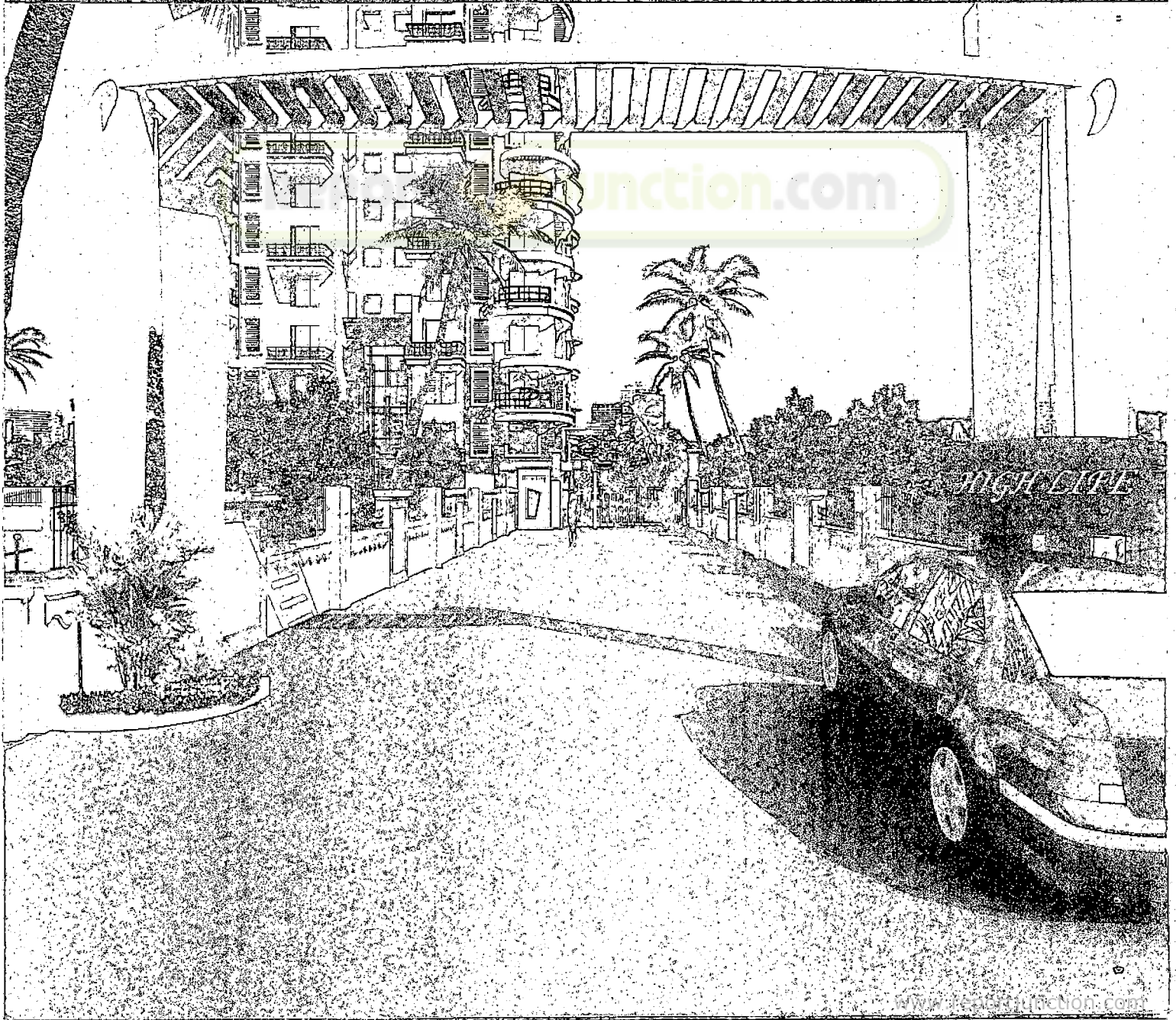
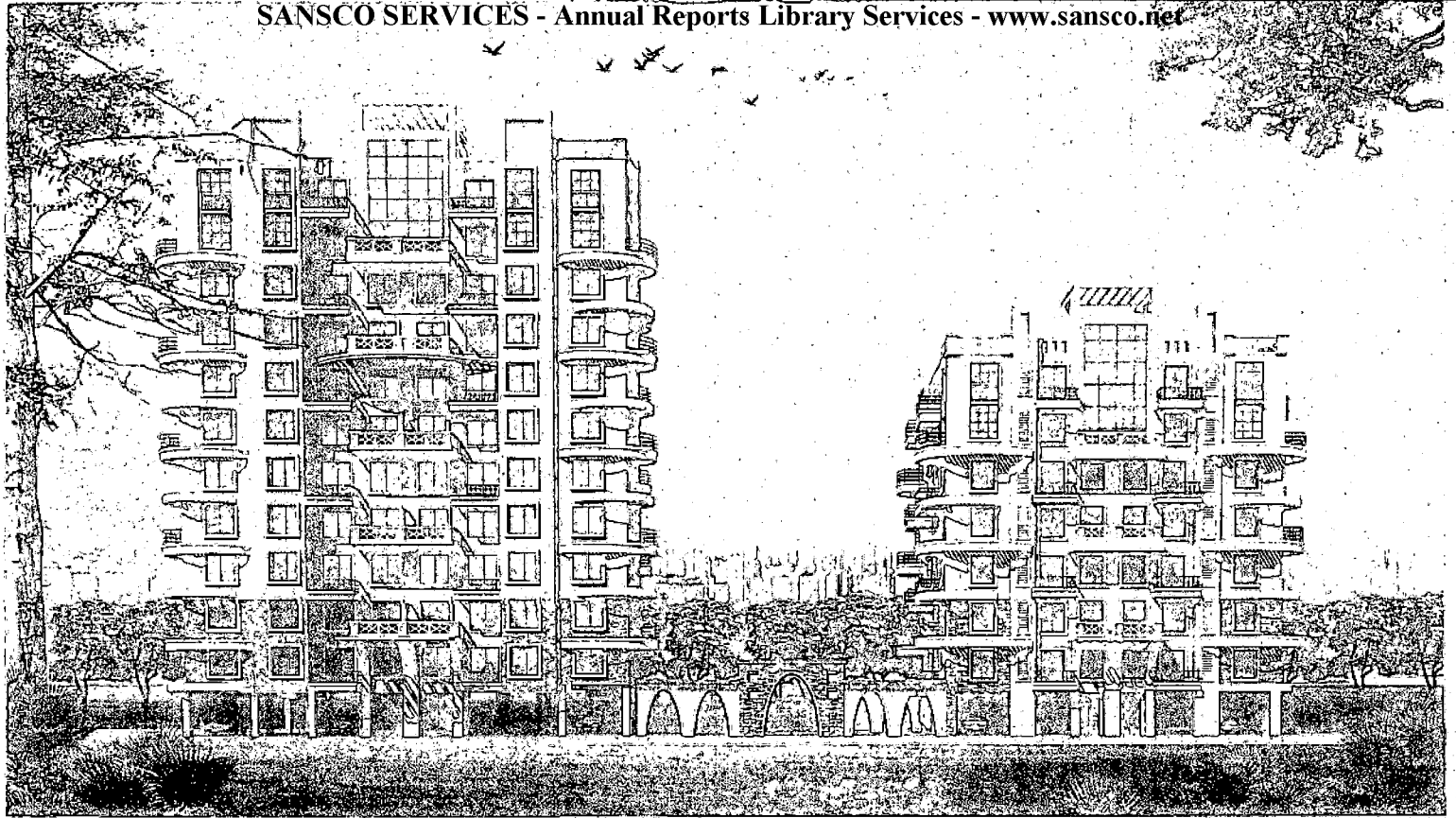
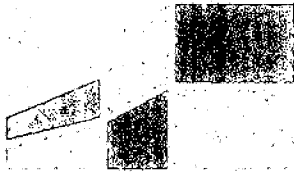


