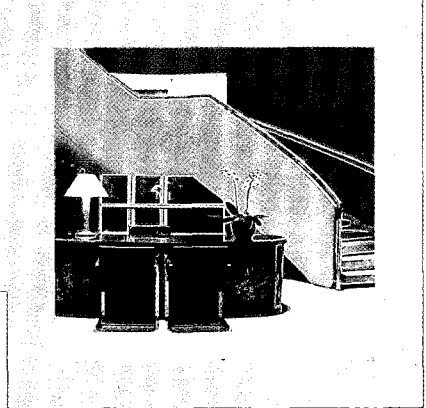
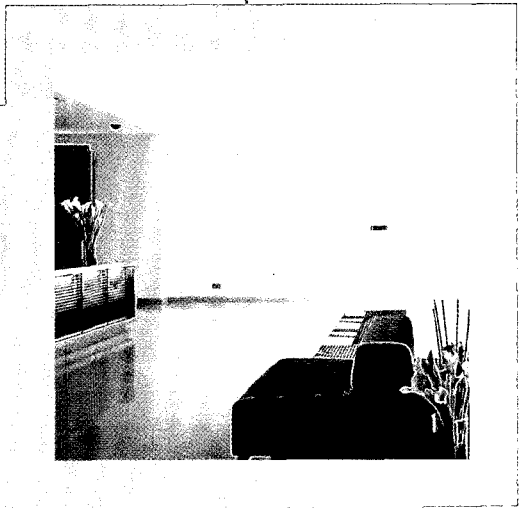
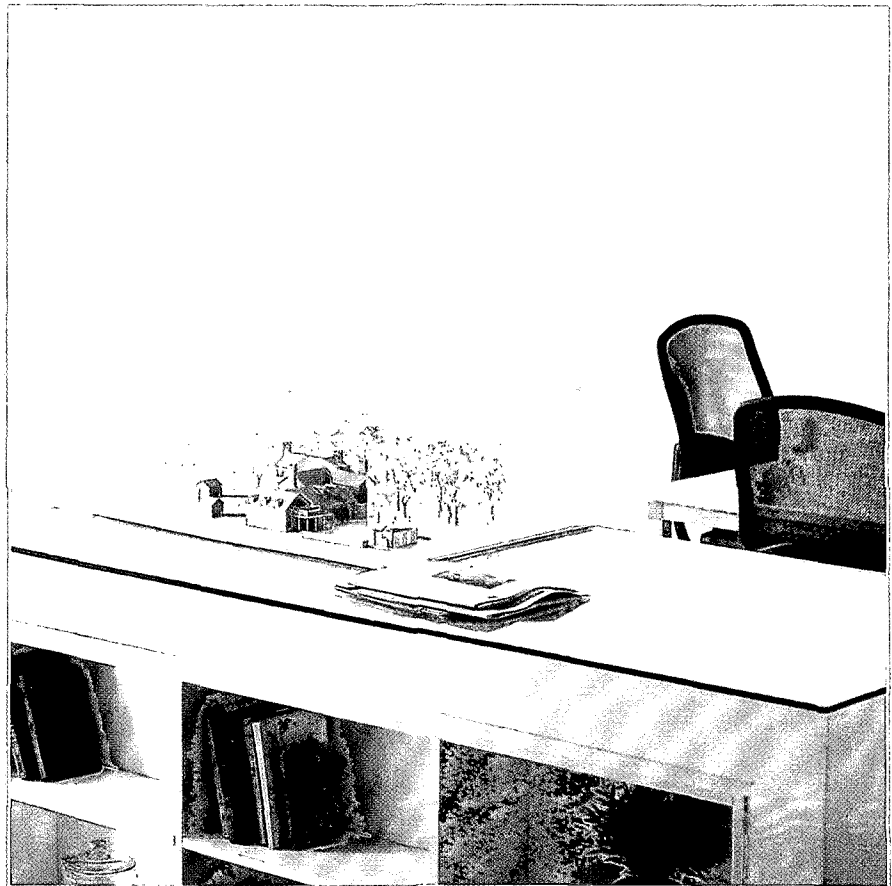
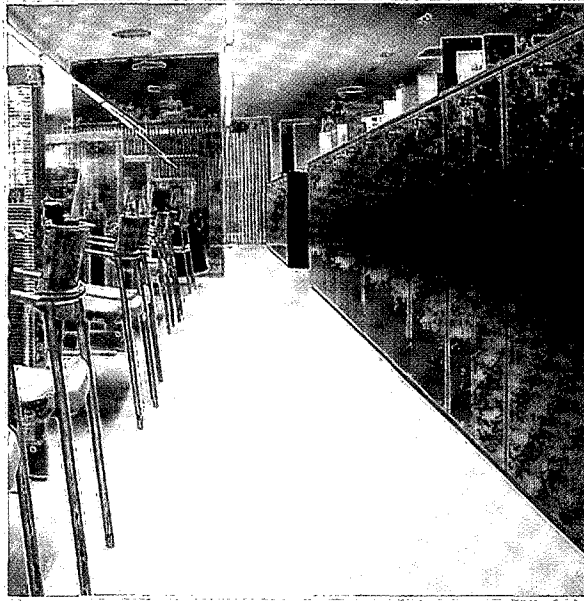


**CORAL INDIA FINANCE  
AND HOUSING LIMITED**

annual report 2008-09







- BOARD OF DIRECTORS** : Mr. Navinchandra B Doshi - Chairman & Managing Director  
Mr. S. Rammamurthy - Whole-Time Director  
Dr. Sharad R. Mehta - Director  
Ms. Ami M Shah - Director
- AUDITORS** : M/s. Sutaria Associates  
Chartered Accountants  
23, 2<sup>nd</sup> Floor, C Wing,  
Satyam Shopping Centre,  
M.G.Road, Ghatkopar (East),  
MUMBAI 400 077.
- BANKERS** : HDFC Bank Ltd., Express Tower Branch,  
Nariman Point, Mumbai - 400021.
- REGISTERED OFFICE** : Dalamal House, 4th Floor,  
Jamnalal Bajaj Marg, Nariman Point,  
MUMBAI - 400 021.
- Registrar and Transfer Agent** : Link Intime India Pvt. Ltd  
(Unit – Coral India Finance and Housing Ltd)  
C -13, Pannalal Silk Mill compound,  
LBS Marg, Bhandup (West),  
MUMBAI 400 078.



---

## NOTICE

NOTICE is hereby given that the Fifteenth Annual General Meeting of CORAL INDIA FINANCE AND HOUSING LIMITED, will be held at Dalamal House, 4th Floor, Jamnalal Bajaj Marg, Nariman Point, Mumbai 400 021, on Thursday, 25th September 2009 at 3.30-p.m. to transact the following business:-

1. To receive, consider and adopt the Directors' Report, the Accounts of the Company for the year ended 31st March 2009 and the Auditor's Report thereon.
2. To appoint a Director in place of Ms Ami Shah who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint Auditors of the Company to hold office from the conclusion of his Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

### REGISTERD OFFICE

Dalamal House, 4th Floor,  
Jamnalal Bajaj Marg, Nariman Point,  
MUMBAI - 400 021.

Place: Mumbai  
Date: 24th August, 2009

By Order of the Board,

**NAVINCHANDRA B. DOSHI**  
Chairman

### NOTES:

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF/HERSELF AND THE 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 latter than Forty eight (48) hours before he time fixed for holding the meeting.
- b) The Register of Members and Share Transfer Books of the Company shall remain closed from 17th September 2009 to 25th September 2009 (both days inclusive)
- c) Members are requested to bring in their own copies of the Report and Accounts.
- d) Disclosure pursuant to Clause 49 of the Listing Agreement with respect to the Directors' seeking re-appointment at the forthcoming Annual General Meeting is attached hereto.



