



CIN: L74899DL1994PLC057107  
Email: investor\_gdl.1995@yahoo.com, Website: www.gdlfinance.com

**Date: 05.09.2022**

To,

The Department of Corporate Relationship Department,  
**BSE Limited**  
Phiroze Jeejeebhoy Towers, Dalal Street  
Mumbai – 400001

**Sub: Annual Report for the F.Y. 2021-22 along with Notice of 29<sup>th</sup> Annual General Meeting  
(BSE SCRIP CODE 530855)**

Dear Sir / Madam,

Pursuant to Regulations 30 and 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith a copy of the Annual Report for the F.Y. 2021-22 along with the Notice of 29<sup>th</sup> Annual General Meeting of the Company scheduled to be held on Friday, 30<sup>th</sup> September, 2022 at 09.00 AM to transact the business as set out in the Notice.

This is for your kind information and record purpose. Please update the same at your website.

Thanking You

**For GDL Leasing and Finance Limited**

**Deepak Kumar Gangwani**  
**(Whole Time Director)**

**Place: New Delhi**

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<b>29<sup>th</sup> Annual General Meeting</b>	
Date	30 <sup>th</sup> September, 2022
Day	Friday
Time	09.00 A.M.
Place	20/4, Singhu Village, Near Singhu Border, Delhi-110040

## **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS**

Mr. Deepak Kumar Gangwani  
Chairman & Whole Time Director  
DIN: 00761959

Mrs. Sangeeta Gangwani  
Whole Time Director & CFO  
DIN: 00763656

Mr. Ajay Kumar Kalra  
Non-Executive Independent Director  
DIN: 09512370

Ms. Tanya Makhijani  
Non-Executive Independent Director  
DIN: 08224887

### **AUDITORS**

M/s. S Agarwal & CO.  
Chartered Accountants  
123, Vinobapuri, Lajpat Nagar-II  
New Delhi-110024

### **SECRETARIAL AUDITOR**

M/s. Amit H.V. & Associates  
Practicing Company Secretaries  
304-A, Jaina Tower-1,  
Janakpuri, District Centre,  
New Delhi-110058

### **CHIEF FINANCIAL OFFICER**

Mrs. Sangeeta Gangwani

### **COMPANY SECRETARY & COMPLIANCE OFFICER**

Ms. Niti Taheem

### **BANKERS OF THE COMPANY**

Catholic Syrian Bank

### **REGISTRAR AND SHARE TRANSFER AGENTS (R&TA)**

M/s Skyline Financial Services Private Limited  
1st Floor, D-153A, Okhla Industrial Area,  
Phase I, New Delhi Pin Code 110 020, INDIA

### **LISTED AT**

BSE Limited (Scrip Code: 530855)  
25<sup>th</sup> Floor, P.J. Tower, Dalal Street,  
Fort, Mumbai-400001, Maharashtra, India

### **DEPOSITORIES**

Central Depository Services (India) Limited

### **REGISTERED OFFICE**

B-3/91, Ashok Vihar, Phase II, New Delhi-  
110052

### **COPORATE IDENTIFICATION NUMBER**

L74899DL1994PLC057107

### **EMAIL ID AND WEBSITE**

Company and Investor Grievances: -  
[investor\\_gdl.1995@yahoo.com](mailto:investor_gdl.1995@yahoo.com)

### **WEBSITE :-**

[www.gdl-finance.com](http://www.gdl-finance.com)

**G D L LEASING AND FINANCE LIMITED**  
**R.O.: B-3/91, Ashok Vihar, Phase II, New Delhi 110052**  
**Tel. No. 011-27435354, Email Id: [investor\\_gdl.1995@yahoo.com](mailto:investor_gdl.1995@yahoo.com),**  
**Website: [www.gdl-finance.com](http://www.gdl-finance.com)**  
**CIN: L74899DL1994PLC057107**

**NOTICE OF 29<sup>TH</sup> ANNUAL GENERAL MEETING**

**NOTICE** is hereby given that the **29<sup>th</sup> (Twenty Ninth) Annual General Meeting** of the members of the Company will be held on **Friday 30<sup>th</sup> Day of September, 2022 at 09:00 A.M at 20/4, Singhu Village, Near Singhu Border, Delhi-110040**, to transact the following business(s):

**ORDINARY BUSINESSES:**

**ITEM NO. 1 – ADOPTION OF FINANCIAL STATEMENTS**

To receive, consider and adopt the financial statements of the Company for the financial year ended on 31<sup>st</sup> March 2022, including audited Balance Sheet as at 31st March, 2022 and the Profit & Loss Account for the year ended on that date, together with the report of the Directors and Auditors thereon.

**ITEM NO. 2 – APPOINTMENT OF DIRECTOR**

To appoint a director in place of Mr. Deepak Kumar Gangwani (DIN: 00761959) who retires by rotation and being eligible to offer himself for re-appointment.

**“RESOLVED THAT** pursuant to the provisions of Section 152 of the Companies Act, 2013, Mr. Deepak Kumar Gangwani (DIN: 00761959) who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

**SPECIAL BUSINESS**

**ITEM NO. 3 – REGULARIZATION OF ADDITIONAL DIRECTOR, MR. AJAY KUMAR KALRA (DIN: 09512370) AS NON-EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY**

To consider and, if thought fit, to pass with or without modifications, the following resolution as Ordinary Resolution:

**“RESOLVED THAT** pursuant to provision of Section 149,150,152 read with Schedule IV to the Companies Act,2013, and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Regulation 17 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, Mr. Ajay Kumar Kalra (DIN: 09512370) who was appointed as an Additional Director of the Company w.e.f 22nd February, 2022 in terms of Section 161(1) of the Companies Act,2013 and Article of Association of the Company and who holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under section 160 of the Act proposing his candidature for the office of the Director and declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and hereby appointed as an Non-Executive Independent Director of the Company to hold office for five (5) consecutive years for the maximum period upto 30th September 2027.”

**Reg. Office  
B-3/91 Ashok Vihar, Phase II,  
New Delhi 110052**

**For and on behalf of the Board of  
G D L Leasing and Finance Limited**

**Place: New Delhi  
Dated: 02.09.2022**

**Sd/-  
Deepak Kumar Gangwani  
(DIN: 00761959)  
Whole Time Director  
B-3/91 Ashok Vihar, Phase II,  
New Delhi 110052**

**Notes:**

- 1. A Member entitled to attend and vote at the Annual General Meeting (AGM) is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a Member of the Company. The instrument appointing the proxy, in order to be effective, must be deposited at the Company's Registered Office, duly completed and signed, not less than FORTY-EIGHT HOURS before the commencement of the AGM. Proxies submitted on behalf of limited companies, societies etc., must be supported by appropriate resolutions / authority, as applicable. A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.**
2. If a Person is appointed as Proxy for more than 50 Members, he shall choose any 50 Members and confirm the same to the Company 24 hours before the commencement of the Meeting. In case, the Proxy fails to do so, the Company shall consider only the first 50 proxies received in respect of such person as valid.
3. Brief Resume of the Director(s) seeking re-appointment, as required under Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 {SEBI (LODR) Regulations, 2015} is annexed hereto and forms part of Notice.
4. Corporate members intending to send their authorized representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company a certified true copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
5. Attendance slip, proxy form and the route map of the venue of the Meeting are annexed hereto.
6. The Register of Members and Share Transfer Books of the Company will remain closed from Saturday, 24<sup>th</sup> day of September, 2022 to Friday, 30<sup>th</sup> day of September, 2022 (both days will be inclusive).
7. Members, Proxies and Authorised Representatives are requested to bring to the meeting, the Attendance Slip enclosed herewith, duly completed and signed, mentioning therein details of their DP ID and Client ID / Folio No. They are also requested to bring their copy of the Annual report to the Annual General Meeting.
8. The route map and prominent landmark of the venue of the Annual General Meeting as required under Secretarial Standards on the General Meeting is annexed herewith as with this Report.
9. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details such as bank account number, name of the bank and branch details, MICR code and IFSC code, mandates, nominations, power of attorney, change of address, change of name, e-mail address, contact numbers, etc., to their depository participant (DP).

Changes intimated to the DP will then be automatically reflected in the Company's records which will help the Company and the Company's Registrars and Transfer Agents, Skyline Financial Services Private Limited ('the RTA') to provide efficient and better services. Members holding shares in physical form are requested to intimate such changes to the RTA.

The Securities and Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to Skyline Financial Services Private Limited (RTA).

10. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form to eliminate all risks associated with physical shares and for ease of portfolio management. Members can contact the Company or RTA for assistance in this regard.
11. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or RTA, the details of such folios together with the share certificates for consolidating their holdings in one folio. A consolidated share certificate will be issued to such Members after making requisite changes.
12. Members who hold shares in dematerialized form are requested to bring their Client ID and DP ID numbers for easy identification of attendance at the meeting and number of shares held by them.
13. In case of joint holders attending the AGM, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
14. Members seeking any information with regard to the accounts, are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the AGM.
15. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13.
16. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned DP and holdings should be verified.
17. In compliance with MCA General Circular No. 20/2020 dated 5th May, 2020 read with General Circular No. 17/2020 dated 13th April, 2020 and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 and owing to the difficulties involved in dispatch of physical copies, the Annual Report for F.Y. 2021-22 comprising of Financial Statements (including Board's Report, Auditors' report or other documents required to be attached therewith) and Notice of 29th Annual General Meeting (AGM) are being sent in electronic mode to the Members whose e-mail address is registered with the Company or the Depository Participant(s). Members may note that this Notice and the Annual Report 2021-22 will also be available on the Company's website viz. [www.gdl-finance.com](http://www.gdl-finance.com).
18. **To support the 'Green Initiative', Members who have not registered their e-mail addresses are requested to register the same with DPs. The registered e-mail address will be used for sending future communications.**
19. Members are requested to: -
  - a) note that copies of annual Report will not be distributed at the AGM and they will have to bring their copies of annual Report;

- b) bring the Attendance Slip at the venue duly filled-in and signed for attending the meeting, as entry to the AGM Place will be strictly on the basis of the Entry Slip available at the counters at the meeting venue in exchange of the attendance Slip;
- c) quote their Folio / Client ID & DP ID Nos. in all correspondence with the Company / R&TA;
- d) note that no gifts / coupons will be distributed at the AGM.

### **VOTING THROUGH ELECTRONIC MEANS:**

20. In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (LODR) Regulations, 2015 (as amended), and Secretarial Standards on General Meetings issued by ICSI, the Company is offering e-voting facility to the shareholders to enable them to cast their votes electronically on the items mentioned in the Notice. The e-voting services provided by CDSL on all the resolutions set forth in this Notice. The instructions for e-voting are given herein below. Resolution(s) passed by Members through e-voting is/are deemed to have been passed as if they have been passed at the AGM.
21. The facility for voting, either through electronic voting system or polling paper shall also be made available at the AGM and the Members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right to vote at the AGM.
22. The Members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
23. **The instructions for shareholders voting electronically are as under:**

**Step 1:** Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

**Step 2:** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- i. The voting period begins on Tuesday, 27<sup>th</sup> September, 2022 from 9.00 A.M and ends on Thursday, 29<sup>th</sup> September, 2022 at 5.00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date on Friday, 23<sup>rd</sup> September, 2022, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. The e-voting module shall be disabled by CDSL for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue
- iii. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

**Step 1:** Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- iv. In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of Shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a>.</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
Individual Shareholders holding securities in demat mode with <b>NSDL</b>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is</p>

<p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p>	<p>available at <a href="https://eservices.nSDL.com">https://eservices.nSDL.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp</a>.</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nSDL.com/">https://www.evoting.nSDL.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>
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**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

<b>Login type</b>	<b>Helpdesk details</b>
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 1800 22 55 33
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nSDL.co.in">evoting@nSDL.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30

**Step 2** : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- v. Login method for e-Voting for **Physical shareholders and shareholders other than individual holding in Demat form.**
  1. The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
  2. Click on “Shareholders” module.

3. Now Enter your User ID
  - a) For CDSL: 16 digits beneficiary ID,
  - b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c) Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4. Next enter the Image Verification as displayed and Click on Login.
5. If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
6. If you are a first time user follow the steps given below:

<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>	
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li> </ul>
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.</li> </ul>

- vi. After entering these details appropriately, click on “SUBMIT” tab.
- vii. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- viii. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice
- ix. Click on the EVSN of the G D L Leasing and Finance Limited on which you choose to vote.
- x. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xi. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- xii. After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- xiii. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.

xiv. You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.

xv. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

**xvi. Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [investor\\_gdl.1995@yahoo.com](mailto:investor_gdl.1995@yahoo.com), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.
7. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) , under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
8. Any person who acquired shares of the company and becomes shareholders of the company after dispatch of the Notice of AGM and holds shares as of the cut-off date i.e. Friday, 23<sup>rd</sup> September, 2022, may obtain the login ID and password by sending a request at [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) of Issuer/RTA.
9. The voting rights of Members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off dated Friday, 23<sup>rd</sup> September, 2022.
10. The board of directors has appointed M/s Amit H.V. & Associates, Practicing Company Secretary (304-A, Jaina Tower 1, Janak Puri, District Centre, New Delhi 110058, India) as the Scrutinizer to scrutinize the voting at the meeting and remote e-voting process in a fair and transparent manner.
11. The Scrutinizer shall after the conclusion of voting at the general meeting will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e- voting in the presence of at least two witnesses not in the employment of the company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any to the chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
12. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer’s Report shall be placed on the Company’s website

[www.gdl-finance.com](http://www.gdl-finance.com) and on the website of CDSL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to Stock Exchange.

