

GREAVES LEASING FINANCE LIMITED

ACCOUNTS : 31st March, 2015

Walker Chandiook & Co LLP

Walker Chandiook & Co LLP
 (Formerly Walker, Chandiook & Co)
 16th Floor, Tower II
 Indiabulls Finance Centre
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 India

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Independent Auditor's Report**To the Members of Greaves Leasing Finance Limited****Report on the Financial Statements**

1. We have audited the accompanying financial statements of Greaves Leasing Finance Limited (the "Company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. 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 financial statements, 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 (as amended). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; 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

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.



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5. 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.
6. 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 controls 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

8. 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 31 March 2015, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2015 (the "Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. 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 purpose 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 financial statements 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 (as amended);
 - e. on the basis of the written representations received from the directors as at 31 March 2015 and taken on record by the Board of Directors, none of the directors is disqualified as at 31 March 2015 from being appointed as a director in terms of Section 164(2) of the Act;
 - f. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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;



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- 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.

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For **Walker Chandiok & Co LLP**

(Formerly Walker, Chandiok & Co)

Chartered Accountants

Firm's Registration No.: 001076N/N500013



per **Bharat Shetty**

Partner

Membership No.: 106815

Place : Mumbai

Date : 04 May 2015

Walker Chandio & Co LLP

Annexure to the Independent Auditor's Report of even date to the members of Greaves Leasing Finance Limited, on the financial statements for the year ended 31 March 2015

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
- (ii) The Company does not have any tangible inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.
- (iii) The Company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clauses 3(iii)(a) and 3(iii)(b) of the Order are not applicable.
- (iv) Owing to the nature of its business, the Company does not maintain any physical inventories or sells any goods. Accordingly, clause 3(iv) of the Order with respect to purchase of inventories and sale of goods is not applicable. In our opinion, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii)(a) The Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.
 - (b) There are no dues in respect of income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess that have not been deposited with the appropriate authorities on account of any dispute.



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Annexure to the Independent Auditor's Report of even date to the members of Greaves Leasing Finance Limited, on the financial statements for the year ended 31 March 2015

- (c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder. Accordingly, the provisions of clause 3(vii)(c) of the Order are not applicable.
- (viii) In our opinion, the Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and the immediately preceding financial year.
- (ix) The Company has no dues payable to a financial institution or a bank or debenture-holders during the year. Accordingly, the provisions of clause 3(ix) of the Order are not applicable.
- (x) The Company has not given any guarantees for loans taken by others from banks or financial institutions. Accordingly, the provisions of clause 3(x) of the Order are not applicable.
- (xi) The Company did not have any term loans outstanding during the year. Accordingly, the provisions of clause 3(xi) of the Order are not applicable.
- (xii) No fraud on or by the Company has been noticed or reported during the period covered by our audit.

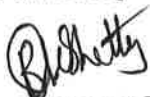
Walker Chandiok & Co LLP

For Walker Chandiok & Co LLP

(Formerly Walker, Chandiok & Co)

Chartered Accountants

Firm's Registration No.: 001076N/N500013



per Bharat Shetty

Partner

Membership No : 106815

Place : Mumbai

Date : 04 May 2015

GREAVES LEASING FINANCE LIMITED

BALANCE SHEET

I. EQUITY AND LIABILITIES:

1. SHAREHOLDERS' FUNDS:

- (a) Share Capital
(b) Reserves and Surplus

2. CURRENT LIABILITIES:

- (a) Other Current Liabilities
(b) Short-Term Provisions

TOTAL

II. ASSETS:

1. NON-CURRENT ASSETS:

- (a) Fixed Assets:
Tangible Assets

- (b) Non-Current Investments
(c) Long-Term Loans and Advances

2. CURRENT ASSETS

- (a) Current Investments
(b) Cash and Bank Balances
(c) Short-Term Loans and Advances
(d) Other Current Assets

TOTAL

Note No.