## DIRECTORS' REPORT:

Dear Members,

Your Directors are pleased to present their Fifteenth Annual Report and Audited Statement of Accounts for the year ended 31st March 2009.

### 1. FINANCIAL PERFORMANCE

Rupees in Lacs

	2008-09	2007-08
Income	245.64	559.50
Expenditure	110.99	118.21
Earnings before Tax	134.65	441.29
Provision for Tax	13.00	50.00
Provision for Deferred Tax	2.39	3.72
Provision for Fringe Benefit Tax	1.50	0.77
Earnings after Tax	117.76	386.78
Add: Income Tax adjustments of earlier years	-	2.72
Balance Brought forward	1246.52	857.02
Balance carried forward to balance sheet	1364.29	1246.52

### 2. MANAGEMENT DISCUSSION AND ANALYSIS

- Industry Structure and Development:** Despite apprehensions about the impact of inflation and a slowdown in over all industrial production and the entire economic scenario, even though the real estate sector seen a cool off with the Government stimulus package demand was renewed during the last quarter of the year.
- Segment-wise operational performance:** Your Company has three segments viz. Finance, Naturopathy and Construction. During the year under review, income from the fund activities is Rs.59.26 compared to Rs. 102.07 lacs in the previous year. The Naturopathy activity generated an income of Rs. 106.31 lacs as compared to Rs. 94.48 Lakhs and Construction activity Rs.62.98 lacs compared to Rs.158.45 lacs in the previous year. Company's Commercial Project "Coral Square" expected to complete by end of this financial year. Company's Residential Project is full swing.
- Outlook:** With new stimulus growth announced by the Government of India, the real estate market expected a higher demand from domestic market.
- Opportunities and Threats :** The slowdown in global economy could have an impact in the Indian market.
- Internal control systems and their adequacy:** The internal audit department reviews key business process and controls. The business risk and its control procedures are reviewed periodically.
- Human Resources:** Human Resource is the most valuable asset of the company. With a rapid changing in the environment, the management put the whole efforts for the betterment of the employees to face the challenges with the training and development at frequent intervals.

### DIVIDEND

In view to strengthen the equity base, your Directors' did not propose any Dividend.

### DIRECTORS

In accordance with provisions of the Companies Act 1956 and the Company's Articles of the Association, Ms. Ami Shah who retire by rotation and being eligible offers herself for re-appointment



---

## **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 217 (2A) of the Companies (Amendment) Act, 2000 the Directors confirm that:

- a) in the preparation of the annual accounts, applicable accounting standards have been followed.
- b) In the estimates are made so as to give true and fair view of the statement of affairs of the Company at the end of the financial year.
- c) That the Directors had taken proper ad sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) That the Directors had prepared the annual accounts on a going concern basis.

## **PARTICULARS OF EMPLOYEES**

Information as per section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended is NIL.

## **FIXED DEPOSITS**

Your Company has not accepted any deposits from the Public during the year under review.

## **AUDITORS**

The Shareholders of the Company are requested to appoint Auditors and fix their remuneration. M/s. Sutaria Associates, Chartered Accountants, the retiring Auditors have furnished to the Company the required certificate under Section 224(1 B) of the Companies Act, 1956 and therefore eligible for re-appointment as Auditors of the Company.

## **APPRECIATION**

Your Director wish to place a record for their sincere appreciation and thanks for the excellent co-operation and support received from the companies Bankers, Business Associates, Suppliers, Consultant, Customers, Contractors and Shareholders at large, and look forward the same in a greater level in the ensuing years.

## **CORPORATE GOVERNANCE**

The report on Corporate Governance and the Auditors' certificate on compliance with the conditions of corporate governance under Clause 49 of the Listing Agreement is annexed to this report.

**For and on behalf of the board of Directors**

**NAVINCHANDRA B. DOSHI**  
CHAIRMAN

Place : Mumbai  
Date : 24th August, 2009



## REPORT ON CORPORATE GOVERNANCE

### A. MANDATORY REQUIREMENTS

#### 1. Company's Philosophy on code of Governance:

The Company's philosophy on corporate governance envisages the attainment of the highest levels of transparency, accountability and equity, in all facets of its operations, and in all interactions with its stake holders, including the shareholders, employees, the government and other bodies. The business of the Company are conducted not to benefit any particular interest group but for the benefit of all shareholders.

#### 2. Board of Directors

A) The Board consists of Four members comprising:

- Mr Navin B Doshi - Chairman - Executive Director
- Mr S.Rammamurthy - Director - Executive Director
- Dr. Sharad R Mehta - Non Executive and Independent Director
- Ms. Ami M Shah - Non Executive and Independent Director

Six Board Meeting were held during the year 2008-09 - On 27<sup>th</sup> June 2008, 27<sup>th</sup> July 2008, 25<sup>th</sup> September 2008 (AGM), 24<sup>th</sup> October 2008, 30<sup>th</sup> January 2009 and 20<sup>th</sup> February 2009.

All Board meetings and Annual General Meetings are attended by all Directors.

#### 3. Audit Committee

The Audit Committee comprise of:

1. Mr. S. Rammamurthy - Chairman -Executive Director
2. Mr. Sharad R Mehta - Member -Non Executive and Independent Director
3. Ms. Ami M Shah - Member -Non Executive and Independent Director

The terms of reference specified by the Board to the Audit Committee are as contained under Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956. These include overseeing of the Company's financial reporting process and disclosure of financial information, review of annual and quarterly financial statements with management before submission to the Board of Directors, review of the adequacy of internal control systems with management, external and internal auditors and review of the Company's financial risk and management policies. The Committee also recommends to the Board the appointment of external Auditors. During the financial year the Audit Committee met on four occasions on 27/6/2008, 27/7/2008, 24/10/2008 and 30/1/2009. The meetings were and all Committee members attended all Audit Committee meetings.

#### 4. Remuneration Committee

The Chairman and non-executive Directors do not draw any remuneration from the Company except sitting fees for attending the meetings of the Board and Committees thereof. The Company pays sitting fees to all Directors other than Managing Director and Whole Director at the rate Rs. 1800/- for each Board meeting and Rs. 1000/- for each Committee Meeting.

#### 5. Transfer Shareholders'/Investors' Grievance Committee

The Committee comprises of Dr. Sharad Mehta and Mr. S .Rammamurthy. All shares have been transferred and returned in 21 days from the date of receipt, so long as the documents have been clear in all respects. The Share Committee generally meets once a fortnight.



## 6. General Body Meeting

The Last Three Annual General Body Meetings of the Company were held as under:

Year	Location	Date	Time	No.of special Resolutions passed
2005-2006	Dalamal House, 4 <sup>th</sup> Floor, J.B. Marg. Mumbai - 400 021	26.09.2006	3.30 p.m.	1
2006-2007	As above	26.09.2007	3.30 p.m.	1
2007-2008	As above	25.09.2008	3.30 p.m.	Nil

## 7. Means of Communication

The Company has published its quarterly results in Economic Times and Maharashtra Times (Marathi).

