

INDEPENDENT AUDITOR'S REPORT

To the Members of Greaves Finance Limited

Report on the Audit of Ind AS Financial Statements for the year ended March 31, 2023

Opinion

We have audited the Ind AS Financial Statements of **Greaves Finance Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Ind AS Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Companies Act, 2013("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matter

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

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

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

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

In connection with our audit of the Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we



conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Ind AS Financial Statements

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

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

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

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

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

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

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



financial controls with reference to Ind AS Financial Statements in place and the operating effectiveness of such controls.

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

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

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

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

Report on Other Legal and Regulatory Requirements

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

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;




- (d) In our opinion, the aforesaid Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors as on March 31, 2023, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of Section 164(2) of the Act;
- (f) With respect to the internal financial controls with reference to Ind AS Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting,
- (g) Provisions of Section 197 read with Schedule V to the Act are not applicable to the Company for the year ended March 31 2023;
- (h) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us,
- i. The Company does not have any pending litigations which would impact its financial position
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 - a) The Management has represented that, to the best of it’s knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
 - b) The Management has represented, that, to the best of it’s knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the



representations under sub-clause (i) and (ii) of Rule 11(e) as provided under sub clause (a) and (b) above, contain any material mis-statement.

- v. The Company has neither declared nor paid any dividend during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

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



Abuali Darukhanawala

Partner

Membership No. 108053

UDIN No. 23108053BGUPYZ2512

Place: Mumbai

Date: May 05, 2023



Annexure A to the Independent Auditors' Report of Even Date on the Ind AS Financial Statements of Greaves Finance Limited for the year ended March 31, 2023

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

i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment's.

(B) The company has no intangible assets. Accordingly, clause 3(i)(b)(B) of the Order is not applicable.

(b) The Property, Plant and Equipment were physically verified during the year by the Management in accordance with the regular programme of verification, which in our opinion, provides for physical verification of all the Property, Plant and Equipment's at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has neither disclosed in the Ind AS Financial Statements nor held any Immovable Property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) in the name of the Company. Accordingly, the reporting under clause 3(i)(c) of the Order is not applicable to the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or Intangible Assets or both during the year. Accordingly, the reporting under clause 3(i)(d) of the Order is not applicable to the Company.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, proceedings are neither initiated nor pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, the reporting under clause 3(i)(e) of the Order is not applicable to the Company.

ii. (a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company does not have any inventory. Hence, reporting under clause 3(ii)(a) of the Order is not applicable to the Company.

(b) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned with any working capital loan from banks or financial institutions on the basis of security of current assets, at any point of time during the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.



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



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

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

(b) There are no dues referred to in sub-clause (a) as on March 31, 2023 which have not been deposited on account of any dispute.

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

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

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

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

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

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



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

- xii. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with section 177 and 188 of the Act, where applicable, for all the transactions with the related parties and the details of related party transactions have been disclosed in the Ind AS Financial Statements, as required by the applicable Ind AS.
- xiv. In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system as per the provisions of Companies Act 2013. Accordingly, the reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding company or persons connected with them and hence provisions of Section 192 of the Act are not applicable to the Company. Accordingly, the reporting under clause 3 (xv) of the Order is not applicable to the Company.
- xvi. The Company registered under section 45-IA of the Reserve Bank of India Act 1934 and the Company had already obtained the required registration from RBI.
- xvii. In our opinion and according to the information and explanations given to us, the Company has incurred any cash losses of Rs. 270.40 Lakhs in the financial year and Rs. 113.82 Lakhs in the immediately preceding financial year.
- xviii. According to the information and explanations given to us, there has been no resignation of the statutory auditors during the year and accordingly, the reporting under clause 3(xviii) is not applicable.
- xix. Based on the financial ratios mentioned in the Ind AS Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Ind AS Financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither given any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due. Refer Note No. 27 of the financial statement.



- xx. In our opinion and according to the information and explanations given to us, the provisions of section 135 related to Corporate Social Responsibility is not applicable to the Company. Accordingly, the reporting under clause 3(xx) is not applicable to the Company.
- xxi. The reporting under CARO is applicable to the auditor of Consolidated Ind AS Financial Statement with respect to clause 3(xxi) of the Order only. In our opinion and according to the information and explanations given to us and as per exemptions provided in IND AS 110, Parent Company (i.e. Greaves Cotton Limited.) produces consolidated financial statements, thus, the reporting under clause 3(xxi) of the Order is not applicable to the Company.

