

INDEPENDENT AUDITOR'S REPORT

To the Members of Greaves Finance Limited (Formerly known as Greaves Leasing Finance Limited)

Report on the Audit of Ind AS Financial Statements for the year ended March 31, 2022

Opinion

We have audited the Ind AS Financial Statements of **Greaves Finance Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Ind AS Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind AS Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Ind AS Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

Key Audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS Financial Statements of the current period. These matters were addressed in the context of our audit of the Ind AS Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

Information Other than the Ind AS Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the Directors' report.

Our opinion on the Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Ind AS Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Ind AS Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Ind AS Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Ind AS Financial Statements, including the disclosures, and whether the Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Ind AS Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

1. As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors as on March 31, 2022, and taken on record by the Board of Directors, none of the directors is

disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164(2) of the Act;

- (f) With respect to the internal financial controls with reference to Ind AS Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting,
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us,
- i. The Company does not have any pending litigations which would impact its financial position
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For ZADN & Associates
Chartered Accountants
Firm Registration No: 112306W

Abul Darukhanawala

Abulali Darukhanawala
Partner
Membership No. 108053
UDIN No. 22108053AIPXNT3573
Place: Mumbai
Date: May 06, 2022



Annexure A to the Independent Auditors' Report of Even Date on the Ind AS Financial Statements of Greaves Finance Limited for the year ended March 31, 2022

[Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

- i. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment's.
- (B) The Company has maintained proper records showing full particulars of Intangible Assets.
- (b) The Property, Plant and Equipment were physically verified during the year by the Management in accordance with the regular programme of verification, which in our opinion, provides for physical verification of all the Property, Plant and Equipment's at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has neither disclosed in the Ind AS Financial Statements nor held any Immovable Property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) in the name of the Company. Accordingly, the reporting under clause 3(i)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or Intangible Assets or both during the year. Accordingly, the reporting under clause 3(i)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, proceedings are neither initiated nor pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, the reporting under clause 3(i)(e) of the Order is not applicable to the Company.
- ii. (a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company does not have any inventory. Hence, reporting under clause 3(ii)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned with any working capital loan from banks or financial institutions on the basis of security of current assets, at any point of time during the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.

- iii. (a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not provided any guarantee or security to any company, firms, Limited Liability Partnerships or any other parties, at any point of time during the year.
- (b) According to the information and explanation provided to us and based on the audit procedures performed by us, the terms and conditions of the Investments made and Loans granted are not prejudicial to the Company's interest.
- (c) According to the information and explanation provided to us and based on the audit procedures performed by us, the schedule of repayment of principal and payment of interest is made as stipulated in the company's policy and the repayments are regular.
- (d) According to the information and explanation provided to us and based on the audit procedures performed by us, the repayment of loans, which are in the normal course of business of the company, are regular and as per stipulated Company's policy, there is no amount overdue for more than ninety days. Accordingly, the reporting under clause 3(iii)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanation provided to us and based on the audit procedures performed by us, none of the loans, which have fallen due during the year, has been renewed or extended or fresh loans are granted to settle the over dues of existing loans given to the employees. Accordingly, the reporting under clause 3(iii)(e) of the Order is not applicable to the Company.
- (f) According to the information and explanation provided to us and based on the audit procedures performed by us, the Company has not granted any loans which are repayable on demand or without specifying any terms or period of repayment. Accordingly, the reporting under clause 3(iii)(f) of the Order is not applicable to the Company.
- iv. In our opinion and according to the information and explanation provided to us, the Company has complied with the provisions of section 185 and 186 of Companies Act, 2013 in respect of loans, making investments and providing guarantees and securities, as applicable.
- v. According to the information and explanation provided to us, the Company has not accepted any deposits during the year in terms of Section 73 to 76 of the Act and hence reporting under clause 3(v) of the Order is not applicable to the Company.
- vi. Having regard to the nature of the Company's business/activities, reporting under clause 3(vi) of the Order is not applicable to the Company.
- vii. According to the information and explanation provided to us, in respect of statutory dues:

(a) According to the information and explanations given to us and based on the records of the Company examined by us, the Company is regular in depositing the undisputed statutory dues, including Income-tax, and other statutory dues to the extent applicable to it. There are no undisputed statutory dues remaining outstanding for the period exceeding six months as at the date of the Balance sheet.

We were informed that PF, ESIC, Customs, Excise, Investor Protection Fund do not apply to the company for year under audit.

(b) There are no dues referred to in sub-clause (a) as on 31st March 2022 which have not been deposited on account of any dispute.

viii. According to the information and explanations given to us, the Company does not have transactions, which are not recorded in the books of account but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, the reporting under clause 3(viii) of the Order is not applicable to the Company.

ix. According to the information and explanations given to us, the Company has not taken any loans or borrowings including debt securities from any lender including banks, financial institutions and Government. Hence, the reporting under clause 3(ix) of the Order is not applicable to the Company.

x. (a) According to the information and explanations given to us, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally convertible) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.

xi. (a) To the best of our knowledge and according to the information and explanations given to us, we have neither noticed any fraud by the Company or any fraud on the Company nor have the same been reported during the year. Hence reporting under clause 3(xi)(a) of the Order is not applicable to the Company.

(b) We have neither reported any fraud nor have we filed form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year and upto the date of issuance of this audit report. Thus, reporting under clause 3(xi)(b) of the Order is not applicable to the Company.

(c) To the best of our knowledge and according to the information and explanations given to us, we have not received any whistle-blower complaints during the year. Thus, reporting under clause 3(xi)(c) of the Order is not applicable to the Company.