## 8. General Shareholder Information

- a) Annual General Meeting:
- Date and Time : 25<sup>th</sup> September 2009  
at 3.30 p.m.
  - Venue : Dalamal House,  
4th Floor, J.B.Marg,  
Nariman Point,  
Mumbai - 400 021.
- b) Financial Calendar 2007-08 (Tentative) : Annual General Meeting  
25<sup>th</sup> September 2009.
- c) Results for the quarter ending :
- i) June 30th 2008 : 30<sup>th</sup> July 2009
  - ii) September 30th , 2008 : Last week of October 2009
  - iii) December 31st, 2008 : Last week of January 2010
  - iv) March 31st, 2009 : Last week of April 2010
- d) Book Closure : 17th September 2009 to 25<sup>th</sup>  
September 2009  
(both days inclusive)
- e) Equity Shares are Listed on Stock Exchanges at : Mumbai, National, Chennai, Ahmedabad and Kolkata.
- f) Demat ISIN Numbers in NSDL & CDSL : Equity Shares INE558D01013
- g) Registrar and Transfer Agents : Link Intime India Pvt. Ltd.,  
C-13, Pannalal Silk Mills Compound, L.B.S .Marg, Bhandup (West)  
MUMBAI - 400 078.





h) Stock Market Data : Bombay Stock Exchange (BSE)

Month	Year	High Price (Rs.)	Low Price(Rs.)
April	2008	40.75	36.00
May	2008	37.00	27.65
June	2008	40.45	29.00
July	2008	36.55	26.25
August	2008	37.30	30.00
September	2008	35.00	16.30
October	2008	25.70	9.75
November	2008	13.00	7.80
December	2008	10.00	7.00
January	2009	11.25	8.00
February	2009	12.00	10.00
March	2009	10.02	9.15

i) **Dematerialization of Share** : Trading in Equity Shares of the Company is permitted only in dematerialized form with effect from 1st January 2002 as per notification issued by the Securities and Exchange Board of India (SEBI). Approximately 72.95% of outstanding share have been dematerialized upto 31st March 2009.

j) **According to categories of shareholders as at 31st March 2009**

		No. of Shares	%
Promoters, Directors & Relatives	=	5819576	58.34
International Investors (NRI/FII's)	=	1070578	10.73
Body Corporate	=	781089	7.83
Others	=	2304557	23.10

k) **Distribution of Share Holding** :

Distribution of Shareholding as on 31st March 2006	No. of Shareholders	No. of Shares	% of Shareholders
Upto 5000	802	203243	2.04
5001-10000	318	281000	2.82
10001 - 20000	130	212096	2.13
20001 - 30000	104	270655	2.71
30001 - 40000	22	81755	0.82
40001-50000	27	131901	1.32
50001-100000	56	424916	4.26
100001 and above	40	8370234	83.90
Total	1499	9975800	100.00

By Order of the Board,

**NAVINCHANDRA B. DOSHI**  
Chairman & Managing Director

Place: Mumbai  
Date: 24<sup>th</sup> August, 2009



---

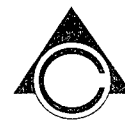
**Certificate of Chairman and Managing Director on Financial Statements Under Clause 49 of the Listing Agreement**

I, Navin B Doshi, Chairman and Managing Director of Coral India Finance and Housing Limited certify that :-

- a. I have reviewed financial statements and the cash flow statement for the Financial Year ended 31<sup>st</sup> March, 2009 and that to the best of our knowledge and belief:
  - i. these statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading
  - ii. these statements together present a true an fair view of the Company's affairs are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period which are fraudulent, illegal or violate of the Company's code of conduct.
- c. I am responsible for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. I have indicated to the auditors and the Audit Committee that :
  - i. there have been no significant changes in internal control over financial reporting during the year;
  - ii. there have been no significant changes in accounting policies during the year; and
  - iii. there have been no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Mumbai  
Date: 24th August, 2009

**NAVIN B DOSHI**  
Chairman and Managing Director



---

### Declaration of Managing Director on Compliance With Code of Conduct Under Clause 49 of the Listing Agreement

This is to confirm that the company has adopted a Code of Conduct for Directors and Senior Management Personnel.

I confirm that the company has in respect of the Financial Year ended 31<sup>st</sup> March, 2009 received from each Member of the Board and Senior Management Personnel, a declaration of compliance with the Code of Conduct as applicable to each one of them.

Place: Mumbai  
Date: 24th August, 2009

**NAVIN B DOSHI**  
Chairman and Managing Director

Details of Directors seeking Appointment/Re-appointment in Annual General Meeting fixed for 25<sup>th</sup> September 2009.

1. Name of the Director : Ms Ami Shah
2. Date of Birth : 8<sup>th</sup> February 1984
3. Date of Appointment : 22<sup>nd</sup> August 2006
4. Qualifications : Bachelor of Commerce
5. Directorship Held in other Companies : Nil
6. Chairman/Member of the Committee of the Board of Directors of company : Audit Committee - Member
7. Chairman/Member of the Committee of the Board of Directors of other Companies in which He/she is a Director : Nil.



---

## AUDITORS CERTIFICATE

The Members of Coral India Finance and Housing Limited

We have examined the compliance conditions of Corporate Governance by Coral India Finance and Housing Limited, for the year ended 31<sup>st</sup> March, 2009 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance is pending for a period exceeding one month against the Company as per records maintained by the Share Registrars and reviewed by the Shareholder's/Investors' Grievance Committee.

We further state that such compliance is neither an assurance as to the further viability of the Company nor the efficiency or effectiveness the affairs of the Company.

**For SUTARIA ASSOCIATES**  
Chartered Accountants

**(CA PARESH H. SUTARIA)**  
Partner  
Membership No: 36749

Place : Mumbai  
Date : 24th August, 2009



## AUDITOR'S REPORT

TO,  
THE SHAREHOLDERS OF  
**CORAL INDIA FINANCE AND HOUSING LIMITED**  
MUMBAI.

We have audited the attached Balance Sheet of **M/S. CORAL INDIA FINANCE AND HOUSING LIMITED** as on **31st March, 2009**, and also the Profit & Loss Account and also cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by Companies (Auditors Report) (Amendment) Order, 2004 issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure a Statement on the matters specified in Paragraph 4 and 5 of the said order.

Further to our comments in Annexure referred to above, we report that: -

- i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- ii) In our opinion, proper books of accounts as required by Law have been kept by the company, so far as appears from our examination of those books;
- iii) The Balance Sheet and Profit & Loss and cash flow statement dealt with by this report are in agreement with the Books of Account;
- iv) In our opinion, the Balance Sheet and Profit and Loss Account and cash flow statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March, 2009, and taken on record by the Board of Directors, we report that none of the directors of the Company is disqualified as on 31<sup>st</sup> March, 2009, from being appointed as director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- vi) In our opinion and to the best of our information and according to the explanations given to us, and subject to the Notes on Accounts forming part of the Balance Sheet, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) In the case of the Balance Sheet, of the state of affairs of the Company as on 31st March, 2009;
  - b) In the case of Profit & Loss account, of the profit for the year ended on that date.
  - c) In the case of cash flow statement, of the cash flow for the year ended on that date.

**For SUTARIA ASSOCIATES**  
Chartered Accountants

**(CA PARESH H. SUTARIA)**  
Partner  
Membership No: 36749

Place : Mumbai  
Date : 24/08/2009



**RE: CORAL INDIA FINANCE AND HOUSING LIMITED**  
**ANNEXURE REFERRED TO IN PARAGRAPH (3) OF EVEN DATE**

As required by the Companies (Auditors Report) Order, 2004 and according to the information and explanations given to us during the course of the audit & on the basis of such checks as were considered appropriate we report that:

- (i) (a) The Company had maintained proper records showing full particulars including quantitative details and situation of fixed assets;
- (b) As explained to us, the assets have been physically verified by the management in accordance with a phased programme of verification, considering the size and the nature of its business. The frequency of verification is reasonable and no material discrepancies have been noticed on such physical verification.
- (ii) (a) The inventories have been physically verified by the management during the year at reasonable intervals, while the inventory of construction work-in-progress as at the balance sheet date was physically surveyed and certified by an engineer. except materials lying with third parties, where confirmations are obtained;
- (b) The procedure of physical verification of the inventories followed by the management is reasonable and adequate in the relation to the size of the Company and mature of its business;
- (c) The Company has maintained proper records of inventories and discrepancies noticed on physical verification of inventories as compared to books records were not material.
- (iii) (a) The Company has granted any loans, Secured or Unsecured to three party covered in the register maintained under section 301 of the Act and the maximum amount outstanding during the year are Rs. 6.55 crore & balance amount involved in the transaction are Rs. 2.03 crore.
- (b) The rate of interest and other terms and conditions of loan given by the company, secured or unsecured are not prima facie prejudicial to the interest of company.
- (c) The receipts of the principal amount and interest are also regular.
- (d) There is no stipulation for repayments so the there is no overdue amount hence, the steps for recovery of principal and interest does not arise.
- (e) The Company has not taken loan from party covered in the Register, maintained under Section 301 of the Companies Act, 1956.
- (f) The rate of interest and other terms and conditions in respect of loans taken by the Company, are in our opinion, prima facie not prejudicial to the interest of the Company.
- (g) In respect of loans taken by the Company, payments of principal amount and interest are regular as per terms.
- (iv) In our opinion, and according to explanation given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business, for the purchase of inventories, fixed assets and for the sale of goods. There is no continuing failure to correct the major weakness in the internal control system.
- (v) (a) In our opinion and explanation given to us, the transactions made in pursuance of contracts or arrangements, that need to be entered into the registered maintained under Section 301 of the Companies Act, 1956 have been recorded in the register;
- (b) In our opinion, and according to explanation given to us all the transactions have been made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and explanation given to us, during the year under review the company has not accepted any deposits from the public. The Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal has passed however the management has certified that they have complied the provisions of section 58A & 58AA or any other relevant provisions of the Act and there is no order during the year.
- (vii) The company does not have a formal Internal Audit department as such, however the control procedures enables reasonable internal checking of its financial and other records which is commensurate with the size of the business.
- (viii) We have been informed that Central Government has not prescribed maintenance of Cost records under Section 209(1) (d) of the Companies Act, 1956.



- (ix) (a) According to the record of the Company, the Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Funds, Employees State Insurance, Income Tax, Sales Tax, Wealth-Tax, Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues with appropriate authorities. According to the information and explanation given to us, there are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31<sup>st</sup> March, 2009 for the period more than six months from the date they became payable.
- (b) Accordingly information given to us, there is no Disputed Income tax, Sales tax, Wealth tax, Service tax, Customs Duty and Excise Duty except as listed below:-

Name of Statute	Nature of Dues	Amount (Rs.)	Period	Forum where dispute is pending
Income Tax Act, 1961	Disallowances of Exp	10.36 Lacs	2002-2003	Commissioner (Appeals)
Income Tax Act, 1961	Disallowances of Exp	13.06 Lacs	2003-2004	Commissioner (Appeals)
Income Tax Act, 1961	Disallowances of Exp	12.30 Lacs	2004-2005	Commissioner (Appeals)

- (x) In our opinion, the accumulated losses of the company are not more than fifty percent of its net worth. The Company has not incurred cash losses in the immediately preceding financial year.
- (xi) Based on our audit procedure and the information and the explanation given by the management, we are of the opinion that the Company has not defaulted in repayment of its dues to financial institution and banks.
- (xii) Based on examination of records and the information and the explanation given by the management the Company has not granted any loans or advance on the basis of security by way of pledge of shares, debenture or other securities.
- (xiii) The provisions of any Special Statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund/Societies are not applicable to the Company.
- (xiv) The Company is dealing or trading in shares, securities, debenture or other investments. The company has maintained proper records of the transactions and timely entries made therein. The shares, securities and other investments are held in the name of company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
- (xvi) According to the information and explanations given to us, the Company has not taken any term loan during the year.
- (xvii) According to the information and explanations given to us, and on an overall examination of the balance sheet of the company. No funds raised on short-term basis have been used for long term investment.
- (xviii) The Company has not made any preferential allotment of share to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956. However, Company has cancelled allotment of 36 lacs preferential warrants to promoters due to adverse market condition and accordingly, Rs. 48.80 has been refunded.
- (xix) According to the information and explanations given to us, during the period covered by our audit report, no debenture has been issued.
- (xx) The Company has not raised any money by way of public issues during the year.
- (xxi) On the basis of our examination and according to the information and explanations given to us, no fraud, on or by the company, has been noticed or reported during the year.

**For SUTARIA ASSOCIATES**  
Chartered Accountants

**(CA PARESH H. SUTARIA)**  
Partner  
Membership No: 36749

Place : Mumbai  
Date : 24/08/2009



## BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule	Current Year Rupees	Current Year Rupees	Previous Year Rupees
<b>I. SOURCES OF FUNDS :</b>				
1 Shareholders' Fund				
a) Share Capital	A	104,173,500		109,053,500
b) Reserves and Surplus	B	136,428,990		124,652,443
			240,602,490	233,705,943
Loan	C	-		-
Un secured Loan				
<b>TOTAL FUNDS EMPLOYED</b>			<u>240,602,490</u>	<u>233,705,943</u>
<b>II. APPLICATION OF FUNDS :</b>				
1 Fixed Assets				
a) Gross Block	D	45,946,694		45,938,294
b) Less: Depreciation		14,204,422		12,463,712
c) Net Block			31,742,272	33,474,582
Capital work in Progress			63,948,835	38,590,090
2 Investments	E		30,906,027	40,497,187
3 Current Assets, Loans and Advances				
a) Stock In Trade	F	109,371,645		67,088,527
b) Cash and Bank Balances	G	962,106		661,238
c) Loans and Advances	H	71,185,203		103,809,407
d) Sundry Debtors		1,623,412		2,041,318
		183,142,366		173,600,490
Less : Current Liabilities and Provisions	I	69,137,010		52,456,406
Net Current Assets		114,005,356	114,005,356	121,144,084
<b>TOTAL ASSETS (NET)</b>			<u>240,602,490</u>	<u>233,705,943</u>
SIGNIFICANT ACCOUNTING POLICIES	O			
NOTES ON ACCOUNTS	P			
Per our report attached of even date				

For **SUTARIA ASSOCIATES**  
Chartered Accountants

**(CA PARESH H. SUTARIA)**  
Partner  
Membership No: 36749

Mumbai  
Dated: 24/08/2009

FOR AND ON BEHALF OF THE BOARD

MR. NAVINCHANDRA B DOSHI - Chairman & Managing Director  
MR. S. RAMMAMURTHY - Whole-Time Director  
MR. AMI S. SHAH - Director

Mumbai, 24/08/2009





## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule	Current Year Rupees	Current Year Rupees	Previous Year Rupees
<b>I. INCOME :</b>				
Income From Operations	J	16,557,363		19,654,870
Income From Constructions	K	6,298,591		15,845,143
Income from Investments	L	1,708,025		20,449,746
			24,563,979	55,949,759
<b>II. EXPENDITURE :</b>				
Direct Expenses	M	3,898,750		4,147,322
Administrative and General Expenses	N	5,459,316		5,766,403
Depreciation		1,740,710		1,907,196
TOTAL EXPENDITURE			11,098,776	11,820,921
<b>III. PROFIT BEFORE TAXATION ( I-II )</b>			13,465,203	44,128,838
<b>IV. PROVISION FOR TAXATION</b>			1,300,000	5,000,000
<b>V. PROVISION FOR DEFERRED TAX</b>			238,656	372,900
<b>VI. PROVISION FOR FRINGE BENEFIT TAX</b>			150,000	77,294
<b>VII. PROFIT AFTER TAXATION</b>			11,776,547	38,678,644
<b>VIII. BALANCE BROUGHT FORWARD</b>			124,652,443	85,701,785
<b>IX. INCOME TAX ADJUSTMENT OF EARLIER YEAR'S</b>			-	272,014
<b>X. PROFIT AVAILABLE FOR APPROPRIATION</b>			136,428,990	124,652,443
<b>XI. BALANCE CARRIED TO BALANCE SHEET</b>			136,428,990	124,652,443
SIGNIFICANT ACCOUNTING POLICIES	O			
NOTES ON ACCOUNTS	P			
Per our report attached of even date				