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



Abuali Darukhanawala
Partner

Membership No. 108053

UDIN No. 23108053BGUPYZ2512

Place: Mumbai

Date: May 05, 2023



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

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

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

We have audited the internal financial controls with reference to Ind AS Financial Statements of Greaves Finance Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

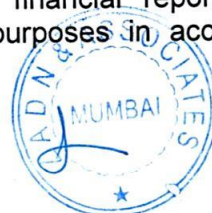
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by ICAI and the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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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



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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting were operating effectively as at March 31, 2023, based on the criteria for internal financial controls system over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit Internal Financial Controls Over Financial Reporting issued by ICAI.

For ZADN & Associates

Chartered Accountants

Firm Registration No.:112306W


Abuali Darukhanawala

Partner

Membership No. 108053

UDIN No. 23108053BGUPYZ2512

Place : Mumbai

Date : May 05, 2023



GREAVES FINANCE LIMITED
Balance Sheet as at 31st March, 2023

(₹ in Lakh)

	Note	As at 31st March, 2023	As at 31st March, 2022
ASSETS			
1 Non - Financial Asset			
(a) Property, plant and equipment	4	66.36	78.21
(b) Current Tax assets (net)	5	49.44	30.02
2 Financial Assets			
(a) Investments	6	8.95	6.86
(b) Cash and Cash Equivalents	7	79.62	32.74
(c) Loans & Advances	8	2,999.46	1,386.54
(d) Other Financial Assets	9	146.09	66.95
Total Assets		3,349.92	1,601.32
1 EQUITY AND LIABILITIES			
EQUITY			
(a) Equity share capital	10	25.00	25.00
(b) Other equity	11	(77.04)	213.08
LIABILITIES			
2 Financial liabilities			
(a) Short term borrowings	12	3,000.00	1,260.00
(b) Other Financial Liabilities	13	401.96	103.24
Total Equity and Liabilities		3,349.92	1,601.32

The notes are an integral part of these financial statements 1 to 28

As per our report of even date attached

For **ZADN & Associates**

Chartered Accountants

F.R.No. 112306W

Abul 2 D. Khan
Abul Darukhanawala

Partner

M.No.108053

Place : Mumbai

Date : 05-05-2023



For and on behalf of the Board of Directors of
Greaves Finance Limited

CIN No. U29299MH1958PLC011250

Sandeep Divakaran
Sandeep Divakaran

Director

DIN : 08173008

Place : Mumbai

Date : 05-05-2023

Dalpat Raj Jain
Dalpat Raj Jain

Director

DIN : 09055716

Place : Mumbai

Date : 05-05-2023



GREAVES FINANCE LIMITED**Statement of Profit and Loss for the year ended 31st March, 2023****(₹ in Lakh)**

	Note	Year ended 31st March 2023	Year ended 31st March 2022
I Revenue from operations	14	431.25	81.59
II Other income	15	2.23	20.15
III Total Income (I + II)		433.48	101.74
IV Expenses			
Employee benefits expense	16	247.33	118.09
Finance Costs	17	248.40	23.80
Depreciation and amortisation expense	18	19.72	18.91
Other expenses	19	208.15	72.53
Total expenses		723.60	233.33
V Loss before tax		(290.12)	(131.59)
VIII Tax expense			
Current tax	20	-	-
Deferred tax (credit) / charge		-	-
Total tax expenses		-	-
IX Loss for the year (VII - VIII)		(290.12)	(131.59)
Earnings per equity share of Rs. 10 each :			
Basic & Diluted	23	(116.05)	(52.63)

The notes are an integral part of these financial statements 1 to 28

As per our report of even date attached

For **ZADN & Associates**

Chartered Accountants

F.R.No: 112306W

Abuali Darukhanawala

Partner

M.No.108053

Place : Mumbai

Date : 05-05-2023

For and on behalf of the Board of Directors of
Greaves Finance Limited

CIN No. U29299MH1958PLC011250

Sandeep Divakaran

Director

DIN : 08173008

Place : Mumbai

Date : 05-05-2023

Dalpat Raj Jain

Director

DIN : 09055716

Place : Mumbai

Date : 05-05-2023



GREAVES FINANCE LIMITED

Statement of cash flow for the year ended 31st March, 2023

(₹ in Lakh)