As at 31.03.2015

As at 31.03.2014

₹ ₹

₹

3

25,00,000

20,78,10,690

4

7,56,95,255

7,55,59,620

7,81,95,255

28,33,70,310

5

3,12,465

4,88,006

6

2,06,30,200

86,39,027

2,09,42,665

91,27,033

9,91,37,920

29,24,97,343

7

90,11,932

1,99,06,903

90,11,932

1,99,06,903

8

25,71,940

25,71,940

9

23,01,787

27,92,365

10

8,27,13,916

26,16,81,993

11

8,25,963

3,91,795

12

16,57,382

51,42,347

13

55,000

10,000

9,91,37,920


29,24,97,343

1 TO 20

The Notes are an integral part of these financial statements.

As per our report of even date attached

For Walker Chandio & Co LLP
(Formerly Walker, Chandio & Co)
Chartered Accountants


Bharat K. Shetty
Partner


Company Secretary


Manager


Director


Director

Date: 4th May 2015
Mumbai



GREAVES LEASING FINANCE LIMITED

STATEMENT OF PROFIT AND LOSS

		Year Ended 31.03.2015	Year Ended 31.03.2014
	Note No.	₹	₹
Revenue from Operations			
Lease Rentals	14	76,86,319	2,13,60,586
Other Income		1,76,45,459	2,32,17,823
Total Revenue		<u>2,53,31,778</u>	<u>4,45,78,409</u>
Expenditure			
Other Expenses	15	4,98,396	3,25,032
Depreciation and Amortisation Expenses	16	43,05,905	87,44,008
Total Expenditure		<u>48,04,301</u>	<u>90,69,040</u>
Profit Before Tax		<u>2,05,27,477</u>	<u>3,55,09,369</u>
Tax Expense:			
Current Tax		12,83,000	51,34,000
Tax adjustment in respect of earlier years		(2,38,358)	-
Profit for the year		<u>10,44,642</u>	<u>51,34,000</u>
Earnings per share (Face Value of ₹ 10/- per share)	17		
(i) Basic		1.20	1.56
(ii) Diluted		1.20	1.56
The Notes are an Integral part of these financial statements	1 TO 20		

As per our report of even date attached

For Walker Chandio & Co LLP
(Formerly Walker, Chandio & Co)
Chartered Accountants


Bharat K. Shetty
Partner


Company Secretary


Manager


Director


Director

Date: 4th May 2015
Mumbai



GREAVES LEASING FINANCE LIMITED

CASH FLOW STATEMENT

Year Ended
31.03.2015

Year Ended
31.03.2014

A CASH FLOW FROM OPERATING ACTIVITIES

Profit before tax

₹ 2,05,27,477

₹ 3,55,09,369

Adjustment for:

Depreciation

43,05,905

87,44,008

Profit on sale of fixed assets (net)

(3,18,417)

(5,19,263)

Dividend Income from investments

(1,70,58,846)

(2,26,98,560)

Operating profit before working capital changes

74,56,119

2,10,35,554

Adjustment for:

(Increase) / decrease in other current assets

(45,000)

(10,000)

(Increase) / decrease in loans and advances

22,539

53,185

Increase / (decrease) in provisions

(1,75,541)

(6,82,729)

Cash from operating activities

72,58,117

2,03,96,010

Direct taxes refunded / (paid) (net)

(9,42,638)

(51,42,347)

Net cash from operating activities

63,15,479

1,52,53,663

B CASH FLOW FROM INVESTING ACTIVITIES

Sale of fixed assets

69,07,483

32,34,236

Purchase of non current investments

(24,48,196)

Sale of non current investments

20,75,00,000

Purchase of current investments

(36,43,99,359)

(49,68,91,984)

Sale of current investments

55,64,32,722

26,21,35,314

Dividend received from current investments

1,70,58,846

2,26,98,560

Dividend reinvested in current investments

(1,30,65,286)

(32,91,826)

Net cash from / (used in) investing activities

20,29,34,406

(70,63,896)

C CASH FLOW FROM FINANCING ACTIVITIES

Reduction in Share Capital

(20,53,10,690)

-

Dividend paid (including tax on dividend)

(35,05,027)

(88,23,032)

Net cash used in financing activities

(20,88,15,717)

(88,23,032)

NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS(A+B+C)

4,34,168

(6,33,265)

Cash and cash equivalents at the beginning of the year

3,91,795

10,25,060

Cash and cash equivalents at the end of the year

8,25,963

3,91,795

Notes on cash flow statement

- The cash flow statement has been prepared under the indirect method as set out in Accounting Standard [AS]-3, 'Cash Flow Statements'.
- Cash and cash equivalents represent cash and cash equivalents as per Note 11.
- Previous year's figures have been regrouped, wherever applicable.

