

**GREAVES LEASING FINANCE LIMITED**

**ACCOUNTS : 31st March,2017**



**NISAR & KUMAR**

CHARTERED ACCOUNTANTS

31/College Road, Bajaj Manor,  
3rd Floor, Flat 3rd C,  
Chennai - 600 006.  
Tel. : 044 - 2822230

## AUDITOR'S REPORT

To,  
The Board of Directors,  
Greaves Leasing Finance Limited  
3<sup>rd</sup> Floor, Motilal Oswal Tower,  
Junction of Gokhale & Sayani Road,  
Prabhadevi, Mumbai 400025.

In terms of Reserve Bank of India, Department of Non-Banking Supervision Notification DNBS/2016-17/48 Master Direction DNBS. PPD.03/66.15.001/2016-17 dated September 29, 2016, we report that:

1. The Company is engaged in the business of non-banking financial institution and it has obtained a Certificate of Registration (CoR) from the Reserve Bank of India, as provided in Section 45IA of the Reserve Bank of India Act, 1934 (2 to 1934).
2. The Company is entitled to continue to hold CoR in terms of its Principal Business Criteria (Financial asset/income Pattern) as on 31<sup>st</sup> March 2017.
3. The Board of Directors have passed a resolution for non- acceptance of any public deposits.
4. The Company is meeting the required net owned fund requirement as laid down in Master Direction - Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 and Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.
5. The Company has not accepted any public deposits during the period ended 31<sup>st</sup> March 2017.
6. The company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it in terms of Non-Banking Financial Company - Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 and Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.

For Nisar & Kumar  
Chartered Accountants  
F. R. No.: 107117W

*S. Sivakumar*

Sivakumar S.

Partner

M. No.: 027825

Place of Signature: Mumbai

Dated: 04 MAY 2017





**NISAR & KUMAR**

CHARTERED ACCOUNTANTS

31/College Road, Bajaj Manor,  
3rd Floor, Flat 3rd C,  
Chennai - 600 006.  
Tel. : 044 - 28222230

**Independent Auditor's Report to the members of Greaves Leasing Finance Limited**

**Report on the Financial Statements**

We have audited the accompanying financial statements of Greaves Leasing Finance Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statement that give a true and fair view of the financial position, financial performance 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

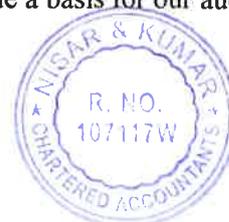
Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and the auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by 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, 2017, and its profit and its cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. 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, and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - d) In our opinion, the aforesaid 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, 2017, and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the Rule 11 of Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanation given to us:
    - i. The Company does not have any pending litigation which would impact its financial position.
    - ii. The Company did not have any long term contracts including derivatives contract 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.
    - iv. As per the books of accounts kept by the company, it did not hold any Specified Bank Notes on November 8, 2016 nor dealt in during the period from November 8, 2016 to December 30, 2016.

**For Nisar & Kumar  
Chartered Accountants  
F.R.No: 107117W**

*S. Sivakumar*  
**Sivakumar S.  
Partner  
M.no. 027825**



**Place of Signature: Mumbai**

**Date: 04 MAY 2017**

## **Annexure to the Independent Auditors' Report**

[Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory requirements' of the Independent Auditors' Report to the members of Greaves Leasing Finance Limited on the financial statements for the year ended March 31, 2017]

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.  
(b) Fixed Assets have been physically verified by the Management during the year, which in our opinion is reasonable having regard size to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- ii. During the year under audit, the Company has not granted any loans, secured or unsecured to Companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act.
- iii. According to the information and explanations given to us, the company has not given/ made any loans, guarantees, investments and security covered under Section 185 and 186 of the Companies Act, 2013.
- iv. The maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act 2013.
- v. In our opinion and according to the information and explanation given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Income tax, Service Tax and other statutory dues to the extent applicable to it. We were informed that PF, ESIC, Customs, Excise, Investor Protection Fund do not apply to the Company for year under audit. There are no undisputed statutory dues, payable for a period of more than six months from the date they became payable, as at March 31, 2017.
- vi. In our opinion and on the basis of information and explanations provided by the Management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.
- vii. In our opinion and according to the information and explanation given to us, all transactions with the related parties are in compliance with section 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the Indian Accounting Standard 24.
- viii. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- ix. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with them.
- x. According to the information and explanations given to us, the Company was required to and is registered under section 45-IA of the Reserve Bank of India Act, 1934.



- xi. The other paragraphs of paras 3 and 4 of the Order are not applicable to the company for the financial year under audit.

