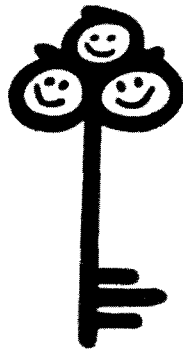


ALACRITY HOUSING LIMITED

Annual Report—2013



Home is Key.



ALACRITY

Board of Directors

ASHOK KARNAD Managing Director

AJIT HATTIKUDUR Director

DILIP DHARMASTHAL Director

Auditor

R. Vathsangam, Chartered Accountant, Chennai

Registered Office

'Atandra', 25 Thirumalai Road, T.Nagar, Chennai 600 017. Tel: 044 3912 2145

Fax: 044 2834 4172

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NOTICE

ALACRITY HOUSING LIMITED
25 Thirumalai Road, T.Nagar, Chennai: 600 017.

NOTICE is hereby given that the TWENTY FIRST ANNUAL GENERAL MEETING of the Members of M/s. ALACRITY HOUSING LTD., will be held on 30th September 2013 at 11.00 a.m at P. S. N. Mahal, I Floor, No.55, Dargah Road, Zamin Pallavaram, Chennai-600 043 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2013 together with the Profit and Loss account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Ashok Karnad, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint auditors, to fix their remuneration and in this connection to consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution.

"RESOLVED THAT Mr. R. Vathsangam, Chartered Accountant, Chennai, be and is hereby re-appointed as Auditor of the Company to hold such office from the conclusion of the ensuing Annual General Meeting till the conclusion of the next Annual General Meeting at a remuneration of ₹75,000/- plus service tax as applicable."

SPECIAL BUSINESS

4. Re-appointment of Mr. Ashok Karnad as Managing Director of the Company, in this connection to consider and if thought fit to pass the following resolution as an Ordinary Resolution

"RESOLVED THAT pursuant to sections 198, 269,309 and 310 read with schedule XIII, including modification, amendment and re-enactment thereof of the Companies Act, 1956 and the Memorandum and Articles of Association, consent of the Company be and is hereby accorded for the re-appointment of Mr. Ashok Karnad as Managing Director of the Company for a period of 5 years (Five Years) with effect from 17th July 2012 subject to the following terms and conditions as given below with specific authority to the Board of Directors to modify the terms and conditions including remuneration within the limits specified in Schedule XIII to the Companies Act, 1956 and as may be agreed to between the Board of Directors and Mr. Ashok Karnad."

"RESOLVED FURTHER THAT the remuneration payable to Mr. Ashok Karnad will be as under:

Remuneration: NIL

Others: The Company shall reimburse traveling and all other expenses incurred by Mr. Ashok Karnad in relation to the business of the Company.

By the Order of the Board
For Alacrity Housing Limited

Ashok Karnad
MANAGING DIRECTOR

Place: Chennai,

Date: 26th August 2013

TWENTY FIRST ANNUAL REPORT 2013

NOTICE

1. *A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and to vote instead of himself/ herself and the proxy need not be a member of the company. A blank form of proxy is enclosed and if intended to be used, it should be returned duly completed at the registered office of the company not less than forty-eight hours before the scheduled time of the annual general meeting.*
2. Members/Proxies attending the meeting are requested to bring their copy of the Annual Report for reference at the meeting as also the attendance slip duly filled in for attending the meeting.
3. The Register of Members of the Company and Share Transfer Books will remain closed from 24th September 2013 to 30th September 2013 (both days inclusive)
4. All communications and correspondence including transfer of shares and change of address to be sent to the below mentioned address:

ATANDRA,
25,Thirumalai Pillai Road
T.Nagar, Chennai-600 017

By the Order of the Board
For Alacrity Housing Limited

Ashok Karnad
MANAGING DIRECTOR

Place: Chennai,
Date: 26th August 2013

NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.

Item No.4

Mr. Ashok Karnad is a qualified Engineer. He has almost 30 years experience in the housing industry and has headed various functions in the Company including Marketing, Property Development, Government Liaison, Customer Service and Finance. He has also steered the Company during its turbulent phase over the past several years.

At the Meeting of the Board of Directors held on 30th June 2013, Mr. Ashok Karnad was re-appointed as Managing Director of the Company for a period of five years with effect from 17th July 2012.

The Approval of the Members is being sought now for the re-appointment of Mr. Ashok Karnad as Managing Director of the Company for a period of 5 years with effect from 17th July 2012 on the following terms and conditions with specific authority to the Board of Directors to modify the terms and conditions including remuneration within the limits specified in Schedule XIII to the Companies Act, 1956 and as may be agreed to between the Board of Directors and Mr. Ashok Karnad.

The remuneration payable to Mr. Ashok Karnad will be as under:

Remuneration: NIL

Others: The Company shall reimburse traveling and all other expenses incurred by Mr. Ashok Karnad in relation to the business of the Company.