As per our report of even date attached

For Walker Chandiook & Co LLP
(Formerly Walker, Chandiook & Co)
Chartered Accountants


Bharat K. Shetty
Partner

Date: 4th May 2015
Mumbai




Company Secretary Manager




Director


Director

Date: 4th May 2015
Mumbai

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

1 General Information

Greaves Leasing Finance Limited (the 'Company') is engaged in the business of Lease Financing. Presently, the Company is giving vehicles on lease to the parent company only. The Company is a wholly owned subsidiary of Greaves Cotton Limited.

During the year, the Equity Share Capital of the Company has been reduced from ₹ 20,78,10,690 (2,07,81,069 Equity Shares of ₹ 10 each fully paid) to ₹ 25,00,000 (2,50,000 Equity Shares of ₹ 10 each fully paid). The Honourable High Court, Bombay had also confirmed the Company Scheme Petition No. 834 of 2014 on 9th January, 2015.

2 Significant Accounting Policies

2.1 Basis of accounting

The Financial Statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) to comply in all material aspects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and the relevant provisions of Companies Act, 2013. These Financial Statements have been prepared under the historical cost convention on accrual basis of accounting. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. However, certain escalation and other claims, which are not ascertainable /acknowledged by customers, are accounted on receipt basis.

The preparation of financial statements in conformity with GAAP requires that the management of the Company make estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Examples of such estimates include the useful lives of fixed assets, provision for doubtful debts / advances, etc. Difference, if any, between the actual results and estimates is recognised in the period in which the results are known.

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 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.

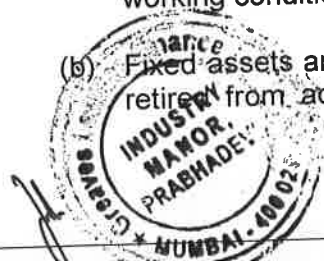
2.2 Revenue Recognition:

Income from hire purchase and lease transactions is accounted on straight line basis in accordance with the respective lease/hire purchase agreements. Income from bill discounting and other financing activities are accounted on accrual basis.

2.3 Fixed assets:

(a) Fixed assets are stated at cost, including directly attributable costs such as freight, insurance and specific installation charges for bringing the assets to their working condition for use.

(b) Fixed assets are eliminated from financial statements, either on disposal or when retired from active use. The retired assets are disposed off immediately. The



NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

capitalized cost, accumulated depreciation and written down value of such disposed/retired assets, are removed from the fixed assets records.

- (c) Fixed assets are recorded as given below:
- (i) Assets held for own use and assets given on operating lease after 1st April, 2001 at original cost less accumulated depreciation.
 - (ii) Assets given on operating lease prior to 1st April, 2001 at original cost less accumulated depreciation and lease terminal adjustment.

2.4 Depreciation:

Depreciation on fixed assets is provided under the straight line method over the useful lives of assets as prescribed under Part C of Schedule II of the Companies Act, 2013 with residual value of 5%. Depreciation is calculated *pro-rata* from/to the date of additions/deductions.

2.5 Investments:

- (a) Long term investments are carried at cost after providing for any diminution in value, if such diminution is of permanent nature.
- (b) Current investments are carried at lower of cost or market value. The determination of carrying cost of such investments is done on the basis of specific identification.

2.6 Leases:

- (a) Lease transactions entered prior to 1st April, 2001.

Assets given on lease are stated at original cost. Lease terminal adjustment is the difference between capital recovery included in the lease rentals and depreciation provided in the books.