13. The Company is not providing Video Conferencing facility for this meeting.

14. The entire Annual Report is also available on the Company's website [www.gdl-finance.com](http://www.gdl-finance.com).

**PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP).
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 1800 22 55 33.

## **EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

The following explanatory statements set out all material facts relating to the Special Businesses mentioned in the accompanying notice.

### **Item No. 3**

#### **Regularization of Additional Director, Mr. Ajay Kumar Kalra (DIN: 09512370) as Director of the company.**

To consider and, if thought fit, to pass with or without modifications, the following resolution as **Ordinary Resolution**:

Mr. Ajay Kumar Kalra was first inducted to the Board at the Board Meeting held on 22<sup>nd</sup> February, 2022 and in the same meeting he was appointed as the Additional Director (Non-Executive, Independent) in terms of Section 161(1) of the Companies Act, 2013. Mr. Ajay Kumar Kalra can hold office only up to the date of the ensuing Annual General Meeting. The Board is of the view that the appointment of Mr. Ajay Kumar Kalra on the Company Board is desirable and would be beneficial to the Company and hence it recommends the said resolution No 3 for approval by the members of the Company. None of the Directors / Key Managerial Personnel of the Company / their relatives except Mr. Ajay Kumar Kalra himself, in any way concerned or interested, in the said resolution.

The board recommends the said resolution to be passed as an ordinary resolution.

**Details of Directors seeking Appointment or Re-appointment at the Annual General Meeting  
(In pursuance of Regulation 36 of SEBI Listing Regulations)**

Name of Director	Deepak Kumar Gangwani	Ajay Kumar Kalra
Date of Birth	01.08.1966	05.12.1971
Age (Years)	55	51
Date of Appointment	27.01.1994	22.02.2022
Relations with Other Director (Inter-Se)	Ms. Sangeeta Gangwani-Wife	N.A.
Expertise in specific functional areas	He has rich Industry Experience and also has excellent administrative skills.	Possess rich experience in the field of Finance
Directorship held in Other listed Companies	Nil	Nil
Chairman/ Member of the Committee of the Board of Directors of the Company	He is Member in Audit Committee and Nomination and Remuneration Committee	He is member in Audit Committee, Nomination and Remuneration Committee and Stakeholder Relationship Committee

**Reg. Office**  
**B-3/91 Ashok Vihar, Phase II,**  
**New Delhi 110052**

**For and on behalf of the Board of**  
**G D L Leasing and Finance Limited**

Sd/-  
**Deepak Kumar Gangwani**  
**(DIN: 00761959)**  
**(Whole Time Director)**  
 B-3/91 Ashok Vihar, Phase II,  
 New Delhi 110052

**Dated: 02.09.2022**  
**Place: New Delhi**

## REPORT OF BOARD OF DIRECTORS

Dear Members,

Your Directors are pleased to present the 29<sup>th</sup> Annual Report together with the Standalone Financial Statement on the business and operation of the Company, for the financial year ended 31st March, 2022.

### Financial Highlights

The standalone financial statements for the financial year ended March 31, 2022, forming part of this Annual Report, have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs.

(₹ in Hundred)

Details	Year Ended 31.03.2022	Year Ended 31.03.2021
Revenue from Operations	34,048.83	33,574.88
Other Income	199.17	-
Total Revenue	34,248.00	33,574.88
Expenditure	33,147.27	32,572.73
Depreciation	-	17.36
Exceptional Items	-	-
Profit/(Loss) before Tax	1,100.73	984.79
Tax Expense	493.78	262.34
Net Profit/(Loss)	606.95	722.45
<b>Earnings per Share (Basic)/ (Diluted)</b>	<b>0.002</b>	<b>0.002</b>

### REVIEW OF OPERATIONS AND FUTURE PROSPECTS

During the year under review, total revenue from operation is ₹ 34,048.83 hundred as compare to ₹ 33,574.88 hundred in the previous year. Along with that profit after tax (PAT) has been decreased from ₹ 722.45 hundred to ₹ 606.95 hundred. Your directors assure you to present much better results in the coming time.

### SHARE CAPITAL

The issued, subscribed and paid up capital of the Company is ₹ 30,101,000 (Rupees Three Crore One Lakh One Thousands) divided into 30,10,100 (Thirty Lakh Ten Thousand One Hundred) equity shares of ₹ 10 each.

There has been no change in the share capital of the Company during the year.

### DIVIDEND

The Board of Directors of your company is of the opinion that during the year Company has not generated much profit and keeping in view the future fund requirements of the company, your directors do not recommended any dividend for the financial year ended 31st March, 2022.

### TRANSFER TO RESERVES

The position of reserves is at the end of financial year ended March 31, 2022 is as follows:

(Amount in Hundred)

Particulars	31.03.2022	31.03.2021
Balance Brought Forward	13,522.66	12,944.70
Profit For The Year	606.95	722.45
Less: Transfer to statutory reserve u/s 45IC (1) RBI Act,1934	(121.00)	(144.49)
<b>TOTAL</b>	<b>14,008.62</b>	<b>13,522.66</b>

### FINANCIAL STATEMENTS

The Financial Statements of your Company have been prepared in accordance with Indian Accounting Standards (IND-AS) issued by the Institute of Chartered Accountants of India and Regulation 48 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as SEBI Listing Regulations, 2015) for the

financial year 2021-22 as applicable to the Company. The estimates and judgments relating to the Financial Statements are made on a prudent basis, so as to reflect in a true and fair manner, the form and substance of transactions and reasonably present the Company's state of affairs, profit and cash flow for the year ended 31st March, 2022.

#### **DEPOSITS**

Your Company has not accepted any Deposits during the year in terms of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014. No deposits remained unpaid or unclaimed as at the end of the year and there was no default in repayment of deposits or payment of interest thereon during the year.

#### **MATERIAL CHANGES FROM END OF FINANCIAL YEAR TO DATE OF REPORT**

There are no material change and commitment, affecting the financial position of Company which has occurred between the end of financial year of the Company to which the financial statements relate and the date of this report other than those disclosed in the Annual report.

#### **CHANGE IN NATURE OF BUSINESS**

During the period under review, the Company has not changes its nature of business.

#### **HUMAN RESOURCE DEVELOPMENT**

The Company sees its employees as critical to the future and believes that every employee needs to possess apart from competence, capacity and capabilities, sustainable values, current and contemporary which would make them useful and relevant and competitive in managing the change constructively for overall growth of the organization. To this end the company's approach and efforts are directed towards creating a congenial work atmosphere for individual growth, creativity and greater dedicated participation in organizational development. The Company believes that the success of an organization largely depends on the quality of its workforce. Employee relations remained cordial and peaceful throughout the year.

#### **SUBSIDIARY COMPANIES**

The Company does not have any subsidiary companies. Hence, Your Company is not required to present the consolidated financial statement as per the requirement of the provision of Section 136 of the Companies Act, 2013.

#### **PROGRAMME FOR FAMILIARISATION OF INDEPENDENT DIRECTORS**

The details of programme for familiarization of independent directors of the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company and related matters are put up on the website of the Company's website.

#### **DECLARATION OF INDEPENDENCE**

Your Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence as prescribed under the provisions of Companies Act, 2013 read with rules made thereunder.

#### **CHIEF FINANCIAL OFFICER AND COMPANY SECRETARY**

Pursuant to the provisions of Section 203 of the Companies Act, 2013, Mrs. Sangeeta Gangwani, Chief Financial Officer and Ms. Niti Taheem, Company Secretary were formalized as the Key Managerial Personnel of the Company.

#### **EFFICIENT INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY**

Adequate internal controls have been laid down by the Company to safeguard and protect its assets as well as to improve the overall productivity of its operations. All the transactions are properly authorized, recorded and reported to the management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The detailed process of review not only ensures reliability of control systems and legal compliances with applicable legislation, defined policies and processes but also reviews efficiency of systems and ensures safeguarding of tangible and intangible assets.

## AUDITORS AND THEIR REPORTS

### 1. STATUTORY AUDITORS

In accordance with Section 139 of the Companies Act, 2013, the Board of Directors at their meeting held on September 3, 2020, based on the recommendation of the Audit Committee, has recommended the appointment of M/s. S. Agarwal & Co., Chartered Accountant, New Delhi [FRN: 000808N], as a Statutory Auditor of the Company for a period of 5 consecutive years, commencing from conclusion of ensuing AGM till the conclusion of 32nd AGM, to be held in the Year 2025, subject to approval of the Members of the Company.

M/s. S. Agarwal & Co. have confirmed their willingness and eligibility for appointment in accordance with Section 139 read with Section 141 of the Act

The Statutory Auditors of the Company have not reported any fraud as specified under the second proviso of Section 143(12) of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) for the time being in force). The Auditors' Report for the financial year ended 31st March, 2022, does not contain any qualification, reservation or adverse remark.

### AUDITORS' REPORT

The Auditors' report on the financial statement for the financial year 2021-22 is self-explanatory.

### 2. SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with corresponding Rules framed thereunder, the Board of Directors has appointed M/s Amit H.V. & Associates, Practicing Company Secretary, to conduct Secretarial Audit under the provisions of Section 204 of the Companies Act, 2013 for the financial year 2021-22. The Secretarial Audit Report is annexed herewith and marked as **Annexure I** to this Report.

### Qualification of Secretarial Auditor

- In terms of Securities and Exchange Board of India Circular No. Cir/ISD/3/2011, the 100 percent Promoter's holding is to be in dematerialized form. During the year under review it has been observed that Promoter shareholding are not in 100% Demat form.*

### Management Reply

Management of the Company is in the process of making 100% promoters shareholding in demat form, as on 31.03.2022, 82.71% of the promoters shareholding are in demat. On the other hand Company on timely basis also aware the public shareholders to make their holding in demat form. Company will take necessary steps required for complying all above stated matters in the coming year.

## DIRECTORS AND KEY MANAGERIAL PERSONNEL

### i) Retirement by Rotation:

Pursuant to the provisions of Section 152(6) and other applicable provisions, of the Companies Act, 2013 and Articles of Association of the Company, Mr. Deepak Kumar Gangwani (DIN: 00761959), Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible has offered for him re-appointment.

### ii) Appointment & Resignation of Directors:

During the year under review it has been observed that Board has appointed Mr. Ajay Kumar Kalra (DIN: 09512370) as Additional Director (Non-Executive, Independent Director) w.e.f. 22.02.2022. On the other hand Mr. Sagar Gangwani (DIN: 05180722) has resigned from the post of Director w.e.f. 22.02.2022. Your Board currently comprises of 4 Directors including 2 Independent Directors.

<b>Name</b>	<b>Date of appointment</b>	<b>Date of cessation</b>	<b>Designation</b>
Deepak Kumar Gangwani	27.01.1994	-	Whole-Time Director
Sangeeta Gangwani	25.11.1994	-	Whole-Time Director
Tanya Makhijani	15.09.2018	-	Director
Ajay Kumar Kalra	22.02.2022	-	Additional Director
Sagar Gangwani	29.09.2012	22.02.2022	Director
Sangeeta Gangwani	31.03.2016	-	Chief Executive
Niti Taheem	09.02.2019	-	Company Secretary

None of the Directors of the Company are disqualified as per section 164(2) of the Companies Act, 2013 and Rules made thereunder or any other provisions of the Companies Act, 2013. The Directors have also made necessary disclosures to the extent as required under provisions of section 184(1) of the Companies Act, 2013. All members of the Board of Directors and senior management personnel affirmed compliance with the Company's Code of Conduct policy for the FY 2021-22.

### **iii) Declaration by Independent Directors:**

The Company has received declarations from all the Independent Directors of the Company confirming that:

- a) they meet the criteria of independence as prescribed under section 149 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015; and
- b) they have registered their names in the Independent Directors' Data bank pursuant to Sub-rule (1) and (2) of Rule 6 of the Companies (Appointment and Qualifications of Directors) Rules, 2014 and amendments thereto.