Opening doors to fortune

HAZOOR MULTI PROJECTS LTD.

Annual Report 2007- 08



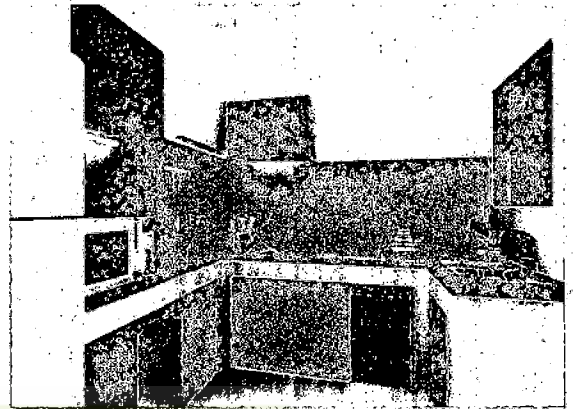


HAZOOR

Our VISION

To Provide Luxurious
Apartments
At Affordable Price.....


Thus
Opening Doors To Fortune
For The Dwellers.....



Our MISSION

To Provide Dream Homes
To Common Man
In Economical Budget.....



 **NEVERTHELESS MAXIMISING WEALTH FOR THE SHAREHOLDER**

Hazoor Multi Projects Ltd.

Annual Report 2007-08

BOARD OF DIRECTORS

Mr. Yuvraj Karan	Non Executive Chairman
Mr. V.I. Garg	CEO & Director
Mr. Ashish Garg	Managing Director
Mr. Vineet Garg	Executive Director
Mr. Pooresh Sampat	Director
Mr. Deenbandhu Upasani	Director

COMPANY SECRETARY

Dinesh Modi

AUDITORS

M/s. S.M. Shidhaye & Co.
Chartered Accountants

BANKERS

Vijaya Bank, Mumbai

REGISTRAR & SHARE TRANSFER AGENTS

M/s. Link Intime India Pvt. Ltd.
(Formerly known as : M/s. Intime Spectrum Registry Ltd.)
C - 13, Pannalal Silk Mill Compound,
L.B.S Marg, Bhandup (West),
Mumbai - 400 078
Tel. Nos.: 022-25963838

REGISTERED OFFICE

215, 2nd Floor, Raheja Plaza,
Behind Fun Republic, Link Road,
Andheri (W), Mumbai - 400 053
Email: investor.relations@hazoormultiprojects.com
Website: www.hazoormultiprojects.com

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Chairman's Communique

Dear Shareholders,

I hereby present the Annual Report for the year 2007-2008.

The real estate industry in India has experienced major growth in the previous year, with residential sector seeing the maximum rise. The reasons are many, including growing number of nuclear families, increase in income, and easy availability of loans. On the other hand, this year under report proved to be a challenging one for the economy in general and a few sectors like real estate in particular. The world is in throes of an economic slowdown, yet we are happy to see India swim against the tide and remain one of the few growth regions in the world. This phase presents both challenges and opportunities, and I am sure that, we will overcome these difficulties and successfully tackle the challenges.

You are aware, the Country's economy is going through a difficult phase & the real estate industry is also experiencing a correction. I, however, envisage this as a mere temporary blip. I am absolutely confident that with so many positive growth factors in real estate acting in favour, the emphasis on infrastructure development activity will remain strong.

Your Company has, in the short term, focused more on execution of projects rather than building land bank. The Residential complex project of your Company at Pune is on schedule and steps have been initiated for completion well within the schedule. Your company has decided not to avail the Term Loan sanctioned by Vijaya bank, for the project near Aambey Valley after taking into consideration the economic slowdown and uncertain economic conditions and have withheld the project development of Hazoor Hill Grand, till the economic conditions stabilise in the country.