For **SUTARIA ASSOCIATES**  
Chartered Accountants

(CA PARESH H. SUTARIA)  
Partner  
Membership No: 36749

Mumbai  
Dated: 24/08/2009

FOR AND ON BEHALF OF THE BOARD

MR. NAVINCHANDRA B DOSHI - Chairman & Managing Director  
MR. S. RAMMAMURTHY - Whole-Time Director  
MR. AMI S. SHAH - Director

Mumbai, 24/08/2009



## SCHEDULES FORMING THE PART OF THE ACCOUNTS

	Current Year Rupees	Previous Year Rupees
<b>SCHEDULE - A</b>		
<b>SHARE CAPITAL</b>		
Authorised :		
15,000,000 Equity Shares of Rs.10/- each (Previous Year 15,000,000 Equity Shares of Rs.10/- each)	150,000,000	150,000,000
Issued, Subscribed, and paid-Up : (99,75,800 equity shares of Rs. 10/- each fully paid up, Previous Year 99,77,800 Equity Shares of Rs.10/- each fully paid-up)	99,758,000	99,758,000
<b>Add</b> : Shares Forfeited (8,83,100 Equity Shares Forfeited vide Resln No. 2 dated 27/02/99, paid up value of Rs. 4,415,500/-)	4,415,500	4,415,500
Application Money Recd for Warrant	-	4,880,000
<i>PER BALANCE SHEET</i>	104,173,500	109,053,500
<b>SCHEDULE - B</b>		
<b>RESERVES &amp; SURPLUS</b>		
Profit and Loss Account	136,428,990	124,652,443
<i>PER BALANCE SHEET</i>	136,428,990	124,652,443
<b>SCHEDULE - C</b>		
Secured Loan	-	-
Unsecured Loan	-	-
<b>SCHEDULE - D</b>		
<b>FIXED ASSETS</b>		

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at 1st April, 2008	Additions/ (Deductions)	As at 31st March, 2009	As at 1st April, 2008	During the year	(Deductions)	As at 31st March, 2009	As at 31st March, 2009	As at 31st March, 2008
Land	3,244,445	-	3,244,445	-	-	-	-	3,244,445	3,244,445
Building	37,096,145	-	37,096,145	8,294,735	1,440,070	-	9,734,805	27,361,340	28,801,410
Fax Machine	16,000	-	16,000	12,772	449	-	13,221	2,779	3,228
Furnitures (Nauropathy)	2,296,339	8,400	2,304,739	1,918,496	94,338	-	2,012,834	291,905	377,843
Electrical Fittings (Nauropathy)	620,644	-	620,644	349,665	37,693	-	387,358	233,286	270,979
Television (Nauropathy)	239,725	-	239,725	199,032	10,531	-	209,563	30,162	40,693
Airconditioner (Nauropathy)	616,499	-	616,499	362,923	35,272	-	398,195	218,304	253,576
Boiler (Nauropathy)	85,740	-	85,740	48,052	5,242	-	53,294	32,446	37,688
Computer	67,300	-	67,300	44,108	9,277	-	53,385	13,915	23,192
Vechile	1,628,347	-	1,628,347	1,217,635	106,333	-	1,323,968	304,379	410,712
Water Purifier (Nauropathy)	27,110	-	27,110	16,294	1,505	-	17,799	9,311	10,816
<b>Total</b>	45,938,294	8,400	45,946,694	12,463,712	1,740,710	-	14,204,422	31,742,272	33,474,582
Previous Year	45,938,294	-	45,938,294	10,556,516	1,907,196	-	12,463,712	33,474,582	

## SCHEDULES FORMING THE PART OF THE ACCOUNTS



		Current Year Rupees	Previous Year Rupees
<b>SCHEDULE - E</b>			
<b>INVESTMENTS</b>			
QUOTED EQUITY SHARES			
<b>NAME OF THE COMPANY</b>	<b>NOS.</b>		
Aftek Ltd (Market Value Rs. 37250/-)	5000	548,368	548,368
Ahmadabad Forge Ltd		-	9,299
Andhra Bank Ltd (Market Value Rs. 359600/-)	8000	919,016	1,451,900
Ansal Housing Ltd (Market Value Rs. 41400/-)	2000	688,109	688,109
Albert David Ltd., (Market Value Rs.878876/-)	18860	2,768,432	2,768,432
Ashok Lylend Ltd			183,537
Bharat Forge Ltd			1,071,228
Bongaon Refineriy Ltd (Market Value Rs.107994/-)	2634	171,742	171,742
Crest Animation Ltd (Market Value Rs.40625/-)	2500	476,866	476,866
Corporation Bank Ltd (Market Value Rs.361200/-)	2000	882,704	882,704
Cephram Milks Specialities Limited (Market Value Rs.58,910/-)	27400	306,515	306,515
Coral Laboratories Limited (Market Value Rs. 18604083/-)	708727	9,612,584	9,612,584
D-Link India Ltd (Market Value Rs.94625/-)	2500	300,922	300,922
Everest Industries Ltd			109,984
Gatti India Ltd			442,326
GTL Infrastruce Ltfd (Market Value Rs.88350/-)	3000	313,572	313,572
GTL India Ltd (Market Value Rs.715950/-)	3000	940,874	940,874
Gujarat Heavy Chemicals Ltd			641,966
Graphite India Ltd			476,371



## SCHEDULES FORMING THE PART OF THE ACCOUNTS

		Current Year Rupees	Previous Year Rupees
Global Board Ltd (Market Value Rs.205/-)	100	54,442	54,442
Hotel Leelaventure Ltd (Market Value Rs.186500/-)	10000	512,504	512,504
Indian Hotels Ltd (Market Value Rs.473400/-)	12000	1,732,462	1,732,462
JCT Ltd (Market Value Rs.23500/-)	10000	153,545	460,635
Kesea Sera Ent. Ltd (Market Value Rs.103500/-)	3000	129,303	464,931
Kamanwala Housing & Constructions Ltd (Market Value Rs. 129900/-)	6000	323,386	323,386
L M Ltd (Market Value Rs.88500/-)	15000	537,873	537,873
Liberty Shoes Ltd (Market Value Rs. 37900/-)	1000	160,892	160,892
Mukand Ltd			196,528
Mangalam Cement Ltd (Market Value Rs. 294500/-)	5000	966,965	966,965
MIDDay Multimedia Ltd (Market Value Rs.59050/-/-)	5000	400,620	400,620
Pentamedia Graph Ltd (Market Value Rs.3795/-)	2750	222,993	222,993
Pertonet Ltd			514,979
Ratnamani Metals & tubes Ltd (Market Value Rs.92875/-)	2,500	707,875	707,875
Shree Precoated Steels Ltd			416,867
Shree steel wires ltd (Market Value Rs.5980/-)	1495	19,356	19,356
Spanco Telesystems & Solutions Ltd (Market Value Rs.27850/-)	1000	210,249	210,249
Shree Digvijay Cement Ltd (Market Value Rs.68700/-)	10000	399,704	399,704
Tata Iron & Steel Ltd (Market Value Rs.854488/-)	4148	3,734,914	5,326,687
Tamilnadu Petro Products Ltd (Market Value Rs.256987/-)	31150	698,370	698,370
Union Bank of India Ltd			1,508,715

## SCHEDULES FORMING THE PART OF THE ACCOUNTS



	Current Year Rupees	Previous Year Rupees
Varun Shipping Ltd		792,261
VIP Industries Ltd		462,725
Vicroy Hotel Ltd (Market Value Rs. 272550/-)	17250	1,827,392
Welspun Ltd (Market Value Rs.30600/-)	1500	180,477
(Total Market Value Rs 2,43,99,644/-)		
	30,903,027	40,497,187
<i>UnQuoted:</i>		
<i>Coral Classic Office Complex Soc Ltd</i>	3,000	-
	3,000	-
<i>PER BALANCE SHEET</i>	30,906,027	40,497,187