	Year Ended 31st March, 2023	Year Ended 31st March, 2022
A CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(290.12)	(131.59)
Adjustment for:		
Depreciation expenses	19.72	18.91
Profit on sale of investments (net)	-	(18.81)
Impairment of financial assets	-	0.04
Fair value (gain)/loss on Investments measured at FVTPL	(2.09)	(1.14)
Interest (net)	(77.12)	(20.14)
Dividend Income	(0.13)	(0.10)
Operating profit / (loss) before working capital changes	(349.74)	(152.83)
Adjustment for movements in working capital:		
(Increase) / decrease in other assets	(79.14)	27.43
Increase / (decrease) in other liabilities	298.72	55.89
Cash generated/(used) from operations	(130.16)	(69.51)
Less: Income taxes paid	(19.42)	(1.31)
Net cash generated/(used) from operating activities (A)	(149.58)	(70.82)
B CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(7.87)	(41.71)
Loan (net)	(1,612.92)	(1,201.03)
Interest on Loan	325.52	43.95
Proceeds on sale of financial assets	-	44.73
Dividend from current investments	0.13	0.10
Net cash (used in) / generated from investing activities (B)	(1,295.14)	(1,153.96)
C CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowing	1,740.00	1,184.96
Interest on borrowing	(248.40)	(23.80)
Net cash used in financing activities (C)	1,491.60	1,161.16
Net increase in cash and cash equivalents (A+B+C)	46.88	(63.62)
Cash and cash equivalents at the beginning of the year	32.74	96.36
Cash and cash equivalents at the end of the year (Refer Note 7)	79.62	32.74

Note: The above Cash Flow Statement has been prepared under 'Indirect Method' as set out in the 'Ind AS 7 - Cash Flow Statement'

The notes are an integral part of these financial statements 1 to 28

As per our report of even date attached

For **ZADN & Associates**

Chartered Accountants

F.R.No. 112306W

Abuali Darukhanawala

Partner

M.No.108053

Place : Mumbai

Date : 05-05-2023

For and on behalf of the Board of Directors of
Greaves Finance Limited

CIN No. U29299MH1958PLC011250

Sandeep Divakaran

Director

DIN : 08173008

Place : Mumbai

Date : 05-05-2023

Dalpat Raj Jain

Director

DIN : 09055716

Place : Mumbai

Date : 05-05-2023



GREAVES FINANCE LIMITED
Statement of changes in equity for the year ended 31st March, 2023
A Equity share capital
1) Current reporting period
(₹ in Lakh)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
25.00	-	25.00	-	25.00

2) Previous reporting period
(₹ in Lakh)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
25.00	-	25.00	-	25.00

B Other equity
1) Current reporting period
(₹ in Lakh)

Particulars	Reserves and surplus			Total
	Capital reserve	Statutory Reserves	Retained earnings	
Opening balance as at 1st April 2022	0.05	549.33	(336.30)	213.08
Changes in accounting policy or prior period errors	-	-	-	-
Restated balance as at 1st April 2022	0.05	549.33	(336.30)	213.08
(Loss) / Profit for the year	-	-	(290.12)	(290.12)
Other comprehensive Income (net of tax)	-	-	-	-
Total Comprehensive Income for the year	-	-	(290.12)	(290.12)
Closing balance as at 31st March 2023	0.05	549.33	(626.42)	(77.04)

2) Previous reporting period
(₹ in Lakh)

Particulars	Reserves and surplus			Total
	Capital reserve	Statutory Reserves	Retained earnings	
Opening Balance as at 1st April 2021	0.05	549.33	(204.71)	344.67
Changes in accounting policy or prior period errors	-	-	-	-
Restated balance as at 1st April 2021	0.05	549.33	(204.71)	344.67
(Loss) / Profit for the year	-	-	(131.59)	(131.59)
Other comprehensive income (net of tax)	-	-	-	-
Total Comprehensive Income for the year	-	-	(131.59)	(131.59)
Closing Balance as at 31st March 2022	0.05	549.33	(336.30)	213.08