Lease rentals in respect of assets given on lease are recognized in the statement of profit and loss.

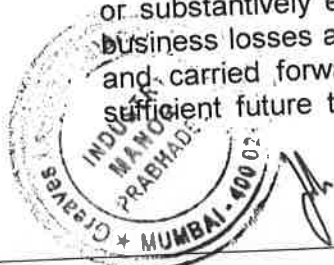
- (b) Lease transactions entered into on or after 1st April, 2001

Assets given on operating leases are capitalized. Rental income is recognized in the statement of profit and loss on straight line method over the lease term.

2.7 Taxes on income:

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on the expected outcome of assessments / appeals. The provision for tax is adjusted for Minimum Alternate Tax (MAT) paid in earlier years.

Deferred tax is recognised on timing differences between the accounting income and the taxable income for the period and quantified using the tax rates and laws enacted or substantively enacted on the balance sheet date. Where there are unabsorbed business losses and/or unabsorbed depreciation, deferred tax assets are recognised and carried forward only to the extent that management is virtually certain that sufficient future taxable income will be available against which such deferred tax



NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

assets can be realised. Deferred tax assets are recognised only to the extent there is a reasonable certainty of realisation in future. Such assets are reviewed at each balance sheet date to reassess realisation.

2.8 Impairment of assets:

The carrying amount of assets is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the assets is estimated.

An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. The recoverable amount is the higher of the asset's net selling price and value in use determined based on the present value of estimated future cash flows. All impairment losses are recognised in the statement of profit and loss.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

2.9 Provisions and Contingent Liabilities:

a) Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- i) the Company has a present obligation as a result of a past event,
- ii) a probable outflow of resources is expected to settle the obligation, and
- iii) the amount of the obligation can be reliably estimated.

b) Reimbursement expected in respect of expenditure required to settle a liability is recognised only when it is virtually certain that the reimbursement will be received.

c) Contingent liability is disclosed in the case of

- i) a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation, and
- ii) a present obligation when no reliable estimate is possible.

d) Contingent assets are neither recognised nor disclosed.

e) Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date and updated / recognised as appropriate.



GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

3. Share Capital:

	As at 31.03.2015	As at 31.03.2014
	₹	₹
a) Authorised Share Capital:		
3,20,00,000 (Previous Year 3,20,00,000) Equity shares of ₹ 10 each	32,00,00,000	32,00,00,000
	<u>32,00,00,000</u>	<u>32,00,00,000</u>
b) Issued, Subscribed and Paid up:		
As Per Last Balance Sheet	20,78,10,690	1,78,55,450
2,07,81,069 (Previous Year 17,85,545) Equity Shares of ₹ 10 each fully paid		
Add: Conversion of 6% Cumulative Redeemable Preference Shares of ₹ 10 each		15,08,26,890
Nil (Previous Year 1,50,82,689) Equity Shares of ₹ 10 each fully paid		
Add: Issue of Bonus Shares out of Capital Reserve		3,91,28,350
Nil (Previous Year 39,12,835) Equity Shares of ₹ 10 each fully paid		
	20,53,10,690	-
Less: Reduction of Share Capital (Refer Note 1)	<u>25,00,000</u>	<u>20,78,10,690</u>
c) 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 a face value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. Any fresh issue of equity shares shall rank pari-passu with the existing shares.		
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.		

4. Reserves and Surplus :

Capital Reserve:	4,921	3,91,33,271
As per last Balance Sheet		3,91,28,350
Less: Capitalised during the year for issue of bonus shares	4,921	4,921
Statutory Reserve u/s.45-IC of RBI Act, 1934 :	5,10,42,792	4,49,67,718
As per last Balance Sheet	38,96,567	60,75,074
Add: Transferred from statement of profit and loss	5,49,39,359	5,10,42,792
Surplus in Statement of Profit and Loss	2,45,11,907	37,16,639
As per last Balance Sheet	1,94,82,835	3,03,75,369
Add : Profit for the year		60,75,074
Less: Appropriations	38,96,567	29,95,877
Statutory Reserve u/s.45-IC of RBI Act, 1934		
Proposed Dividend on 6% Cumulative Redeemable Preference Shares (including arrears)	1,60,00,000	5,09,150
Proposed Dividend	33,47,200	
Tax on Proposed Dividend		
	2,07,50,975	2,45,11,907
	<u>7,56,95,255</u>	<u>7,55,59,620</u>

