

5th
Annual Report
1998-99



**VAX HOUSING FINANCE
CORPORATION LIMITED**

VAX HOUSING FINANCE CORPORATION LIMITED**5th ANNUAL REPORT 1998-99****BOARD OF DIRECTORS**

Vijay Singh Rathore - Managing Director
Kailash Gupta - Jt. Managing Director
S. M. Vithalani

AUDITORS

Niranjan Jain & co.
Chartered Accountants
30, 1st Floor, Hirabhai Market
Kankaria, Ahmedabad.

BANKERS

Punjab National Bank
Union Bank of India
Bank of Baroda
Allahabad Bank

REGISTERED OFFICE

III Floor, Simandhar Estate,
Opp. Sakar III, Income Tax,
Ashram Road, Ahmedabad - 380 014.

Annual General Meeting :

Thursday, 30th September 1999 at 11 a.m.
III floor, Simandhar Estate,
Opp. Sakar III, Income Tax,
Ashram Road, Ahmedabad - 380 014.

BRANCHES**BIKANER :**

Nr. Sardul Sports School,
Gajner Road,
Bikaner (Rajasthan)

JAIPUR :

4 Kalyan Path, Trimurty circle,
Jawaharlal Nehru Road,
Jaipur (Rajasthan)

A request :

As a measure of economy, copies of Annual Report will not be distributed at the Annual General Meeting.
The Shareholders are requested to bring their copy at the Meeting.



VAX HOUSING FINANCE CORPORATION LIMITED

NOTICE

NOTICE IS HEREBY GIVEN THAT the Fifth Annual General Meeting of Vax Housing Finance Corporation Limited will be held at IIIrd Floor, Simandhar Estate, Opp. Sakar-III, Ashram Road, Ahmedabad on Thursday, 30th September, 1999 at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS :

1. To receive, consider, approve and adopt the Profit & Loss Account for the year ended on March 31, 1999 and the Balance sheet as on the said date together with the Auditor's and Directors' Report thereon.
2. To appoint a Director in place of Shri S.M. Vithlani, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

By Order of the Board

Place : Ahmedabad
Date : August 20, 1999

Vijay Singh Rathore
Managing Director.

Registered Office :
IIIrd Floor, Simandhar Estate,
Opp. Sakar-III, Opp. Income Tax,
Ashram Road, Ahmedabad- 380 014.

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY OR PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
2. Register of Member of the Company will remain close from Wednesday, 15th September, 1999 to Thursday, 30th September 1999, (both days inclusive).
3. Members are requested to notify the Company immediately the changes, if any, in the address in full with the postal area, pin code number, quoting their folio numbers.

By Order of the Board

Place : Ahmedabad
Date : August 20, 1999

Vijay Singh Rathore
Managing Director.

Registered Office :
IIIrd Floor, Simandhar Estate,
Opp. Sakar-III, Income Tax,
Ashram Road, Ahmedabad- 380 014.



VAX HOUSING FINANCE CORPORATION LIMITED

DIRECTORS' REPORT

To,

The Members,

Your Directors with pleasure submit their Fifth Annual Report alongwith Audited Statement of Accounts for the year ended on 31st March, 1999.

FINANCIAL RESULTS :

	1998-99	1997-98
	(Rs. in Lacs)	
Income from Operation	66.52	78.36
Profit Before Dep. & Tax	12.94	21.99
Depreciation	11.79	11.73
Tax	0.12	1.07
Profit after Tax	1.03	9.19

The Company could not maintain the Operation level due to adverse Market Situation.

DIVIDEND :

Your directors have thought it advisable to reinvest profits earned in the Business and hence does not recommend any dividend for the current year.

DEPOSITS :

The Company has not accepted any deposits from the public within the meaning of the section 58A of the Companies Act, 1956, and Notification of RBI Dt. 02-01-98. Its application for registration with Reserve Bank of India is pending for registration.

DIRECTORS :

Shri S.M. Vithlani, Director of the Company, retires by rotation and is eligible for re-appointment.

AUDITORS :

Members are requested to appoint M/s. Niranjani Jain & Co., Chartered Accountants, as Auditors of the Company for the ensuing year. The Company has received Certificate from the said Auditors under section 224 (1-B) of the Companies Act, 1956.

RESEARCH & DEVELOPMENT, TECHNOLOGY ABSORPTION AND CONSERVATION OF ENERGY :

Since the Company does not have any production activities no information is required to be submitted.