## SCHEDULES FORMING THE PART OF THE ACCOUNTS

	Current Year Rupees	Previous Year Rupees
<b>SCHEDULE - F</b>		
<b>STOCK IN TRADE</b>		
Stock in Trade - Deolali	4,192,270	3,980,899
Project -in - Progress Account	105,179,375	63,107,628
<i>PER BALANCE SHEET</i>	<u>109,371,645</u>	<u>67,088,527</u>
<b>SCHEDULE - G</b>		
<b>CASH AND BANK BALANCE</b>		
Cash on hand	171,911	580,434
Balance with schedule banks in Current Account	790,195	80,804
<i>PER BALANCE SHEET</i>	<u>962,106</u>	<u>661,238</u>
<b>SCHEDULE - H</b>		
<b>LOANS AND ADVANCES</b>		
Loans	44,179,957	82,279,560
Advances recoverable in cash or kind or for value to be received	17,941,603	12,623,176
Security Deposit	9,063,643	8,906,671
<i>PER BALANCE SHEET</i>	<u>71,185,203</u>	<u>103,809,407</u>
<b>SCHEDULE - I</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
a) <b>Current Liabilities</b>		
Sundry Creditors	6,378,083	12,781,050
(Due to SSI Units - Rs. NIL)		
Other Liabilities	4,347,692	5,332,248
Advance for flats	48,619,647	26,001,520
	<u>59,345,422</u>	<u>44,114,818</u>
b) <b>Provisions</b>		
Provision for taxation	9,791,588	8,341,588
<i>PER BALANCE SHEET</i>	<u>69,137,010</u>	<u>52,456,406</u>

## SCHEDULES FORMING THE PART OF THE ACCOUNTS



	Current Year Rupees	Previous Year Rupees
<b>SCHEDULE - J</b>		
<b>INCOME FROM OPERATIONS</b>		
Interest and Bill discounting charges (TDS Rs. 12,85,094/- P.Y. Rs. 22,52,403/)	5,926,068	10,206,540
Rent Income Recd	10,631,295	9,448,330
<i>PER PROFIT AND LOSS ACCOUNT</i>	16,557,363	19,654,870
<b>SCHEDULE - K</b>		
<b>(A) CONSTRUCTION INCOME - DEOLALI</b>		
Opening Stock in Trade	3,980,899	8,782,533
Add: Additions during the year	1,000,000	500,000
Total	4,980,899	9,282,533
Less: Sales During Year	1,425,000	6,946,000
Less: Closing Stock in Trade	4,192,270	3,980,899
<b>TOTAL (A)</b>	636,371	1,644,366
<b>(B) CONSTRUCTION INCOME - THANE</b>		
Closing WIP (Work Certified)	105,179,375	63,107,625
Less: Construction Cost		
Opening WIP	63,107,625	14,124,799
Addition During the Year	36,409,530	34,782,049
<i>Estimated Profit Recognised (B)</i>	5,662,220	14,200,777
<i>Net Income from Construction (A+B)</i>	6,298,591	15,845,143
<b>SCHEDULE - L</b>		
<b>OTHER INCOME</b>		
Dividend Income	972,619	1,635,794
Profit on Sale of Investments	-	18,508,685
Profit in Mark to Markup on Index	161,846	-
Other income	573,560	305,267
<i>PER PROFIT AND LOSS ACCOUNT</i>	1,708,025	20,449,746
<b>SCHEDULE - M</b>		
<b>DIRECT EXPENSES</b>		
Nauropathy Expenses	3,898,750	4,147,322
	3,898,750	4,147,322



## SCHEDULES FORMING THE PART OF THE ACCOUNTS

	Current Year Rupees	Previous Year Rupees
<b>SCHEDULE - N</b>		
<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>		
Salaries Staff welfare & Allowances	188,259	271,702
Directors' Remuneration	1,300,440	1,183,300
Directors Fees	29,600	40,400
Legal & Professional Charges	92,687	263,341
Rent, Rates & Taxes	2,225,360	1,180,033
Travelling & Conveyance	61,151	36,100
Insurance Charges	61,735	35,586
Postage & Telephone	77,671	137,378
Printing & Stationery	61,377	50,598
Sundry Expenses	104,476	733,830
Advertisement Expenses	126,607	172,000
Bank Charges	21,985	38,217
Listing Fees	49,552	65,500
Auditor's Remuneration	61,798	61,798
Loss in Sale of Investment	996,618	-
Loss in Mark to Markup on Index	-	1,496,620
Future Account		
<b>PER PROFIT AND LOSS ACCOUNT</b>	<b>5,459,316</b>	<b>5,766,403</b>





---

**CORAL INDIA FINANCE AND HOUSING LIMITED**

**SCHEDULES TO THE BALANCE SHEET AS AT 31ST MARCH 2009**

**SCHEDULE O - SIGNIFICANT ACCOUNTING POLICIES:-**

**A. Basis of Accounting:**

The Financial statements are prepared under the historical cost convention, on the accrual basis of accounting in accordance with applicable mandatory accounting standards issued by the Institute of Chartered Accountants of India and relevant presentational requirements of the Companies Act, 1956.

**B. Use of Estimates :**

Preparation of Financial Statement in conformity with Generally Accepted Accounting Principles requires Company Management to make estimates and assumption that affect reported balance of Assets & Liabilities and disclosures relating to Contingent Assets & Liabilities as of the date of Financials and reported amounts of income & expenses during the period. Examples of such estimate include profits expected to be earned on projects carried on by the Company, Contract Costs expected to be incurred to completion of project, provision for Doubtful Debts, Income Taxes, etc. Actual results could differ from these estimates. Differences, if any, between the actual result and estimates are recognized in the period in which the result are known or materialized

**C. Fixed Assets:**

Fixed Assets are shown at cost including directly attributable cost for bring the assets to its working conditions for the intended use less depreciation.

**D. Depreciation:**

Depreciation has been provided on Written down Value basis in accordance with the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956, as amended by the notification GSR 756 (E) dated 16/12/1993 issued by the Department of Company Affairs. Depreciation is calculated at amended rates from 1st April 1993 onwards.

**E. Inventories:**

Stock in trade refers unsold residential units. These are valued at Construction cost including cost of land and other development cost attributable to the said Project.

Construction Work-in-progress, including stock of materials is carried at cost. Cost includes materials, direct expenses and attributable overheads.

**F. Investments:**

Investments are shown in Balance Sheet 'At cost'. In the opinion of the management, the decline in the value of investment in shares on account of market forces and is not of permanent nature and therefore not provided in the books of accounts.

**G. Accounting for Transaction on Future Index Traded in Derivatives:**

The PROFIT of Rs.1,61,846/-, provided on the basis of mark to markup rates on Future Index traded in Derivative as per Guidance Note issued by The Institute of Chartered Accountants of India.

**H. Accounting for Construction Activities:-**

- i) Revenue in respect of Construction activities with respect to Thane Project recognized based on Percentage Completion Method in accordance with Accounting Standard 7 issued by the Institute of Chartered Accountants of India. The revenue is recognized on the basis of stage of completion as certified by the Architect.
- ii) As regards to Construction activities, the Company have accounted the income in respect of sold units on execution of the agreements. The unsold unit has been shown as closing stock in trade, which is valued at cost.

**I. Income Recognition:-**

- i) In respect of Fund based activities, interest is accrued in respect of loans/advances where the accounts are regular.
- ii) Share Investment profit is accounted on sale of shares. Derivative profit/loss is accounted as per Guidance Note issued by The Institute of Chartered Accountants of India.



- iii) Dividend income is recognized as and when right to receive payment is established.
- iv) Rental income / lease rentals are recognized on accrual basis in accordance with the terms of agreement.
- v) As Regards Construction activities, Income is recognized as mentioned in H (i).

**K. Cash Flow Statement:**

Cash Flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The Cash Flow from regular revenue generating, financing and investing activities of the Company is segregated.