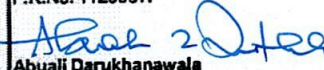
The notes are an integral part of these financial statements 1 to 28

As per our report of even date attached

For ZADN & Associates

Chartered Accountants

F.R.No. 112306W



Abuali Darukhanawala

Partner

M.No.108053

Place : Mumbai

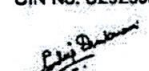
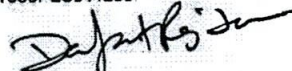
Date : 05-05-2023



For and on behalf of the Board of Directors of

Greaves Finance Limited

CIN No. U29299MH1958PLC011250

Sandeep Divakaran

Director

DIN : 08173008

Place : Mumbai

Date : 05-05-2023

Delpat Raj Jain

Director

DIN : 09055716

Place : Mumbai

Date : 05-05-2023



GREAVES FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: MARCH 31, 2023

1. General Information:

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

The company is unlisted company limited by shares incorporated and domiciled in India. The address of its corporate office is Unit No. 1A, 5th Floor, Tower 3, Equinox Business Park, LBS Marg, Kurla West Mumbai 400 070.

2. Summary of Significant Accounting Policies:

2.1 Statement of compliance:

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

2.2 Basis of preparation and presentation

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

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

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

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

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

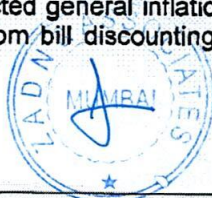
2.3 Revenue recognition:

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

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

2.3.1 Lease income:

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



GREAVES FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: MARCH 31, 2023

2.3.2 Dividend and interest income:

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

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

2.4 Foreign currencies:

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

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

2.5 Taxation:

2.5.1 Current tax:

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

2.5.2 Deferred tax:

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

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

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

2.5.3 Current and deferred tax for the year:

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



GREAVES FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: MARCH 31, 2023

2.6 Property, plant and equipment:

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

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

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

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

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

2.7 Impairment of tangible assets other than goodwill:

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

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

2.8 Provisions:

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

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

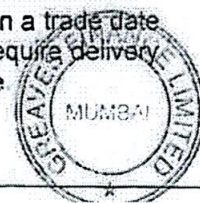
When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

2.9 Financial instrument:

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

2.10 Financial asset:

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.



GREAVES FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: MARCH 31, 2023

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

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

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

2.10.2 Impairment of financial assets:

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

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

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

2.10.3 Derecognition of financial assets:

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

2.10.4 Foreign exchange gains and losses:

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

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

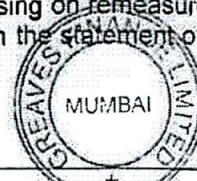
2.11 Financial liabilities:

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

2.11.1 Financial liabilities at FVTPL:

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

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



GREAVES FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS: MARCH 31, 2023

2.11.2 Financial liabilities subsequently measured at amortised cost:

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

2.11.3 Foreign exchange gains and losses:

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

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

2.11.4 Derecognition of financial liabilities:

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

3 Critical accounting judgements and key sources of estimation uncertainty:

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

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

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

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

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



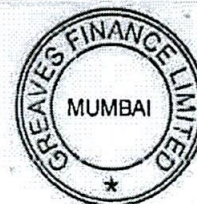
GREAVES FINANCE LIMITED

Notes to the financial statements for the year ended 31st March, 2023

6 Investments

(₹ in Lakh)

