

43rd

HUDCO

ANNUAL

REPORT

2012-2013



hudco

Supporting Sustainable Habitats



43rd
Annual Report
2012-2013



HOUSING AND URBAN DEVELOPMENT CORPORATION LIMITED
AN ISO 9001:2008 CERTIFIED COMPANY

VISION

*To be among
the world's leading knowledge hubs
and
financial facilitating
organizations for habitat settlement*

MISSION

*To promote
sustainable habitat development
to enhance the quality of life*

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BSUP Scheme at Narela, Delhi

OPERATIONAL AND FINANCIAL HIGHLIGHTS

OPERATIONAL HIGHLIGHTS

PARTICULARS	2008-09	2009-10	2010-11	2011-12	2012-13
No. of Schemes Sanctioned	192	145	134	130	140
Loan Sanctioned (₹ In crore)	14754	16624	19762	20511	23974
Amount Released (₹ In crore)	4020	3098	5105	6905	6079
Dwelling Units					
Total	114009	297407	295732	422524	439286
% of EWS & LIG	91	77.02	93.43	96.37	96.81
No. of Urban Infrastructure Projects	103	70	72	61	76
UI Loan Sanctioned (₹ In crore)	13021	13907	14469	14204	16337

FINANCIAL HIGHLIGHTS

(₹ in crore)

PARTICULARS	2008-09	2009-10	2010-11	2011-12	2012-13
Gross Income	2713.18	2528.35	2278.59	2778.63	2923.24
Profit After Tax	400.99	495.31	550.03	630.33	700.56
Share Holders' Fund	4647.46	5097.09	5520.97	5988.89	6513.96
Share Capital-Equity	2001.90	2001.90	2001.90	2001.90	2001.90
Reserves & Surplus	2665.96	3095.19	3519.07	3986.99	4512.06
Borrowings	19249.32	15520.48	15778.66	18822.47	18867.43
Loan Outstanding	22414.77	20276.52	21197.83	23783.05	25936.52
Earning per share (₹) (Face value of ₹ 1,000 per share)	200.30	247.42	274.75	314.87	349.95
Gross Margin	670.73	813.21	832.61	944.50	1046.95
Net Profit/Net Worth (%)	8.63	9.72	9.96	10.52	10.90
PBDIT/Total employment	0.64	0.78	0.84	0.97	1.11

BOARD OF DIRECTORS



V P Baligar

Chairman and Managing Director



N L Manjoka

Director (Corporate Planning)



Anil Kumar

Director (Finance)



Susheel Kumar

Part-time Official Director and
AS (Housing) MoHUPA



Naresh Salecha

Part-time Official Director and
JS&FA MoUD



Nasser Munjee

Part-time Non-Official Director



Prof. Dinesh Mehta

Part-time Non-Official Director



Virender Ganda

Part-time Non-Official Director



Prof. Sukhadeo Thorat

Part-time Non-Official Director

NOTICE

Notice is hereby given that the 43rd Annual General Meeting of the Housing and Urban Development Corporation Limited will be held on Friday, the 28th June, 2013, at 12.30 p.m. at the Registered Office of the Company at HUDCO Bhawan, India Habitat Centre, Lodhi Road, New Delhi -110003 to transact the following business: -

Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and the Profit and Loss Account for the year ended as on that date together with the Report(s) of Directors' and Auditors' and comments of the Comptroller and Auditor General of India thereon.
2. To declare the dividend.
3. To pass the following resolution for fixing the remuneration of Statutory Auditors:-

"RESOLVED THAT pursuant to the provisions of Section 224(8)(aa) and other applicable provisions, if any, of the Companies Act, 1956, the Board of Directors, be and are hereby authorised for fixation of annual statutory audit fee payable to the Statutory Auditors for the financial year 2013-14."

By Order of the Board of Directors



Dr. H Verma

Company Secretary

Place: New Delhi
Dated: 17.06.2013

1. All the Shareholders of Housing and Urban Development Corporation Ltd.
2. The Chairman & Managing Director and the Directors of Housing and Urban Development Corporation Ltd.
3. The Statutory Auditors' of the Company.

NOTES:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member.**
2. A copy of the Memorandum and Articles of Association shall be open for inspection at the Registered Office of the Company during the business hours.
3. Pursuant to the Section 619(2) of the Companies Act, 1956, the Auditors of a Government Company are to be appointed or reappointed by the Comptroller and Auditor General of India (C&AG) and, in terms of Section 224(8) (aa) of the Companies Act, 1956, their remuneration shall be fixed by the Company in general meeting or in such manner as the Company in general meeting may determine. The members of the Company in the 42nd Annual General Meeting held on 09.07.2012 authorised the Board of Directors for fixation of annual audit fee payable to the Statutory Auditors for the financial year 2012-13. The Board of Directors in their 503rd meeting held on 09.07.2012 approved the audit fee payable to the Statutory Auditors as ₹ 10,00,000/- (Service-tax extra as applicable) for the financial year 2012-13. M/s Agiwal and Associates, Chartered Accountants were appointed as Statutory Auditors for the financial year 2012-13 by the C&AG of India. Further, since the Statutory Auditors of the Company for the financial year 2013-14 are yet to be appointed by the C&AG of India, the members may authorize the Board of Directors to fix an appropriate remuneration of the Statutory Auditors, as may be deemed fit by the Board, for the financial year 2013-14.

CHAIRMAN'S SPEECH



*HUDCO Design Award :
First Prize under Green Building Category, Bio-climatic Primary School Complex, Vadodara, Gujarat*

CHAIRMAN'S SPEECH



Ladies & Gentlemen,

It is a matter of great pleasure for me to welcome you on the occasion of the 43rd Annual General Meeting of HUDCO. It is my privilege to address this august group of members. The Annual Accounts alongwith Directors' Report, Auditors' Report and Management Discussion and Analysis Report have already been with you and with your permission, I take these as read.

It is my pleasure to share with you the highlights of the Company's activities and accomplishments during the year 2012-13.

1. Economic Environment

The growth performance of the Indian Economy remained subdued in 2012-13 with the real GDP growth of about 5%. The major growth indicators like index of industrial production, manufacturing and services sector, core infrastructure industries etc. have all recorded lower growth rates. The inflation level remained elevated in 2012-13 due to a host of factors. The Reserve Bank of India effected moderate reduction in the policy rates in order to revive growth in the economy which resulted in marginal softening of interest rates in 2012-13.

2. Sectoral Overview and Government Policy Initiatives

In tune with the overall economic sentiments, activities in the housing, real estate and the infrastructure sectors have been on a low key. The property prices have moderated during the current year. As per the NHB-RESIDEX for all four quarters, there has been a general decline in prices of residential properties in some cities/smaller towns, while the increase in other cities is mostly marginal. In view of the increased urbanization, the housing requirements in urban areas have been witnessing upward trend over the years. As per the estimates of the Technical Group on Urban Housing shortage (2012-17), the housing shortage in urban