**For Nisar & Kumar  
Chartered Accountants  
F.R.No: 107117W**

*S. Sivakumar*  
**Sivakumar S.  
Partner  
M.no. 027825**



**Place of Signature: Mumbai**

**Date: 04 MAY 2017**

**Annexure B to the Independent Auditor's Report to the members of Greaves Leasing Finance Limited**

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

We have audited the internal financial controls over financial reporting of Greaves Leasing Finance Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone 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 Institute of Chartered Accountants of India. 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 Companies Act, 2013.

**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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 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 system 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 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, 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 Institute of Chartered Accountants of India.

For Nisar & Kumar  
Chartered Accountants  
F.R.No: 107117W

*S. Sivakumar*  
Sivakumar S.  
Partner  
M.no. 027825



Place of Signature: Mumbai

Date: 04 MAY 2017



**GREAVES LEASING FINANCE LIMITED**  
**Statement of Profit and Loss for the year ended 31st March, 2017**

₹

	Note	Year ended 31st March, 2017	Year ended 31st March, 2016
I Revenue from operations (Lease rent)		19,77,126	35,57,723
II Other Income	14	30,60,807	25,18,794
III Total Income (I + II)		50,37,933	60,76,517
IV Expenses			
Depreciation expense	15	19,93,922	28,02,703
Other expenses	16	4,68,824	4,12,188
Total expenses (IV)		24,62,746	32,14,891
V Profit / (loss) before exceptional items and tax		25,75,187	28,61,626
Exceptional items	17	4,07,319	(4,10,56,338)
VI Profit / (loss) before tax		29,82,506	(3,81,94,712)
VII Tax expense			
Total tax expense	18	55,000	2,03,000
VIII Profit/(Loss) for the period (VI -VII)		29,27,506	(3,83,97,712)
IX Other Comprehensive Income		-	-
X Total Comprehensive Income for the year		29,27,506	(3,83,97,712)
XI Earnings per equity share of Rs. 10 each (for continuing operation):			
Basic		11.71	(15.36)
Diluted		11.71	(15.36)

The notes are an integral part of these financial statements 1 to 23

As per our report of even date attached  
For Nisar & Kumar  
Chartered Accountants  
F.R.No. 107117W

Sivakumar S  
Partner  
M.No.027825



*[Signature]*  
Nagesh Basavanbali  
Director  
Din No. 01886313

*[Signature]*  
Narayan Barasia  
Director  
Din No. 02632501

Place of Signature : Mumbai  
Date : 4 MAY 2017



**GREAVES LEASING FINANCE LIMITED**
**Notes to the financial statements for the year ended 31st March 2017**
**₹**

<b>CASH FLOW STATEMENT</b>	<b>Year Ended 31.03.2017</b>	<b>Year Ended 31.03.2016</b>
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / Loss before tax	29,82,506	(3,81,94,712)
<b>Adjustment for:</b>		
Depreciation	19,93,922	28,02,703
Profit on sale of fixed assets (net)	(2,12,759)	(89,941)
Profit on sale of investments	(7,10,269)	(73,900)
Diminution on Investments	(4,07,319)	4,10,56,338
Sundry Balance Written Back (Net)	(28,190)	(9,133)
Net gain on financial instruments measured at FVTPL	(21,02,204)	(75,727)
Dividend Income from investments	(7,385)	(5,138)
Operating profit before working capital changes	15,08,302	54,10,490
<b>Adjustment for:</b>		
(Increase) / decrease in other current assets	-	55,000
(Increase) / decrease in loans and advances	-	(22,535)
Increase / (decrease) in provisions	(1,68,501)	47,621
Cash from operating activities	13,39,802	54,90,576
Direct taxes refunded / (paid) (net)	(2,25,790)	(3,67,106)
Net cash from operating activities	11,14,012	51,23,470
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Sale of fixed assets	19,78,221	8,46,766
Investment in Subsidiaries	4,07,319	(3,86,08,144)
Purchase of current investments	(3,40,00,000)	(2,74,61,136)
Sale of current investments	3,06,31,752	8,27,22,921
Dividend received from investments	7,385	5,138
Dividend reinvested in current investments	-	(22,45,454)
Net cash from / (used in) investing activities	(9,75,323)	1,52,60,091
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid (including tax on dividend)	-	(1,93,47,974)
Net cash used in financing activities	-	(1,93,47,974)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS(A+B+C)</b>	<b>1,38,689</b>	<b>10,35,587</b>
Cash and cash equivalents at the beginning of the year	18,56,550	8,20,963
Cash and cash equivalents at the end of the year	19,95,239	18,56,550

**Notes on cash flow statement**

- The cash flow statement has been prepared under the indirect method as set out in Accounting Standard [Ind As]-7, 'Statement of Cash Flows'.
- Cash and cash equivalents represent cash and cash equivalents as per Note 9B.
- Previous year's figures have been regrouped, wherever applicable.