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Nos.	Amount	Nos.	Amount
Investments in equity shares (Quoted)				
Fair value through profit or loss				
ABB Limited	1	0.03	1	0.02
Ashok Leyland Limited	20	0.03	20	0.02
Bajaj Auto Limited	20	0.78	20	0.73
Bajaj Finance Services Limited	10	0.56	10	0.73
Bajaj Holdings and Investment Limited	10	0.59	10	0.50
Bharat Heavy Electricals Limited	7	0.00	7	0.00
Bosch Limited	1	0.19	1	0.14
Cummins India Limited	14	0.23	14	0.16
Elecon Engineering Limited	150	0.57	150	0.22
Force Motors Limited	10	0.12	10	0.10
Hindustan Unilever Limited	1	0.03	1	0.02
Honda Siel Power Products Limited	10	0.20	10	0.12
Ingersoll Rand (India) Limited	10	0.26	10	0.16
Kennametal Widia Limited	10	0.22	10	0.21
Kirloskar Industries Limited	5	0.12	5	0.08
Kirloskar Oil Engines Limited	75	0.30	75	0.10
Larsen & Toubro Limited	45	0.97	45	0.80
Mahindra & Mahindra Limited	132	1.53	132	1.06
Maruti Suzuki India Limited	1	0.08	1	0.08
Shanthi Gears Limited	200	0.73	200	0.36
Siemens Limited	1	0.03	1	0.02
Steel Authority of India Limited	1	0.00	1	0.00
Swaraj Engines Limited	30	0.46	30	0.39
Tata Motors Limited	25	0.11	25	0.11
UltraTech Cement Limited	4	0.30	4	0.26
Vesuvias Limited	10	0.16	10	0.10
VST Tillers Tractors Limited	15	0.34	15	0.36
Investments in equity shares (Unquoted)				
Alfa Laval India Limited	1	0.01	1	0.01
Birla Power Solutions Limited	120	0.00	120	0.00
Wellwind Industry Limited	100	0.01	100	0.01
Wartsila India Limited	10	0.02	10	0.02
Sub Total		9.00		6.90
Less: Provision on Non Current Investment		0.04		0.04
Total		8.95		6.86
Aggregate amount of quoted investments and market value thereof		8.95		6.86



GREAVES FINANCE LIMITED		
Notes to the financial statements for the year ended 31st March, 2023		
5 - Current Tax Assets (Net) (₹ In Lakh)		
Particulars	As at 31st March, 2023	As at 31st March, 2022
Advance Income Taxes (Net)	49.44	30.02
Total	49.44	30.02
7 - Cash and cash equivalents (₹ in Lakh)		
Particulars	As at 31st March, 2023	As at 31st March, 2022
In current accounts with banks	79.62	32.74
Total	79.62	32.74
8 - Loans & Advances (₹ In Lakh)		
Particulars	As at 31st March, 2023	As at 31st March, 2022
Loan to Related Party (Refer Note 22)	1,000.00	650.00
Loans to Customers	2,060.11	742.48
Less -: Provision for Non Performing Assets	(55.50)	(2.97)
Less -: Provision against Standard Assets	(5.15)	(2.97)
Total	2,999.46	1,386.54
9 - Other Financial Assets (₹ in Lakh)		
Particulars	As at 31st March, 2023	As at 31st March, 2022
Security Deposit	11.04	-
Fixed Deposit	0.16	0.15
EMI Receivables	91.16	31.60
Accrued Interest	9.55	1.90
Prepaid Expenses	3.88	0.39
Balance with govt authorities	30.30	32.91
Total	146.09	66.95



GREAVES FINANCE LIMITED

Notes to the financial statements for the year ended 31st March, 2023

10 - Equity Share capital

(₹ In Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Authorised 3,20,00,000 Equity Shares of Rs. 10/- each	3,200	3,200
Issued, subscribed and fully paid up 2,50,000 (Previous Year 2,50,000) Equity Shares of Rs. 10/- each	25.00	25.00
Total	25.00	25.00

Particulars	No of shares	Equity share capital
10 A Equity shares of Rs. 10 each Issued, subscribed and fully paid up		
As at 1st April, 2022	2,50,000	25.00
Add: Issued during year	-	-
As at 31st March, 2023	2,50,000	25.00

10 B Terms/Rights attached to equity shares

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



GREAVES FINANCE LIMITED**Notes to the financial statements for the year ended 31st March, 2023****4 - Property, Plant and Equipment****(₹ in Lakh)**

Particulars	Vehicles	Computers	Total
Cost			
Balance as at 31st March, 2021	65.26	-	65.26
Additions	41.16	0.55	41.71
Disposals	-	-	-
Balance as at 31st March, 2022	106.42	0.55	106.97
Additions	-	7.87	7.87
Disposals	-	-	-
Balance as at 31st March, 2023	106.42	8.42	114.84
Accumulated Depreciation			
Balance as at 31st March, 2021	(9.85)	-	(9.85)
Depreciation expense	(18.75)	(0.16)	(18.91)
Disposals	-	-	-
Balance as at 31st March, 2022	(28.60)	(0.16)	(28.76)
Depreciation expense	(18.86)	(0.86)	(19.72)
Disposals	-	-	-
Balance as at 31st March, 2023	(47.46)	(1.02)	(48.48)
Net Carrying amount			
Balance as at 31st March, 2022	77.82	0.39	78.21
Balance as at 31st March, 2023	58.97	7.40	66.36