5. Other Current Liabilities:

Statutory Dues	2,00,480	3,90,876
Others	1,11,985	97,130
	<u>3,12,465</u>	<u>4,88,006</u>

6. Short-Term Provisions:

Provision for :	12,83,000	51,34,000
Income Tax (Current Year)		29,95,877
Proposed Dividend on 6% Cumulative Redeemable Preference Shares	1,60,00,000	-
Proposed Dividend	33,47,200	5,09,150
Tax on Proposed Dividend		
	<u>2,06,30,200</u>	<u>86,39,027</u>



GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31st March, 2015

7. Fixed Assets

Assets	Gross Block (at cost)			Depreciation			Net Block			
	Opening as at 01.04.2014	Additions	Deletions/ adjustments	Closing as at 31.03.2015	Opening as at 01.04.2014	For the year	Deductions	Closing as at 31.03.2015	As at 31.03.2015	As at 31.03.2014
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Tangible assets under lease :										
Plant and equipment	3,45,739	-	-	3,45,739	3,45,738	-	-	3,45,738	1	1
Office equipment and air-conditioners	9,40,937	-	-	9,40,937	9,40,937	-	-	9,40,937	-	-
Computers	5,70,25,259	-	1,20,908	5,69,04,351	5,70,20,940	4,319	1,20,908	5,69,04,351	-	4,319
Vehicles	4,36,22,837	-	2,11,36,999	2,24,85,838	2,37,20,254	43,01,586	1,45,47,933	1,34,73,907	90,11,931	1,99,02,583
As at 31.03.2015	10,19,34,772	-	2,12,57,907	8,06,76,865	8,20,27,869	43,05,905	1,46,68,841	7,16,64,933	90,11,932	1,99,06,903
As at 31.03.2014	11,23,74,869	-	1,04,40,097	10,19,34,772	8,10,08,985	87,44,008	77,25,124	8,20,27,869		



Handwritten signature

GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

8. Non-Current Investments (at cost) :

Trade Investments: (Unquoted):

Fully paid equity shares

1,33,851 Shares (Previous Year 1,33,851) of Dee Greaves Limited of ₹ 10/- each
90 Shares (Previous Year 90) of Greaves Cotton Middle East (FZC) of AED 1,500/- each

As at 31.03.2015	As at 31.03.2014
₹	₹
59,200	59,200
24,48,196	24,48,196
25,07,396	25,07,396

Others: (Quoted)