As per our report of even date attached

**For Nisar & Kumar**  
**Chartered Accountants**  
**F.R.No. 107117W**

  
**Sivakumar S**  
**Partner**  
**M.No.027825**


  
**Nagesh Basavanhalli**  
**Director**  
**Din No. 01886313**

  
**Narayan Barasia**  
**Director**  
**Din No. 02632501**
**Place of Signature : Mumbai**  
**Date :- 4 MAY 2017**


Greaves Leasing Finance Limited		Statement of changes in equity		₹	
<b>A</b>	<u>Equity share capital</u>				
	Balance as at 1st April 2015		25,00,000		
	Changes in equity share capital during the year		-		
	Balance as at 31st March 2016		25,00,000		
	Changes in equity share capital during the year		-		
	Balance as at 31st March 2017		25,00,000		
<b>B</b>	<u>Other equity</u>	<u>Capital Reserves</u>	<u>Statutory Reserves</u>	<u>Retained Earnings</u>	<u>Total</u>
	Balance as at 1st April 2015	4,921	5,49,32,559	4,06,41,081	5,49,37,480
	Profit for the year			(3,83,97,712)	(3,83,97,712)
	Total Comprehensive Income for the year			(3,83,97,712)	(3,83,97,712)
	Dividends			(1,93,47,974)	(1,93,47,974)
	Balance as at 31st March 2016	4,921	5,49,32,559	(1,71,04,605)	(28,08,206)
	Profit for the year			29,27,506	29,27,506
	Total Comprehensive Income for the year			29,27,506	-
	Balance as at 31st March 2017	4,921	5,49,32,559	(1,41,77,099)	5,49,37,480

As per our report of even date attached  
 For Nisar & Kumar  
 Chartered Accountants  
 F.R.No. 107117W



S. Sivakumar  
 Sivakumar S  
 Partner  
 M.No.027825

Place of Signature : Mumbai  
 Date: 4 MAY 2017

*(Signature)*  
 Nagesh Basavanhalli  
 Director  
 Din No. 01886313

*(Signature)*  
 Narayan Barasia  
 Director  
 Din No. 02632501



# GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2017

## 1. General Information:

Greaves Leasing Finance Limited (the 'Company') is engaged in the business of lease financing. At present, the Company gives vehicles on lease only to its parent company. The Company is a wholly owned subsidiary of Greaves Cotton Limited.

2. The Company has adopted Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs with effect from 1st April, 2016, with a transition date of 1st April, 2015. The adoption of Ind AS has been carried out in accordance with Ind AS 101, First-time Adoption of Indian Accounting Standards. Ind AS 101 requires that all Ind AS standards and interpretations that are issued and effective for the first Ind AS financial statements for the year ended 31st March, 2017, be applied retrospectively and consistently for all financial years presented. However, in preparing these Ind AS financial statements, the Company has availed of certain exemptions and exceptions in accordance with Ind AS 101, as explained in notes. The resulting difference between the carrying values of the assets and liabilities in the financial statements as at the transition date under Ind AS and Previous GAAP have been recognised directly in equity (retained earnings or another appropriate category of equity).

## 3. Summary of Significant Accounting Policies:

### 3.1 Statement of compliance:

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

Upto the year ended March 31, 2016, the Company prepared its financial statements in accordance with the requirements of previous GAAP, which includes standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2015. Refer Note 3.11 for the details of first-time adoption exemptions availed by the Company.

### 3.2 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. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

All assets and liabilities have been classified as current and non-current as per normal operating cycle of the Company and other criteria set out in the Schedule III to the Companies Act, 2013. Based on nature of products / services, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.



# GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2017

## 3.3 Revenue recognition:

Revenue is measured at the fair value of the consideration received or receivable. Revenue is measured net of value added taxes, service tax and amount collected on behalf of third party.

### 3.3.1 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.

### 3.3.2 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.

## 3.4 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 entity'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 statement of profit and loss in the period in which they arise except for exchange difference on the transaction entered into in order to hedge certain foreign currency risk.

## 3.5 Taxation:

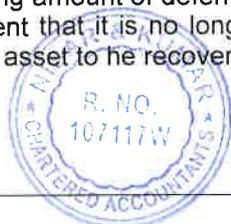
### 3.5.1 Current tax:

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 or substantively enacted by the end of the reporting period.

### 3.5.2 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.



# GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2017

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.

### 3.5.3 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.

### 3.6 Property, plant and equipment:

Tangible assets are stated at original cost net of cenvat availed less accumulated depreciation. Cost includes inward freight, taxes and expenses incidental to acquisition and installation, up to the point the asset is ready for its intended use. Certain project related direct expenses, incurred at site for the period upto the date of commencement of commercial production are capitalised.

