



**Reserve Bank of India  
Department of Regulation  
Central Office, Mumbai**

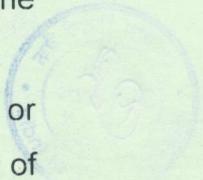
*In exercise of the powers conferred by sub-Section (6) of  
Section 29A of the National Housing Bank Act, 1987,  
the Reserve Bank of India passes the following order in the matter of*  
**M/s National Trust Housing Finance Limited**

**Order**

M/s National Trust Housing Finance Limited ("the company") bearing CIN-U65922TN1995PLC031681, having its registered office at No. 88, Mount Road, Guindy, Chennai, Tamil Nadu 600032, was incorporated on June 5, 1995, under the Companies Act, 1956. The company was issued a Certificate of Registration ("CoR") bearing No.01.0024.01 on August 16, 2001 by National Housing Bank ("the NHB") for carrying out housing finance business and accepting public deposits with prior permission, under the provisions of Section 29A of the National Housing Bank Act, 1987 ("the NHB Act").

2. In terms of sub-Section (6) of Section 29A of the NHB Act, the Reserve Bank of India ("the RBI") may cancel a CoR granted to a housing finance institution if it-

- i. ceases to carry on the business of a housing finance institution in India; or
- ii. has failed to comply with any condition subject to which the CoR had been issued to it; or
- iii. at any time fails to fulfil any of the conditions referred to in clauses (a) to (g) of sub-section (4) of section 29A of NHB Act; or
- iv. fails –
  - a) to comply with any direction issued by the RBI or NHB under the provisions of Chapter V of the NHB Act; or
  - b) to maintain accounts in accordance with the requirement of any law or any direction or order issued by the RBI or NHB under the provisions of Chapter V of the NHB Act; or
  - c) to submit or offer for inspection its books of account and other relevant documents when so demanded by an inspecting authority of the RBI or NHB; or





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v. has been prohibited from accepting deposits by an order made by the NHB under the provisions of Chapter V of the NHB Act and such order has been in force for a period of not less than three months.

3. The company *vide* its application dated April 6, 2023 requested NHB for voluntary surrender of its CoR stating that the company is not carrying housing finance business.

4. The company has submitted the following documents in this regard:

- i.) Audited financial statements for the year ended as on March 31, 2023.
- ii.) Certified copy of Board Resolution dated March 03, 2023 that the CoR of the company be surrendered for cancellation and that the company has not accepted any public deposits and will not accept the same in future.
- iii.) Certified copy of Board Resolution dated March 03, 2023 that the company has stopped NBFC activity w.e.f. close of business hours of February 28, 2023 and will not carry out the same in future. As on March 31, 2023 the financial assets/ total assets and financial income/ total income of the company stand at 0% and 72.36% respectively. Additionally, as a NBFC-HFC, the company has also submitted Board resolution indicating ceasing of HFI activity w.e.f February 28, 2023. As on March 31, 2023, the % of total assets to finance for housing and % of total assets to housing financing for individuals is at 0% and 0% respectively.
- iv.) Certified copy of Board Resolution dated March 03, 2023 that the company will approach the Reserve Bank for fresh CoR, in future, in case it intends to carry out NBF activity/ HFI activity.
- v.) Statutory Auditor Certificate (SAC) that the company has not accepted public deposits.
- vi.) Statutory Auditor Certificate (SAC) that the company has stopped NBF activity w.e.f. February 28, 2023. As on March 31, 2023, the Financial Assets/ Total Assets and Financial Income/Gross Income is at 0% and 72.36% respectively. Additionally, as a NBFC-HFC, the company has





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also submitted SAC indicating ceasing of HFI activity w.e.f February 28, 2023. As on March 31, 2023, the % of total assets to finance for housing and % of total assets to housing financing for individuals are at 0% and 0% respectively.

- vii.) Undertaking that it will apply to RoC, MCA within 30 days post cancellation of CoR for suitably changing its Name and Industrial Activity Code, which will not represent carrying out financial business.
- viii.) Undertaking that it will amend its Memorandum of Association (MoA) deleting clauses related to financial business from its Main objects, within 30 days post cancellation of CoR.
- ix.) Undertaking that it will submit the audited financials for next 2 fiscal years to the NHB, within 30 days post finalization of annual accounts, but not later than 31st December.

5. Further, on scrutiny of the financial statements of the company for the year ending March 31, 2023, it is observed that the company is not fulfilling the Principal Business Criteria (PBC) as stipulated by the RBI required to continue holding the CoR as HFC, i.e., finance for housing to total assets and housing financing for individuals to total assets are less than 60% and 50% respectively, as indicated in the RBI Master Direction – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021.

6. The company has surrendered the CoR for cancellation on its own volition. The NHB, being the supervisory authority for HFC, has recommended the cancellation of CoR of the company on voluntary grounds.

7. Accordingly, the CoR bearing no. 01.0024.01 dated August 16, 2001 issued to M/s National Trust Housing Finance Limited is hereby cancelled by the RBI, in terms of Section 29(A)(6)(i) of the NHB Act, 1987.

8. A copy of this **order** may be communicated to the company.

Place: Mumbai

Date: 21.9.2023

(R.L.K. Rao)  
Chief General Manager