### **BOARD EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, the Board has carried out an annual evaluation of its own performance, as well as the evaluation of the working of its Committees and individual Directors, including Chairman of the Board. The performance evaluation of all the Directors was carried out by the Nomination and Remuneration Committee. The performance evaluation of the Board as a Whole and the Non-Independent Directors was carried out by the Independent Director While evaluating the performance and effectiveness of the Board, various aspects of the Board's functioning such as adequacy of the composition and quality of the Board, time devoted by the Board to Company's long-term strategic issues, quality and transparency of Board discussions, execution and performance of specific duties, obligations and governance were taken into consideration. Committee performance was evaluated on the basis of their effectiveness in carrying out respective mandates. A separate exercise was carried out to evaluate the performance of Directors, who were evaluated on parameters such as level of engagement and contribution to Board deliberations, independence of judgments, safeguarding the interest of the Company and focus on creation of shareholders value, ability to guide the Company in key matters, attendance at meetings, etc. The Executive Directors were evaluated on parameters such as strategy implementation, leadership skills, quality, quantity and timeliness of the information flow to the Board

The Directors expressed their satisfaction with the evaluation process.

### **EFFICIENT INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY**

Adequate internal controls have been laid down by the Company to safeguard and protect its assets as well as to improve the overall productivity of its operations. All the transactions are properly authorized, recorded and reported to the management. The Company is following applicable Accounting Standards and Policies for properly maintaining the books of accounts and reporting financial statements. The detailed process of review not only ensures reliability of control systems and legal compliances with applicable legislation, defined policies and processes but also reviews efficiency of systems and ensures safeguarding of tangible and intangible assets.

## **CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The provision of the Section 135 of Companies Act, 2013 is not applicable on the Company.

## **NOMINATION & REMUNERATION POLICY**

The Board of Directors, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Key Managerial Personnel, Senior Management and their remuneration as required under Section 178 of the Companies Act, 2013. The Nomination & Remuneration Policy of the Company is annexed herewith and marked as **Annexure II** to this Board Report.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

Management Discussion and Analysis Report as required under Regulation 34 of the SEBI Listing Regulations, is annexed as **Annexure IV** to this Board Report.

## **RISK MANAGEMENT**

In accordance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, your Company has framed a "Risk Management Policy" to identify risks associated with the Company, assess its impact and take appropriate corrective steps to minimize the risks which may threaten the existence of the company. Compliance management has been significantly strengthened by the deployment of an integrated compliance management and governance framework.

The Company constantly reviews its exposure to various types of risk. The Company has in place adequate systems to ensure compliance with all regulatory and statutory matters reviews the same on a periodic basis and takes appropriate corrective action when necessary.

## **DIRECTOR'S RESPONSIBILITY STATEMENT**

The Board of Directors acknowledges the responsibility for ensuring compliance with the provisions of Section 134(3) (c) read with Section 134(5) of the Companies Act, 2013 in the preparation of the annual accounts for the year ended 31st March, 2022 and state that:

- a. In the preparation of the annual statements for the financial year ended on 31<sup>st</sup> March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. The directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c. The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. The directors have prepared the annual accounts on a going concern basis;
- e. proper internal financial controls were in place and that the financials control were adequate and were operating effectively; and
- f. Systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

Based on the internal financial control framework, audit procedure and compliance system as established and maintained by the Company, the Board is of the opinion that the Company's internal financial controls were adequate and effective during the financial year 2021-22.

## **PARTICULARS OF EMPLOYEES**

During the year under review no employee is covered as per rules 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, therefore no statement is required be given showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules are not applicable.

## PARTICULARS OF REMUNERATION

The information required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

i) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2020-21:

Sr. No.	Name of Director (KMP)	Remuneration paid for FY 21-22	Remuneration paid for FY 20-21	Ratio
1	Deepak Kumar Gangwani	3,00,000	3,25,000	0.92
2	Sangeeta Gangwani	3,00,000	3,25,000	0.92
3	CS Niti Taheem	1,43,900	1,43,400	0.00

**No sitting fee was paid to any of the Directors for attending Board Meeting/Committee Meetings.**

### Note:

- i. No sitting fee had been paid to any director during the financial year 2021-22;
- ii. Salary of Niti Taheem increased from 1,43,400.00/- to 1,43,900.00/- other than that there has been no increment in the remuneration paid to Director.
- iii. The percentage increase in the median remuneration of employees in the financial year 2021-22: NIL
- iv. There has been decrease in the expense of salaries paid to the employees.
- v. The number of permanent employees on the rolls of company: 4
- vi. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:
- vii. The key parameters for any variable component of remuneration availed by the Directors:
- viii. No parameter for any variable component of remuneration has been availed by the Directors
- ix. Affirmation that the remuneration is as per the remuneration policy of the Company:

It is hereby affirmed that the remuneration paid is as per the Nomination and Remuneration Policy of the Company.

## LISTING ON THE STOCK EXCHANGE

The Company's shares are listed with BSE Limited.

## PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All transactions entered with related parties during the FY 2021-22 were on arm's length basis and were in the ordinary course of business and hence not falling under the provisions of Section 188 of the Companies Act, 2013. There have been no materially significant related party transactions with the Company's Promoters, Directors and others as defined in section 2(76) of the Companies Act, 2013, and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which may have potential conflict with the interest of the Company at large. Accordingly, disclosure in Form AOC-2 is not required.

## COMMITTEES OF THE BOARD

The Committees of the Board focus on certain specific areas and make informed decisions in line with the delegated authority. The following substantive Committees constituted by the Board function according to their respective roles and defined scope:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholder Relationship Committee

### **CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING**

In terms of the SEBI (Prohibition of Insider Trading) Regulations, 2015, your Company has already adopted the Code of Conduct to regulate, monitor and report trading by designated persons towards prevention of Insider Trading. Further, in accordance with the provisions of Regulation 8 of SEBI (Prohibition of Insider Trading) Regulations, 2015, the Board of Directors of the Company has duly approved and adopted the code of practices and procedure for fair disclosure of Unpublished Price Sensitive Information and formulated the code of conduct of the Company.

The code is applicable to Directors, Employees, Designated Person and other connected persons of the Company. The aforesaid code of conduct for prevention of Insider Trading is duly placed on the website of the Company at [www.grovyindia.com](http://www.grovyindia.com). Pursuant to the Internal Code of Conduct for Prevention of Insider Trading as framed by the Company under SEBI (Prohibition of Insider Trading) Regulations, 2015 (as amended), the trading window closure(s) are intimated in advance to all the designated person and during the said period, the Board of Directors and concerned persons are not permitted to trade in the securities of the Company.

### **DISCLOSURES AS PER APPLICABLE ACT, LISTING AGREEMENT/ SEBI (LODR) REGULATIONS, 2015:**

#### **A) EXTRACT OF ANNUAL RETURN**

Pursuant to Section 92(3) read with Rule 12 of the Companies (Management and Administration) Rules, 2014 and Section 134(3)(a) of the Companies Act, 2013, the copy of Annual Report in form MGT-7 is available at the official website of the Company [www.gdl-finane.com](http://www.gdl-finane.com).

#### **B) COMPOSITION AND MEETINGS OF THE BOARD OF DIRECTORS**

The Board of Directors has an optimum combination of Executive, Non-Executive Independent Directors in accordance with the provisions of the Act. The composition of the Board of Directors of the Company as on 31st March, 2022 is as under:

<b>Name</b>	<b>Designation</b>	<b>Category</b>
Deepak Kumar Gangwani	Whole Time Director	Executive
Sangeeta Gangwani	Whole Time Director	Executive
Ajay Kumar Kalra	Director	Non -Executive Independent
Tanya Makhijani	Director	Non- Executive Independent
Sangeeta Gangwani	CFO	KMP

During the financial year ended March 31, 2022, 6 meetings of the Board of Directors were held as against the statutory minimum requirement of 4 times. None of the two Board Meetings have a gap of more than 120 days between them. The dates of meetings are mentioned below:

<b>Sr. No.</b>	<b>Date</b>	<b>Sr. No.</b>	<b>Date</b>
1.	21.06.2021	4.	29.10.2021
2.	10.08.2021	5.	11.02.2022
3.	31.08.2021	6.	22.02.2022

#### **C) AUDIT COMMITTEE**

The Board has constituted the Audit Committee under the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Recommendation by Audit Committee: There were no such instances where the recommendation of Audit Committee has not been accepted by the Board during the financial year under review.

The Audit Committee presently comprises of three members, including one Executive Director viz. Deepak Kumar Gangwani, and two Non executive Independent director viz. Ms. Tanya Makhijani, and Mr. Ajay Kumar Kalra who is Chairperson of the Committee. All the members are well versed in corporate finance and related areas.

The representative(s) of Statutory Auditors are permanent invitees of Audit committee meetings.

Note: Mr. Sagar Gangwani has resigned from the position of directorship and Audit committee w.e.f 22.02.2022, in his place Mr. Ajay Kumar Kalra has joined the committee w.e.f. 22.02.2022 as chairperson.

During the financial year under review, 4 (Four) Audit Committee Meetings were held. The details of Meetings are as below:

<b>Date of Meeting</b>	<b>Member Strength</b>	<b>No. of Members present</b>
21.06.2021	3	3
10.08.2021	3	3
29.10.2021	3	3
11.02.2021	3	3

#### **D) COMPOSITION OF NOMINATION AND REMUNERATION COMMITTEE**

The Board has constituted the Nomination & Remuneration Committee under the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Nomination and Remuneration Committee as on date comprises of three members, Mr. Ajay Kumar Kalra, Ms. Tanya Makhijani, and Mr. Deepak Gangwani, Mr. Ajay Kumar Kalra is Chairperson of the Committee.

#### **E) COMPOSITION OF STAKEHOLDER RELATIONSHIP COMMITTEE**

The Board has constituted the Stakeholders & Relationship Committee under the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Stakeholder Relationship Committee as on date comprises of three members, including one Executive Director viz. Deepak Kumar Gangwani, and two Non executive Independent director viz. Ms. Tanya Makhijani, and Mr. Mr. Ajay Kumar Kalra.

#### **F) VIGIL MACHANISM/WHISTLE BLOWER POLICY**

The Company strongly follows the conduct of its affairs in a fair and transparent manner by adoption of high standards of professionalism, honesty, integrity and ethical behavior and accordingly, pursuant to Section 177 of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015, your Company has framed its Whistle Blower Policy to enable all the employees and the directors to report any violation of the Code of Ethics as stipulated in the said policy. By virtue of Whistle Blower Policy, the directors and employees of the Company are encouraged to escalate to the level of the Audit Committee any issue of concerns impacting and compromising with the interest of the Company and its stakeholders in any way. The Company is committed to adhere to highest possible standards of ethical, moral and legal business conduct and to open communication and to provide necessary safeguards for protection of Directors or employees or any other person who avails the mechanism from reprisals or victimization, for whistle blowing in good faith.

#### **G) DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has zero tolerance towards sexual harassment at workplace and during the year under review, your Board has constituted an Internal Complaints Committee to consider and

redress complaints of sexual harassment & also adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder.

During the financial year 2021-22, no complaints with allegation of sexual harassment were filed with the company.

#### **H) PARTICULARS OF LOANS GIVEN, INVESTMENT MADE, GUARANTEES GIVEN AND SECURITY PROVIDED**

Pursuant to Section 186 of Companies Act, 2013 the details of the loan given, guarantees on securities provided and investments made by the company during the financial year under review, have been disclosed in the financial statements.

#### **I) THINK GREEN, GO GREEN' INITIATIVE**

The Companies Act, 2013 permits companies to send documents like Notice of Annual General Meeting, Annual Report and other documents through electronic means to its members at their registered email addresses, besides sending the same in physical form.

As a responsible Corporate Citizen, the Company has actively supported the implementation of 'Green Initiative' of Ministry of Corporate Affairs (MCA) and effected electronic delivery of Notices and Annual Reports to those shareholders whose email ids were already registered with the respective Depository Participants (DPs) and who have not opted for receiving such documents in physical form. The intimation of dividends (interim/final) is also being sent electronically to those shareholders whose email ids are registered.

**Members, who have not registered their e-mail addresses so far, are requested to register their e-mail address with the Registrar and Share Transfer agent (R&TA) of the Company/Depository participant (DP) of respective member and take part in the Green Initiative of the Company, for receiving electronic communications and support the "THINK GREEN, GO GREEN" initiative.**

Further, pursuant to Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is providing e-voting facility to all members to enable them to cast their votes electronically in respect of resolutions set forth in the Notice of Annual General Meeting (AGM). The detailed instructions for e-voting are provided in the Notice of AGM.

#### **J) COST RECORDS**

The provisions of Section 148 are not applicable on the Company. Consequently, the company is not liable to maintain such cost records.

#### **K) INTERNAL COMPLAINT COMMITTEE**

The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

#### **L) DISCLOSURE RELATING TO MATERIAL VARIATION**

As per Regulation 32(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, there is no significant material variances noted in the Company.

#### **M) SECRETARIAL STANDARDS**

Secretarial Standards, i.e. SS-I, SS-II and SS-III relating to 'Meetings of the Board of Directors', 'General Meetings' and 'Dividend' respectively to the extent as applicable have been duly followed by the Company.

#### **N) TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND**

During the year under review, the Company has not transferred any amount in investor Education and Protection Fund.