GREAVES FINANCE LIMITED

Notes to the financial statements for the year ended 31st March, 2023

11 - Other equity

(₹ In Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Reserves and surplus		
Capital reserve	0.05	0.05
Statutory reserve	549.33	549.33
Retained Earnings	(626.42)	(336.30)
Total	(77.04)	213.08

(i) Capital reserve

(₹ In Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Opening balance	0.05	0.05
Closing balance	0.05	0.05

Capital Reserve is not available for distribution of dividend but can be utilised for issuing bonus shares.

(ii) Statutory reserve

(₹ in Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Opening balance	549.33	549.33
Closing balance	549.33	549.33

The Statutory reserve is created as per the requirements under section 45-IC of Reserve Bank of India Act, 1934.

(iii) Retained earnings

(₹ In Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Opening balance	(336.30)	(204.71)
Add: Loss for the year	(290.12)	(131.59)
Closing balance	(626.42)	(336.30)

12 - Borrowings

(₹ In Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Unsecured Loans		
Loan from Holding Company (Note 22)	3,000.00	1,260.00
Total	3,000.00	1,260.00

Terms and Condition of Borrowing

(₹ in Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Unsecured loan from holding company- Greaves Cotton Ltd (Term of repayment of loans - 1 year after receiving the loan, @10% per annum)	3,000.00	1,260.00

13 - Other Financial Liabilities

(₹ in Lakh)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Statutory dues	13.75	5.56
Other liabilities	388.21	97.68
Total	401.96	103.24

GREAVES FINANCE LIMITED

Notes to the financial statements for the year ended 31st March, 2023

(₹ in Lakh)		
14 - Revenue From Operation		
Particulars	Year ended 31st March 2023	Year ended 31st March 2022
Rental Income	29.90	29.90
Interest Income from Loans	325.52	43.95
Processing Charges & Other Charges	75.83	7.75
Total	431.25	81.59

(₹ in Lakh)		
15 - Other income		
Particulars	Year ended 31st March 2023	Year ended 31st March 2022
Dividend income	0.13	0.10
Net gain on financial instruments measured at fair value through profit & loss	2.09	1.14
Sundry Credit Balance Write Back	0.00	0.00
Interest on Fixed Deposit	0.01	0.10
Profit on Sale of Investment	-	18.81
Total	2.23	20.15

(₹ in Lakh)		
16 - Employee benefits expense		
Particulars	Year ended 31st March 2023	Year ended 31st March 2022
Salaries and wages	241.91	115.14
Contribution to provident funds and other funds	5.28	2.95
Staff & Welfare Expenses	0.14	-
Total	247.33	118.09

(₹ in Lakh)		
17 - Finance Costs		
Particulars	Year ended 31st March 2023	Year ended 31st March 2022
Interest on Loan	248.40	23.80
Total	248.40	23.80

(₹ in Lakh)		
18 - Depreciation and Amortisation Expense		
Particulars	Year ended 31st March 2023	Year ended 31st March 2022
Depreciation	19.72	18.91
Total	19.72	18.91

(₹ in Lakh)		
19 - Other expenses		
Particulars	Year ended 31st March 2023	Year ended 31st March 2022
Consultancy Fees	52.70	20.18
Provision Against Non Performing Assets	52.53	2.40
Legal and professional charges	25.51	16.43
Office Rent	19.85	0.33
DMA Expenses	13.54	23.68
Recruitment Service Charges	13.45	-
Travelling Expenses	12.35	0.75
Royalty Charges	7.23	0.21
Provision Against Standard Assets	2.18	2.22
Business Handling Charges	2.06	0.32
Motor Car Expenses	1.33	0.98
Repo Sold Loss	1.21	-
Retainer Charges	1.16	-
Statutory Audit Fees	1.00	1.00
Registration and filing fees	0.73	0.85
Subscription and Membership Fees	0.65	0.57
Advertisement Expenses	0.40	-
Processing Charges Expenses	0.10	-
Stamp & Bank Charges	0.07	0.10
Printing & Stationery	0.04	0.83
Rates and taxes	0.03	0.09
Courier Charges	0.03	-
Marketing Expenses	-	1.55
Maintenance Charges	-	0.20
Provision on Impairment of Investment	-	0.04
Total	208.15	72.53



