

MEHTA HOUSING FINANCE LIMITED

9TH ANNUAL REPORT

2002

BOARD OF DIRECTORS

SHRI DARBHAN V MEHTA - DIRECTOR
SMT. BHAVNA D MEHTA - DIRECTOR
SMT. INDIRA V MEHTA - DIRECTOR

AUDITORS

M/S. DINESH K. SHAH & CO.,
CHARTERED ACCOUNTANT
AHMEDABAD.

BANKERS

DENA BANK

REGISTERED OFFICE

004, LAW GARDEN APARTMENT,
SCHEME-I,
OPP. LAW GARDEN,
ELLISBRIDGE,
AHMEDABAD - 380 004.

Certified True Copy



NOTICE

NOTICE is hereby given that 9TH ANNUAL GENERAL MEETING of the Members of MEHTA HOUSING FINANCE LIMITED will be held at 004, Law Garden Apartment, Scheme-I, Opp. Law Garden, Ellisbridge, Ahmedabad - 380 006, on 27TH JUNE, 2003 at 11.00 A.M. to transact the following business :

ORDINARY BUSINESS :-

1. To receive consider and adopt the Accounts of the Company for the year ended 31ST DECEMBER, 2002 the Balance Sheet as at that date alongwith the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Smt. Indira Vasantlal Mehta who retire by rotation in terms of Article 126 of the Articles of Association of the Company and being eligible, offers himself for reappointment.
3. To consider the reappointment of Messers Dinesh K. Shah & Co., Chartered Accountant, as Auditors of the Company to hold such office until the conclusion next Annual General Meeting and to fix their remuneration in addition to the reimbursement of out of pocket expenses.

SPECIAL BUSINESS :-

1. "RESOLVED THAT subject to the provisions of the Companies Act, 1956 (including any amendments or re-enactments thereof for the time being in force), The Securities Contracts (Regulation) Act, 1956 and the Rules framed thereunder, Listing Agreements, and all other applicable laws, rules, regulations and guidelines and subject to such approvals, permissions and sanctions as may be necessary and subject to such conditions and modifications as may be prescribed and imposed by any authority while granting such approvals, permissions and sanctions, which may be agreed to by Board of Directors of the Company (hereinafter referred to as 'the Board', which term shall be deemed to include any Committee thereof for the time being exercising the powers conferred on the Board by the Resolution), the consent of the Company be and is hereby accorded to the Board to de-list the Equity Shares of the Company from The Stock Exchanges at Ahmedabad".

EXPLANATORY STATEMENT UNDER SECTION 173(2) IS ENCLOSED :-

FOR AND ON BEHALF OF THE BOARD

Darshan V Mehta

(DARSHAN V MEHTA)
DIRECTOR

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING MAY APPOINT A PROXY TO ATTEND AND VOTE ON A POLL ON HIS BEHALF, A PROXY NEED NOT BE A MEMBER OF THE COMPANY, PROXIES, IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN FORTY EIGHT HOURS BEFORE THIS ANNUAL GENERAL MEETING.
2. The register of member and the Share Transfer Book of the Company will remain closed from 26/06/2003 To 27/06/2003.
3. Members/Proxies should bring copies of Annual Report and Attendance slip sent here with duly filed in for attending the meeting.
4. Members are requested to notify any change in their address immediately to the Company's Registered Office at 004, Law Garden Apartment, Scheme-I, Opp. Law Garden, Ellisbridge, Ahmedabad - 380 006.

EXPLANATORY STATEMENT UNDER SECTION 173(2) IS ENCLOSED :-

The directors felt that since the company's shares are listed on the Bombay Stock Exchange no use full investor interest is served for continuing the such listing at the local exchanges.

REGISTERED OFFICE :

004, LAW GARDEN APARTMENT,
SCHEME-I,
OPP. LAW GARDEN,
ELLISBRIDGE,
AHMEDABAD - 380 006.

FOR AND ON BEHALF OF THE BOARD

(Signature)
(DARSHAN V MEHTA)
DIRECTOR

PLACE : AHMEDABAD.

DATE : 16/04/2003.

DIRECTORS REPORT

To,
The Members,
MEHTA HOUSING FINANCE LIMITED
Ahmedabad.