Fully paid equity shares

1 Share (Previous Year 1) of ₹ 2/- of ABB India Limited
1 Share (Previous Year 1) of ₹ 2/- of Alfa Laval India Limited
20 Shares (Previous Year 20) of ₹ 1/- of Ashok Leyland Limited
20 Shares (Previous Year 20) of ₹ 10/- of Bajaj Auto Limited
10 Shares (Previous Year 10) of ₹ 10/- of Bajaj Finance Services Limited
10 Shares (Previous Year 10) of ₹ 10/- of Bajaj Holdings and Investment Limited
5 Shares (Previous Year 5) of ₹ 2/- of Bharat Heavy Electricals Limited
120 Shares (Previous Year 120) of ₹ 1/- of Birla Power Solutions Limited
1 Share (Previous Year 1) of ₹ 10/- of Bosch Limited
14 Shares (Previous Year 14) of ₹ 2/- of Cummins India Limited
150 Shares (Previous Year 150) of ₹ 2/- of Elecon Engineering Limited
10 Shares (Previous Year 10) of ₹ 10/- of Force Motors Limited
1 Share (Previous Year 1) of ₹ 1/- of Hindustan Unilever Limited
10 Shares (Previous Year 10) of ₹ 10/- of Honda Suel Power Products Limited
10 Shares (Previous Year 10) of ₹ 10/- of Ingersoll Rand (India) Limited
10 Shares (Previous Year 10) of ₹ 10/- of Kennametal Widia Limited
5 Shares (Previous Year 5) of ₹ 10/- of Kirloskar Industries Limited
75 Shares (Previous Year 75) of ₹ 2/- of Kirloskar Oil Engines Limited
30 Shares (Previous Year 30) of ₹ 2/- of Larsen & Toubro Limited
66 Shares (Previous Year 66) of ₹ 5/- of Mahindra & Mahindra Limited
1 Share (Previous Year 1) of ₹ 5/- of Maruti Suzuki India Limited
200 Shares (Previous Year 200) of ₹ 1/- of Shanthi Gears Limited
1 Share (Previous Year 1) of ₹ 2/- of Siemens Limited
1 Share (Previous Year 1) of ₹ 10/- of Steel Authority of India Limited
30 Shares (Previous Year 30) of ₹ 10/- of Swaraj Engines Limited
25 Shares (Previous Year 25) of ₹ 2/- of Tata Motors Limited
4 Shares (Previous Year 4) of ₹ 10/- of UltraTech Cement Limited
10 Shares (Previous Year 10) of ₹ 10/- of Vesuvias Limited
15 Shares (Previous Year 15) of ₹ 10/- of VST Tillers Tractors Limited
10 Shares (Previous Year 10) of ₹ 10/- of Wartsila India Limited
100 Shares (Previous Year 100) of ₹ 10/- of Wellwind Industry Limited

855	855
1,396	1,396
198	198
3,119	3,119
3,119	3,119
3,119	3,119
2,475	2,475
194	194
5,652	5,652
1,055	1,055
359	359
4,169	4,169
259	259
1,348	1,348
2,546	2,546
1,998	1,998
781	781
2,344	2,344
3,968	3,968
9,225	9,225
1,216	1,216
2,759	2,759
727	727
205	205
2,891	2,891
2,103	2,103
1,825	1,825
1,380	1,380
633	633
1,812	1,812
814	814
64,544	64,544

25,71,940 25,71,940

Quoted investments

- Book value

- Market value

Unquoted investments

- Book value

64,544	64,544
4,46,446	3,00,746
25,07,396	25,07,396

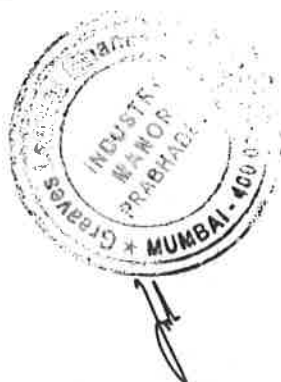
9. Long-Term Loans and Advances:

Other Loans and Advances

Advance Income Taxes (net)

Others

17,33,602	22,01,641
5,68,185	5,90,724
23,01,787	27,92,365



GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

10. Current Investments (at lower of cost or market value) :

Mutual Funds (Unquoted):

