

AIIBank Finance Limited

REPORT OF DEBENTURE TRUSTEES FOR THE HALF YEAR ENDED MARCH 2012

NAME: AIIBank Finance Limited

REGISTRATION NO: IND00000528

DATE OF REGISTRATION: February 22, 2010

SECTION I: ACTIVITIES

A Details of Debenture Issues (Public (P) / Rights (R)/ Privately Placed Listed (PPL) / Privately Placed Unlisted (PPUL)

Type	No. of debenture issues accepted during the half year ended March 2012		Cumulative No. of debenture issues handled up to the half year ended March 2012	Size (in ₹ crores) of debenture issues accepted during the half year ended March 2012		Cumulative Size (in ₹ crores) of debenture issues handled up to the half year ended March 2012	
	Secured	Unsecured		Secured	Unsecured		Total
	Total	Total		Secured	Unsecured		Total
Public							
Rights							
Privately Placed Listed	2	16	18	230	8175	8405	
Privately Placed Unlisted							
Total	2	16	18	230	8175	8405	

B Activities other than debenture trusteeship

Activity Type	Description of the activity	Number of clients
NIL	NIL	NIL



Name of Compliance Officer: Shreya Shah
 Email ID: compliance@allbankfinance.com

Section II - REDRESSAL OF INVESTOR GRIEVANCES

For the Half Year ended March 2012

A Status of Investor Grievances

Name of the issuer (tranche wise)	Pending complaints at the end of the previous half year	No. of complaints received during the half year	No. of complaints resolved during the half year	No of complaints pending at the end of the half year

NIL

B Details of the complaints pending for more than 30 days

Name of the issuer	No. of complaints pending for more than 30 days	Nature of the Complaint(s)			Steps taken for redressal	Status of the complaint (if redressed, date of redressal)
		Delay in payment of interest	Delay in payment of redemption	Any other		

NA



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Section III - DEFAULT DETAILS

Information regarding default by the Issuer Companies in Public (P) / Rights (R) / Privately Placed Listed (PPL) Issues of Debentures up to the half year ended March 2012

Name of the issuer	Secured / Unsecured	Type (P/R/PPL)	Issue Size (in ₹ crores)	Type of Default*	Details of action taken
Cox & Kings Ltd.	Secured	PPL	130 crores	Non-creation of security within 90 days	In terms of the Disclosure Document, M/s Cox & Kings Ltd paid additional interest @ 2% p.a. to the Debentureholder for the quarter ended 31/03/2012.

Note: Due to failure of the Issuer Company to get NOC from the existing charge holder to cede pari-passu charge in favour of the Debenture Trustee, ABFL relinquished the assignment on 16/04/2012. Axis Trustee Services Ltd has thereafter taken up the Trustee assignment with the knowledge of the debentureholder.

- *Type of Default
1. Non-payment of interest;
 2. Non-payment of redemption;
 3. Delay in payment of interest/redemption;
 4. Any other (like non-creation of security)



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AllBank Finance Limited

**SECTION - IV - COMPLIANCE
COMPLIANCE CERTIFICATE FOR THE HALF YEAR ENDED MARCH 2012**

A No conflict of interests with other activities

The activities other than debenture trusteeship performed by DT are not in conflict with DT activities and appropriate systems and policies have been put in place to protect the interests of debenture holders.

B Change in status or constitution

Reporting of 'changes in status or constitution' of DT (In terms of SEBI Circular No. CIR/MIRSD/10/2011 dated June 20, 2011)

2. Change in directorship details since the last report					NO
Name	Induction / retirement / resignation	Reasons	Effective date	Brief Experience (in case of induction)	Share in the Company
Shri Prasad Aklolkar	Resignation	Resignation	18.10.2011		NIL
Shri Deepak Narang	Resignation	Resignation	01.03.2012		NIL
Shri Satish Kumar Widhani	Induction	-	24.03.2012	Shri Satish Kumar Widhani, Chartered Accountant, is a General Manager (Credit) in Allahabad Bank. During the span of 26 years, he has held various important assignments such as Treasury, Investment, Forex, Premises, Credit Monitoring, Inspection & Audit	One

Note: Shri M. Satpathy, Vice-President, AllBank Finance Ltd has been given charge to look after day-to-day affairs of the Company w.e.f. 19/10/2011



C Other Information

(i) Details of arrest / conviction of key officials of DT	NIL
(ii) Details of prosecution cases or criminal complaints filed by investors against the DT	NIL
(iii) Details of any fraudulent activity by the employees associated with DT activities and action taken by the DT	NIL
(iv) Details of conviction of any offence involving moral turpitude or any economic offence by employees of DT	NIL
(v) Action taken by the DT on the above issues	NIL

D Compliance with registration requirements

Certified that the requirements specified for SEBI registration as DT are fulfilled, the details are as under:

(i) Net worth (audited) as defined in the Regulations as on FY ended 31.03.2012	Rs. 50.26 crores
(ii) Any change in infrastructure since the last report / registration/ renewal	NIL
(iii) Changes in Key personnel during the half year ended MARCH 2012	
Name(s) of the key personnel	Appointment / Date of Qualification Experience Functional areas of work
Shri Apoorv Singh, Manager	Cessation / Date of appointment / cessation 27.02.2012 - -

E Details of deficiencies and non compliances

	As per Annexure A
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F Details of the review of the report by the Board of Directors

Date of Board Review (dd/mm/yyyy)	21-Jun-12
Observation of the BoD on	
i) the deficiencies and non compliances	As per Annexure A
ii) corrective measures initiated	As per Annexure A

Certified that we have complied with SEBI (Debenture Trustee) Regulations, 1993, applicable provisions of SEBI (Issue and Listing of Debt Securities) Regulations, 2008, Circulars issued by SEBI and any other laws applicable from time to time except the deficiencies and non compliances those specifically reported at Section IV (E) above:



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ANNEXURE - A

F Details of the review of the report by the Board of Directors

Date of Board Review (dd/mm/yyyy)	21-Jun-12
Observation of the BoD on: i) the deficiencies and non compliances	<p>Security creation in respect of NCD issue of Cox & Kings Ltd for Rs. 130 crores could not be completed within a period of three months due to delay in obtention of NOC by the Issuer Company from the existing charge holder which was beyond the control of ABFL.</p> <p><u>Other deficiencies:</u> 1. Non-submission of half yearly reports to the stock exchange by SIDBI 2. Dissemination of information relating to trusteeship activities of ABFL on the website</p>
ii) corrective measures initiated	<p>In terms of the Disclosure Document, the Issuer Company paid additional interest @ 2% p.a. to the Debenture holder for the quarter ended 31/03/2012.</p> <p>Due to failure of the Issuer Company to get NOC from the existing charge holder to cede pari-passu charge in favour of the Debenture Trustee, ABFL relinquished the assignment. The Issuer Company and the debentureholder were intimated about our relinquishment and Axis Trustee Services Ltd has thereafter taken up the Trustee assignment with the knowledge of the debentureholder.</p> <p>ABFL will appropriately address / take care of such issues in future and continue to ensure that the interest of the Debenture holders is protected.</p> <p><u>Other deficiencies:</u> 1. ABFL has asked SIDBI to submit the half yearly statement to the stock exchange within the stipulated time period. 2. ABFL has taken up the matter with the vendor maintaining the website, for posting of relevant information regarding trusteeship activities on the website which will be updated on periodical basis.</p>