All over the world against a backdrop of the economic slowdown, shareholders globally are worried about the return on their investments. They are more concerned about issues like governance and transparency. It is during such tough times when companies with a culture of accountability and transparency are valued. We at Hazoor have always focused on processes and systems to ensure accountability, transparency and quality. Your Company has successfully set up new processes and systems in various departments across the company to create a more efficient, productive and responsible organization. While the country's economy was on a strong growth path in the previous year, inflation is threatening to slow down the overall growth rate in the year under report. A tighter monetary policy and higher interest rates present a challenge to India Inc., including the realty sector, to complete projects within stipulated costs and time.

I salute our investors for their support and trust reposed in us. We celebrate our team, who always manages to exceed all expectations. We honour our commitment to deliver quality real estate and continue to achieve higher levels of excellence for creating value for all stakeholders.

With warm Regards,

Yuvraj Karan
Non Executive Chairman

Place: Mumbai
Date: 19th January, 2009

Directors' Report

To

The Members,

We present our report on the business and operations of the company for the year ended August 31st, 2008.

Financial Results

The salient features of the Company's standalone and consolidated financial results for the year under review are as follows: (Rs. In Lacs)

Particulars	STANDALONE		CONSOLIDATED	
	31.08.2008	31.08.2007	31.08.2008	31.08.2007
Net Sales / Income from Operations	1,548.90	2,376.71	1,548.90	2,376.71
Other Operative Income	512.00	NIL	NIL	NIL
Other Income	58.85	76.44	58.85	76.44
Increase/Decrease in WIP	59.99	461.22	59.99	461.22
Total Income	2,179.74	2,914.37	1,667.74	2,914.37
Operating Profit (before interest, depreciation and tax)	503.38	1,049.58	248.17	1,049.58
Less: Interest and Finance Charges	14.49	13.28	14.49	13.28
Profit before depreciation and tax	488.89	1,036.30	233.68	1,036.30
Less: Depreciation	38.67	142.71	38.67	142.71
Profit before tax	450.22	893.59	195.01	893.59
Less: Prior Period Adjustments as per AS 5 and others	286.55	NIL	286.55	NIL
Less: Provision for tax,	43.76	82.01	43.76	82.01
Profit / (Loss) for the year	119.91	811.58	(135.30)	811.58
Add: share of profit from associates	NIL	NIL	11.97	NIL
Profit / (Loss) for the year after share of profit from Associates	119.91	811.58	(123.33)	811.58
Profit brought forward	1,292.33	1,601.87	1,292.33	1,601.87
Profit available for appropriation	1,412.24	2,413.44	1,169.01	2,413.44
APPROPRIATIONS				
General Reserves	12.00	500.00	12.00	500.00
Bonus shares Capitalisation	NIL	430.00	NIL	430.00
Proposed Dividend	NIL	86.00	NIL	86.00
Dividend Distribution Tax on above	NIL	18.22	NIL	18.22
Balance carried to Balance Sheet	1,400.24	1,292.33	1,157.01	1,292.33

Performance Review

During the year under review, company on a standalone basis earned lower Gross Income of Rs. 2179.74 lacs as against Rs. 2914.37 lacs in the previous year and made a Profit Before Tax of Rs. 450.22 lacs against Rs. 893.59 lacs in the previous year. Your company has made a profit after tax of Rs. 119.91 lacs after the adjustment of prior period loss of Rs. 286.55, against Rs. 811.58 lacs in the previous year.

On a consolidated basis your company has made an additional Profit of Rs.11.97 Lacs as Share of Profits from Associate against NIL in the previous year. Your company has made a Net loss of Rs. 123.33 lacs after the adjustment of prior period loss of Rs. 286.55, as per AS 5 as against the profit of Rs. 811.58 in the previous year.