	As at 31.03.2015 ₹	As at 31.03.2014 ₹
Nil Units (Previous Year 20,29,272) of ₹ 10/- of Kotak Banking and PSU Debt Fund - Daily Dividend	-	2,03,60,702
10.774 Units (Previous Year 1,006 of ₹ 10/-) of ₹ 1,000/- of Peerless Liquid fund- Daily Dividend	10,758	10,069
Nil Units (Previous Year 25,302) of ₹ 1,000/- of L086DD SBI Magnum Insta Cash Fund - Daily Dividend	-	4,23,82,169
Nil Units (Previous Year 16,376) of ₹ 1,000/- of L072DD SBI Magnum Insta Cash Fund - Daily Dividend	-	1,64,29,053
Nil Units (Previous Year 50,00,000) of ₹ 10/- of SBI Debt Fund Series	-	5,00,00,000
Nil Units (Previous Year 29,99,910) of ₹ 10/- of ICICI Prudential Mutual Fund	-	3,00,00,000
Nil Units (Previous Year 30,00,000) of ₹ 10/- of Reliance Fixed Horizon Fund	-	3,00,00,000
Nil Units (Previous Year 22,50,000) of ₹ 10/- of Axis Fixed Term Plan	-	2,25,00,000
Nil Units (Previous Year 50,00,000) of ₹ 10/- of IDFC Fixed Term Plan	-	5,00,00,000
22,901 Units (Previous Year Nil) of ₹ 1,000/- of SBI Magnum Insta Cash Fund Liquid Floater- Regular Plan	2,31,27,857	-
47,569 Units (Previous Year Nil) of ₹ 1,000/- Religare Invesco Credit Opportunity Fund - Daily Dividend	4,75,82,429	-
376,563 Units (Previous Year Nil) of ₹ 10/- Franklin India Low Duration -Growth	57,83,891	-
175,812 Units (Previous Year Nil) of ₹ 10/- L & T Short Term Opportunity Fund- Growth	23,55,627	-
2,619 Units (Previous Year Nil) of ₹ 1,500/- Reliance Liquid Fund Treasury Plan - Daily Dividend Option	38,53,354	-
	8,27,13,916	26,16,81,993
	<u>8,27,13,916</u>	<u>26,16,81,993</u>

Unquoted investments
- Book value

11. Cash and Bank Balances:

	43	43
Cash on hand	8,20,920	3,86,752
Bank balance :	5,000	5,000
In Current Accounts		
In Margin Money Account	<u>8,25,963</u>	<u>3,91,795</u>

12. Short-Term Loans and Advances: (Unsecured, considered good)

Other Loans and Advances	16,57,382	51,42,347
Advance Income Tax (Current Year)	<u>16,57,382</u>	<u>51,42,347</u>

13. Other Current Assets

Other Receivables	55,000	10,000
	<u>55,000</u>	<u>10,000</u>



GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

14. Other Income:

Dividend Income - Non - current Investments
Dividend Income - Current Investments
Interest on Income Tax Refund
Profit on sale of fixed assets

Year Ended 31.03.2015	Year Ended 31.03.2014
₹	₹
5,138	1,93,05,305
1,70,53,708	33,93,255
2,68,196	-
3,18,417	5,19,263
<u>1,76,45,459</u>	<u>2,32,17,823</u>

15. Other Expenses:

Rates and taxes
Registration and filing fees
Legal and professional charges
Auditors' remuneration (refer note (a) below)
Office Rent
Other Sundry Expenses

48,449	2,14,637
7,174	3,135
3,03,072	34,500
55,000	60,000
33,208	-
51,493	12,760
<u>4,98,396</u>	<u>3,25,032</u>

a) Auditors' remuneration :-

Statutory Audit
Tax Audit

40,000	40,000
15,000	20,000
<u>55,000</u>	<u>60,000</u>

16. Depreciation and Amortisation Expenses

Depreciation on Tangible Assets

43,05,905	87,44,008
<u>43,05,905</u>	<u>87,44,008</u>

17. Earnings per share:

Disclosure as required by Accounting Standard (AS)-20 'Earnings per share' (EPS)

Basic EPS

Weighted average number of shares issued of ₹ 10/- each

(A)

1,62,24,859 1,83,43,045

(B)

1,94,82,835 2,86,34,942

Profit for the year after tax
(after dividend on Cumulative Preference shares and dividend tax payable)

(B / A)

1.20 1.56

Basic EPS (₹)

Diluted EPS

Weighted average number of shares issued of ₹ 10/- each

(C)

1,62,24,859 1,83,43,045

(B / C)

1.20 1.56

Diluted EPS (₹)



NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

18 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.