GREAVES FINANCE LIMITED**Notes to the financial statements for the year ended 31st March, 2023****20 - Income tax expense****(₹ in Lakh)**

Particulars	Year ended	Year ended
	31st March 2023	31st March 2022
Current tax expense	-	-
Deferred tax expense	-	-
Total	-	-

21 - Segment Reporting:

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



GREAVES FINANCE LIMITED

Notes to the financial statements for the year ended 31st March, 2023

22 - 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
Greaves Technologies Limited	Fellow Subsidiary	No
Greaves Electric Mobility Private Limited	Fellow Subsidiary	No
MLR Auto Limited	Fellow Associate	Yes
Vijay Rai	Director	Yes
Navneet Singh	Director	Yes
Ravindra Pathak	Director	Yes
Sandeep Divakaran (W.E.F. 10th Nov.22)	Director	Yes

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

(₹ in Lakh)

Sr. No.	Transactions	2022-23			2021-22		
		Holding Company	Other Related Parties	Total	Holding Company	Other Related Parties	Total
1	Lease rent received Greaves Cotton Limited	21.87	-	21.87	21.87	-	21.87
2	Royalty Charges Greaves Cotton Limited	7.23	-	7.23	0.21	-	0.21
3	Reimbursement of expenses Greaves Cotton Limited	20.44	-	20.44	1.04	-	1.04
4	Loan Given MLR Auto Limited	-	350.00	350.00	-	650.00	650.00
5	Loan Taken Greaves Cotton Limited	1,740.00	-	1,740.00	1,185.00	-	1,185.00
6	Interest Income received MLR Auto Limited	-	118.42	118.42	-	2.11	2.11
7	Subvention Charges Received MLR Auto Limited	-	52.10	52.10	-	-	-
8	Interest Expenses Paid Greaves Cotton Limited	248.40	-	248.40	23.80	-	23.80
9	Remuneration to Director Vijay Rai Navneet Singh Ravindra Pathak Sandeep Divakaran (W.E.F. 10th Nov.22)	- - - - -	1.20 0.60 89.93 29.65	1.20 0.60 69.93 29.65	- - - -	1.20 1.20 56.71	1.20 1.20 56.71
10	Outstanding Balances Receivable from MLR Auto Limited Payable to Greaves Cotton Limited	- 3,000.00	- 1,016.04	- 1,016.04	- 1,260.00	- 651.90	- 651.90
				3,000.00			1,260.00

23 Earnings per Share (EPS)

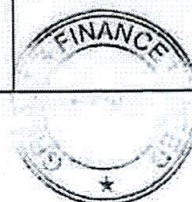
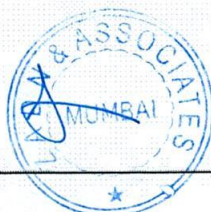
Particulars		2022-23	2021-22
Weighted average number of shares outstanding during the period	(A)	2,50,000	2,50,000
Loss for the year after tax	(B)	(290.12)	(131.59)
Basic and Diluted EPS (Rs.)	(B / A)	(116.05)	(52.63)



GREAVES FINANCE LIMITED
Notes to the financial statements for the year ended 31st March, 2023
24 - Other Notes

- 24.1 The Company has complied with the guidelines issued by the Reserve Bank of India in respect of Prudential Norms for Income Recognition and provisioning for non-performing assets.
- 24.2 Appropriate provision has been made on an estimated basis in respect of Gratuity and Compensated Absences for the 15 employees.
- 24.3 Operating lease rental income recognised in the Statement of Profit and Loss amounts to ₹ 29.90 Lakhs (Previous Year: ₹ 29.90 Lakhs). The vehicles owned by the Company and disclosed as fixed assets are given on operating lease with lease term of 3 years. These leases are further renewable subject to negotiation of rent on the expiry of lease period. There are no restrictions imposed by the Company under the lease arrangement.
- 24.4 The Company has no amount due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 as at 31st March, 2023
- 24.5 Schedule to the Balance Sheet of a Non - Banking Financial Company as required in terms of Paragraph 9BB of Non-Banking Finance Companies Prudential Norms (Reserve Bank) Directions, 2007