Current Projects**High Life (Under Joint Venture)**

The Company is implementing a Residential Complex Project through Special Purpose Vehicle (SPV) viz. Hazoor City Developers who are developing residential complex. Project is located at Anand Nagar, Singhgad Road, Pune. The construction work is in full swing and the project is scheduled to be completed by 31st Aug. 2009.

Hazoor Hill Grand (Under Company)

Your company was engaged in the development of real estate project viz. "Hazoor Hill Grand" near Aambey Valley Sahara Lake City, Lonavala and during the year under report the company has deployed an amount of Rs.27.24 Crores in land and land development of the project. Looking at the economic slowdown the development of the said project have been withheld and Company has further decided not to avail the term loan of 9.50 Crores which was sanctioned by the Vijaya bank for the said project. Henceforth the company proposes to implement the said project through the Special Purpose Vehicle (SPV) viz. Hazoor Aambey Valley Developers Pvt. Ltd. after identifying the suitable Joint Venture partner, only on improvisation of the economic conditions in the country.

Appropriation

In order to conserve resources for future growth, your Directors do not recommend any dividend for the year under review.

Changes in Share Capital

During the year, Company has made an allotment of 85,00,000 Share Warrants at Rs.16/- each on 8/10/2007 to Promoter & Promoter Group, Body Corporate from public. Further 20,00,000 Equity Shares are allotted to Eaugu Udyog Ltd., the Promoter Company and 15,25,000 Equity Shares to Sunnidhi Infrastructure Developers Pvt. Ltd., a Body Corporate from Public, upon conversion of equivalent number of Share Warrants issued on preferential basis. An amount of Rs. 4.82 Crores have been deployed as per the objects of the the issue and Rs.1.62 crores pending utilization kept in fixed deposit with the nationalized bank. With this 49,75,000 share warrants are pending conversion.

Auditors Report

The observations made by the Auditors in their Report are Self Explanatory and need no further elaboration u/s 217(3) of the Companies Act, 1956.

Consolidated Accounts

In accordance with Accounting Standard AS-21, AS-23 & AS-27 prescribed by the Institute of Chartered Accountants of India, the Consolidated Accounts of the Company and its Subsidiaries, Associates and Joint Ventures along with Auditors Report thereon is annexed to this report.

Deposits & Loans / Advances:

Your company has not invited or renewed deposits from the public/shareholders in accordance with Section 58 A of the Companies Act, 1956.

Management's Discussion and Analysis (MD&A)

The details of the operations and future outlook of the Company is given in the MD&A as per Annexure I.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo

Additional Information required under provision of the Section 217 (1) (e) of the Companies Act, 1956, with the companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988, regarding a) Conservation of Energy b) Technology Absorption is not applicable as the Company is not carrying out any manufacturing operations. There were no Foreign Exchange Earnings and outgo during the year.

Corporate Governance

Your Company attaches tremendous significance to good Corporate Governance. In order to protect the Investors rights and enhance the shareholders value in the long run, your company has documented fair and transparent Corporate Governance practices. As required by the Clause 49 of the Listing Agreement(s) entered into with the Stock Exchange(s), a Compliance Report on Corporate Governance is attached as per **Annexure II**. A certificate from the Statutory Auditors of the Company, M/s. S.M. Shidhaye & Co. confirming compliance with the conditions of the Clause 49 of the Listing Agreement(s) is also attached.

General Shareholder's Information

Detailed information in this regard is provided in this section 'General Shareholder Information' appearing in **Annexure III**.

Secretarial Compliance Report

As a reflection of your Company's commitment to transparency, the Board is pleased to enclose the Secretarial Compliance Report for the financial year 2007-2008 as a part of this Director's Report.

Subsidiaries

During the year under review, both the Subsidiary Companies are non-material, non-listed subsidiary companies as defined under Clause 49 of the Listing Agreements entered into with the Stock Exchanges. Hazoor Aambey Valley Developers Private Limited and Hazoor Township Developers Private Limited are wholly owned subsidiaries.