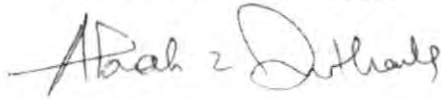
- xii. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with section 177 and 188 of the Act, where applicable, for all the transactions with the related parties and the details of related party transactions have been disclosed in the Ind AS Financial Statements, as required by the applicable Ind AS.
- xiv. In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system as per the provisions of Companies Act 2013. Accordingly, the reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding company or persons connected with them and hence provisions of Section 192 of the Act are not applicable to the Company. Accordingly, the reporting under clause 3 (xv) of the Order is not applicable to the Company.
- xvi. The Company registered under section 45-IA of the Reserve Bank of India Act 1934 and the Company had already obtained the required registration from RBI.
- xvii. In our opinion and according to the information and explanations given to us, the Company has not incurred any cash losses in the financial year and in the immediately preceding financial year.
- xviii. According to the information and explanations give to us, there has been no resignation of the statutory auditors during the year and accordingly, the reporting under clause 3(xviii) is not applicable.
- xix. Based on the financial ratios mentioned in the Ind AS Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Ind AS Financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither given any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. In our opinion and according to the information and explanations given to us, the provisions of section 135 related to Corporate Social Responsibility is not applicable to the Company. Accordingly, the reporting under clause 3(xx) is not applicable to the Company.

xxi. The reporting under CARO is applicable to the auditor of Consolidated Ind AS Financial Statement with respect to clause 3(xxi) of the Order only. In our opinion and according to the information and explanations given to us and as per exemptions provided in IND AS 110, Parent Company (i.e. Greaves Cotton Limited.) produces consolidated financial statements, thus, the reporting under clause 3(xxi) of the Order is not applicable to the Company.

For ZADN & Associates

Chartered Accountants

Firm Registration No.: 112306W



Abuali Darukhanawala

Partner

Membership No. 108053

UDIN No. 22108053AIPXNT3573

Place: Mumbai

Date: May 06, 2022



ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE IND AS FINANCIAL STATEMENTS OF GREAVES FINANCE LIMITED

[Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to Ind AS Financial Statements of Greaves Finance Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS Financial Statements for external purposes in accordance with

generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

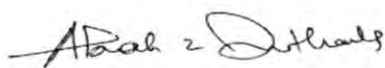
Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting were operating effectively as at 31st March, 2022, based on the criteria for internal financial controls system over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit Internal Financial Controls Over Financial Reporting issued by ICAI.

For ZADN & Associates

Chartered Accountants

Firm Registration No.:112306W



Abuali Darukhanawala

Partner

Membership No. 108053

UDIN No. 22108053AIPXNT3573

Place : Mumbai

Date : May 06, 2022



GREAVES FINANCE LIMITED

(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)

ACCOUNTS : 31st March, 2022

GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Balance Sheet as at 31st March, 2022

| | | Amount in ₹ | |
|-------------------------------------|------|---------------------------|---------------------------|
| | Note | As at 31st March, 2022 | As at 31st March, 2021 |
| ASSETS | | | |
| 1 Non Financial Asset | | | |
| (a) Property, plant and equipment | 4 | 7,820,893 | 5,540,740 |
| (b) Non Current Tax assets (net) | 5 | 3,002,737 | 2,871,669 |
| 2 Financial Assets | | | |
| (a) Investments | 6 | 685,988 | 3,168,312 |
| (b) Cash and cash equivalents | 7 | 3,274,434 | 9,635,859 |
| (c) Loans & Advances | 8 | 138,653,592 | 18,550,540 |
| (d) Other current assets | 9 | 6,695,368 | 9,438,201 |
| Total Assets | | 160,133,012 | 49,205,321 |
| EQUITY AND LIABILITIES | | | |
| 1 EQUITY | | | |
| (a) Equity share capital | 10 | 2,500,000 | 2,500,000 |
| (b) Other equity | 11 | 21,308,189 | 34,466,824 |
| LIABILITIES | | | |
| 2 Financial liabilities | | | |
| (a) Short term borrowings | 12 | 126,000,000 | 7,503,802 |
| (b) Other current liabilities | 13 | 10,324,823 | 4,734,695 |
| Total Equity and Liabilities | | 160,133,012 | 49,205,321 |

The notes are an integral part of these financial statements 1 to 26

As per our report of even date attached
For ZADN & Associates
Chartered Accountants
F.R.No. 112306W

For and on behalf of the Board

Abuali Darukhanawala
Partner
M.No.108053
Place : Mumbai
Date : 6th May, 2022



Dalpatraj Jain
Director
Din No.09055716
Place : Mumbai
Date : 6th May, 2022

Ravindra Pathak
Director
Din No. 09158107
Place : Mumbai
Date : 6th May, 2022

Kinjal Jain
Company Secretary
M.No. ACS 61165
Place : Mumbai
Date : 6th May, 2022



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Statement of Profit and Loss for the year ended 31st March, 2022

Amount in ₹

| | Note | Year ended 31st March 2022 | Year ended 31st March 2021 |
|---|------|-------------------------------|-------------------------------|
| I Revenue from operations | 14 | 8,159,307 | 4,065,775 |
| II Other income | 15 | 2,016,047 | 1,757,064 |
| III Total Income (I + II) | | 10,175,354 | 5,822,839 |
| IV Expenses | | | |
| Employee benefits expense | 16 | 11,809,089 | 4,005,992 |
| Finance Costs | 17 | 2,380,139 | 1,006,850 |
| Depreciation and amortisation expense | 18 | 1,891,053 | 1,052,848 |
| Other expenses | 19 | 7,253,708 | 8,316,851 |
| Total expenses | | 23,333,989 | 14,382,541 |
| V (Loss)/ Profit before exceptional items and tax | | (13,158,635) | (8,559,702) |
| VI (Less)/Add: Exceptional Items | | - | - |
| VII (Loss) / Profit before tax | | (13,158,635) | (8,559,702) |
| VIII Tax expense | | | |
| Current tax | 20 | - | - |
| Deferred tax (credit) / charge | | - | - |
| Total tax expenses | | - | - |
| IX (Loss) / Profit for the year (VII - VIII) | | (13,158,635) | (8,559,702) |
| X Total Comprehensive Income for the year | | (13,158,635) | (8,559,702) |
| Earnings per equity share of Rs. 10 each : | | | |
| Basic & Diluted | 22 | (52.63) | (34.24) |

Notes forming part of the financial statements 1 to 26

As per our report of even date attached
For ZADN & Associates
Chartered Accountants
F.R.No. 112306W

For and on behalf of the Board

Abu Ali Darukhanawala

Abuali Darukhanawala
Partner
M.No.108053
Place : Mumbai
Date : 6th May, 2022



Dalpatraj Jain

Dalpatraj Jain
Director
Din No.09055716
Place : Mumbai
Date : 6th May, 2022

Ravindra Pathak

Ravindra Pathak
Director
Din No. 09158107
Place : Mumbai
Date : 6th May, 2022

Kinjal Jain

Kinjal Jain
Company Secretary
M.No. ACS 61165
Place : Mumbai
Date : 6th May, 2022