Directors recommend the resolution for members' approval.

Mr. Ashok Karnad is interested in the resolution

By the Order of the Board
For Alacrity Housing Limited

Ashok Karnad
Managing Director

Place: Chennai,

Date: 26th August 2013

DIRECTORS' REPORT

We take pleasure in presenting this, our Twenty First Annual Report of your Company together with the Audited Accounts for the year ended 31st March, 2013.

FINANCIAL RESULTS

	2012-2013 (₹ Lacs)	2011-2012 (₹ Lacs)
Profit/ (Loss) before Depreciation and Tax	(40.16)	(16.42)
Less: Depreciation	0.23	0.31
Loss before Tax	(40.39)	(16.73)
Less: Provision for Tax including Deferred Tax	Nil	Nil
Loss after Tax	(40.39)	(16.73)
Add: Balance brought forward from previous year	(8590.50)	(8573.77)
Balance carried forward to Balance Sheet	(8630.89)	(8590.50)

The Directors in their report are required to state the material developments that have taken place in the business of the Company up to the date of the said Report. Accordingly, the material developments up to date of this Report are covered as appropriate in the following paragraphs.

The Present Situation:

The Directors are pursuing their sincere efforts to resume the operations of the Company with the help of like-minded investors.

Corporate Governance:

The Company is presently handicapped due to the absence of a Company Secretary (the previous Company Secretary had resigned from the services of the Company in 2001-2002) and there being no staff in the Secretarial Department, it has not been possible to prepare the Corporate Governance and Management Analysis Reports required to be annexed to the Annual Report which shall be circulated to the members as soon as they are compiled.

PUBLIC DEPOSITS

Your Company has neither invited nor accepted any deposits from the Public.

LISTING

Your Company's shares are currently listed at Chennai, Mumbai, Coimbatore, Hyderabad and Ahmedabad Stock Exchanges. The Company is in arrears of the listing fees to the Stock Exchanges as detailed below. Trading of the Company's shares has been suspended on account of non-payment of listing fees as well as non-compliance of corporate governance as stipulated in Clause 49 of the Listing Agreement with the stock exchanges.

DIRECTORS' REPORT

Name of Stock Exchange	Arrears in listing fees
Bombay Stock Exchange	2010-11
Madras Stock Exchange	2010-11
Hyderabad Stock Exchange	2004-05
Coimbatore Stock Exchange	2003-04
Ahmedabad Stock Exchange	2003-04

Your Company proposes to save procedure and expenses by voluntarily delisting the Company's shares from The Madras Stock Exchange, The Coimbatore Stock Exchange, The Ahmedabad Stock Exchange and The Hyderabad Stock Exchange while continuing listing in the Bombay Stock Exchange. Such delisting will not adversely affect the interests of any investors since nationwide online terminals are provided by the Bombay Stock Exchange.

DIRECTORS

Mr. Ashok Karnad, Director, retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for reappointment.

SECRETARY

The Company Secretary's post in your Company is vacant.

AUDITOR'S REPORT

The observations made in the Auditor's Report and Notes on accounts are self-explanatory and do not require any further explanations except for the reference to the following in the Annexure to the Auditor's Report where the Directors wish to state as follows:

- i. Point (iv) & (vii): The internal control & systems which had slackened in the earlier years of organizational agitation and demotivation are in the process of gradual restoration although the operations now are on a much reduced scale. However, the Company is presently taking steps to improve the position in all areas.
- ii. Point (ix) a.: The Company is making every effort to clear the undisputed statutory dues in due course.
- iii. Point (ix) b.: ESIC dues are subject of appeals filed by the Company before courts/ appropriate authorities.
- iv. Point (xi): The Company is in constant negotiations with all the Banks and is requesting them to waive interest in full in all cases and also portion of principal dues in certain cases. The Company is confident to clear the agreed sums in due course.

DIRECTORS' REPORT

AUDITORS

Mr. R. Vathsangam, Chartered Accountant, Chennai, Auditor of the Company, retires at the ensuing Annual General Meeting and it is proposed that Mr. R. Vathsangam, Chartered Accountant, Chennai be appointed as Statutory Auditor of the Company at the ensuing Annual General Meeting.

STATUTORY DISCLOSURES

Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988:

a) Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

Particulars with respect to Conservation of Energy and Technology absorption are not applicable to the Company. During the year under review the foreign exchange earnings and outgo were: **NIL**

b) Particulars of Employees under Section 217 (2A)

As there are no employees who are in receipt of remuneration exceeding the limits prescribed, the statement required under section 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 is not provided.

c) Directors' Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Board of Directors of the Company confirm:

- that in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed and that there are no material departures;
- that they have 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 **LOSS** of the Company for the year under review;
- that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities; and
- that they have prepared the annual accounts on a "going-concern basis".