## **O) CORPORATE GOVERNANCE REPORT**

Regulation 27 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 shall be applicable to those companies having paid up equity share capital exceeding ₹10 crore or Net Worth exceeding ₹ 25 crore, as on the last day of the previous financial year. The paid up share capital and net worth of your Company do not come under the purview of applicability of Regulation 27 of Listing Regulations i.e. Corporate Governance. Therefore separate report of corporate governance is not attached herewith.

In spite of above exemption, Your Company adopts best practices for corporate governance, disclosure standard and enhanced shareholder value while protecting the interest of all other stakeholders including clients, its employee. This has enabled your Company to earn the trust and goodwill of its investors, business partners, employees and the communities in which it operates.

The certification by CFO as per regulation 15(2)(b) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is attached and marked as Annexure –‘C’.

## **P) GENERAL**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Details relating to deposits covered under Chapter V of the Companies Act, 2013.
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
4. The Managing Directors of the Company did not receive any remuneration or commission from subsidiary.
5. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

## **PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO**

Information required to be given pursuant to section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 and forming part of the Director's report for the year ended 31st March, 2022 are given below :

### **a) CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION**

The Company accords great importance to conservation of energy. The Company has taken several steps towards this end through:-

- a. Close monitoring of consumption of electricity, LPG, diesel and water.
- b. Optimization of conservation of electricity, LPG, diesel and water by reducing process cycle time, process modification and also by equipment modification/replacement/retrofitting.
- c. Achieving power factor standards nearing unity.
- d. Usage of renewable energy.

The Company has been taking energy saving measures viz., Use of energy saver electrical equipments, CFL fittings are provided inside the building for common area lighting in the projects of the Company, Efficient ventilation system in offices and the projects of the Company.

Moreover, your company emphasis towards a safe and clean environment and continue to adhere to all regulatory requirements and guidelines.

### **b) RESEARCH & DEVELOPMENT**

Your company has not undertaken any research and development work during the year 2017-18. However, in order to minimize its cost and increase the quality of its projects, your Company is trying to maintain highest standard of quality.

**c) FOREIGN EXCHANGE EARNINGS AND OUTGO**

Details of Foreign Exchange, earnings and Outgo are given as below:-

	Year 2022 (Amt.)	Year 2021 (Amt.)
Foreign Exchange earning	Nil	Nil
Foreign Exchange outgoing	Nil	Nil

**APPRECIATION**

Directors wish to place on record their deep thanks and gratitude to;

- a) The Central and State Government as well as their respective Departments and Development Authorities connected with the business of the Company, Banker of the Company, as well as other Institutions for their co-operation and continued support.
- b) The Shareholders for the trust and confidence reposed and to the Customers for their valued patronage.
- c) The Board also takes this opportunity to express its sincere appreciation for the efforts put in by the officers and employees at all levels in achieving the results and hopes that they would continue their sincere and dedicated Endeavour towards attainment of better working results during the current year.
- d) The Directors regret the loss of life due to COVID-19 pandemic and are deeply grateful and have immense respect for every person who risked their life and safety to fight this pandemic.
- e) The customers, business associates and banker for their continued support during the financial year.

**Reg. Office**  
**B-3/91 Ashok Vihar, Phase II,**  
**New Delhi 110052**

**For and on behalf of the Board of**  
**G D L Leasing and Finance Limited**

**Sd/-**  
**Deepak Kumar Gangwani**  
**(DIN: 00761959)**  
**(Whole Time Director)**  
B-3/91 Ashok Vihar, Phase II,  
New Delhi 110052

**Dated: 02.09.2022**  
**Place: New Delhi**

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
 FOR THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2022  
*[Pursuant to section 204(1) of the Companies Act, 2013, and rule 9 of the  
 Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

To,  
 The Members  
**G D L Leasing and Finance Limited**  
 B-3/91, Ashok Vihar, Phase II,  
 New Delhi-110052

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by G D L Leasing and Finance Limited (hereinafter called "**the Company**"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2021 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records made available to me and maintained by the Company as per Annexure A for the Financial Year ended on 31st March, 2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act):-
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not applicable to the Company during the period)**
  - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
  - e. [The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014; (Not applicable to the Company during the period); **(Not applicable to the Company during the period)**
  - f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;**(Not applicable to the Company during the period)**
  - g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client
  - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the period) and**
  - i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not applicable to the Company during the period)**

j. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

(vi) We further report that having regard to the compliance system prevailing in the company and on examination of relevant documents and records in pursuance thereof, on test check basis, the company has generally complied with other laws identified by the management as applicable specifically to the company broadly covering Laws relating to engineering Industries.

I have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards with regard to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India.
- ii. The Listing Agreements entered into by the Company with the BSE Ltd. read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015.

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, mentioned hereinabove and are adequate systems and processes in the Company that commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines mentioned above subject to the following observation.

1. *In terms of Securities and Exchange Board of India Circular No. Cir/ISD/3/2011, the 100 percent Promoter's holding is to be in dematerialized form. During the year under review it has been observed that Promoter shareholding are not in 100% Demat form.*

I have relied on the representations made by the Company and its officers for systems and mechanisms formed by the Company for compliances under the laws and regulations applicable to the Company as referred hereinabove and verification of documents and records on test check basis.

I further report that the compliance by the company of the direct and indirect tax laws has not been reviewed during this audit as the same had been subject to review by the statutory financial audit and other designated professionals.

### **I further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Decisions at the Board Meetings were taken unanimously.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**For Amit H.V. & Associates  
(Company Secretary)**

**UDIN: A048528D000845335**

Sd/-  
**Amit Kumar**  
(Prop.)  
**M. No. 48528, CP. No. 21725**

Date: August 25, 2022  
Place: New Delhi

This report is to be read with our letter of odd date which is annexed as Annexure B and forms an integral part of this report.

## ANNEXURE - A

### **List of documents verified**

1. Memorandum & Articles of Association of the Company.
2. Minutes of the meetings of the Board of Directors, Audit Committee, Nomination & Remuneration Committee, Stakeholders' Relationship Committee held during the period under report.
3. Minutes of General Body Meetings held during the period under report.
4. Statutory Registers/Records under the Companies Act and rules made there under viz.
  - Register of Directors & KMP
  - Register of Directors' Shareholding
  - Register of loans, guarantees and security and acquisition made by the Company
  - Register of Members
  - Periodical BENPOS, Registers of Demat/Remat and records made available from RTA
5. Agenda papers relating to the Board Meetings and Committee Meetings.
6. Declarations received from the Directors of the Company pursuant to the provisions of Section 184 of the Companies Act, 2013.
7. E-Forms filed by the Company, from time-to-time, under applicable provisions of the Companies Act, 2013 and attachments thereof during the period under report.
8. Intimations/ documents/ reports/ returns filed with the Stock Exchanges pursuant to the provisions of Listing Agreement during the period under report.
9. Communications/ Letters issued to and acknowledgements received from the Independent directors for their appointment
10. Various policies framed by the company from time to time as required under the Companies Act as well as listing agreement/SEBI Regulations.

To,

The Members  
**G D L Leasing and Finance Limited**  
B-3/91, Ashok Vihar, Phase II,  
New Delhi-110052

Sir,

Sub: Secretarial Audit Report for the Financial Year ended on 31<sup>st</sup> March, 2022

My report of odd date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. The compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this audit since the same have been subject to review by statutory Auditors and other designated professionals
5. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
6. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on test basis.
7. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**For Amit H.V. & Associates  
(Company Secretary)**

**UDIN: A048528D000845335**

Date: August 25, 2022  
Place: New Delhi

Sd/-  
**Amit Kumar**  
(Prop.)  
**ACS No. 48528, CP. No. 21725**

## **NOMINATION AND REMUNERATION POLICY**

### **I. GUIDING PRINCIPLES**

The Policy ensures that

- **“GDL LEASING FINANCE LIMITED”** recognizes the importance of attracting, retaining and motivating personnel of high caliber and talent for the purpose of ensuring efficiency and high standard in the conduct of its affairs and achievements of its goal besides securing the confidence of the shareholders in the sound management of the company. For the purpose of attaining these ends the Company has constituted a Nomination and Remuneration Committee which is entrusted with the task of devising a transparent reasonable and fair policy of remuneration for its directors, key managerial personnel and other employees.
- The Companies Act, 2013 vide sub-section (3) of Section 178, and the rules framed under Companies (Meeting of Board and its Powers) Rules, 2014 and relevant Regulations of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 make it mandatory for the Board of Directors of every listed company to constitute a Nomination and Remuneration Committee.
- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks and
- Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.

### **II. ROLE OF THE COMMITTEE**

The role of the Committee inter alia will be the following:

- To formulate a criteria for determining qualifications, positive attributes and independence of a Director.
- Formulate a criteria/recommendation for evaluation of performance of Independence Directors and the Board of Directors and on the basis of the report of performance evaluation, it shall be determined whether to extend or continue the term of appointment of the Independent Director.
- Identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
- To carry out evaluation of every Director’s performance.
- To recommend to the Board the appointment and removal of Directors and Senior Management.
- To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- To devise a policy/recommendation on Board diversity.
- To encourage personnel to perform to their highest level.

### **III. FREQUENCY OF THE MEETINGS**

The meeting of the Committee shall be held at such regular intervals as may be required.

### **IV. APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT**

#### **Appointment criteria and qualifications:**

- The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- A person should possess adequate qualification, expertise and experience for the position he /she is considered for appointment. The Committee has discretion to decide whether

qualification, expertise and experience possessed by a person are sufficient / satisfactory for the concerned position.

- The Company shall not appoint or continue the employment of any person as Managing Director/Whole-time Director/Manager who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

**Term / Tenure:**

Managing Director/Whole-time Director/Manager (Managerial Person):

- The Company shall appoint or re-appoint any person as its Managerial Person for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

**Independent Director:**

- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.
- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 years or more in the Company as on 1 October, 2014 or such other date as may be determined by the Committee as per regulatory requirement, he / she shall be eligible for appointment for one more term of 5 years only.
- At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

**Evaluation:**

- The Committee shall carry out evaluation of performance of every Director,
- KMP and Senior Management on yearly basis or as when required.

**Removal:**

Due to reasons for any disqualification mentioned in the Companies Act, 2013, rules made thereunder or under any other applicable Act, rules and regulations, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management subject to the provisions and compliance of the said Act, rules and regulations.

**Retirement:**

The Director, KMP and Senior Management shall retire as per the applicable provisions of the Companies Act, 2013 and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management in the same position / remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

**VIII. PROVISIONS RELATING TO REMUNERATION OF MANAGERIAL PERSON, KMP AND SENIOR MANAGEMENT**

**1. General:**

- The remuneration / compensation / commission etc. to Managerial Person, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.

- The remuneration and commission to be paid to Managerial Person shall be as per the statutory provisions of the Companies Act, 2013, and the rules made thereunder for the time being in force.
- Increments to the existing remuneration / compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Managerial Person. Increments will be effective from the date of reappointment in respect of Managerial Person and 1st April in respect of other employees of the Company.

## **2. Remuneration to Managerial Person, KMP and Senior Management:**

- **Fixed pay:**  
Managerial Person, KMP and Senior Management shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee in accordance with the statutory provisions of the Companies Act, 2013, and the rules made thereunder for the time being in force and also depend on the financial position of Company.
- **Minimum Remuneration:**  
If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managerial Person in accordance with the provisions of Schedule V of the Companies Act, 2013 and if it is not able to comply with such provisions, with the prior approval of the Central Government.
- **Provisions for excess remuneration:**  
If any Managerial Person draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

## **3. Remuneration to Non-Executive / Independent Director:**

- **Remuneration / Commission:**  
The remuneration / commission shall be in accordance with the statutory provisions of the Companies Act, 2013, and the rules made thereunder for the time being in force.
- **Sitting Fees:**  
The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed the maximum amount as provided in the Companies Act, 2013, per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.
- **Limit of Remuneration /Commission:**  
Remuneration /Commission may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the net profits of the Company computed as per the applicable provisions of the Companies Act, 2013.
- **Stock Options:**  
An Independent Director shall not be entitled to any stock option of the Company.

## **IX. REVIEW AND AMENDMENT**

- The Committee or the Board may review the Policy as and when it deems necessary.
- The Committee may issue the guidelines, procedures, formats, reporting mechanism and manual in supplement and better implementation to this Policy, if it thinks necessary.
- This Policy may be amended or substituted by the Committee or by the Board as and when required and also by the Compliance Officer where there is any statutory changes necessitating the change in the policy.

## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

### INDUSTRY STRUCTURE AND DEVELOPMENTS

Due to cut down in rate of interest it has affected the business of NBFC(s). However NBFCs are always an alternative to mainstream banking. Besides, they are also emerging as an integral part of Indian Financial System and have commendable contributions towards Government's agenda of financial Inclusion. NBFCs form an integral part of the Indian Financial System. There is always a scope of growth in his industry.