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Statement of cash flow for the year ended 31st March, 2022

| | Amount in ₹ | |
|--|--------------------------------|--------------------------------|
| | Year Ended 31st March, 2022 | Year Ended 31st March, 2021 |
| A CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit / (Loss) before tax | (13,158,635) | (8,559,702) |
| Adjustment for: | | |
| Depreciation expenses | 1,891,053 | 1,052,848 |
| Profit on sale of assets (net) | - | (342,776) |
| Profit on sale of investments (net) | (1,880,844) | (1,971,428) |
| Impairment of financial assets | 4,216 | - |
| Fair value (gain)/loss on Investments measured at FVTPL | (114,389) | 635,282 |
| Interest (net) | (2,014,393) | (813,618) |
| Dividend Income | (10,345) | (3,948) |
| Operating profit / (loss) before working capital changes | (15,283,337) | (10,003,342) |
| <i>Adjustment for movements in working capital:</i> | | |
| (Increase) / decrease in other assets | 2,611,765 | (5,066,766) |
| Increase / (decrease) in other liabilities | 5,590,128 | 2,774,552 |
| Cash generated/(used) from operations | (7,081,444) | (12,295,556) |
| Less: Income taxes paid | - | - |
| Net cash generated/(used) from operating activities (A) | (7,081,444) | (12,295,556) |
| B CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds from disposal of property, plant and equipment | - | 1,106,823 |
| Purchase of property/plant and equipment | (4,171,206) | (2,712,303) |
| Loan (net) | (120,103,051) | 18,460,823 |
| Interest on Loan | 4,394,532 | 1,820,468 |
| Proceeds on sale of financial assets | 4,473,340 | 24,500,000 |
| Dividend from current investments | 10,345 | 3,948 |
| Net cash (used in) / generated from investing activities (B) | (115,396,040) | 43,179,759 |
| C CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Borrowing | 118,496,198 | (22,969,622) |
| Interest on borrowing | (2,380,139) | (1,006,850) |
| Net cash used in financing activities (C) | 116,116,059 | (23,976,472) |
| Net increase in cash and cash equivalents (A+B+C) | (6,361,425) | 6,907,731 |
| Cash and cash equivalents at the beginning of the year | 9,635,859 | 2,728,128 |
| Cash and cash equivalents at the end of the year (Refer Note 7) | 3,274,434 | 9,635,859 |

The notes are an integral part of these financial statements 1 to 26

As per our report of even date attached
For ZADN & Associates
Chartered Accountants
F.R.No. 112306W

For and on behalf of the Board

Abuali Darukhanawala
Partner
M.No.108053
Place : Mumbai
Date : 6th May, 2022



Dalpatraj Jain
Director
Din No.09055716
Place : Mumbai
Date : 6th May, 2022

Ravindra Pathak
Director
Din No. 09158107
Place : Mumbai
Date : 6th May, 2022

Kinjal Jain
Company Secretary
M.No. ACS 61165
Place : Mumbai
Date : 6th May, 2022



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Statement of changes in equity

A Equity share capital

1) Current reporting period

Amount in ₹

| Balance at the beginning of the current reporting period | Changes in Equity Share Capital due to prior period errors | Restated balance at the beginning of the current reporting period | Changes in equity share capital during the current year | Balance at the end of the current reporting period |
|--|--|---|---|--|
| 2,500,000 | - | 2,500,000 | - | 2,500,000 |

2) Previous reporting period

| Balance at the beginning of the current reporting period | Changes in Equity Share Capital due to prior period errors | Restated balance at the beginning of the current reporting period | Changes in equity share capital during the current year | Balance at the end of the current reporting period |
|--|--|---|---|--|
| 2,500,000 | - | 2,500,000 | - | 2,500,000 |

B Other equity

1) Current reporting period

Amount in ₹

| Particulars | Reserves and surplus | | | Total |
|---|----------------------|--------------------|-------------------|--------------|
| | Capital reserve | Statutory Reserves | Retained earnings | |
| Opening balance as at 1st April 2021 | 4,921 | 54,932,559 | (20,470,656) | 34,466,824 |
| Restated balance as at 1st April 2021 | 4,921 | 54,932,559 | (20,470,656) | 34,466,824 |
| (Loss) / Profit for the year | - | - | (13,158,635) | (13,158,635) |
| Total Comprehensive Income for the year | - | - | (13,158,635) | (13,158,635) |
| Closing balance as at 31st March 2022 | 4,921 | 54,932,559 | (33,629,291) | 21,308,189 |
| 2) Previous reporting period | | | | |
| Balance as at 1st April 2020 | 4,921 | 54,932,559 | (11,910,954) | 43,026,526 |
| Restated balance as at 1st April 2020 | 4,921 | 54,932,559 | (11,910,954) | 43,026,526 |
| (Loss) / Profit for the year | - | - | (8,559,702) | (8,559,702) |
| Total Comprehensive Income for the year | - | - | (8,559,702) | (8,559,702) |
| Balance as at 31st March 2021 | 4,921 | 54,932,559 | (20,470,656) | 34,466,824 |

The notes are an integral part of these financial statements 1 to 26

As per our report of even date attached
For ZADN & Associates
Chartered Accountants
F.R.No. 112306W

For and on behalf of the Board

Abuall Darukhanawala
Partner
M.No.108053
Place : Mumbai
Date : 6th May, 2022

Dalpatraj Jain
Director
Din No.09055716
Place : Mumbai
Date : 6th May, 2022

Ravindra Pathak
Director
Din No. 09158107
Place : Mumbai
Date : 6th May, 2022

Kinjal Jain
Company Secretary
M.No. ACS 61165
Place : Mumbai
Date : 6th May, 2022



GREAVES FINANCE LIMITED (Formerly known as Greaves Leasing Finance Limited)

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2022

1. General Information:

Greaves Finance Limited (the 'Company') is engaged in the business of lease financing. The Company is a wholly owned subsidiary of Greaves Cotton Limited.

The company is unlisted company limited by shares incorporated and domiciled in India. The address of its corporate office is Unit no 701, 7th Floor, Tower 3, Equinox Business Park, LBS Marg, Kurla West Mumbai 400 070.