(₹ in Lakh)		
Particulars	Amount outstanding	Amount overdue
Liabilities side :		
1. <u>Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid:</u>		
(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	3,000.00	-
(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	-	-
Asset Side:		
3. <u>Break-up of Loans and Advances including bills receivables (other than those included in (4) below) :</u>	Amount outstanding	
(a) Secured	-	
(b) Unsecured	-	1,392.48
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		58.97
(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. <u>Quoted :</u>		
(i) Shares : (a) Equity		-
(b) Preference		-
(ii) Debentures and bonds		-
(iii) Units of mutual funds		-
(iv) Government securities		-
(v) Others (please specify)		-
2. <u>Unquoted :</u>		
(i) Shares : (a) Equity		-
(b) Preference		-
(ii) Debentures and bonds		-
(iii) Units of mutual funds		-
(iv) Government securities		-
(v) Others (please specify)		-



GREAVES FINANCE LIMITED

Notes to the financial statements for the year ended 31st March, 2023

Non 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)

6.86

2. Unquoted :

- (i) Shares : (a) Equity
(b) Preference
(ii) Debentures and bonds
(iii) Units of mutual funds
(iv) Government securities
(v) Others - NSC

0.04

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

(₹ in Lakh)

Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	350.00	58.97	408.97
(c) Other related parties	-	-	-
2. Other than related parties	-	-	-
Total	350.00	58.97	408.97

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

(₹ in Lakh)

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

8. Other Information

(₹ in Lakh)

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	-



GREAVES FINANCE LIMITED

Notes to the financial statements for the year ended 31st March, 2023

25 - Ratios

Ratio	Numerator	Denominator	FY 2023	FY 2022	% Variance	Reasons
Capital to risk-weighted assets ratio (CRAR)	Tier I CRAR+Tier II CRAR	Risk-weighted assets (Refer note 8)	(0.03)	0.32	-35%	Increase in Expense due to change of Business from partnership to Self Business & Increase in NPA Cases
Tier I CRAR	consist equity capital, ordinary share capital, intangible assets and audited revenue reserves	N.A	(52.04)	238.08	-122%	Increase in Expense due to change of Business from partnership to Self Business & Increase in NPA Cases
Tier II CRAR	Consist of undisclosed reserves, revaluation reserves, general provisions and loss reserves, hybrid capital instruments, subordinated debt and investment reserve account	N.A	-	-	-	
Liquidity Coverage Ratio	High Quality Liquid Asset (Refer Note 6 & 7)	Net Cash flow for next 30 days	(1.58)	(7.73)	616%	Increase in Expense due to change of Business from partnership to Self Business & Increase in NPA Cases

26 Other Information

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company does not have any transactions with companies struck off.
- (iii) The Company does not have any secured borrowings, hence registration of charge or satisfaction with ROC is not applicable.
- (iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the year.
- (v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (vii) The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- (viii) Submission of quarterly returns or statements is not applicable as the company does not have borrowings from banks.

27 The Company is primarily in the business of lease financing. During the year ended 31-March-2023, the Company has incurred losses amounting to ₹ 290.12 lakhs. As at 31-March-2023, the Company has negative net worth of ₹ 52.04 lakhs. These conditions may indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern.

Considering parent company balance sheet strength and commitment to GFL from its holding company to meet its day to day cash requirements and settle liability, if any arises. Basis this, management of the Company believes that risk of material uncertainty has been significantly reduced and the Company shall be able to continue for a foreseeable future. Accordingly, these financial statements have been prepared using the going concern basis.

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

As per our report of even date attached

For ZADN & Associates

Chartered Accountants

F.R.No. 112306W

Abul Darukhanawala
Abul Darukhanawala

Partner

M.No.108053

Place : Mumbai

Date : 05-05-2023



For and on behalf of the Board of Directors of

Greaves Finance Limited

CIN No. U29299MH1958PLC011250

Sandeep Divakaran
Sandeep Divakaran

Director

DIN : 08173008

Place : Mumbai

Date : 05-05-2023

Dalpat Raj Jain
Dalpat Raj Jain

Director

DIN : 09055716

Place : Mumbai

Date : 05-05-2023