### OPPORTUNITIES AND THREATS

#### Opportunities

- Low retail penetration of financial services / products in India
- Opening of financial sector in India along with introduction of innovative products
- Changing demographic profile of the country in favour of the young
- Government Initiative

#### Threats

- Inflationary pressures, slowdown in policy making and reduction in household savings in financial products
- Competition from local and multinational players
- Execution risk
- Regulatory changes

### REVIEW OF OPERATIONS AND FUTURE PROSPECTS

The Company's standalone performance is discussed in detail under the head 'Financial Performance' in the Directors' report. And as per future prospects are concerned, the continual growth in the Finance sector is expected to give the necessary support to the NBFC industry. The Company is making all efforts to accelerate growth in its business. It expects to improve its position in the market in the coming year.

### OUTLOOK

The government has undertaken numerous steps to raise the level of investments by improving infrastructure bottlenecks, expediting policy execution and thereby fueling the economy's growth rate, alongside a tapering inflationary environment.

A business friendly environment and the availability of ample risk capital will champion newer investments by domestic and international playe. These factors are expected to lead to a broad based economic recovery and propel India to a higher growth trajectory.

### RISK AND CONCERN

The financial sector industry is becoming increasingly competitive and the Company's growth will depend on its ability to compete effectively. The Company's main competitors are Indian non banking financial companies, commercial banks etc. This could significantly toughen our competitive environment. The Company's building brand image, wide distribution network, diversified product offering and quality of management place it in a strong position to deal with competition effectively.

Credit risk is a risk arising out of default or failure on the part of borrowers in meeting their financial obligations towards repayment of loans. Thus credit risk is a loss as a result of non recovery of funds lent both on principal and interest counts. This risk is comprehensively addressed both at the strategic level and at the client level. Stringent standards have been stipulated for customer identification and evaluation of credit proposals. Critical underwriting activities are automated. Comprehensive product program guidelines have been developed to suit various products requirements and appropriate delegation and deviation grids have been put in place. Each credit proposal is evaluated on various lending parameters both in qualitative and quantitative terms.

As a non-deposit taking NBFC, the Company is subject to regulations by Indian governmental authorities, including the Reserve Bank of India. Their laws and regulations impose numerous requirements on the Company, including asset classifications and prescribed levels of capital adequacy, solvency requirements and liquid assets. There may be future changes in the regulatory system or in the enforcement of the laws and regulations that could adversely affect the Company's performance.

#### **INTERNAL CONTROLS AND THEIR ADEQUACY**

The Company maintains a system of internal controls designed to provide a high degree of assurance regarding the effectiveness and efficiency of operations, the adequacy of safeguards for assets, the reliability of financial controls, and compliance with applicable laws and regulations. The organization is well structured and the policy guidelines are well documented with pre-defined authority. The Company has also implemented suitable controls to ensure that all resources are utilized optimally, financial transactions are reported with accuracy and there is strict adherence to applicable laws and regulations.

The Company has adequate internal audit system commensurate with its size and nature of operations. The Audit Committee of the Board of Directors approves the internal audit scope every year and quarterly presentation to the audit committees are made by internal auditors as well as statutory auditors of the Company. The Management consistently reviews the internal control systems and procedures to ensure efficient conduct of the business conforming to the ethics and code of conduct of the Company.

#### **HUMAN RESOURCES**

The Company conducts continuous training and development programmes for employees. Your company recognizes the value of human resource, therefore, the human resource policies are framed in such fashion that they not only aim at achieving the organizational goal but also recognize, appreciate and develop the individual interest of the employees. The Human Resource Development policies of the company are so framed that it is in the best interest of the organization as well as employees of the company.

## **CERTIFICATE ON CORPORATE GOVERNANCE**

To,  
The Members  
G D L Leasing and Finance Limited  
B-3/91, Ashok Vihar, Phase II,  
New Delhi-110052

I have examined the compliance of conditions of Corporate Governance by G D L Leasing and Finance Limited (“the Company”), for the year ended on March 31, 2022, as stipulated in Regulations 17 to 27 (excluding regulation 23 (4)) and clauses (b) to (i) of regulation 46 (2) and paragraphs C, D and E of Schedule V of the SEBI Listing Regulations.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

I have examined the relevant records of the Company in accordance with the Generally Accepted Auditing Standards in India, to the extent relevant, and as per the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India.

Based on my examination of the relevant records and the explanations given to us and the representations made by the Directors and the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulation 17 to 27 and clauses (b) to (i) of regulation 46(2) and paragraphs C, D and E of Schedule V of the SEBI Listing Regulations during the year ended March 31, 2022.

I state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Amit H.V. & Associates  
(Company Secretaries)**

**Sd/-  
Amit Kumar  
(Prop.)  
M. No. 48528, CP. No. 21725**

Date: August 25, 2022  
Place: New Delhi

**CERTIFICATE OF NON- DISQUALIFICATION OF DIRECTORS**  
**(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)**

To,  
The Member of  
G D L Leasing and Finance Limited  
B-3/91, Ashok Vihar, Phase II,  
New Delhi-110052

I, have examined the relevant registers, records, forms, returns and disclosures received from the Directors of G D L Leasing and Finance Limited having CIN L74899DL1994PLC057107 and having registered office at B-3/91, Ashok Vihar, Phase II, New Delhi-110052 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of Appointment in Company
1.	Deepak Kumar Gangwani	00761959	27.01.1994
2.	Sangeeta Gangwani	00763656	31.03.2016
3.	Ajay Kumar Kalra	09512370	22.02.2022
4.	Tanya Makhijani	08224887	15.09.2018

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Amit H.V. & Associates**  
**(Company Secretary)**

**UDIN: A048528D000845390**

Date: August 25, 2022  
Place: New Delhi

Sd/-  
**Amit Kumar**  
(Prop.)  
ACS No. 48528, CP. No. 21725

## **CFO CERTIFICATION**

**To,**

**The Board of Directors  
G D L Leasing and Finance Limited**

I, Chief Financial Officer of G D L Leasing and Finance Limited, to the best of my knowledge and belief, certify that:

1. I have reviewed the Balance Sheet, Statement of Profit and Loss and Cash Flow of the Company and all the notes on accounts and the Board's report.
2. These statements do not contain any materially untrue statement or omit to state a material fact necessary to make the statement made, in light of the circumstances under which such statement was made, not misleading with respect to the period covered by this report.
3. The financial statements, and other financial information included in this report, present in all material respects a true and fair view of the Company's affairs, the financial condition, results of operations and cash flows of the Company as at, and for, the periods presented in this report, and with the existing accounting standards and/or applicable laws and regulations.
4. There are no transactions entered into by the company during the year that are fraudulent, illegal or violate the Company's Code of Conduct and Ethics, except as disclosed to the Company's audit committee of Board of Director's.
5. We are responsible for establishing and maintaining disclosure controls over financial reporting for the Company, and we have:
  - a. Designed such disclosure controls and procedures or caused such disclosure controls and procedures to be designed under our supervision to ensure that material information relating to the Company is made known to us by others within those entities, particularly during the period in which this report is being prepared.
  - b. Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Generally Accepted Accounting Principles (GAAP) in India.
  - c. Evaluated the effectiveness of the Company's disclosure, controls and procedures.
  - d. Disclosed in this report, changes, if any, in the Company's internal control over financial reporting that occurred during the Company's most recent fiscal year that has materially affected or is reasonably likely to materially affect, the Company's internal control over financial reporting.
6. I have displayed, based on my most recent evaluation of the Company's internal control over financial reporting, wherever applicable, to the Company's auditors and the audit committee of the Company's Board (and persons performing the equivalent functions):
  - a. Any deficiencies in the design or operation of internal controls, that could adversely affect the Company's ability to record, process, summarize and report financial data, and have confirmed that there have been no material weaknesses in internal controls over financial reporting including any corrective actions with regard to deficiencies.

- b. Any significant changes in internal controls during the year covered by this report.
  - c. All significant changes in internal controls during the year covered by this report.
  - d. Any Instances of significant fraud of which we are aware, that involve the management or other employees who have a significant role in the Company's internal control system
7. I affirm that I have not denied any personnel access to the audit committee of the Company (in respect of matters involving alleged misconduct) and we have provided protection to whistle-blowers from unfair termination and other unfair or prejudicial employment practices.
8. I further declare that all Board members and senior management personnel have affirmed compliance with the Code of Conduct and Ethics for the year covered by this report.

**Sd/-**  
**Sangeeta Gangwani**  
**(CFO)**

**Place: New Delhi**  
**Date : 02.09.2022**

## **Independent Auditor's Report**

To the Members of *M/s. GDL Leasing & Finance Limited*

### **Opinion**

We have audited the accompanying financial statements of **GDL Leasing and Finance Limited** (*the company*), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss including the statement of other comprehensive income, the Cash flow statement and the Statement of change in Equity for the year then ended, and 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 31st March, 2022 and its profit (including Other Comprehensive Income), its 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 Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" 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 together with the ethical requirements that are relevant to our audit of the 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our 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.

### **Responsibilities of Management and Those Charged with Governance for the Standalone 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 including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") notified under Section 133

of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors 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 Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the 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 Standalone 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 Standalone 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 Standalone 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 Standalone financial statements, including the disclosures, and whether the Standalone 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.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 Balance Sheet and the Statement of Profit and Loss including other comprehensive income, the Cash Flow statement and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards ("Ind AS") notified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time
  - e) On the basis of written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
  - g) The provision of section 197 read with Schedule V to the Act regarding managerial remuneration have been complied by the company
  - h) 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;

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For S Agarwal & Co.**  
(Chartered Accountants)  
FRN: 000808N

Date: 14.05.2022  
Place: New Delhi  
UDIN: 22012103AIYXGO2319

Sd/-  
**S. N. Agarwal**  
(Partner)  
M. No. 012103

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

**(Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2022)**

### **Annexure - A to the Auditors' Report**

The Annexure A referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2022, we report that:

1. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plants and equipment;  
(B) The company is maintaining proper records showing full particulars of intangible assets;
- (b) The Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- (c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company.
- (d) The company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.
- (e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
2. (a) The company is a Non-Banking Finance company and therefore does not have any carrying amount of Inventory during the year hence reporting on verification on inventory by the management is not applicable.
- (b) The company has not been sanctioned any working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets.
3. The company is a Non-banking Finance Company registered under section 45 IA of the Reserve Bank of India Act 1934 and has provided loans of an amount of 3,00,42,086 to various entities outstanding as on 31.03.2022 in accordance with its objective -:
  - a) The provisions of this clause are not applicable to a Non-banking Finance Company.
  - b) As in respect of the above mentioned loans neither confirmation from parties nor Loan agreements are available on record hence we are unable to comment whether their terms and conditions are prejudicial to the company's interest or not.
  - c) In absence of confirmation from parties and existence of loan agreements we are unable to comment on the existence of schedule of repayment of principal and payment of interest and whether the repayments or receipts are regular.
  - d) In absence of confirmation from parties and existence of loan agreements we are unable to comment on whether any amount in respect of such loans is overdue or not.

- e) In absence of confirmation from parties and existence of loan agreements we are unable to comment on whether out of the above mentioned loans granted any loans that have fallen due during the year, have been renewed or extended or fresh loans have been granted to settle the over dues of existing loans given to the same parties.
- f) The company has loans of an outstanding amount of Rs. 3,00,42,086/- as on 31.03.2022 advanced to various entities and in absence of confirmation from parties and existence of loan agreements we are unable to comment on whether they are repayable on demand, about the terms and period of repayment in respect of the entire amount of loan.
4. In respect of loans granted by the company the provisions of sections 185 and 186 of the Companies Act have been complied with.
5. As per the provisions of Section 73 and 76 the company does not have nor has accepted any deposit during the year.
6. The maintenance of cost records as specified by the Central Government under sub-section(1) of section 148 of the Companies Act is not applicable on the Company.
7. (a) The company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, value added tax, cess and any other statutory dues to the appropriate authorities and there are no arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable.
- (b) There are no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute.
8. There are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
9. (a) The company has no borrowed funds during the year therefore the clause relating to default in repayment of loans or other borrowings or in the payment of interest thereon to any lender, is not applicable on it.
- (b) The company has not been declared wilful defaulter by any bank or financial institution or other lender;
- (c) The company has no borrowed funds during the year therefore the clause relating to diversion of borrowed funds is not applicable on it.
- (d) The company has no borrowed funds during the year therefore the clause relating to Term of use of borrowed funds is not applicable on it
- (e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
10. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) therefore clause relating to diversion of said funds is not applicable.

- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
11. (a) No fraud by the company or fraud on the company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) No whistle-blower complaints, have been, received during the year by the company.
12. The Company is not a Nidhi Company defined under section 406 of Companies Act 2013
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial Statements as required by the applicable accounting standards.
14. (a) The company has an internal audit system commensurate with the size and nature of its business;
- (b) The reports of the Internal Auditors for the period under audit were considered by the us.
15. The company has not entered into any non-cash transactions with directors or persons connected with him.
16. The company is registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).
17. The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
18. There has been no resignation of the statutory auditors during the year therefore we are not required to report in that respect.
19. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, there is no material uncertainty on the date of the audit report that company is 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.
20. Provisions of section 135 of the Companies Act 2013 relating to CSR activities regarding are not applicable on the Company
21. Reporting on any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements is not applicable in case of standalone financial statements

**For S Agarwal & Co.**  
(Chartered Accountants)  
FRN: 000808N  
Sd/-

**Date: 14.05.2022**  
**Place: New Delhi**

**S. N. Agarwal**  
(Partner)  
M. No. 012103

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

**(Referred to in paragraph 2(f) of the independent auditor's report of even date on the financial statements of the company for the year ended March 31, 2022)**

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 over financial reporting of **M/s. G D L Leasing and Finance Limited** ('the Company') as of March 31st 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Board of Directors of the Company are 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" (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance 168 Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies

and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For S Agarwal & Co.**  
(Chartered Accountants)  
FRN: 000808N

Date: 14.05.2022  
Place: New Delhi  
UDIN:22012103AJAOCG4707

Sd/-  
**S. N. Agarwal**  
(Partner)  
M. No. 012103

**STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2022**

(Amounts in Hundred)

Particulars		No te No.	AS AT 31.03.2022	AS AT 31.03.2021
<b>A</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-Current Assets</b>			
	(a) Property, plant and equipment	2	62.68	62.69
	(b) Advances and Deposits	3	1,250.00	1,250.00
	(c) Deferred Tax Assets (net)		0.61	195.31
	(d) Non-current tax assets (net)	4	802.60	774.75
	<b>Sub-total-Non-Current Assets</b>		<b>2,115.89</b>	<b>2,282.75</b>
<b>2</b>	<b>Current Assets</b>			
	(a) Trade Receivable		-	-
	(b) Cash and Cash Equivalents	5	16,233.67	36,699.60
	(c) Loans and Advances	6	300,420.86	280,710.00
	(d) Other current financial assets		1,730.00	-
	<b>Sub-total-Current Assets</b>		<b>318,384.53</b>	<b>317,409.66</b>
	<b>TOTAL-ASSETS (1+2)</b>		<b>320,500.42</b>	<b>319,692.41</b>
<b>B</b>	<b>EQUITY &amp; LIABILITIES</b>			
<b>1</b>	<b>Equity</b>			
	(a) Equity Share Capital	7	301,010.00	301,010.00
	(b) Other Equity	8	17,510.29	16,903.33
	<b>Sub-total-Equity</b>		<b>318,520.29</b>	<b>317,913.33</b>
<b>2</b>	<b>LIABILITIES</b>			
	<b>Non-current liabilities</b>			
	(a) Deferred tax liabilities (Net)		-	-
	<b>Current liabilities</b>			
	(a) Other current financial liabilities	9	930.00	845.00
	(b) Other current liabilities	10	1,050.13	934.08
	<b>Sub-total-Liabilities</b>		<b>1,980.13</b>	<b>1,779.08</b>
	<b>TOTAL-LIABILITIES (1+2)</b>		<b>320,500.42</b>	<b>319,692.41</b>

Significant Accounting Policies' and 'Notes 1 to 15' form an integral part of the Financial Statements

As per our Report of even date attached

**For S. Agarwal & Co.**  
(Chartered Accountants)  
FRN: 000808N

Sd/-  
S N Agarwal  
(Partner)  
M. No. 12103

Place: New Delhi  
Date: 14.05.2022

**For and behalf of the Board**  
**For GDL Leasing and Finance Limited**

Sd/-  
Deepak Kumar Gangwani  
(Whole Time Director)  
DIN: 00761959  
B-3/91, Ashok Vihar  
Phase-2, Saraswati Vihar,  
New Delhi 110052

Sd/-  
Sangeeta Gangwani  
(While Time Director)  
DIN: 00763656  
B-3/91, Ashok Vihar  
Phase-2, Saraswati Vihar,  
New Delhi 110052

Sd/-  
Niti Taheem  
(Company Secretary)

**STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31ST MARCH, 2022**

**(Amounts in Hundred)**

PARTICULARS		Note No.	AS AT 31.03.2022	AS AT 31.03.2021
	<b>Income :</b>			
I	Revenue From Operations	11	34,048.83	33,574.88
II	Other Income	12	199.17	-
III	<b>Total Revenue</b>	<b>(I+II)</b>	<b>34,248.00</b>	<b>33,574.88</b>
IV	<b>Expenditure :</b>			
	Employee benefits expense	13	9,811.75	12,051.60
	Finance costs	14	26.32	53.28
	Depreciation and Amortization expense	2	-	17.36
	Other expenses	15	23,309.20	20,467.85
	<b>Total Expenses</b>		<b>33,147.27</b>	<b>32,590.09</b>
V	Profit before exceptional and Extraordinary Items	(III-IV)	1,100.73	984.79
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax	(V-VI)	1,100.73	984.79
VIII	Extraordinary items		-	-
IX	Profit before tax	VII-VIII	1,100.73	984.79
X	Tax Expense:			
	(1) Current tax		299.08	230.26
	(2) Deferred tax		194.70	32.08
XI	Profit/(Loss) for the period from Continuing operations	(IX-X)	606.95	722.45
XII	Profit/(Loss) from Discontinuing operations	VII-VIII	-	-
XIII	Tax expense of Discontinuing operations		-	-
XI	Profit/(Loss) from Discontinuing operations (after tax)	XII-XIII	-	-
XV	<b>Profit/(Loss) for the period from</b>	<b>XI+XIV</b>	<b>606.95</b>	<b>722.45</b>
XV	Earning per Equity share :			
I	(1) Basic		0.0002	0.0002
	(2) Diluted		0.0002	0.0002

'Significant Accounting Policies' and 'Notes 1 to 15' form an integral part of the Financial Statements.

AS PER OUR REPORT ATTACHED OF EVEN DATE

**For and behalf of the Board  
For GDL Leasing and Finance Limited**

**For S. Agarwal & Co.**  
(Chartered Accountants)  
FRN: 000808N

Sd/-  
S N Agarwal  
(Partner)  
M. No. 12103

Place: New Delhi  
Date: 14.05.2022

Sd/-  
Deepak Kumar Gangwani  
(Whole Time Director)  
DIN: 00761959  
B-3/91, Ashok Vihar  
Phase-2, Saraswati Vihar,  
New Delhi 110052

Sd/-  
Niti Taheem  
(Company Secretary)  
PAN: AIGPT8714Q

Sd/-  
Sangeeta Gangwani  
(Whole Time Director)  
DIN: 00763656  
B-3/91, Ashok Vihar  
Phase-2, Saraswati  
Vihar, New Delhi 110052

**CASH FLOW STATEMENT FOR THE YEAR ENDING ON 31.03.2022**

**(Amount in Hundred)**

	<b>PARTICULARS</b>	<b>AS AT 31.03.2022</b>	<b>AS AT 31.03.2021</b>
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
	Net Profit before Taxation	1,100.73	984.79
	<u>Adjustment For:</u>		
	Public Issue Expenses	-	-
	Depreciation & amortization of expenses	-	17.36
	Foreign Exchange	-	-
	(Profit) Loss on sale of assets/ Investments	(176.49)	-
	Interest/Dividend	-	-
	Operating Profit (Loss) before Working Capital changes	924.24	1,002.15
	Adjustment For:		
	Trade & Other receivables	(19,710.80)	(2,859.75)
	Inventories	-	-
	(Increase) Decrease in other current assets	(1,730.00)	-
	(Increase) Decrease in other non-current assets	(27.85)	(522.47)
	Increase (decrease) in current liabilities	116.05	239.45
	Increase (decrease) in other current Financial liabilities	85.00	50.00
	Direct Taxes	(299.08)	(230.26)
	<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>(20,642.44)</b>	<b>(2,320.88)</b>
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of Fixed assets	-	-
	Sale of Fixed assets	176.50	-
	<b>NET CASH FLOW FROM INVESTING FINANCING ACTIVITIES</b>	176.50	-
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Increase is Bank Borrowing	-	-
	Decrease is Bank Borrowings	-	-
	Proceeds from Long Term Borrowing	-	-
	<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	-	-
	<b>NET CASH FLOW FOR THE PERIOD FROM ALL ACTIVITIES (A+B+C)</b>	<b>(20,465.94)</b>	<b>(2,320.88)</b>
	<b>CASH EQUIVALENTS (A+B+C)</b>		
	Cash & Cash equivalents as on 01.04.2021	36,699.60	39,020.48
	Cash & Cash equivalents as on 31.03.2022	16,233.67	36,699.60
<b>NOTE:</b>			
Cash and Cash equivalents as on 31.03.2022 includes Cash in hand ₹ 184,570.00, Balance in Catholic Syrian Bank ₹ 38,409.91, ₹ 1,400,387 as FDR including interest accrued there on in Catholic Syrain Bank.			

**For S. Agarwal & Co.**  
(Chartered Accountants)  
FRN: 000808N

Sd/-  
S N Agarwal  
M. No. 12103

Place: New Delhi  
Date: 14.05.2022

Sd/-  
Deepak Kumar Gangwani  
(Whole Time Director)  
DIN: 00761959  
B-3/91, Ashok Vihar Phase-2,  
Saraswati Vihar, New Delhi 110052

Sd/-  
Niti Taheem  
(Company Secretary)

**For and behalf of the Board  
For GDL Leasing and Finance Limited**

Sd/-  
Sangeeta Gangwani  
(Whole Time Director)  
DIN: 00763656  
B-3/91, Ashok Vihar Phase-2,  
Saraswati Vihar, New Delhi 110052

**Note 2: Property, Plant and Equipment**

**(Amount in Hundred)**

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01.04.2021	Additions/transfers During the year	Sales/disposal/ adjustments / transfers	As at 31.03.2022	As at 01.04.2021	For the year	Sales/disposal/ adjustments / transfers	Total as on 31.03.2022	As At	As At
									31.03.2022	31.03.2021
Motor Car	7,211.13	-	7,211.13	-	7,211.13	-	7,211.13	-	-	0.01
Furniture & Fixture	565.00	-	-	564.00	564.99	-	-	564.99	0.01	0.01
Air Conditioner	190.00	-	-	190.00	180.50	-	-	180.50	9.50	9.50
Air Conditioner	210.00	-	-	210.00	199.50	-	-	199.50	10.50	10.50
Cellular Telephone	225.00	-	-	225.00	213.75	-	-	213.75	11.25	11.25
Computers	770.00	-	-	770.00	769.99	-	-	769.99	0.01	0.01
Scooter	313.00	-	-	313.00	312.99	-	-	312.99	0.01	0.01
Refrigerator	302.00	-	-	302.00	286.90	-	-	286.90	15.10	15.10
Generator	326.00	-	-	326.00	309.70	-	-	309.70	16.30	16.30
<b>Current year's total</b>	<b>10,112.13</b>	<b>-</b>	<b>7,211.13</b>	<b>2,901.00</b>	<b>10,049.44</b>	<b>-</b>	<b>-</b>	<b>2,838.32</b>	<b>62.38</b>	<b>62.7</b>

Note: Refer 'Para-1.2' of Significant Accounting Policies' for depreciation on property, plant and equipment.