2. Summary of Significant Accounting Policies:

2.1 Statement of compliance:

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013.

2.2 Basis of preparation and presentation

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

2.3 Revenue recognition:

Revenue is measured at the fair value of the consideration received or receivable.

Consequent to the introduction of Goods and Service Tax (GST) with effect from 1st July 2017, Central Excise, Value Added Tax (VAT) etc. have been subsumed into GST. In accordance with Ind-AS 18 on Revenue and Schedule III of the Companies Act, 2013, unlike Excise Duties, levies like GST, VAT etc. are not part of Revenue.

2.3.1 Lease income:

Income from hire purchase and lease transactions is accounted on straight line basis in accordance with the respective lease/hire purchase agreements except where the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases. Income from bill discounting and other financing activities are accounted on accrual basis.



GREAVES FINANCE LIMITED (Formerly known as Greaves Leasing Finance Limited)

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2022

2.3.2 Dividend and interest income:

Dividend income from investments is recognised when the investor's right to receive payment has been established.

Interest income from a financial asset is recognised when it is probable that the economic benefit will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2.4 Foreign currencies:

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). These financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency. Transactions in currencies other than the Company's functional currency (foreign currencies) are recognised at the rate of exchange prevailing at the dates of transactions. At the end of each reporting period monetary item denominated in foreign currencies are retranslated at the rates prevailing at that date.

Exchange differences on monetary items are recognised in the statement of profit and loss in the year in which they arise except for exchange differences arising on marking forward contracts to market rates are recognized in the statement of profit and loss in the year in which they arise and the premium paid/received is accounted as expenses/ income over the period of contract.

2.5 Taxation:

2.5.1 Current tax:

The tax currently payable is based on taxable profit for the year. Taxable profit differs from "profit before tax" as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted by the end of the reporting period.

2.5.2 Deferred tax:

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that in are expected to apply in the period which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

2.5.3 Current and deferred tax for the year:

Current and deferred tax are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income, in which case, the current and deferred tax are also recognised in other comprehensive income.



GREAVES FINANCE LIMITED (Formerly known as Greaves Leasing Finance Limited)

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2022

2.6 Property, plant and equipment:

Cost includes inward freight, taxes and expenses incidental to acquisition and installation, up to the point the asset is ready for its intended use.

Depreciation on fixed assets is provided under the straight line method over the useful life of the assets. Residual value of the assets is estimated at 5% of cost. The useful lives of the assets of the Company are as follows:

| Block of Asset | Useful lives |
|-----------------------|---------------------|
| Plant and equipment | 15 years |
| Office equipment | 5 years |
| Computers | 3-6 years |
| Vehicles | 6 years |

When an asset is scrapped or otherwise disposed off, the cost and related depreciation are removed from the books and the resultant profit or loss (including capital profit), if any, is reflected in the statement of profit and loss.

The estimated useful life and residual value is reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

2.7 Impairment of tangible assets other than goodwill:

Property, Plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

2.8 Provisions:

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

2.9 Financial instrument:

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

2.10 Financial asset:



GREAVES FINANCE LIMITED (Formerly known as Greaves Leasing Finance Limited)

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2022

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

2.10.1 Financial assets at fair value through statement of profit and loss (FVTPL):

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognised in the statement of profit and loss. The net gain or loss recognised in the statement of profit and loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income / Other Expenses' line item. Dividend on financial assets at FVTPL is recognised when the Company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be measured reliably.

2.10.2 Impairment of financial assets:

The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, lease receivables, trade receivables, other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

For trade receivables or any contractual rights to receive cash or another financial assets that results from transactions that are within the scope of Ind AS 18, the Company always measures their allowances at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring lifetime expected credit loss allowance for trade receivable, the Company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

2.10.3 Derecognition of financial assets:

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

2.10.4 Foreign exchange gains and losses :

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

For foreign currency denominated financial assets measured at amortised cost and FVTPL, exchange differences are recognised in the statement of profit and loss.

2.11 Financial liabilities:

Financial liabilities are subsequently measured at amortised cost or at FVTPL.

2.11.1 Financial liabilities at FVTPL:



GREAVES FINANCE LIMITED (Formerly known as Greaves Leasing Finance Limited)

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2022

Financial liabilities such as derivative that is not designated and effective as a hedging instrument are classified as at FVTPL.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognized in the statement of profit and loss. The net gain or loss recognised in the statement of profit and loss is included in the 'other income / expense' line item.

2.11.2 Financial liabilities subsequently measured at amortised cost:

Financial liabilities that are not held for trading and are not designated as at FVTPL are measured at amortised cost.

2.11.3 Foreign exchange gains and losses:

For financial liabilities that are dominated in a foreign currency and are measured at amortised cost at the end of each reporting period, the foreign exchange gains or losses are determined based on the amortised cost of the instruments and are recognised in 'Other income/ Other Expenses'.

The fair value of financial liabilities dominated in foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. For financial liabilities that are measured at FVTPL, the foreign exchange component forms part of the fair value gains or losses and is recognised in the statement of profit and loss.

2.11.4 Derecognition of financial liabilities:

The Company de-recognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired.

3 Critical accounting judgements and key sources of estimation uncertainty:

In the application of the Company's accounting policies, which are described in note 2, the management of the Company are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In the following areas the management of the Company has made critical judgements and estimates:

Useful lives of property, plant and equipment & intangible assets:

The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.