Depreciation on fixed assets is provided under the straight line method over the estimated useful lives of the assets. Depreciation is calculated pro-rata from / to the date of addition / deletion. Scrap 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

For transition to Ind AS, the Company has elected to continue with the carrying value of all of its property plant and equipment recognised as of April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

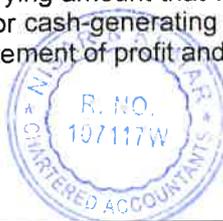
### 3.7 Impairment of tangible assets other than goodwill:

At the end of each reporting period, the Company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash generating units, or otherwise they are allocated to the smallest Company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use in assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

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

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in statement of profit and loss.



# GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2017

## 3.8 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.

## 3.9 Financial instrument:

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

## 3.10 Financial asset:

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

### 3.10.1 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 remeasurement recognised in statement of profit and loss. The net gain or loss recognised in statement of profit and loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income' 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, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

### 3.10.2 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.

## 3.11 First time adoption –Mandatory exceptions, optional exemptions:

### 3.11.1 Overall principle

The Company has prepared the opening balance sheet as per Ind AS of April 1, 2015 (the transition date) by recognising all the assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from the previous GAAP to Ind AS as required under Ind AS, and applying Ind AS in measurement of recognised assets and liabilities. However, this principle is subject to the certain exception and certain optional exemptions availed by the Company detailed as below.



## **GREAVES LEASING FINANCE LIMITED**

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH 2017

### **3.11.2 Derecognition of financial assets and liabilities:**

The Company has applied the derecognition requirements of financial asset and financial liability prospectively for transactions occurring on or after April 1, 2015 (the transition date).

### **3.11.3 Deemed cost for property, plant and equipment, investment property, and intangible assets:**

The Company has elected to continue with the carrying value of all its plant and equipment, investment properties and intangible assets recognised as of 1 April 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

## **4. Critical accounting judgements and key sources of estimation uncertainty:**

In the application of the Company's accounting policies, which are described in note 3, 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:

### **a. Fair value measurements and valuation processes:**

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgments to select a variety of methods and makes assumptions that are mainly based on market conditions existing at each balance sheet date.



**GREAVES LEASING FINANCE LIMITED**

Notes to the financial statements for the year ended 31st March 2017

**5 - Property, Plant and Equipment**

₹

Particulars	Plant & equipment	Office equipment	Computers	Vehicles	Total
<b>Carrying amount</b>					
Balance as at 1st April 2015	1	-	-	90,11,931	90,11,932
Balance as at 31st March 2016	-	-	-	54,52,405	54,52,405
<b>Balance as at 31st March 2017</b>	-	-	-	<b>16,93,021</b>	<b>16,93,021</b>
<b>Cost or deemed cost</b>					
<b>Balance as at 1st April 2015</b>	<b>1</b>	-	-	<b>90,11,931</b>	<b>90,11,932</b>
Disposals	-	-	-	(8,82,669)	(8,82,669)
<b>Balance as at 31st March 2016</b>	<b>1</b>	-	-	<b>81,29,262</b>	<b>81,29,263</b>
Disposals	-	-	-	(19,88,736)	(19,88,736)
<b>Balance as at 31st March 2017</b>	<b>1</b>	-	-	<b>61,40,526</b>	<b>61,40,527</b>
<b>Accumulated Depreciation</b>					
<b>Balance as at 1st April 2015</b>					-
Depreciation expense	(1)	-	-	(28,02,702)	(28,02,703)
Disposals	-	-	-	1,25,845	1,25,845
<b>Balance as at 31st March 2016</b>	<b>(1)</b>	-	-	<b>(26,76,857)</b>	<b>(26,76,858)</b>
Depreciation expense	-	-	-	(19,93,922)	(19,93,922)
Disposals	-	-	-	2,23,274	2,23,274
<b>Balance as at 31st March 2017</b>	<b>(1)</b>	-	-	<b>(44,47,505)</b>	<b>(44,47,506)</b>
<b>Carrying amount</b>					
<b>Balance as at 1st April 2015</b>	<b>1</b>	-	-	<b>90,11,931</b>	<b>90,11,932</b>
Disposals	-	-	-	(7,56,824)	(7,56,824)
Depreciation expense	(1)	-	-	(28,02,702)	(28,02,703)
<b>Balance as at 31st March 2016</b>	<b>-</b>	-	-	<b>54,52,405</b>	<b>54,52,405</b>
Disposals	-	-	-	(17,65,462)	(17,65,462)
Depreciation expense	-	-	-	(19,93,922)	(19,93,922)
<b>Balance as at 31st March 2017</b>	<b>-</b>	-	-	<b>16,93,021</b>	<b>16,93,021</b>