Your Directors have pleasure in presenting 9TH ANNUAL REPORT of the Company along with Audited Accounts for the year ended 31ST DECEMBER, 2002.

1. FINANCIAL RESULTS

The Financial Results of the Company for the year ended on 31ST DECEMBER, 2002. As compared to the previous year are summarized below :-

	(Rs. In Lacs)	
	31/12/2002	31/12/2001
Total Income	0.51	2.22
Profit before Depreciation & Taxation	0.18	0.93
Less : Depreciation	Nil	Nil
Loss before Taxation	(0.79)	(0.93)
Provision for Income Tax	Nil	Nil
Net Loss After Tax	(0.79)	(0.93)
Add : Balance B/f. from Earlier Years	(23.61)	(24.54)
Balance available for appropriation	(24.41)	(23.61)

APPROPRIATIONS :

Transfer to General Reserve	Nil	Nil
Proposed Dividend	Nil	Nil
Provision for Receivables	0.00	0.00
Balance C/f.	(24.41)	(23.61)

2. REVIEW OF OVER ALL PERFORMANCE

The Company has made long term investments which are likely to yield returns over a longer period of time in view of the nature and type of investments.

1. BUSINESS OPERATIONS AND FUTURE OUTLOOK

As the Indian Economy integrated with the global economy, the financing sector is facing increasing diintermediation and the and growing competition, your company has invested some fund in the capital market in which the long term outlook of the market is positive and growth oriented. The depressed capital market conditions during the year, Several announcements were made by the market regulation and improve the condition of the financial markets and in view of the position of the capital market your company is confident that it will progress in the present market.

4. DIVERSIFICATION OF BUSINESS

Your Board company has applied for registration as a securitisation company which is under consideration of RBI.

5. DIRECTOR

Smt. Bhavna D Mehta, Director of the Company retires from office by rotation in accordance with the requirement of the Companies Act, 1956 and being eligible offer themselves for reappointment.

6. PARTICULARS OF EMPLOYEES

The Company has no employee of the category specified in Section 217 (2A) of The Companies Act, 1956.

7. PARTICULARS OF CONSERVATION OF ENERGY ETC.

The Company has no activities relating to Conservation of Energy, Technology Absorption and Foreign Exchange and Outgo during the year under review.

8. AUDITORS AND THEIR REPORT.

Auditors Messers Dinash K. Shah & Co., Chartered Accountant hold Office till the conclusion of ensuing Annual General Meeting and having furnished the required certificate U/s. 224 (2B) of The Companies Act, 1956 are eligible for reappointment. Board recommends the reappointments and request the members to fix their Remuneration.

PUBLIC DEPOSITS

There was no Deposits unclaimed or unpaid by the Company after the date on which it has become due for payment or renewal on 31ST DECEMBER, 2002.

10. DIRECTORS RESPONSIBILITY STATEMENT

Your Director Confirm :-

- (a) That in preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation.
- (b) That the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as give a true and fair view of the state of affairs of the company at the end of the financial year ended on 31ST DECEMBER, 2002 and of the Profit/Loss of the Company for that year.
- (c) That the Directors had taken proper and sufficient care for maintenance of adequate accounting records for the year ended 31ST DECEMBER, 2002 in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the company and for prevention and detection of fraud and other irregularities.
- (d) That the Director had prepared the Annual Accounts on an ongoing basis.

11. ACKNOWLEDGEMENT

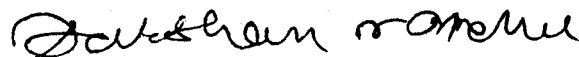
Your Directors take this opportunity to place on record appreciation of the valuable contribution and dedication shown by the employees of the company, which have contributed to the successful management of the Company's affairs.

The Directors also express their gratitude to the support extended by Financial Institution, Various Bankers, Central Govt. & State Govt. authorities & the Shareholders of the Company.

FOR, MEHTA HOUSING FINANCE LIMITED
ON BEHALF OF THE BOARD OF DIRECTORS

PLACE : AHMEDABAD

DATE : 16/04/2003.



(DARSHAN V MEHTA)
DIRECTOR