**Note 3: Advances and Deposits**

Particulars	31.03.2022	31.3.2021
(Unsecured, considered good)		
Security with DSE	1,250.00	1,250.00
<b>Total</b>	<b>1,250.00</b>	<b>1,250.00</b>

**Note 4: Non-Current Tax Assets (Net)**

Particulars	31.03.2022	31.3.2021
TDS A.Y 2022-23	802.60	526.88
Refund Due (TDS A.Y 2020-21)	-	247.87
<b>Total</b>	<b>802.60</b>	<b>774.75</b>

**Note 5: Cash & Cash Equivalents**

Particulars	31.03.2022	31.3.2021
<b>Balances with Banks</b>		
The Catholic Syrian Bank Ltd, Ashok Vihar	384.10	663.57
Cash in Hand	1,845.70	3,032.41
<b>Deposits with banks with original maturity of less than 3 months</b>		
FDR With Catholic Syrian Bank	14,000.00	33,000.00
Interest Accrued on FDR with CSB	3.87	3.62
<b>Total</b>	<b>16,233.67</b>	<b>36,699.60</b>

**Note 6: Loans and advances (Short-term Loans and Advances (Unsecured, considered good))**

Particulars	31.03.2022	31.3.2021
Ashok Kumar	8,936.21	8,636.22
Chetna	3,523.95	4,023.95
Dalip Kumar	3,590.41	3,970.41
Dalip Kumar HUF	6,671.74	7,151.74
Geeta	10,927.43	11,229.43
Gulshan Kumar	5,187.28	707.28
Gurpreet Mehta	30,000	30,000.00
Hans Herbal Overseas (India)	-	17,000.00
Hari Lal	5,324.00	5,024.00
Hira Lal HUF	13,178.69	14,078.69
Honey Money Associate Pvt Ltd.	20,000.00	20,000.00
Jaiveer HUF	-	3,843.20
Jyoti	5,351.43	5,351.43
Jyoti Sachdeva	3,750.00	250..
Kailash Chand	787.00	1,537.00
Kapil Makhijani	-	2,075.00
Kamal Kumar	1,750.00	2,250.00
Kamal Kumar Dhingra HUF	2,000.00	2,500.00
Kari Paswann	4,093.00	-
Meenakshi Sukhiya	3,160.00	-
Naveen Dhingra	25,000.00	25,000.00
Nisha	2,850.00	-
Pachiya Devi	2,630.00	3,740.00
Pooja Devi	5,683.42	6,981.42
Pritham Baweja	2,192.10	3,192.10
Priya	12,419.21	11,338.21
Priyanka Nagpal	4,275.00	4,745.00

Prerna Gangwani	700.00	-
Ram Brikish Pandit	500.00	-
Ram Babu Pandit	1,082.00	-
Ram Chandra	4,750.00	5,300.00
Ram Chandra HUF	3,310.48	3,980.48
Renu Devi	20,809.87	23,316.87
Rohit Trader Kanpur	20,159.19	20,793.19
Rani Devi	1,230.00	-
Raj Kumari	5,000.00	-
Saleem	3,062.00	-
Sachdeva Land & Finance Pvt Ltd.	31,632.50	17,632.50
Sanjay Paswan	5,729.90	6,079.90
Sanya	713.54	1,463.54
Shyam Pandit	1,795.00	2,795.00
Shanker Thakur	1,250.00	-
Sunaina Devi	750.00	-
Sushil Paswan	7,490.00	-
Sushil Paswan & Sons HUF	4,352.00	-
Varsha Kumari	2,823.50	-
<b>Total</b>	<b>300,420.86</b>	<b>280,710.06</b>
Advance to Employees	1,730.00	-
<b>Total</b>	<b>302,150.86</b>	<b>280,710.06</b>

#### Note 7: Share Capital

(Amount in Hundred)

Particulars	31.03.2022	31.3.2021
<u>Authorised Share Capital</u>		
3300000 Equity Shares of ₹10/- each	330,000.00	330,000.00
<u>Issued, Subscribed and Paid Up</u>		
3010100 Equity Shares of ₹ 10/- each	301,010.00	301,010.00

#### Note 7.1: Share Capital

##### Right, Preferences and Restrictions attached to Shares:

The Company has one class of equity shares having a par value of ₹ 10 per share. Each Shareholder is eligible for one vote per share held. No dividend has been proposed by the Board of Directors. In the event of liquidation, the equity Shareholders are eligible to receive the remaining assets of the Company in proportion of their shareholding.

#### Note 7.2: Reconciliation of the number of shares outstanding:

Particulars	As at 31.03.2022		As at 31.03.2021	
	Nos.	₹ in Hundred	Nos.	₹ in Hundred
At the beginning of the year	3,010,100	301,010	3,010,100	301,010
Add : Shares Issued during the year	-	-	-	-
At the end of the year	3,010,100	301,010	3,010,100	301,010

#### Note 7.3: Detail of Shareholders Holding Shares More Than 5%

Name of Shareholder	As at 31.03.2022		As at 31.03.2021	
	No. of Shares	% Held	No. of Shares	% Held
Gangwani Leasing & Investment (P) Ltd.	363,500	12.08	363,500	12.08
Spaetex Leasing & Investments (P) Ltd.	345,000	11.46	345,000	11.46
Jeetender Plastics (P) Ltd.	247,100	8.21	247,100	8.21
Lajwanti	197,500	6.56	197,500	6.56

**Note 8: Other Equity**

Particulars	31.03.2022	31.3.2021
<b>Surplus</b>		
As per last account	13,522.66	12,944.70
Add : Profit for the year	606.95	722.45
Less: Transfer to statutory reserve u/s 45IC (1) RBI Act,1934	(121.00)	(144.49)
<b>Total (A)</b>	<b>14,008.62</b>	<b>13,522.66</b>
<b>Statutory Reserve u/s 45 IC (1) of RBI Act, 1934</b>		
Opening Balance	3,380.67	3,236.18
Add: Additions during the year	121.00	144.49
<b>Closing balance (B)</b>	<b>3,501.67</b>	<b>3,380.67</b>
<b>Total (A+B)</b>	<b>17,510.29</b>	<b>16,903.33</b>

**Note 8.1: Nature and purpose of reserves**

**Surplus:** Surplus are the profits that the company has earned till date, less any transfers to general reserve, dividends or other distribution paid to shareholders.

**Note 9: Other Current Financial Liabilities**

Particulars	31.03.2022	31.3.2021
Auditor's Remuneration Payable	295.00	295.00
Director Remuneration Payable	500.00	350.00
Salary Payable	-	200.00
Electricity Charges Payable	45.00	-
Rent Payable	90.00	-
<b>Total</b>	<b>930.00</b>	<b>845.00</b>

**Note 10: Other Current Liabilities**

Particulars	31.03.2022	31.3.2021
Provision for Standard Assets & NPA	751.05	703.82
Provision for Income Tax	299.08	230.26
<b>Total</b>	<b>1,050.13</b>	<b>934.08</b>

**Note 11: Revenue from operations**

Particulars	31.03.2022	31.3.2021
Interest On Advance	33,916.20	33,478.05
Interest On FDR	132.63	96.83
<b>Total</b>	<b>34,048.83</b>	<b>33,574.88</b>

**Note 12: Other Income**

Particulars	31.03.2022	31.3.2022
Interest Received on Income Tax Refund	22.68	-
Gain on Sale of Motor Car	176.49	-
<b>Total</b>	<b>199.17</b>	<b>-</b>

**Note 13: Employee Benefit expenses**

Particulars	31.03.2022	31.3.2021
Salaries, wages, bonus, gratuity, allowances etc.	9,009.00	11,241.00
Food & Beverages to Employees	802.75	810.60
<b>Total</b>	<b>9,811.75</b>	<b>12,051.60</b>

**Note 14: Finance Cost**

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.3.2021</b>
Bank Charges	26.32	53.28
<b>Total</b>	<b>26.32</b>	<b>53.28</b>

**Note 15: Other Expenses**

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.3.2021</b>
AGM expenses	531.20	572.10
Auditor's Remuneration	295.00	295.00
Balance W/Off	165.17	-
Car Insurance Charges	-	4.41
Computer Maintenance	478.20	482.65
Conveyance	1,691.50	1,686.27
Director's Remuneration	6,000.00	6,500.00
Depository Charges	355.70	460.25
Electricity Charges	540.00	510.00
Interest On TDS	11.25	15.00
Interest Paid to BSE Ltd.	3,222.59	-
Filing Fee	24.00	18.00
Listing Fee	2,950.00	2,950.00
Medical Expenses	856.40	894.64
Misc. Expenses	382.80	415.18
Office Maintenance Expenses	917.50	940.24
Postage & Telegram	40.10	102.40
Printing & Stationery	262.50	532.75
Scooter Maintenance	1,607.34	1,343.22
Telephone Expenses	264.95	298.95
Vehicle Repair & Maintenance	1,585.77	1,357.60
Rent	1,080.00	1,080.00
Provision for Standard Assets & NPA	47.23	9.19
<b>Total</b>	<b>23,309.20</b>	<b>20,467.85</b>

## **SIGNIFICANT ACCOUNTING POLICIES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022**

### **1.1 CORPORATE INFORMATION**

GDL Leasing and Finance Limited is a public company domiciled in India, with its registered office in New Delhi. The company is a non-deposit accepting non-banking finance company or NBFC-ND registered with Reserve Bank of India (RBI). The company is engaged in the business of financing of Loans, Sales and Purchase of Shares and Stock. The company is listed on the Bombay Stock Exchange (BSE).

The financial statements for the year ended March 31, 2022 were approved by the Board of Directors and authorized for issue on 14.05.2022.

### **1.2 SIGNIFICANT ACCOUNTING POLICIES**

#### **STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION**

##### **a) Compliance with Indian Accounting Standards (Ind – AS):**

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

The company follows the prudential norms issued by the Reserve Bank of India for Assets classification, Income recognition and provisioning for non-performing assets. Besides additional amount is written/off provided for when the management, on a review, considers it necessary.

The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements, All the assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria as set out in Division II of Schedule III to the Companies Act, 2013.

##### **b) Historical Cost Convention**

The financial statements have been prepared on a historical cost basis, except for the followings:

- Certain financial assets and liabilities that are measured at fair value.

##### **c) Functional and presentation currency**

The financial statements are prepared in Indian Rupees (Rs.), which is the Company's functional and presentation currency.

##### **d) Current versus non-current classification**

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it is: -

- expected to be realized, or intended to be sold or consumed in normal operating cycle;
- held primarily for the purpose of trading;
- expected to be realized within 12 months after the reporting period; or
- cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as non-current.

A liability is classified as current when it is:

- expected to be settled in the normal operating cycle;
- held primarily for the purpose of trading;
- due to be settled within 12 months after the reporting date; or
- there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting date.

All other liabilities are classified as non-current.

**Deferred tax assets and liabilities:**

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

**Operating Cycle:**

The operating cycle is the time between acquisition of assets for processing and their realization in cash and cash equivalent. The Company has identified twelve months as its operating cycle.

**e) Use of estimates and judgments**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosure and the disclosure of contingent liabilities. Uncertainty about these estimates and assumptions could result in outcomes that requires material adjustments to the carrying amount of the assets and liabilities in future period/s.

These estimates and assumptions are based on the facts and events, that existed as at the date of Balance Sheet, or that occurred after that date but provide additional evidence about conditions existing as at the Balance Sheet date.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying values of assets and liabilities within the next financial year are discussed below.

**i Useful lives of Property Plant and Equipment**

The Property, Plant and Equipment are depreciated on a written down value basis over their respective useful lives. Management estimates the useful lives of these assets, changes in the expected level of usage, technological developments, level of wear and tear could impact the economic useful lives and the residual values of these assets, therefore, future depreciation charges could be revised and could have an impact on the profit in future years.

**ii Taxes**

Uncertainties exist with respect to the interpretation of complex tax regulations, changes in tax laws, and the amount and timing of future taxable income. Given the wide range of business relationships and the long term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The Company establishes provisions, based on reasonable estimates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective domicile of the companies.

**iii Impairment of Financial assets**

The impairment provisions of financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on

Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

**iv Impairment of non-Financial assets**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value less cost of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Companies of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, or other fair value indicators.

**v Estimation uncertainty relating to COVID-19 outbreak**

The Company has considered internal and certain external sources of information including credit reports, economic forecasts and industry reports up to the date of approval of the financial statements in determining the impact on various elements of its financial statements. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of trade receivables including unbilled receivables, goodwill, intangible assets and investments. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements.

**Property, Plant & Equipment**

Property, Plant & Equipment are accounted for on historical cost basis (inclusive of the cost of installation and other incidental costs till commencement of commercial production) net of recoverable taxes, less accumulated depreciation and impairment loss, if any. It also includes the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

Subsequent costs are added to the existing asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit and Loss during the period in which they are incurred.

Depreciation on property, plant & equipment is provided on a pro-rate basis on written down value basis, over the useful life of the assets estimated by the management, in the manner prescribed in Schedule II of the Companies Act, 2013. The asset's residual values, useful lives and method of depreciation are reviewed at the end of each reporting period and necessary adjustments are made accordingly, wherever required.

Based on usage pattern, internal assessment and technical evaluation carried out by the technicians, the management believes that the useful lives as given above best represent the period over which the management expects to use these assets. Hence the useful lives of these assets is different from the lives as prescribed in Schedule II of the Companies Act, 2013.

Gains or losses arising on retirement or disposal of property, plant and equipment are recognized in the Statement of Profit and Loss.

Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as “Capital work-in-progress”.

### **Investment**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

### **Financial Instruments**

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

### **Cash and Cash Equivalents**

Cash and cash equivalents comprise cash on hand, balance with banks and demand deposits with banks which are short-term (three months or less from the date of acquisition), highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of changes in value.

### **Provisions and Contingent Liabilities**

#### **a) Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation, at the balances sheet date.

If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

#### **b) Contingent Liabilities**

A disclosure for a contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation arising as a result of past event that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

#### **c) Provision for NPA & Standard Assets**

All loans and other credit exposures, where the installments are overdue for a period of six months or more are classified as NPA. Provision is made in respect of NPA and SA in accordance with the stipulations of Prudential Norms prescribed in the “Non-Banking Financial company – Non-systemically Important Non-deposit taking company (Reserve Bank) Directions, 2016” by the RBI.