GREAVES FINANCE LIMITED**(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)****Notes to the financial statements for the year ended 31st March, 2022****4 - Property, Plant and Equipment****Amount in ₹**

| Particulars | Vehicles | Computers | Total |
|---------------------------------|-----------------|------------------|--------------|
| Carrying amount | | | |
| Balance as at 31st March, 2021 | 5,540,740 | - | 5,540,740 |
| Balance as at 31st March, 2022 | 7,782,210 | 38,683 | 7,820,893 |
| Cost or deemed cost | | | |
| Balance as at 31st March, 2020 | 10,668,493 | - | 10,668,493 |
| Additions | 2,712,303 | - | 2,712,303 |
| Disposals | (6,855,091) | - | (6,855,091) |
| Balance as at 31st March, 2021 | 6,525,705 | - | 6,525,705 |
| Additions | 4,116,406 | 54,800 | 4,171,206 |
| Disposals | - | - | - |
| Balance as at 31st March, 2022 | 10,642,111 | 54,800 | 10,696,911 |
| Accumulated Depreciation | | | |
| Balance as at 31st March, 2020 | (6,023,161) | - | (6,023,161) |
| Depreciation expense | (1,052,848) | - | (1,052,848) |
| Disposals | 6,091,044 | - | 6,091,044 |
| Balance as at 31st March, 2021 | (984,965) | - | (984,965) |
| Depreciation expense | (1,874,936) | (16,117) | (1,891,053) |
| Disposals | - | - | - |
| Balance as at 31st March, 2022 | (2,859,901) | (16,117) | (2,876,018) |
| Carrying amount | | | |
| Balance as at 31st March, 2020 | 4,645,332 | - | 4,645,332 |
| Additions | 2,712,303 | - | 2,712,303 |
| Disposals | (764,047) | - | (764,047) |
| Depreciation expense | (1,052,848) | - | (1,052,848) |
| Balance as at 31st March, 2021 | 5,540,740 | - | 5,540,740 |
| Additions | 4,116,406 | 54,800 | 4,171,206 |
| Disposals | - | - | - |
| Depreciation expense | (1,874,936) | (16,117) | (1,891,053) |
| Balance as at 31st March, 2022 | 7,782,210 | 38,683 | 7,820,893 |



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Notes to the financial statements for the year ended 31st March, 2022

6 Investments

Amount in ₹

| Particulars | As at 31st March, 2022 | | As at 31st March, 2021 | |
|---|---------------------------|---------|---------------------------|---------|
| | Nos. | Amount | Nos. | Amount |
| Investments in subsidiaries (Unquoted) | | | | |
| Dee Greaves Limited of ` 10/- each | - | - | 133851 | 59,200 |
| Sub Total | | - | | 59,200 |
| Investments in equity shares (Quoted) | | | | |
| Fair value through profit or loss | | | | |
| ABB Limited | 1 | 2,154 | 1 | 1,417 |
| Ashok Leyland Limited | 20 | 2,345 | 20 | 2,269 |
| Bajaj Auto Limited | 20 | 73,050 | 20 | 73,434 |
| Bajaj Finance Services Limited | 10 | 72,591 | 10 | 51,489 |
| Bajaj Holdings and Investment Limited | 10 | 50,222 | 10 | 32,924 |
| Bharat Heavy Electricals Limited | 7 | 345 | 7 | 341 |
| Bosch Limited | 1 | 14,443 | 1 | 14,080 |
| Cummins India Limited | 14 | 15,734 | 14 | 12,874 |
| Elecon Engineering Limited | 150 | 21,578 | 150 | 9,503 |
| Force Motors Limited | 10 | 10,242 | 10 | 11,696 |
| Hindustan Unilever Limited | 1 | 2,049 | 1 | 2,431 |
| Honda Suel Power Products Limited | 10 | 12,323 | 10 | 9,581 |
| Ingersoll Rand (India) Limited | 10 | 15,977 | 10 | 6,833 |
| Kennametal Widia Limited | 10 | 20,643 | 10 | 11,073 |
| Kirloskar Industries Limited | 5 | 7,753 | 5 | 6,209 |
| Kirloskar Oil Engines Limited | 75 | 9,904 | 75 | 12,289 |
| Larsen & Toubro Limited | 45 | 79,535 | 45 | 63,826 |
| Mahindra & Mahindra Limited | 132 | 106,366 | 132 | 104,953 |
| Maruti Suzuki India Limited | 1 | 7,560 | 1 | 6,860 |
| Shanthi Gears Limited | 200 | 36,070 | 200 | 25,400 |
| Siemens Limited | 1 | 2,369 | 1 | 1,844 |
| Steel Authority of India Limited | 1 | 99 | 1 | 79 |
| Swaraj Engines Limited | 30 | 39,176 | 30 | 39,366 |
| Tata Motors Limited | 25 | 10,838 | 25 | 7,546 |
| UltraTech Cement Limited | 4 | 26,409 | 4 | 26,949 |
| Vesuvias Limited | 10 | 10,167 | 10 | 9,600 |
| VST Tillers Tractors Limited | 15 | 36,049 | 15 | 26,737 |
| Investments in equity shares (Unquoted) | | | | |
| Alfa Laval India Limited | 1 | 1,396 | 1 | 1,396 |
| Birla Power Solutions Limited | 120 | 194 | 120 | 194 |
| Wellwind Industry Limited | 100 | 814 | 100 | 814 |
| Wartsila India Limited | 10 | 1,812 | 10 | 1,812 |
| Sub Total | | 690,204 | | 575,818 |
| Provision on Non Current Investment | | 4,216 | | - |
| Total | | 685,988 | | 635,018 |
| Aggregate amount of unquoted investments | | 4,216 | | 63,416 |
| Aggregate amount of quoted investments and market value thereof | | 685,988 | | 571,602 |

Current investments

| Particulars | As at 31st March, 2021 | |
|---|---------------------------|-----------|
| | Nos. | Amount |
| Investments in Mutual Funds (quoted) | | |
| Fair value through profit or loss | | |
| Kotak Savings Fund Growth | - | 75103.717 |
| Total | | 2,533,293 |
| Aggregate amount of quoted investments and market value thereof | | 2,533,293 |

Note:

- The non-current investments in unquoted equity shares of subsidiaries are stated at amortised cost.
- The fair value of other investments (Non-current and Current) as at 31st March, 2022 and 31st March, 2021 have been arrived at on the basis of Stock Price / Net Asset Value (NAV) declared by the BSE / Mutual Funds (Level 1).