**L. Events occurring after the date of Balance Sheet:**

Material events occurring after the date of Balance Sheet are taken into cognizance.

**M. Earning Per Share:**

Basic Earning per Share is computed by dividing net income by the weighted average number of common stock outstanding during the period.

The number of shares used in computing diluted earning per share comprises the weighted average shares considered for deriving basic Earning per Share, and also the weighted average number of equity shares that could have been issued on the conversion of all the dilutive potential Equity Shares. The diluted potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value (i.e. the average market value of the outstanding shares). Diluted potential Equity Shares are deemed converted as of the beginning of the period unless issued at a later date.

**N. Impairment of Assets:**

At the end of each year, the company determines whether a provision should be made for impairment loss on Fixed Assets by considering the indications that an impairment loss may have occurred in accordance with Accounting Standard-28 "Impairment of Assets" issued by the Institute of Chartered Accountants of India, where the recoverable amount of any fixed asset is lower than its carrying amount, a provision for impairment loss on Fixed Assets is made for the difference.

**SCHEDULE P : NOTES ON ACCOUNTS:**

1. The information pursuant to Part II of Schedule VI to the Companies Act, 1956 relating to materials consumed is not possible since the Company is engaged in the business of construction activities, Investment and finance activities.
2. **CANCELLATION OF ALLOTMENT OF PREFERENTIAL SHARES.**  
Due to adverse market condition and also due to inordinate delay in allotting warrants, proposed allottees showed their unwillingness for subscription of 36 lakhs of convertible warrants and accordingly it was decided in Annual General meeting held on 27th June 2008 to cancel the allotment and refund the money received towards application –Total Rs 70.27 Lakhs. Accordingly there is a reduction in the Share application money to that extent.
3. **Contingencies:**  
Claims against the company not acknowledged as debts NIL.
4. Loans and advances are subject to confirmation from respective parties. In case where repayment of loans is not forthcoming, the Company has taken action in the matter and as per the management, no part of principal amount is considered doubtful.
5. **Directors' Remuneration**

	2008-2009	2007-2008
	- Rs.	Rs.
Salary	12,70,440	10,92,400
Perquisites	30,000	90,900
	<u>13,00,440</u>	<u>11,83,300</u>



## 6. Payments to Auditors :

	2008-2009	2007-2008
	Rs.	Rs.
Audit Fees	33,708	33,708
Taxation matter	28,090	28,090
	<u>61,798</u>	<u>61,798</u>

## 7. Taxation:

a) Provision of Current Income Tax is made on Taxes Payable Method after considering the effect of deduction under section 80IB of the income Tax Act, 1961.

### b) Deferred Taxation:

The Company has computed the deferred tax Assets/Liability on the following basis.

During the year the company has accounted for deferred tax in accordance with the Accounting Standard-22. "Accounting for taxes on Income" by the Council of the Institute of Chartered Accountants of India. Deferred tax Liabilities (net) for the current year amounting Rs. 2,38,656/- has been recognized in the Profit & Loss Account under "Provision for Taxation". The deferred tax liabilities comprises of tax effect of timing differences mainly on account of depreciation.

Deferred tax is recognized, subject to the consideration of prudence, on time differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

c) Fringe Benefit Tax has been calculated according to the provision of Income Tax Act, 1961.

## 7. FORMATION ABOUT CONSOLIDATED BUSINESS SEGMENT

Included in each category of business are:-

1. Finance      2. Construction      3. Naturopathy Centre.

### SEGMENT REVENUE

	Rupees in Lacs
Finance	59.26
Construction	62.99
Naturopathy	100.77
<b>Total</b>	<u>223.02</u>

### SEGMENT RESULTS

Finance	38.37
Construction	62.99
Naturopathy	49.37
<b>Total</b>	150.73

Add/Less: unallocable

Income net of exp.	21.58
<b>Profit before Tax</b>	<u>172.31</u>

### CAPITAL EMPLOYED

Finance 441.80	
Construction	443.18
Naturopathy	607.52
<b>Total</b>	<u>1492.50</u>



## 8. RELATED PARTY DISCLOSURE:

### A) Related parties with whom transactions have been taken place during the year;

M/s. Vora Trading Co.	- Associate Concern.
M/s. DWD Pharmaceuticals Ltd	- Associated Company.
M/s. Adore Pharmaceuticals Ltd	- Associated Company.
M/s. Coral Laboratories Ltd	- Associated Company
Mr. S. Ramamurthy	- Director of the Company
Mr. Navin B Doshi	- Director of the Company
Mrs. Meeta S Sheth	- Wife of Director

### B) Transactions with related parties:

(Rupees in Lacs)

M/s. Vora Trading Co.	Rent Paid	6.00
M/s. DWD Pharmaceuticals Ltd	Resort Charges	21.60
M/s. DWD Pharmaceuticals Ltd	Interest Received	0.24
M/s. Adore Pharmaceuticals Ltd	Interest Received	2.73
M/s Coral Laboratories LTD	Interest Received	53.74
Mr. S. Ramamurthy	Remuneration-Paid	7.01
Mr. Navin B Doshi	Remuneration-Paid	6.00
Mrs. Meeta S Sheth	Rent Paid	15.24

Figures of the previous year are regrouped and rearranged wherever necessary.

In the opinion of the Board, the current assets and loans and advances are approximately of the value stated, if realized in the ordinary course of business.

The figures have been rounded off to the nearest rupee.

For **SUTARIA ASSOCIATES**

Chartered Accountants

**(CA PARESH H. SUTARIA)**

Partner

Membership No: 36749

Mumbai

Dated: 24/08/2009

FOR AND ON BEHALF OF THE BOARD

MR. NAVINCHANDRA B DOSHI - Chairman & Managing Director

MR. S. RAMMAMURTHY - Whole-Time Director

MR. AMI S. SHAH - Director

Mumbai, 24/08/2009



---

## AUDITORS CERTIFICATE

The Board of Directors,  
**Coral India Finance and Housing Limited,**  
Dalamal House, 4<sup>th</sup> Floor,  
Nariman Point,  
Mumbai- 400021.

We have examined the attached Cash Flow Statement of **Coral India Finance and Housing Limited** for the year-ended 31.3.2009. The Statement has been prepared by the Company in accordance with the requirements of Listing Agreement Clause 32 with Stock Exchange and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of to the Members of the Company.

**For SUTARIA ASSOCIATES**  
Chartered Accountants

**(CA PARESH H. SUTARIA)**  
Partner  
Membership No: 36749

Place : Mumbai  
Date : 24/08/2009



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

	Current Year Rupees	Previous Year Rupees
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and extraordinary items	134.65	441.29
Add : Depreciation	17.41	19.07
Profit on sale of investment	9.97	(185.09)
Profit on sale of Fixed Assets	-	-
(Interest/Dividend Received)	(68.99)	(118.42)
	<u>(41.61)</u>	<u>(284.44)</u>
<b>Operating Profit before Working Capital</b>	<b>93.04</b>	<b>156.85</b>
(Increase)/Decrease in Inventories	(422.83)	(338.17)
(Increase)/Decrease in Trade & Other Receivable	0.60	(30.97)
Increase/(Decrease) Current Liabilities & Provision	161.35	329.54
	<u>(260.88)</u>	<u>(39.60)</u>
<b>Cash generated from Operations</b>	<b>(167.84)</b>	<b>117.25</b>
Tax paid	(51.17)	(28.79)
Application Money	(48.80)	48.80
	<u>(267.81)</u>	<u>137.26</u>
<b>Cash flow before, Extraordinary items</b>	<b>(267.81)</b>	<b>137.26</b>
<b>Net Cash Flow From Operating Activities</b>	<b>(267.81)</b>	<b>137.26</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(253.67)	(385.90)
Sale of Fixed Assets	0.00	0.00
Purchase of Investment	(0.03)	(211.64)
Sale of Investment	85.98	485.62
Loan Given	(94.75)	0.00
Loan Return	475.74	0.00
Interest Received	59.26	102.07
Dividend Received	9.73	16.36
	<u>282.26</u>	<u>6.51</u>
<b>Net Cash used for Investing Activities</b>	<b>282.26</b>	<b>6.51</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Intercorporate & Other Deposits	0.00	(159.32)
	<u>0.00</u>	<u>(159.32)</u>
<b>Net Cash from Financing Activities</b>	<b>0.00</b>	<b>(159.32)</b>
Net Increase in Cash and Cash Equivalents (A+B+C)	<b>14.45</b>	<b>(15.55)</b>
Cash and Cash Equivalents (OPENING BALANCE)	(5.01)	10.54
Cash and Cash Equivalents (CLOSING BALANCE)	9.44	(5.01)
	<u>(14.45)</u>	<u>15.55</u>