A statement pursuant to Section 212 of the Companies Act, 1956 relating to Subsidiary Companies is attached to the accounts.

In terms of the application made to Central Government under Section 212(8) of the Companies Act, 1956, a copy of the Balance Sheet, Profit & Loss Account, Report of the Board of Directors and the Report of the Auditors of the Subsidiary Companies have not been attached with the Balance Sheet of the Company. However, pursuant to Accounting Standard AS-21 issued by the Institute of Chartered Accountants of India, the Consolidated Financial Statements, which includes the financial information of the subsidiaries, are enclosed and form part of this Annual Report. Annual Accounts of the subsidiary companies and the related detailed information will be made available to the investors for inspection at its registered office. In terms of the said application, information about total assets, total liabilities in respect of each subsidiary has been given in one sheet with the Consolidated Balance Sheet under 'Particulars of Subsidiary Companies' forming part of the Annual Report. The aforesaid subsidiaries have not yet commenced any project development activities.

Associate

The Management of the Company has recently decided that the Company's Real Estate, Infrastructure development & Media activities shall now be exclusively carried out through associate.

The revenues will accrue to the company from its associates by way of its share of profit which will be recognized at the year end as per principles and procedures for consolidation as laid out in the Accounting Standard - 23 (AS-23) issued by the Institute of Chartered Accountants of India (ICAI)/ Company (Accounting Standards) Rules, 2006.

Joint Venture

The Management of the Company had formed Special Purpose Vehicles (SPV) in Joint Venture namely "Hazoor City Developers" with Bansal Builders. The said Joint Venture is implementing Real Estate Residential Complex at Pune. The revenues will accrue to the company from its joint venture by way of its share of profit which will be recognized at the year end as per principles and procedures for consolidation as laid out in the Accounting Standard - 27 (AS-27) issued by the Institute of Chartered Accountants of India (ICAI)/ Company (Accounting Standards) Rules, 2006.

Directors

As per the Articles of Association of the company, Mr. Yuvraj Karan and Mr. Deenabandhu Upasani retires by rotation at this Annual General Meeting and being eligible offer themselves for reappointment.

Shri Aashish Garg and Shri Vineet Garg was inducted as Additional director and proposed to be appointed as a Managing Director and Whole time "Executive Director" respectively with effect from 30th April, 2008 and hold office

upto ensuing Annual General Meeting of the company. The company has received notice from a member pursuant to section 257 of the Companies Act, 1956, signifying his intention to propose him as the Director of the Company. The Board of Director recommends there appointment .

Appointment of Chief Executive Officer (CEO)

Shri V. J. Garg who is a director is appointed as a CEO of the company w.e.f. 30th April, 2008. The brief resume / details relating to Directors seeking appointment/ re appointment are furnished in 'Corporate Governance'.

Directors' Responsibility Statement

Pursuant to Section 217 (2AA) of the Companies Act 1956, it is hereby confirmed:

- i) That in the preparation of the Annual accounts, the applicable accounting standards have been followed and there has been no material departure;
- ii) That the selected accounting policies were applied consistently and the Directors made judgments and estimate that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st August, 2008 and of the profit or loss of the company for the year ended on that day;
- iii) That proper and sufficient care has been taken for the maintenance of the adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the company and or preventing and detecting fraud and other irregularities; and
- iv) That the Annual accounts have been prepared on a going concern basis.

Auditors

M/s. S.M. Shidhaye & Co., Chartered Accountants, the auditors of the company retires as statutory auditors at the conclusion of this Annual General Meeting and offers themselves for re-appointment. A certificate from them has been received to the effect that their re-appointment as statutory auditors, if made, would be within the limits prescribed u/s 224(1B) of the Companies Act, 1956.