GREAVES FINANCE LIMITED**(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)****Notes to the financial statements for the year ended 31st March, 2022****5 - Non Current Tax Assets (Net)****Amount in ₹**

| Particulars | As at | As at |
|----------------------------|------------------|------------------|
| | 31st March, 2022 | 31st March, 2021 |
| Advance Income Taxes (Net) | 3,002,737 | 2,871,669 |
| Total | 3,002,737 | 2,871,669 |

7 - Cash and cash equivalents

| Particulars | As at | As at |
|--------------------------------|------------------|------------------|
| | 31st March, 2022 | 31st March, 2021 |
| In current accounts with banks | 3,274,434 | 9,635,859 |
| Total | 3,274,434 | 9,635,859 |

8 - Loans & Advances

| Particulars | As at | As at |
|---|------------------|------------------|
| | 31st March, 2022 | 31st March, 2021 |
| Loan to Related Party (Refer Note 22) | 65,000,000 | - |
| Loans to Customers | 74,247,925 | 18,682,440 |
| Less -: Provision for Non Performing Assets | (297,341) | (57,169) |
| Less -: Provision against Standard Assets | (296,992) | (74,730) |
| Total | 138,653,592 | 18,550,540 |

9 - Other current assets

| Particulars | As at | As at |
|-------------------------------|------------------|------------------|
| | 31st March, 2022 | 31st March, 2021 |
| Fixed Deposit | 15,382 | 5,000 |
| EMI Receivables | 3,160,339 | 1,763,867 |
| Accrued Interest | 189,554 | - |
| Prepaid Expenses | 39,485 | 4,559 |
| Advance to Vendor | - | 5,884,075 |
| Balance with govt authorities | 3,290,608 | 1,780,700 |
| Total | 6,695,368 | 9,438,201 |



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Notes to the financial statements for the year ended 31st March, 2022

10 - Equity Share capital

Amount in ₹

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|---|---------------------------|---------------------------|
| Issued, subscribed and fully paid up | | |
| 2,50,000 (Previous Year 2,50,000) Equity Shares of ₹10/- each | 2,500,000 | 2,500,000 |
| Total | 2,500,000 | 2,500,000 |

| Particulars | No of shares | Equity share capital |
|--------------------------------------|--------------|-------------------------|
| 10 A Fully paid equity shares | | |
| As at 31st March, 2021 | 250,000 | 2,500,000 |
| Issued during year | - | - |
| As at 31st March, 2022 | 250,000 | 2,500,000 |

10 B Terms/Rights attached to equity shares

- The entire share capital is held by Greaves Cotton Limited, the holding company.
- The Company has only one class of equity shares having face value of ₹ 10 per share. The equity share rank pari passu in all respects including voting rights and entitlement of dividend.
- In the event of liquidation of the Company, the holder of equity shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, if any, in proportion to the number of equity shares held by the shareholders.



GREAVES FINANCE LIMITED**(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)****Notes to the financial statements for the year ended 31st March, 2022****11 - Other equity****Amount in ₹**

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|-----------------------------|-----------------------------------|-----------------------------------|
| Reserves and surplus | | |
| Capital reserve | 4,921 | 4,921 |
| Statutory reserve | 54,932,559 | 54,932,559 |
| Retained Earnings | (33,629,291) | (20,470,656) |
| Total | 21,308,189 | 34,466,824 |

(i) Capital reserve

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|--------------------|-----------------------------------|-----------------------------------|
| Opening balance | 4,921 | 4,921 |
| Closing balance | 4,921 | 4,921 |

(ii) Statutory reserve

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|--------------------|-----------------------------------|-----------------------------------|
| Opening balance | 54,932,559 | 54,932,559 |
| Closing balance | 54,932,559 | 54,932,559 |

(iii) Retained earnings

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|--------------------------|-----------------------------------|-----------------------------------|
| Opening balance | (20,470,656) | (11,910,954) |
| Add: Profit for the year | (13,158,635) | (8,559,702) |
| Closing balance | (33,629,291) | (20,470,656) |

12 - Borrowings

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|-------------------------------------|-----------------------------------|-----------------------------------|
| Unsecured Loans | | |
| Loan from Holding Company (Note 22) | 126,000,000 | 7,500,000 |
| Accrued Interest on Loan | - | 3,802 |
| Total | 126,000,000 | 7,503,802 |

Terms and Condition of Borrowing

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|--|-----------------------------------|-----------------------------------|
| Unsecured loan from holding company- Greaves Cotton Ltd (Term of repayment of loans - 1 year after receiving the loan, @10% per annum) | 126,000,000 | 7,500,000 |

13 - Other current liabilities

| Particulars | As at 31st March, 2022 | As at 31st March, 2021 |
|--------------------|-----------------------------------|-----------------------------------|
| Statutory dues | 556,370 | 354,180 |
| Other liabilities | 9,768,453 | 4,380,515 |
| Total | 10,324,823 | 4,734,695 |



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Notes to the financial statements for the year ended 31st March, 2022

14 -Revenue From Operation

Amount in ₹

| Particulars | Year ended 31st March 2022 | Year ended 31st March 2021 |
|------------------------------------|-------------------------------|-------------------------------|
| Rental Income | 2,990,168 | 2,245,307 |
| Interest on Loans | 4,394,532 | 1,820,468 |
| Processing Charges & Other Charges | 774,607 | - |
| Total | 8,159,307 | 4,065,775 |

15 - Other income

| Particulars | Year ended 31st March 2022 | Year ended 31st March 2021 |
|--|-------------------------------|-------------------------------|
| Dividend income - Current Investments | 10,345 | 3,948 |
| Profit on sale of fixed assets | - | 342,776 |
| Net gain on financial instruments measured at fair value through profit & loss | 114,389 | 1,336,146 |
| Misc. Income | - | 73,694 |
| Sundry Credit Balance Write Back | 87 | 500 |
| Interest on FD | 10,382 | - |
| Profit on Sale of Investment | 1,880,844 | - |
| Total | 2,016,047 | 1,757,064 |

16 - Employee benefits expense

| Particulars | Year ended 31st March 2022 | Year ended 31st March 2021 |
|---|-------------------------------|-------------------------------|
| Salaries and wages | 11,514,123 | 3,823,124 |
| Contribution to provident funds and other funds | 294,966 | 182,868 |
| Total | 11,809,089 | 4,005,992 |

17 - Finance Costs

| Particulars | Year ended 31st March 2022 | Year ended 31st March 2021 |
|------------------------|-------------------------------|-------------------------------|
| Interest on Loan - GCL | 2,380,139 | 1,006,850 |
| Total | 2,380,139 | 1,006,850 |

18 - Depreciation Expense

| Particulars | Year ended 31st March 2022 | Year ended 31st March 2021 |
|--------------|-------------------------------|-------------------------------|
| Depreciation | 1,891,053 | 1,052,848 |
| Total | 1,891,053 | 1,052,848 |