For **SUTARIA ASSOCIATES**  
Chartered Accountants

**(CA PARESH H. SUTARIA)**  
Partner  
Membership No: 36749

Mumbai  
Dated: 24/08/2009

FOR AND ON BEHALF OF THE BOARD

MR. NAVINCHANDRA B DOSHI - Chairman & Managing Director  
MR. S. RAMMAMURTHY - Whole-Time Director  
MR. AMI S. SHAH - Director

Mumbai, 24/08/2009

## SCHEDULES FORMING THE PART OF THE ACCOUNTS



### BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I.	Company's Registration Details		
	Registration No.	:	
	State Code	:	11
	Balance Sheet	:	31st March, 2009
II.	Capital raised during the year (Amount in Rs. Thousands)		
	Public Issue	:	NIL
	Right Issue	:	NIL
	Bonus Issue	:	NIL
	Private Placement	:	Nil
III.	Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)		
	Total Liabilities	:	240,602
	Total Assets	:	240,602
	Sources of Funds		
	Paid up Capital	:	104,173
	Reserves and Surplus	:	136,428
	Secured Loans	:	-
	Unsecured Loans	:	-
	Application of Funds		
	Net Fixed Assets	:	95,690
	Investments	:	30,906
	Net Current Assets	:	114,005
	Miscellaneous expenditure	:	-
IV.	Performance of Company (Amount in Rs. Thousands)		
	Turnover	:	24,563
	Total Expenditure	:	11,099
	Profit/(Loss) before tax	:	13,465
	Profit/(Loss) after tax	:	11,776
	Earning Per Share In Rs.	:	1.18
	Dividend Rate %	:	NIL
V.	Generic names of Three Principal Products/Services of a Company (As per Monetary Terms)		
	Product Description	:	Financing and Construction Activities

For **SUTARIA ASSOCIATES**

Chartered Accountants

(**CA PARESH H. SUTARIA**)

Partner

Membership No: 36749

Mumbai

Dated: 24/08/2009

FOR AND ON BEHALF OF THE BOARD

MR. NAVINCHANDRA B DOSHI - Chairman & Managing Director

MR. S. RAMMAMURTHY - Whole-Time Director

MR. AMI S. SHAH - Director

Mumbai, 24/08/2009



**CORAL INDIA FINANCE AND HOUSING LIMITED**

Dalamal House, 4th Floor, Jamnalal Bajaj Marg, Nariman Point, MUMBAI - 400 021.

**FORM OF PROXY**

L. F. No.

No. of Shares held

I/We \_\_\_\_\_ of \_\_\_\_\_  
in the District of \_\_\_\_\_ being a member/members of CORAL INDIA FINANCE  
AND HOUSING LIMITED hereby appoint \_\_\_\_\_ of \_\_\_\_\_  
the District of \_\_\_\_\_ in the district of \_\_\_\_\_ as my/our proxy to attend  
and vote for me/us and on my/our behalf at the 14th Annual General Meeting of the Company  
to be held at Dalamal House, 4th Floor, Jamnalal Bajaj Marg, Nariman Point, Mumbai 400 021,  
on Thursday, 25th September 2009 at 3.30 p.m. and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2009

Affix  
Re. 1  
Revenue  
Stamp

Signature of the Shareholder(s)

Note : The proxy form duly completed must reach the Registered Office of the Company not less than forty-eight hours before the time for holding the Meeting.

**CORAL INDIA FINANCE AND HOUSING LIMITED**

Dalamal House, 4th Floor, Jamnalal Bajaj Marg, Nariman Point, MUMBAI - 400 021.

**ATTENDANCE SLIP**

(TO BE HANDED OVER AT THE ENTRANCE OF THE MEETING HALL)

NAME OF THE ATTENDING MEMBER/PROXY (IN BLOCK LETTERS)	L.F. NO.

I hereby record my presence at the Fifteenth Annual General Meeting of the Company at Dalamal House, 4th Floor, Jamnalal Bajaj Marg, Nariman Point, Mumbai 400 021, on Thursday, 25th September 2009 at 3.30 p.m.

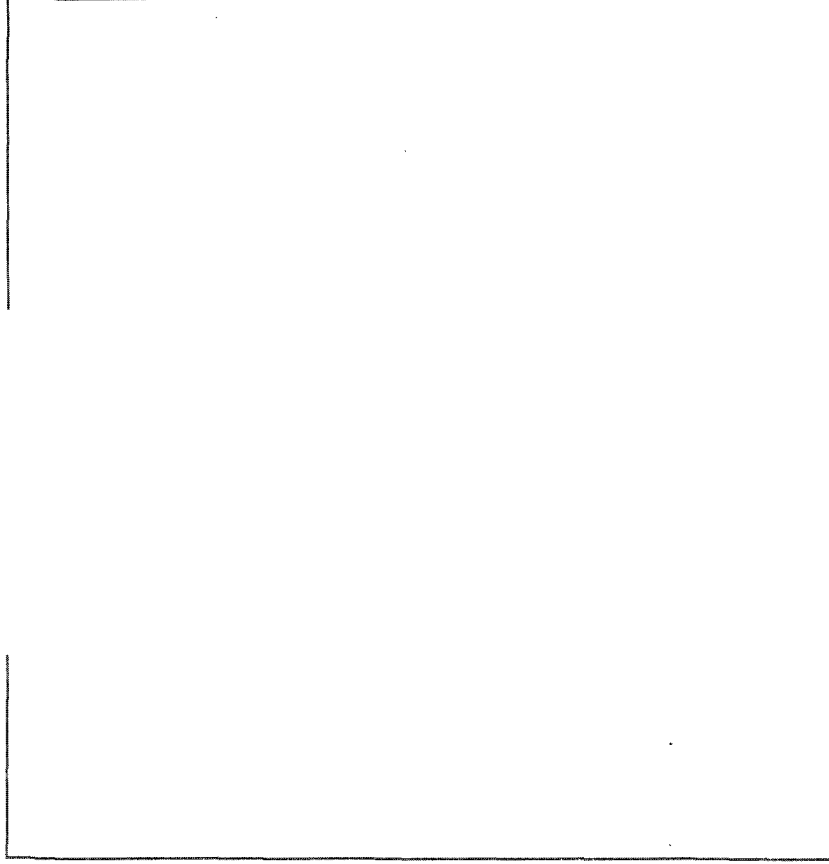
If Shareholder, please sign here	If Proxy, please sign here

- Notes : i) Shareholders/Proxy are requested to bring the attendance slip with them duly completed when they come to the meeting and hand them over at the gate after affixing their signature on them. No duplicate Attendance Slips will be issued at the venue of the meeting.  
ii) Joint Shareholders may obtain additional Attendance Slip on request.  
iii) Kindly bring your copy of the Annual Report with you.





# BOOK-POST



If undelivered please return to:

**LINK INTIME INDIA PVT. LTD**

UNIT: CORAL INDIA FINANCE AND HOUSING LIMITED

C/13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (W) Mumbai 400 078