

CFHRO/Legal/NHB/CORR/2/2020
16/10/2020

The General Manager
Department of Supervision
National Housing Bank
Core - 5A, 3rd floor, India Habitat Centre,
Lodhi Road, New Delhi - 110003

Dear Sir,

Sub: Inspection of Can Fin Homes Ltd. as per the provisions of the NHB Act, 1987 with reference to its position as on 31/03/2019 – Levy of Penalty
Ref: (1) Your letter No. NHB (ND)/DRS/SUP/6742/2020 dated 15/10/2020
(2) Our letter No. CFHRO/Legal/NHB/CORR/1/2020 dated 04/09/2020

With reference to the above, we wish to inform your good offices that the Company had maintained SLR investments on the public deposits to the extent of Rs.32.73 Crore as on 31/03/2019 as against the requirement of Rs.29.05 Crore, which is in excess to the extent of Rs.3.68 Crore [13%]. Thereby the Company had maintained adequate SLR investment and complied with the requirements in accordance with Sub-Section (1) & (2) of Section 29B of the National Housing Bank Act, 1987.

Further we wish to bring to your kind notice that the Company has complied with Policy Circular No.21 dated 13/04/2007, i.e. appointed M/s IDBI Trusteeship Services Limited, executed Trust Deed in favor of Trustee dated 27/06/2007 and created Floating Charge for Rs.28.88 Crore in favour of the Trustee.

As on 31/03/2019 floating charge was available in favour of the Trustee to the extent of Rs.28.88 Crore which was short by a very minimal amount of Rs.0.15 lakhs.

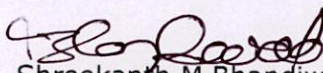
Subsequently the Company has taken steps to modify the floating charge in favour of the Trustee to the extent of Rs.41.61 Crore for the year ended 31/03/2020, which is in excess of the requirement to the extent of Rs.6.52 Crore.

Considering the excess SLR investment held by the Company on 31/03/2019 and that the Company has been settling its obligations with the depositors promptly, we once again request your good offices to condone the minimal shortfall on the floating charge as on 31/03/2019 and withdraw the penalty levied.

Further, we sincerely request for exemption from disclosures under Policy Circular No.93 dated 15/02/2019.

Thanking you & with regards,

Yours faithfully,
For Can Fin Homes Ltd.


Shreekanth M Bhandiwad
Dy. Managing Director







राष्ट्रीय
आवास बैंक
NATIONAL
HOUSING BANK
पर्यवेक्षण विभाग

DEPARTMENT OF SUPERVISION

Speed Post/ By Email

NHB (ND)/DRS/SUP/6742/2020

October 15, 2020

The Managing Director
Can Fin Homes Limited
29/1, I Floor, Sir MN Krishna Rao Road
Basavangudi, Bangalore – 560004.

Dear Sir,

Inspection of Can Fin Homes Limited, as per provisions of the National Housing Bank Act, 1987 with reference to its position as on 31-03-2019- Levy of Penalty

Please refer to the show-cause notice issued to company vide letter no. NHB/ND/DRS/Sup./4797/2020 dated 31-08-2020 on the captioned subject and the reply submitted by the company vide its letter dated 04-09-2020.

2. Based on the examination of the issue including the submission made by the company in the matter, the National Housing Bank has decided to levy a penalty of **₹5,000/- (Rupees Five Thousand only)** plus applicable GST @ 18% on account of non-compliance with respect to the provisions of policy circular no 21. Accordingly, company is directed to credit the penalty amount of **₹5,000 plus applicable GST of ₹9,00 @ 18%**, as per the Bank details enclosed at Annexure-I, within 14 days from the date of receipt of this letter.

3. The Company is advised to adhere to NHB's Policy Circular No. 93 dated February 15, 2019 with regard to the disclosure requirements of penalty imposed by the Bank. The Company is also advised to report the matter to its Board of Directors and send a copy of the minutes of the same to the Bank for information.

Yours faithfully,

(Vineet Singhal)
General Manager

S.No	Type	Particulars
1	Beneficiary Name	National Housing Bank
2	Beneficiary Address	Core 5A, 4th Floor, India Habitat Centre, Lodhi Road, New Delhi 110 003
3	Beneficiary Bank Name	State Bank of India
4	Beneficiary Bank Branch Address	Pragati Vihar Delhi Branch, Ground Floor, Core-6, Scope Complex, Lodhi Road, New Delhi - 110 003
5	Type of Bank Account	Current Account
6	Beneficiary Bank A/C No	52142903844
7	IFCS code of Bank branch	SBIN0020511
8	MICR No	110002658