19 - Other expenses

| Particulars | Year ended 31st March 2022 | Year ended 31st March 2021 |
|---|-------------------------------|-------------------------------|
| Rates and taxes | 9,244 | 27,842 |
| Registration and filing fees | 85,082 | 11,300 |
| Legal and professional charges | 1,403,423 | 2,235,937 |
| Business Handling Charges | 31,995 | - |
| Marketing Expenses | 155,250 | - |
| DMA Expenses | 2,368,439 | - |
| Statutory Audit Fees | 100,000 | 50,000 |
| Consultancy Fees | 2,018,000 | 5,390,000 |
| Motor Car Expenses | 97,564 | 135,350 |
| Sitting Fees | 240,000 | 240,000 |
| Subscription and Membership Fees | 56,743 | 10,498 |
| Travelling Expenses | 73,409 | 36,232 |
| Conveyance Expenses | 1,597 | - |
| Maintenance Charges | 19,588 | 7,788 |
| Stamp & Bank Charges | 9,509 | 2,214 |
| Office Rent | 32,856 | 32,856 |
| Printing & Stationery | 62,955 | - |
| Provision on Impairment of Investment | 4,216 | - |
| Provision Against Non Performing Assets | 240,171 | 57,170 |
| Provision Against Standard Assets | 222,262 | 42,769 |
| Royalty Charges | 21,405 | - |
| Miscellaneous Expenses | - | 36,895 |
| Total | 7,253,708 | 8,316,851 |



GREAVES FINANCE LIMITED**(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)****Notes to the financial statements for the year ended 31st March, 2022****20 - Income tax expense****Amount in ₹**

| Particulars | Year ended 31st March 2022 | Year ended 31st March 2021 |
|----------------------|-------------------------------|-------------------------------|
| Current tax expense | - | - |
| Deferred tax expense | - | - |
| Total | - | - |

21 - Segment Reporting:

The Company operates in only one segment and the entire business operations are centralised and controlled through Head Office. There are no significant geographical differences on risks and rewards associated with the business.



GREAVES FINANCE LIMITED
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Notes to the financial statements for the year ended 31st March, 2022
22 - Disclosures as required by Accounting Standard (IND AS) - 24 "Related Party Disclosures"
Amount in ₹
I Relationship with Related Party:

| Name of the Related Party | Relationship | Transactions during the year |
|---|-------------------|------------------------------|
| Greaves Cotton Limited | Holding Company | Yes |
| Greaves Technologies Limited (formerly known as Dee Greaves Limited) | Fellow Subsidiary | No |
| Greaves Electric Mobility Private Limited (formerly known as Ampere Vehicles Private Limited) | Fellow Subsidiary | No |
| MLR Auto Limited | Fellow Associate | Yes |

II The following transactions were carried out with the related parties in the ordinary course of business:

| Sr. No. | Transactions | 2021-22 | | | 2020-21 | | |
|---------|---|------------------|-----------------------|---------------------------|-----------------|-----------------------|----------------|
| | | Holding Company | Other Related Parties | Total | Holding Company | Other Related Parties | Total |
| 1 | Lease rent received Greaves Cotton Limited | 2,187,080 | - | 2,187,080 | 1,977,611 | - | 1,977,611 |
| 2 | Royalty Charges Greaves Cotton Limited | 21,405 | - | 21,405 | - | - | - |
| 2 | Reimbursement of expenses Greaves Cotton Limited | 103,848 | - | 103,848 | 103,848 | - | 103,848 |
| 3 | Loan Given MLR Auto Limited | - | 65,000,000 | 65,000,000 | - | - | - |
| 4 | Loan Taken Greaves Cotton Limited | 118,500,000 | - | 118,500,000 | 7,500,000 | - | 7,500,000 |
| 5 | Interest Income received Greaves Electric Mobility Private Limited MLR Auto Limited | - - | - 210,616 | - 210,616 | - - | 994,520 - | 994,520 - |
| 7 | Interest Expenses Paid Greaves Cotton Limited | 2,380,139 | - | 2,380,139 | 1,006,850 | - | 1,006,850 |
| 9 | Outstanding Balances Receivable from MLR Auto Limited Payable to Greaves Cotton Limited | - 126,000,000 | 65,189,554 - | 65,189,554 126,000,000 | - 7,503,802 | - - | - 7,503,802 |

III Loans or Advances in the nature of loans granted to related parties that are repayable on demand :

| Sr. No. | Type of Borrower | 2021-2022 | | 2020-2021 | |
|---------|-----------------------------------|---|--|---|--|
| | | Amount of loan or advance in the nature of loan outstanding | % to the total Loans and Advances in the nature of loans | Amount of loan or advance in the nature of loan outstanding | % to the total Loans and Advances in the nature of loans |
| 1 | Related Party MLR Auto Limited | 65,000,000 | 47% | - | 0% |

23 Earnings per Share (EPS)
Disclosure as required by Accounting Standard (Ind As) - 33 "Earnings per share" (EPS)

| Basic and Diluted EPS | 2021-22 | 2020-21 |
|--|------------------|-------------|
| Weighted average number of shares issued of Rs.10/- each | (A) 250,000 | 250,000 |
| Profit/(Loss) for the year after tax | (B) (13,158,635) | (8,559,702) |
| Basic and Diluted EPS (Rs.) | (B / A) (52.63) | (34.24) |



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Notes to the financial statements for the year ended 31st March, 2022