VAX HOUSING FINANCE CORPORATION LIMITED



EMPLOYEES' PARTICULARS :

The company does not have any employee covered under the provisions of section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of employees) Rules, 1975.

ACKNOWLEDGEMENT

Your Directors place on record the support and confidence reposed in them by the Shareholders.

PLACE : AHMEDABAD
DATE : August 20, 1999

FOR AND ON BEHALF OF
THE BOARD OF DIRECTORS

DIRECTOR





VAX HOUSING FINANCE CORPORATION LIMITED

AUDITORS REPORT

To,
The Shareholders
VAX HOUSING FINANCE CORPORATION LIMITED.
Ahmedabad.

We have audited the attached Balance Sheet of Vax Housing Finance Corporation Limited as at March 31, 1999 and the annexed profit and loss Account for the year ended on that date and report that :

1. As required by the Manufacturing and other Companies (Auditors Report) order 1988, issued by the Central Government under section 227 (4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraph 4 & 5 of the said order.
2. As required by the Non-Banking Financial Companies Auditors' Report (Reserve Bank) Directions, 1998 issued by the Reserve Bank of India U/s. 45MA (1A) of the Reserve Bank of India Act, 1934 (2 of 1934), we annex hereto a statement on the matters specified in para 3 of the said directions.
3. Further to our comments in the Annexures referred to in paragraph I and II above :
 - 3.1 We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - 3.2 In our opinion, proper books of account, as required by law have been kept by the company so far as appears from our examination of the books.
 - 3.3 The Balance Sheet and the profit and loss account dealt with by this report are in agreement with the books of accounts of the Company.
 - 3.4 In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with other notes thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view :
 - (a) In the case of the Balance Sheet of the Company's affairs as at March 31, 1999.
 - (b) In the case of the Profit and Loss account, of the profit for the year ended on that date.

For **NIRANJAN JAIN & CO.**
CHARTERED ACCOUNTANTS

DATE : 20-08-1999
PLACE : Ahmedabad

NIRANJAN JAIN
PARTNER



VAX HOUSING FINANCE CORPORATION LIMITED

ANNEXURE TO THE AUDITOR'S REPORT REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE

As required by the Manufacturing and other companies (Auditor's Report) order, 1988 issued by the Central Government under section 227 (4A) of the Companies Act, 1956 in terms of the information and explanations given to us and also on the basis of such checks as we considered appropriate, we further report that :-

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assests. The Fixed Assests have been physical verified by the management at the end of the year, which in our opinion is reasonable. We have been informed that no material discrepancies were noticed on such verification.
- (b) None of the fixed assests have been revalued during the year.
- (c) In our opinion, the terms and conditions on which loans have been granted to the Companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and to the Companies under the same management as this Company within the meaning of section 370 (IB) of the Companies Act, 1956 are not prima facie prejudicial to the interest of the Company.
- (d) The parties to whom loans and advances in the nature of loans have been given, are generally repaying the principal amounts as stipulated or as rescheduled from time to time and have also generally been regular in payments of interest, wherever applicable, except those loans which have been identified as non-performing assests and treated accordingly.
- (e) In our opinion, there are adequate internal control procedures commensurate with the size of the Company and nature of its business with regard to purchase of equipments and other assests and sales of shares and securities.
- (f) On the basis of information & explanation given to us, in respect of transaction entered into for purchase and sales of shares, securities and other investments and for services rendered in pursuance of contract arrangement entered in the register maintained U/s. 301 of the Companies Act, 1956 and aggregating during the year to Rs. 50,000 or more in respect of each party, we are of the opinion that the transactions are made at prices which are reasonable having regard to the parties available with the Company and the prevailing market prices for such shares, securities and services.
- (g) We are informed that the Company has not accepted any deposits from the public during the year as per the provision of Section 58 A the Companies Act, 1956 and the directives issued by the Reserve Bank of India.
- (h) The internal audit system is not applicable to the company.
- (i) According to the information and explanations given to us the provisions of Provident Fund Act and Employees State Insurance Act is not applicable to the company.
- (j) According to the information and explanations given to us, no disputed amount payable by the company in respect of income-tax, wealth-tax, sales tax, customs duty or excise duty were outstanding as at March 31, 1999 for a period of more than six months from the date they become payable.
- (k) According to the information and explanation given to us and the records of the Company examined by us, no personal expenses of employees of Directors have been charged to revenue account other than those payable under contractual obligations or in accordance with the generally accepted business practice.
- (l) The Provisions of the sick industrial companies (Special Provisions) act, 1985 do not apply to the company not being an industrial company as defined under said act.