**GREAVES LEASING FINANCE LIMITED**

Notes to the financial statements for the year ended 31st March 2017

**7 Tax Assets (Net)**

₹

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Advance Income Taxes (Net of taxes of earlier years)	24,42,880	22,72,090	21,07,986
<b>Total</b>	<b>24,42,880</b>	<b>22,72,090</b>	<b>21,07,986</b>

**8 Other non current assets**

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Sales tax input credit	5,90,720	5,90,720	5,68,082
<b>Total</b>	<b>5,90,720</b>	<b>5,90,720</b>	<b>5,68,082</b>



**GREAVES LEASING FINANCE LIMITED**

Notes to the financial statements for the year ended 31st March 2017

**9 Cash and cash equivalents**

₹

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
In current accounts with banks	19,95,239	18,56,550	8,20,963
<b>Total</b>	<b>19,95,239</b>	<b>18,56,550</b>	<b>8,20,963</b>

**10 Other current assets**

₹

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Other receivables			55,000
Balance with govt authorities	5,000	5,000	5,000
<b>Total</b>	<b>5,000</b>	<b>5,000</b>	<b>60,000</b>



**Greaves Leasing Finance Limited**  
**Notes to the financial statements for the year ended 31st March 2017**  
**11 - Equity Share capital**

		₹		
		As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
	<b>Issued, subscribed and fully paid up</b>			
	1,33,851 (Previous Year 1,33,851) Equity Shares of ₹ 10/- each	25,00,000	25,00,000	25,00,000
		<b>25,00,000</b>	<b>25,00,000</b>	<b>25,00,000</b>

Particulars		No of shares	Equity share capital
<b>11A</b>	<b>Fully paid equity shares</b>		
	As at 1st April 2015	2,50,000	25,00,000
	Issued during year	-	-
	As at 31st March 2016	2,50,000	25,00,000
	Issued during year	-	-
	As at 31st March 2017	2,50,000	25,00,000

**11B Terms/Rights attached to equity shares**

- i) The entire share capital is held by Greaves Cotton Limited, the holding company.
- ii) 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.
- iii) 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 Leasing Finance Limited**

**Notes to the financial statements for the year ended 31st March 2017**

**12 - Other equity**

₹

	As at 31st March 2017	As at 31st March 2016	As at 1st April 2015
<b>Reserves and surplus</b>			
Capital reserve	4,921	4,921	4,921
Statutory reserve	5,49,32,559	5,49,32,559	5,49,32,559
Retained Earnings	(1,41,77,098)	(1,71,04,605)	4,06,41,081
	<b>4,07,60,382</b>	<b>3,78,32,874</b>	<b>9,55,78,561</b>

**(i) Capital reserve**

	Year ended 31st March 2017	Year ended 31st March 2016
Opening balance	4,921	4,921
Closing balance	<b>4,921</b>	<b>4,921</b>

**(ii) Statutory reserve**

	Year ended 31st March 2017	Year ended 31st March 2016
Opening balance	5,49,32,559	5,49,32,559
Closing balance	<b>5,49,32,559</b>	<b>5,49,32,559</b>

**(iii) Retained earnings**

	Year ended 31st March 2017	Year ended 31st March 2016
Opening balance	(1,71,04,605)	4,06,41,081
Add: Profit for the year	29,27,506	(3,83,97,712)
Less: Dividend paid (incl. tax)	-	(1,93,47,974)
Closing balance	<b>(1,41,77,099)</b>	<b>(1,71,04,605)</b>

**13 Other current liabilities**

₹

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Statutory dues	11,571	87,237	2,00,380
Other liabilities	1,42,692	2,63,717	1,11,985
<b>Total</b>	<b>1,54,263</b>	<b>3,50,954</b>	<b>3,12,365</b>



**GREAVES LEASING FINANCE LIMITED**

Notes to the financial statements for the year ended 31st March 2017

**14 Other income**

₹

	Year ended 31st March, 2017	Year ended 31st March, 2016
<b>Dividend income</b>		
Current Investments	7,385	22,52,734
Profit on sale of fixed assets	2,12,759	89,941
Net gain on financial instruments measured at fair value through profit & loss	28,12,473	1,49,626
Miscellaneous Income	28,190	26,493
<b>Total</b>	<b>30,60,807</b>	<b>25,18,794</b>

**15 Depreciation Expense**

	Year ended 31st March, 2017	Year ended 31st March, 2016
Depreciation on Tangible Assets	19,93,922	28,02,703
<b>Total</b>	<b>19,93,922</b>	<b>28,02,703</b>