24 - Other Notes

- 24.1 The Company has complied with the guidelines issued by the Reserve Bank of India in respect of Prudential Norms for Income Recognition and provisioning for non-performing assets.
- 24.2 Appropriate provision has been made on an estimated basis in respect of Gratuity and Compensated Absences for the 4 employees.
- 24.3 Operating lease rental income recognised in the Statement of Profit and Loss amounts to ₹ 29,90,168/- (Previous Year: ₹ 22,45,307/-). The vehicles owned by the Company and disclosed as fixed assets are given on operating lease with lease term of 3 years. These leases are further renewable subject to negotiation of rent on the expiry of lease period. There are no restrictions imposed by the Company under the lease arrangement.
- 24.4 The Company has no amount due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 as at 31st March, 2022.
- 24.5 Schedule to the Balance Sheet of a Non - Banking Financial Company as required in terms of Paragraph 9BB of Non-Banking Finance Companies Prudential Norms (Reserve Bank) Directions, 2007

| | | Amount in ₹ (In Lacs) | |
|---------------------------|--|-------------------------|----------------|
| Particulars | | | |
| Liabilities side : | | | |
| 1. | Loans and advances availed by the NBFC inclusive of | Amount outstanding | Amount overdue |
| | Interest accrued thereon but not paid: | | |
| | (a) Debentures : Secured | - | - |
| | : Unsecured | - | - |
| | (other than falling within the meaning of public deposits) | - | - |
| | (b) Deferred credits | - | - |
| | (c) Term loans | - | - |
| | (d) Inter-corporate loans and borrowings | 1,260.00 | - |
| | (e) Commercial paper | - | - |
| | (f) Public deposits | - | - |
| | (g) Other loans – Cash credit | - | - |
| | (h) Lease finance | - | - |
| 2. | Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid): | | |
| | (a) In the form of Unsecured debentures | - | - |
| | (b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security | - | - |
| | (c) Other public deposits | - | - |
| Asset Side: | | | |
| 3. | Break-up of Loans and Advances including bills receivables (other than those included in (4) below): | Amount outstanding | |
| | (a) Secured | - | |
| | (b) Unsecured | 1,392.48 | |
| 4. | Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities | | |
| | (i) Lease assets including lease rentals under sundry debtors: | | |
| | (a) Financial lease – Assets | - | |
| | (b) Operating lease – Assets | 77.82 | |
| | (ii) Stock on hire including hire charges under sundry debtors: | | |
| | (a) Assets on hire | - | |
| | (b) Repossessed assets | - | |
| | (iii) Hypothecation loans counting towards EL/HP activities | | |
| | (a) Loans where assets have been repossessed | - | |
| | (b) Loans other than (a) above | - | |
| 5. | Break-up of Investments : | | |
| | Current Investments : | | |
| | 1. Quoted : | | |
| | (i) Shares : (a) Equity | - | |
| | (b) Preference | - | |
| | (ii) Debentures and bonds | - | |
| | (iii) Units of mutual funds | - | |
| | (iv) Government securities | - | |
| | (v) Others (please specify) | - | |
| | 2. Unquoted : | | |
| | (i) Shares : (a) Equity | - | |
| | (b) Preference | - | |
| | (ii) Debentures and bonds | - | |
| | (iii) Units of mutual funds | - | |
| | (iv) Government securities | - | |
| | (v) Others (please specify) | - | |
| | Long Term Investments : | | |
| | 1. Quoted : | | |
| | (i) Shares : (a) Equity | - | |
| | (b) Preference | - | |
| | (ii) Debentures and bonds | 6.86 | |



GREAVES FINANCE LIMITED
(FORMERLY KNOWN AS GREAVES LEASING FINANCE LIMITED)
Notes to the financial statements for the year ended 31st March, 2022

| | |
|-----------------------------|------|
| (iii) Units of mutual funds | - |
| (iv) Government securities | - |
| (v) Others (please specify) | - |
| 2. Unquoted : | |
| (i) Shares : (a) Equity | 0.04 |
| (b) Preference | - |
| (ii) Debentures and bonds | - |
| (iii) Units of mutual funds | - |
| (iv) Government securities | - |
| (v) Others - NSC | - |

6. Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :

| Category | Amount net of provisions | | |
|---------------------------------|--------------------------|-----------|--------|
| | Secured | Unsecured | Total |
| 1. Related Parties | | | |
| (a) Subsidiaries | - | - | - |
| (b) Companies in the same group | 650.00 | 77.82 | 727.82 |
| (c) Other related parties | - | - | - |
| 2. Other than related parties | - | - | - |
| Total | 650.00 | 77.82 | 727.82 |

7. Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

| Category | Market Value / Break up or fair value or NAV | Book Value (Net of Provisions) |
|---|--|---------------------------------|
| 1. Related Parties | | |
| (a) Subsidiaries | - | - |
| QUOTED | | |
| (b) Companies in the same group | - | - |
| UNQUOTED | | |
| (c) Companies in the same group | - | - |
| (d) Other related parties | - | - |
| 2 a. Other than related parties - Equity | 6.90 | 6.90 |
| 2 b. Other than related parties - Mutual Fund | - | - |
| Total | 6.90 | 6.90 |

8. Other information

| Particulars | Amount |
|--|--------|
| (i) Gross non-performing assets | |
| (a) Related parties | - |
| (b) Other than related parties | - |
| (ii) Net non-performing assets | |
| (a) Related parties | - |
| (b) Other than related parties | - |
| (iii) Assets acquired in satisfaction of debts | - |

25 - Ratios

| Ratio | Numerator | Denominator | FY 2022 | FY 2021 | % Variance |
|--|---|--------------------------------------|------------|------------|------------|
| Capital to risk-weighted assets ratio (CRAR) | Tier I CRAR+Tier II CRAR | Risk-weighted assets (Refer note 8) | 0.36 | 2.20 | (1.84) |
| Tier I CRAR | consist equity capital, ordinary share capital, intangible assets and audited revenue reserves | N.A | 23,808,189 | 36,966,824 | (0.36) |
| Tier II CRAR | Consist of undisclosed reserves, revaluation reserves, general provisions and loss reserves, hybrid capital instruments, subordinated debt and investment reserve account | N.A | - | - | - |
| Liquidity Coverage Ratio | High Quality Liquid Asset (Refer Note 6 & 7) | Net Cash flow for next 30 days | (7.74) | (6.59) | (1.15) |

26 The figures for the previous period have been regrouped wherever necessary, to make them comparable with the figures of the current period.

As per our report of even date attached

For ZADN & Associates

Chartered Accountants

F.R.No. 112306W

Abul Darukhanawala

Abul Darukhanawala

Partner

M.No.108053

Place : Mumbai

Date : 6th May, 2022

For and on behalf of the Board

Dalpatraj Jain *Ravindra Pathak* *Kinjal Jain*

Dalpatraj Jain

Director

Din No.09055716

Place : Mumbai

Date : 06th May, 2022

Ravindra Pathak

Director

Din No. 09158107

Place : Mumbai

Date : 06th May, 2022

Kinjal Jain

Company Secretary

M.No. ACS 61165

Place : Mumbai

Date : 06th May, 2022

