.77	3,17,792.15	2,06,452.44
Long term borrowings repaid	-3,25,804.47	-2,81,351.32	-2,41,351.32
Dividend and Distribution tax paid	-3,205.26	-3,205.23	-2,185.99
Net Cash Used in Financing Activities 'C'	2,02,074.38	2,36,289.11	-37,124.86
Net (Decrease)/Increase in Cash and Cash Equivalents 'A+B+C'	-119.90	11.07	-9.99
Opening Balance of Cash and Cash Equivalents 'D'	341.29	330.22	340.21
Closing Balance of Cash and Cash Equivalents 'E'	221.39	341.29	330.22

V. Particulars of the Deposit Scheme

- Date of passing of board resolution: June 2, 2018
- Date of passing of resolution in the general meeting authorizing the invitation of such deposits: July 18, 2018
- Type of deposits, i.e., whether secured or unsecured: Unsecured deposits
- 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 31/03/2018	21,931.04
(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 31/03/2018	6572.20
(c)	Amount of Public Deposits held by the Company as on 31/03/2018 (excluding unclaimed deposits)	206.47
(d)	Aggregate of deposits held - as on 31/03/2018 (excluding unclaimed deposits amounting to US\$1 crore)	228.30
(e)	Total Number of Depositors as - on 31/03/2018	12291

(f) The overdue deposits, if any, held other than unclaimed deposits: Nil

(g) Aggregate dues (including the non-funded based facilities) provided to 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

9. Company hereby declares that:

- 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.
- The Company has complied with the applicable provisions of the Directions issued by the National Housing Bank as applicable to it.
- The compliance with the Directions does not imply that the repayment of deposits is guaranteed by National Housing Bank (NHB).
- The deposits accepted by the Company are unsecured and rank pari passu with other unsecured liabilities. The deposits solicited by it are not insured.
- 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 not become insolvent within a period of one year from the date of issue of the circular or advertisement.
- The company has complied with the applicable provisions of the Companies Act and the rules made thereunder.

"DISCLAIMER: It is to be distinctly understood that filing of circular or circular in the Form of advertisement with the Registrar should not in any way be deemed or construed that the same has been cleared or approved by the Registrar or Central Government. The Registrar or Central Government does not take any responsibility either for the financial soundness of any deposit scheme for which the deposit is being accepted or invited or for the correctness of the statements made or opinions expressed in the circular or circular in the Form of advertisement. The depositors should exercise due diligence before investing in the deposit schemes"

[As per notification by Ministry of Corporate Affairs dated 29/06/2016 on Companies (Acceptance of Deposits) Amendment Rules, 2016 - Disclaimer in DPT 1]

(vii) The Company has not received any money from its Directors.

[As per notification by Ministry of Corporate Affairs dated 29/06/2016 on Companies (Acceptance of Deposits) Amendment Rules, 2016 - This declaration shall appear as notes to accounts]

(viii) 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 2nd June 2018 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 : 02/06/2018
Veena G Kamath
Company Secretary