**16 Other expenses**

	Year ended 31st March, 2017	Year ended 31st March, 2016
Rates and taxes	66,097	46,040
Registration and filing fees	4,288	10,200
Legal and professional charges	3,04,750	2,32,350
Auditors' remuneration - Statutory Audit Fees	50,000	50,000
Office Rent	35,580	56,928
Other Sundry Expenses	8,109	16,670
<b>Total</b>	<b>4,68,824</b>	<b>4,12,188</b>

**17 Exceptional items**

	Year ended 31st March, 2017	Year ended 31st March, 2016
Provision /(Reversal) for diminution in value of investment	(4,07,319)	4,10,56,338
<b>Total</b>	<b>(4,07,319)</b>	<b>4,10,56,338</b>

In the current year Greaves Cotton Middle East (GCME) a subsidiary company, had applied for Voluntary winding up in U.A.E. The Company is yet to receive final dissolution order. Impairment reversal to the extent of part proceeds received from GCME has been recognised in the profit and loss account during the year.



**GREAVES LEASING FINANCE LIMITED****18 Income tax expense**

	Year ended 31st March, 2017	Year ended 31st March, 2016
Current tax expense	55,000	2,03,000
Deferred tax expense	-	-
<b>Total tax expense</b>	<b>55,000</b>	<b>2,03,000</b>

The Company does not recognise deferred tax assets on any deductible temporary differences because it is not likely that the Company will generate taxable profits in the foreseeable future.

**19 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 LEASING FINANCE LIMITED**

Notes to the financial statements for the year ended 31st March 2017

**20 Disclosures as required by Accounting Standard (IND AS) -24 "Related Party Disclosures"**

**I Relationship with Related Party:**

Name of the Related Party	Relationship	Transactions during the year
Greaves Cotton Limited	Holding Company	Yes
Dee Greaves Limited	Wholly Owned Subsidiary	No
Greaves Cotton Middle East (FZC)	Subsidiary Company	Yes

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

₹

Sr. No.	Transactions	2016-17			2015-16		
		Holding Company	Other Related Parties	Total	Holding Company	Other Related Parties	Total
1	Lease rent received Greaves Cotton Limited	19,77,126	-	19,77,126	35,57,723	-	35,57,723
2	Reimbursement of expenses Greaves Cotton Limited	1,20,426	-	1,20,426	1,94,172	-	1,94,172
3	Provision for diminution in value of investment Greaves Cotton Middle East (FZC)	-	-	-	-	4,10,56,338	4,10,56,338
4	Proceeds received on liquidation Greaves Cotton Middle East (FZC)	4,07,231	-	4,07,231	-	-	-

**21 Earnings per Share (EPS)**

**Disclosure as required by Accounting Standard (Ind As) - 33 'Earnings per share' (EPS)**

Basic and Diluted EPS	2016 -17	2015-16
Weighted average number of shares issued of Rs.10/- each (A)	2,50,000	2,50,000
Profit for the year after tax (after dividend on Cumulative Preference shares and dividend tax payable) (B)	29,27,506	-3,83,97,712
Basic and Diluted EPS (Rs.) (B / A)	11.71	(153.59)





**GREAVES LEASING FINANCE LIMITED**

**Notes to the financial statements for the year ended 31st March 2017**

5.	<p><u>Break-up of Investments :</u></p> <p>Current Investments :</p> <p>1. Quoted :</p> <p>(i) Shares : (a) Equity -</p> <p style="padding-left: 20px;">(b) Preference -</p> <p>(ii) Debentures and bonds -</p> <p>(iii) Units of mutual funds -</p> <p>(iv) Government securities -</p> <p>(v) Others (please specify) -</p> <p>2. Unquoted :</p> <p>(i) Shares : (a) Equity -</p> <p style="padding-left: 20px;">(b) Preference -</p> <p>(ii) Debentures and bonds -</p> <p>(iii) Units of mutual funds 361.06</p> <p>(iv) Government securities -</p> <p>(v) Others (please specify) -</p>	
	<p>Long Term Investments :</p> <p>1. Quoted :</p> <p>(i) Shares : (a) Equity 5.19</p> <p style="padding-left: 20px;">(b) Preference -</p> <p>(ii) Debentures and bonds -</p> <p>(iii) Units of mutual funds -</p> <p>(iv) Government securities -</p> <p>(v) Others (please specify) -</p>	
	<p>2. Unquoted :</p> <p>(i) Shares : (a) Equity 0.63</p> <p style="padding-left: 20px;">(b) Preference -</p> <p>(ii) Debentures and bonds -</p> <p>(iii) Units of mutual funds -</p> <p>(iv) Government securities -</p> <p>(v) Others - NSC -</p>	
6.	<u>Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :</u>	
	Category	Amount net of provisions
		Secured      Unsecured      Total
	1. Related Parties	-
	(a) Subsidiaries	-
	(b) Companies in the same group	16.93
	(c) Other related parties	-
	2. Other than related parties	-
	Total	16.93
7.	<u>Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):</u>	
	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	0.04
	2 b. Other than related parties - Mutual Fund	361.06
	Total	361.10