Particulars of Employees

During the year under review, there was no employee employed throughout the financial year who was in receipt of remuneration in excess of the limits prescribed under section 217 (2A) of the Companies Act, 1956, read with companies (Particulars of Employee) Rules, 1975.

Corporate Social Responsibility Initiatives (CSR)

As a socially responsible organization, Hazoor Group has contributed not only to the economic well being of the communities it interacts with, but has also enhanced their social well being. The Company's Associates Hazoor Media & Power Pvt. Ltd. has acquired exclusive rights to produce and telecast the pravachans of "Guru Rajendraji" an internationally acclaimed spiritual guru. This spiritual pravachans are already telecasted over 410 episodes on prime channels and is currently being telecasted on Satsang channel, promoted by Sanskar Channel.

Acknowledgements

Your directors thank the clients, vendors, investors and bankers for their continued support to the company's growth. The Board appreciates every associate of Hazoor Multi Projects Limited for displaying the amazing Energy level which has taken the company to greater heights.

Your directors would also like to thank the Government of India, particularly the Ministry of Law & Justice, The Regional Director, Department of Corporate Affairs, Registrar of Companies, Maharashtra and the State Government and other Government agencies for their continued support.

Your Directors also place on record their sincere appreciation of its shareholders, employees, customers and bankers for their continued Patronage to your Company's growth.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 19th January, 2009

Yuvraj Karan
Non Executive Chairman

Annexure 'I' to the Director's Report Management Discussion & Analysis

The management of Hazoor Multi Projects Limited presents the analysis of the company for the year 2007-08 and its outlook for the future. This outlook is based on an assessment of the current business environment. It may vary due to future economy and other developments both in India and Abroad.

Economic Overview

The India growth story remained intact with GDP expanding by 9 % for the third year in a row upto 31st March, 2008. However, rising inflation triggered by sharp increase in food and fuel prices, has emerged as a serious macroeconomic challenge.

Industry Overview

In the current scenario, the inflationary pressures have led to higher interest rates and difficult borrowing conditions. The liquidity crunch is expected to adversely affect the real estate industry as funding sources may taper off. On the one hand, high interest rates have hurt off take, on the other hand, input prices have pushed up costs.

Residential Sector:

The residential sector, the backbone of Indian Real Estate Sector has grown by leaps and bounds in the previous years both in terms of volume, geographic spread and quality in response to growing end users and investment demand. The increased rate of interest on Home Loans have adversely impacted the demand in the housing sector.

Commercial offices:

The genesis of transformation of the real estate sector lay in the gradual positioning of India as a preferred destination for outsourcing. The boom especially in the IT/ITES Sector, led to a quantum increase in the year-on-year requirement for office space in the previous year. There is major slow down in the retail sector and Retails chains are being closed down.

Special Economic Zones:

Special Economic Zones (SEZs) are specifically delineated duty free enclaves deemed to be foreign territories for purposes of Indian Custom controls, duties and tariffs. SEZs by virtue of their size, are expected to be a significant new source of real estate demand in future. Due to complicated statutory clearances and sanction procedures SEZs have not yet taken off in the country.

Operation Performance:

During the year, the Company with its unique business model is changed and focused on Residential, real estate development which offers opportunities for marketing Budget Apartment at a affordable price. The Company currently continuously operates in the Residential, segments of the Real Estate business.

Other Opportunities:

All the aforesaid business initiatives would enable the Company to enhance long term shareholder value. Steps have also been taken to strengthen the organization to enable it to cope with the challenges ahead. Tools of innovation are employed for any new project / marketing initiative, the purpose being to constantly stay ahead in terms of ideas. The Company has plans to enter into strategic joint venture arrangements with other real estate developers on a profit sharing basis. Collaborating strategically with other firms reduces the capital investment requirement and helps leverage development capabilities. It also allows the Company to benefit from an enhanced pool of construction and marketing expertise and experience, and facilitates expansion into additional geographies and business lines. All these business initiatives are expected over a period of time to create a robust organization where growth is a way of life.