19 Disclosures as required by Accounting Standard (AS) -18 "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 Auto Limited (till 10 April 2014)	Wholly Owned Subsidiary of Greaves Cotton Limited	No
Greaves Cotton Middle East (FZC)	Subsidiary Company	No
Greaves Cotton Netherlands B.V (till 19 December 2013)	Subsidiary Company	No
Premium Transmission Limited	Associate Company	No

₹

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

Sr. No.	Transactions	2014-15			2013-14		
		Holding Company	Other Related Parties	Total	Holding Company	Other Related Parties	Total
1	Dividend earned Premium Transmission Limited	-	-	-	-	1,93,00,342	1,93,00,342
2	Lease rent received Greaves Cotton Limited	76,86,319	-	76,86,319	2,13,60,586	-	2,13,60,586
3	Purchase of Investment Greaves Cotton Netherlands B.V	-	-	-	-	24,48,196	24,48,196
4	Reimbursement of expenses Greaves Cotton Limited	33,208	-	33,208	-	-	-
5	Repayment due to reduction in Share Capital Greaves Cotton Limited	20,53,10,690	-	20,53,10,690	-	-	-
6	Dividend paid on 6% Cumulative Redeemable Preference Shares (including arrears) Greaves Cotton Limited	29,95,877	-	29,95,877	75,41,375	-	75,41,375



GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

20 Other Notes

- 20.1 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.
- 20.2 No provision has been made in respect of Gratuity and Compensated Absences since there are no employees.
- 20.3 Operating lease rental income recognised in the Statement of Profit and Loss amounts to ₹ 76,86,319 (Previous Year: ₹ 2,13,60,586). 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.
- 20.4 The Company has no amount due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 as at 31st March, 2015.
- 20.5 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.

₹(in Lacs)

Particulars			
1.	<u>Liabilities side :</u>		
	<u>Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid:</u>	Amount outstanding	Amount overdue
	(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	-	-
	(e) Commercial paper	-	-
	(f) Public deposits	-	-
	(g) Other loans – Cash credit	-	-
	(h) Lease finance	-	-
2.	<u>Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):</u>		
	(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	-	-
3.	<u>Asset Side:</u>		
	<u>Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :</u>	Amount outstanding	
	(a) Secured	-	-
	(b) Unsecured	-	-



GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

4.	<u>Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities</u>	
	(i) Lease assets including lease rentals under sundry debtors : (a) Financial lease – Assets (b) Operating lease – Assets	- 90.12 -
	(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.	<u>Break-up of Investments :</u>	
	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	827.14
	(iii) Units of mutual funds	-
	(iv) Government securities	-
	(v) Others (please specify)	-
	Long Term Investments :	
	1. Quoted :	0.65
	(i) Shares : (a) Equity (b) Preference	- -
	(ii) Debentures and bonds	-
	(iii) Units of mutual funds	-
	(iv) Government securities	-
	(v) Others (please specify)	-
	2. Unquoted :	25.07
	(i) Shares : (a) Equity (b) Preference	- -
	(ii) Debentures and bonds	-
	(iii) Units of mutual funds	-
	(iv) Government securities	-
	(v) Others - NSC	-



GREAVES LEASING FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: 31ST MARCH, 2015

6.	Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :	Amount net of provisions		
		Secured	Unsecured	Total
	Category			
	1. Related Parties	-	-	-
	(a) Subsidiaries	-	90.12	90.12
	(b) Companies in the same group	-	-	-
	(c) Other related parties	-	0.55	0.55
	2. Other than related parties	-	90.67	90.67
	Total			

7.	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):	Amount	
		Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
	Category		
	1. Related Parties	-	25.07
	(a) Subsidiaries	-	-
	QUOTED	-	-
	(b) Companies in the same group	-	-
	UNQUOTED	-	-
	(c) Companies in the same group	-	-
	(d) Other related parties	4.46	0.65
	2 a. Other than related parties - Equity	827.14	827.14
	2 b. Other than related parties - Mutual Fund	831.60	852.86
	Total		

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		-

20.6 Previous year's figures have been regrouped wherever necessary.

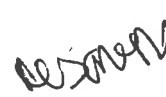
As per our report of even date attached

For **Walker Chandiok & Co LLP**
(Formerly Walker, Chandiok & Co)
Chartered Accountants


Bharat K. Shetty
Partner


Company Secretary


Manager


Director

Director

Date: 4th May 2015
Mumbai