**GREAVES LEASING FINANCE LIMITED****Notes to the financial statements for the year ended 31st March 2017**

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	-

22.6 Previous year figures have been presented as per Ind As and consequently regrouped wherever necessary.



## GREAVES LEASING FINANCE LIMITED

Notes to the financial statements for the year ended 31st March 2017

## 23 - Effect of Ind AS adoption on the balance sheet as at:

## 23A Effect of Ind AS adoption on the balance sheet as at 1st April 2015:

Rs.

Particulars	Notes to first time adoption	Previous GAAP	Adjustments	Ind AS
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment		90,11,932	-	90,11,932
(b) Financial assets				
(i) Investments				
(a) Investment in subsidiaries		25,07,396	-	25,07,396
(b) Other investments	(b)	64,545	3,86,106	4,50,651
(c) Tax assets (net)		21,07,986	-	21,07,986
(d) Other non-current assets		5,68,082	-	5,68,082
<b>Total Non-current assets</b>		<b>1,42,59,941</b>	<b>3,86,106</b>	<b>1,46,46,047</b>
<b>Current assets</b>				
(a) Financial Assets				
(i) Investments	(b)	8,27,13,916	1,50,000	8,28,63,916
(ii) Cash and cash equivalents		8,20,963	-	8,20,963
(b) Other current assets		60,000	-	60,000
<b>Total current assets</b>		<b>8,35,94,879</b>	<b>1,50,000</b>	<b>8,37,44,879</b>
<b>Total assets</b>		<b>9,78,54,820</b>	<b>5,36,106</b>	<b>9,83,90,926</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity share capital		25,00,000	-	25,00,000
(b) Other equity		7,56,95,255	1,98,83,306	9,55,78,561
<b>Total equity</b>		<b>7,81,95,255</b>	<b>1,98,83,306</b>	<b>9,80,78,561</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
(a) Provision	(a)	1,93,47,200	(1,93,47,200)	-
(b) Other current liabilities		3,12,365	-	3,12,365
<b>Total current liabilities</b>		<b>1,93,47,200</b>	<b>(1,93,47,200)</b>	<b>-</b>
<b>Total equity and liabilities</b>		<b>9,75,42,455</b>	<b>5,36,106</b>	<b>9,80,78,561</b>

## 23B Effect of Ind AS adoption on the balance sheet as at 31st March 2016:

Rs.

Particulars	Notes to first time adoption	Previous GAAP	Adjustments	Ind AS
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment		54,52,405	-	54,52,405
(b) Financial assets				
(i) Investments				
(a) Investment in subsidiaries		59,202	-	59,202
(b) Other investments	(b)	64,544	4,06,533	4,71,077
(c) Tax assets (net)		22,72,090	-	22,72,090
(d) Other non-current assets		5,90,720	-	5,90,720
<b>Total Non-current assets</b>		<b>84,38,961</b>	<b>4,06,533</b>	<b>88,45,494</b>
<b>Current assets</b>				
(a) Financial Assets				
(i) Investments	(b)	2,99,21,484	55,300	2,99,76,784
(ii) Cash and cash equivalents		18,56,550	-	18,56,550
(b) Other current assets		5,000	-	5,000
<b>Total current assets</b>		<b>3,17,83,034</b>	<b>55,300</b>	<b>3,18,38,334</b>
<b>Total assets</b>		<b>4,02,21,995</b>	<b>4,61,833</b>	<b>4,06,83,828</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity share capital		25,00,000	-	25,00,000
(b) Other equity		3,73,71,041	4,61,833	3,78,32,874
<b>Total equity</b>		<b>3,98,71,041</b>	<b>4,61,833</b>	<b>4,03,32,874</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
(a) Provision		-	-	-
(b) Other current liabilities		3,50,954	-	3,50,954
<b>Total current liabilities</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity and liabilities</b>		<b>3,98,71,041</b>	<b>4,61,833</b>	<b>4,03,32,874</b>



23C Reconciliation of total equity as at 31st March 2016 and 1st April 2015:

Particulars	Notes to first time adoption	Rs.	
		31st March 2016	1st April 2015
Total equity under pervious GAAP		3,73,71,041	7,56,95,255
Adjustments net of deferred tax impact: Gain/(Loss)			
Reversal of proposed ordinary dividends payable	(a)		1,93,47,200
Fair valuation of Investment in Mutual Funds	(b)	4,06,533	1,50,000
Fair valuation of Investment in Equity Shares	(b)	55,300	3,86,106
Tax Adjustments			
Total equity under Ind AS		3,78,32,874	9,55,78,561

23D Effect of Ind AS adoption on the statement of profit and loss for the year ended 31st March 2016:

Particulars	Notes to first time adoption	Previous GAAP	Adjustments	Ind AS
<b>Income</b>				
Revenue from Operations		35,57,723	-	35,57,723
Other Income	(b)	25,93,066	74,272	25,18,794
<b>Total income</b>		<b>61,50,789</b>	<b>74,272</b>	<b>60,76,517</b>
<b>Expenses</b>				
Depreciation and amortization expense		28,02,703	-	28,02,703
Other expenses				
Rates and taxes		46,040	-	46,040
Registration and filing fees		10,200	-	10,200
Legal and professional charges		1,98,000	-	1,98,000
Auditors' remuneration - Statutory Audit Fees		84,350	-	84,350
Office Rent		56,928	-	56,928
Conveyance		43	-	43
Other Sundry Expenses		16,627	-	16,627
<b>Total expenses</b>		<b>32,14,891</b>	<b>-</b>	<b>32,14,891</b>
<b>Profit before exceptional items and tax</b>		<b>29,35,898</b>	<b>74,272</b>	<b>28,61,626</b>
Exceptional Items		(4,10,56,338)	-	(4,10,56,338)
<b>Profit before tax</b>		<b>(3,81,20,440)</b>	<b>74,272</b>	<b>(3,81,94,712)</b>
<b>Tax expense</b>				
Current tax		2,03,000	-	2,03,000
<b>Profit from continuing operations after tax</b>		<b>(3,83,23,440)</b>	<b>74,272</b>	<b>(3,83,97,712)</b>
<b>Profit for the year (A)</b>		<b>(3,83,23,440)</b>	<b>74,272</b>	<b>(3,83,97,712)</b>
<b>Other Comprehensive Income</b>				
<b>Total Comprehensive Income for the year (A+B)</b>		<b>(3,83,23,440)</b>	<b>74,272</b>	<b>(3,83,97,712)</b>

23E Reconciliation of total comprehensive income for the year ended 31st March 2016:

Particulars	Notes to first time adoption	31st March 2016
Profit / (Loss) after tax as reported under previous GAAP		(3,83,23,440)
(LESS)/ ADD : Effect of measuring investments at fair value through Profit & Loss account	(b)	(74,272)
Total Ind AS Adjustments		(74,272)
Profit after Tax as reported under Ind AS		(3,83,97,712)
ADD : Other Comprehensive Income (net of tax)		-
Total Comprehensive Income as reported under Ind AS		(3,83,97,712)

23F Adjustments to Statement of Cash flows

There were no material differences between the Statement of Cash Flows presented under Ind AS and the previous GAAP.

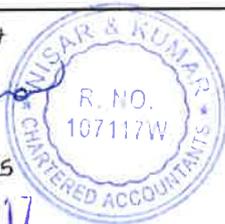
23G Notes to first time adoption

- (a) Under the previous GAAP, dividends proposed by the Board of Directors after the balance sheet date but before the approval of the financial statements were considered as adjusting events. Accordingly, provision for proposed dividend was recognised as a liability. Under Ind AS, such dividends are recognised when the same is approved by the Shareholders in the general meeting. Accordingly, the liability for proposed dividend of Rs. Nil crore as at 31st March 2016 (1st April 2015 - Rs. 1,93,47,200/-) included under provisions has been reversed with corresponding adjustment to retained earnings. Consequently, the total equity increased by an equivalent amount.
- (b) Under the previous GAAP, investments in equity instruments and mutual funds were classified as long-term investments or current investments based on the intended holding period and realisability. Long-term investments were carried at cost less permanent diminution in the value of such investments. Current investments were carried at lower of cost and fair value. Under Ind AS, these investments are required to be measured at fair value. The resulting fair value changes of these investments have been recognised in retained earnings as at the date of transition and subsequently in the profit or loss for the year ended 31st March 2016. This increased the retained earnings by Rs. 4,61,833/- as at 31st March 2016 (1st April 2015 - Rs. 5,36,106/-).

For Nisar & Kumar  
Chartered Accountant  
F.No. 107117W

S. Sivakumar  
Sivakumar S.  
Partner M.No. 027825

Place of Signature: Mumbai  
Date: 4 MAY 2017



Nagesh Basavanhal  
Director  
Din No. 01886313

Narayan Barasia  
Director  
Din No. 02632501