**Provisions made for year are as follows:**

Financial Year 2021-22		Financial Year 2020-21	
Type of Assets	Provision	Type of Assets	Provision
3,00,42,086.00 (Standard Assets)	75,105	2,80,71,006.00 (Standard Assets)	70,382

**Revenue Recognition**

- a) Revenue is recognized to the extent that it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must be fulfilled before revenue is recognized.
- b) Interest and other dues are accounted on accrual basis except in the case of non-performing loans where it is recognized upon realization, as per the income recognition and assets classification norms prescribed by the RBI.
- c) Income or discounted instruments are recognized over the tenure of the investment on a straight line method.
- d) Dividend is accounted when the right to receive is established.
- e) Front end fees on processing of loans are recognized upfront as income.
- f) All other fees are recognized when reasonable right to recovery is established, revenue can be reliably measured as and when they become due.
- g) Other revenue is recognized on accrual basis and no significant uncertainty exists as to its realization or collection.
- h) The Company has concluded that the impact of COVID – 19 is not material based on such evaluation. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods.

**Employee Benefits**

**Short Term Employee Benefits**

All Employee benefits payable within twelve months of rendering the services are classified as short term benefits. Such benefits include salaries, wages, bonus, awards, ex-gratia, performance incentive/pay etc. and the same are recognized in the period in which the employee renders the related services.

**Operating leases**

Operating leases where the lessor effectively retains substantially all the risks and benefits of ownership over the leased term are classified as operating leases. Operating lease rentals are recognized as an expense in the statement of profit and loss on straight line basis over the lease term, unless the payments are structured to increase in line with the expected general inflation to compensate for the lessor in expected inflationary cost increase.

**Foreign Currency Transactions**

Foreign currency transactions are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities in foreign currency existing at balance sheet date are translated at the year-end exchange rates. Exchange rate differences arising on settlement of transaction and translation of monetary items are recognized as income or expenses in the year in which they arise.

Non- monetary items that are measured in terms of historical cost in foreign currency are translated using the exchange rates at the dates of initial transactions. Non-monetary items

measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

Premium or discount on forward exchange contract is amortized as income or expense over the life of the contract. Exchange difference on such contract is recognized in the Statement of Profit and Loss in the reporting period in which the exchange rate changes. Any profit or loss arising on cancellation or renewal of forward contract is recognized as income or expenditure during the period.

### **Taxation**

Tax expense for the year comprises of Current Tax and Deferred Tax.

#### **a) Current Tax**

Current income tax, assets and liabilities are measured at the amount expected to be paid to or recovered from the taxation authorities in accordance with the Income Tax Act, 1961 and the Income Computation and Disclosure Standards (ICDS) enacted in India by using tax rates and the tax laws that are enacted at the reporting date.

#### **b) Deferred Tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax assets and liabilities are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses.

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

### **Earnings per Share:**

Basic earnings per share is calculated by dividing net profit of the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

## **NOTE 18: OTHER NOTES TO ACCOUNTS**

- 18.1 **Contingent Liabilities and Commitments:** There is no Contingent liability and commitment to capital advance during the year.
- 18.2 No provision for gratuity has been made, as the provisions of Gratuity Act 1972 is not applicable on the Company in respect of total no. of employees.
- 18.3 As required Under the Micro, Small and Medium Enterprise Development Act, 2006 there have generally been no reported cases of delays in payments to Micro, Small and Medium Enterprise or of interest payments due to delays in such payments. They are in the process of compiling relevant information from its suppliers about their coverage under the Micro, Small and Medium Enterprise Development Act, 2006.
- 18.4 Expenditure in Foreign Exchange: Nil
- 18.5 Earnings in Foreign Exchange: Nil
- 18.6 The outbreak of (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The company has evaluated impact of this pandemic on its business operations and based on its review and current indicators of future impact of this pandemic on its business operations and based on its review and current indicators of future economic conditions, there is no significant impact on its financial results.
- 18.7 The company has loans of an outstanding amount of 3,00,42,086 as on 31.03.2022 advanced to various parties, however no confirmation from parties or loan agreements are available in respect of the same.
- 18.8 According to the management of the company the Loans and Advances of the value 3,00,42,086 given by the company outstanding as on 31.03.2022 are all standard assets and hence provision under Prudential Norms prescribed in the “Non Banking Financial company – Non-systemically Important Non-deposit taking company (Reserve Bank) Directions, 2016” by the RBI has accordingly been made. However in absence of any confirmation from the parties and loan agreements the above mentioned classification cannot be verified.
- 18.9 Interest on Loans and Advances given by the company is the main source of income of the company which has been accounted on estimated basis by the management of the Company.
- 18.10 In absence of bills or confirmation in respect of expenses for listing and depository fees during the year the same cannot be verified.
- 18.11 Earnings per Share:

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Net Profit/(Loss) as per Statement of Profit & Loss (in Rs.)	606.95	722.45
Basic/Diluted weighted average number of equity shares outstanding during the year	30,10,100	30,10,100
Nominal value of Equity Share (Rs.)	10.00	10.00
Basic/Diluted Profit /(Loss) per Share (Rs.)	0.02	0.02

18.12 Related party transactions during the year in terms of the provisions of Ind AS - 24 “Related Party Disclosure” are as under:

<b>Name of Related Party</b>	<b>Nature of Relationship</b>	<b>Country of Incorporation</b>
Mr. Deepak Kumar Gangwani	Whole Time Director	-
Mrs. Sangeeta Gangwani	Whole Time Director	-
Mrs. Niti Taheem	Company Secretary	-
Mr. Sagar Gangwani	Director	-
Mrs. Tanya Makhijani	Director	-

(a) Transaction during the Year

(Amount in hundreds)

<b>Name of Related Party</b>	<b>Relation</b>	<b>Nature of Transaction</b>	<b>Current Year Transactions</b>	<b>Previous Year Transactions</b>
Mr. Deepak Kumar Gangwani	Director	Remuneration	3,000.00	3,250.00
Mr. Deepak Kumar Gangwani	Director	Rent	1,080.00	-
Mrs. Sangeeta Gangwani	Director	Remuneration	3,000.00	3,250.00
Mrs. Niti Taheem	Company Secretary	Salary	1,439.00	1,434.00

### 18.13 Fair Value Measurements

The carrying amounts and fair values of the financial instruments by class are as follows:

(Amount in Hundred)

<b>Particulars</b>	<b>Carrying amount/Fair value</b>	
	<b>As at 31<sup>st</sup> March, 2021</b>	<b>As at 31<sup>st</sup> March, 2020</b>
<b>FINANCIAL ASSETS</b> <b>Carrying amounts/fair value:</b>		
<b>a) Measured at amortized cost</b>		
<b>current assets</b>		
- Loans	3,00,420.86	2,80,710.065
<b>Current assets</b>		
- Trade receivables	--	--
- Cash and cash equivalents	16,233.67	36,699.60
- Bank balances other than cash and cash equivalents above	--	--
- Other current financial assets	1,730.00	--
<b>Total</b>	<b>3,18,384.53</b>	<b>3,17,409.66</b>
<b>FINANCIAL LIABILITIES</b> <b>Carrying amounts/fair value:</b>		
<b>a) Measured at amortized cost</b>		
<b>Current liabilities</b>		
- Other current financial liabilities	930.00	845.00

<b>Total</b>	<b>930.00</b>	<b>845.00</b>
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The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

1. The Company has disclosed financial instruments such as trade receivables, cash and cash equivalents, other bank balances, trade payables, other financial assets and liabilities at carrying value because their carrying amounts are a reasonable approximation of the fair values due to their short-term nature.
2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counter party. Based on this evaluation, allowances are taken to the account for the expected losses of these receivables.

#### 18.14 **Capital Management**

Equity share capital and other equity are considered for the purpose of Company's capital management.

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimize returns to shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence.

The management and the Board of Directors monitors the return on capital as well as the level of dividends to shareholders. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

#### 18.15 **Financial risk management objectives and policies**

The Company's principal financial liabilities, comprise of trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include loans and advances, cash and cash equivalents and other bank balances that are derived directly from its operations.

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The senior professionals working to manage the financial risks and the appropriate financial risk governance framework for the Company are accountable to the Board of Directors and Audit Committee.

This process provides assurance to Company's senior management that the Company's financial risk-taking activities are governed by appropriate policies and procedures and that financial risk are identified, measured and managed in accordance with Company policies and Company risk objective.

The management reviews and agrees policies for managing each of these risks which are summarized as below:

##### **a) Market Risk:**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprises three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity price risk. Financial instruments affected by market risks include

borrowings, security deposits, investments and foreign currency receivables and payables. The sensitivity analyses in the following sections relate to the position as at March 31, 2021. The analyses exclude the impact of movements in market variables on; the carrying values of gratuity and other post-retirement obligations; provisions; and the non-financial assets and liabilities. The sensitivity of the relevant Profit and Loss item is the effect of the assumed changes in the respective market risks. This is based on the financial assets and financial liabilities held as of March 31, 2022.

**i) Interest Rate Risk**

Interest rate is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Company's financial liabilities comprises of trade and other payables; however these are not exposed to risk of fluctuation in market interest rate as the rates are fixed at the time of contract/agreement and do not change for any market fluctuation.

**b) Credit Risk**

Credit Risk is the risk that the counter party will not meet its obligation under a financial instrument, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments.

**i) Financial instruments and cash & bank deposits**

Credit risk from balances with banks and financial institutions is managed by the Company's finance department in accordance with the Company's policy. Investments of surplus funds are made in bank, deposits. The limits are set to minimize the concentration of risks and therefore mitigate financial loss through counter party's potential failure to make payments.

The Company's maximum exposure to credit risk for the components of the balance sheet at March 31, 2022 is the carrying amounts which are given below. Trade Receivables and other financial assets are written off when there is no reasonable expectation of recovery, such as debtor failing to engage in the repayment plan with the Company.

**(Amount in Hundred)**

<b>Particulars</b>	<b>As at 31st March, 2022</b>	<b>As at 31st March, 2021</b>
<b>b) Measured at amortized cost</b>		
<b>current assets</b>		
- Loans	3,00,420.86	2,80,710.06
<b>Current assets</b>		
- Trade receivables	--	--
- Cash and cash equivalents	16,233.67	36,699.60
- Bank balances other than cash and cash equivalents above	--	--
- Other current financial assets	1,730.00	--
<b>Total</b>	<b>3,18,384.53</b>	<b>3,17,409.66</b>

Balances with banks is subject to low credit risks due to good credit ratings assigned to these banks.

The Company has considered the latest available credit-ratings of customers in view of COVID-19 to ensure the adequacy of allowance for expected credit loss towards trade and other receivables.

**c) Liquidity risk**

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at reasonable price. The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and liquidity requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate source of financing through the use of short-term bank deposits, short term investments and cash credit facility. Processes and policies related to such risks are overseen by senior management. Management monitors the Company's liquidity position through rolling forecasts on the basis of expected cash flows. The Company assessed the concentration of risk with respect to its debt and concluded it to be very low.

**Maturity profile of financial liabilities**

The table below provides the details regarding the remaining contractual maturities of financial liabilities at the reporting date:

**(Amount in Hundred)**

<b>Particulars</b>	<b>Carrying Value</b>	<b>Less than 1 year</b>	<b>1 to 5 years</b>
<b>As at 31st March, 2022</b>			
Other current financial liabilities	930.00	930.00	--
<b>Total</b>	<b>930.00</b>	<b>930.00</b>	<b>--</b>

<b>Particulars</b>	<b>Carrying Value</b>	<b>Less than 1 year</b>	<b>1 to 5 years</b>
<b>As at 31st March, 2021</b>			
Other current financial liabilities	845.00	845.00	--
<b>Total</b>	<b>845.00</b>	<b>845.00</b>	<b>--</b>

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The fair-value of the financial-instruments factor the uncertainties arising out of COVID-19, where applicable.

18.16 Previous year figures have been regrouped / reclassified wherever it considered necessary.

**For S. Agarwal & Co.**  
(Chartered Accountants)  
FRN: 000808N

Sd/-  
S N Agarwal  
M. No. 012103

Date: 14.05.2022  
Place: New Delhi

Sd/-  
Deepak Kumar Gangwani  
(Whole Time Director)  
DIN: 00761959  
B-3/91, Ashok Vihar Phase-2,  
Saraswati Vihar, New Delhi 110052

Sd/-  
Niti Taheem  
(Company Secretary)

**For and behalf of the Board**  
**For GDL Leasing and Finance Limited**

Sd/-  
Sangeeta Gangwani  
(Whole Time Director)  
DIN: 00763656  
B-3/91, Ashok Vihar Phase-2,  
Saraswati Vihar, New Delhi 110052

**GDL LEASING AND FINANCE LIMITED**  
**R.O.: B-3/91, Ashok Vihar, Phase II, New Delhi 110052**  
**Tel. No. 011-27435354, Email Id: [investor\\_gdl.1995@yahoo.co.in](mailto:investor_gdl.1995@yahoo.co.in),**  
**Website: [www.gdl-finance.com](http://www.gdl-finance.com)**  
**CIN: L74899DL1994PLC057107**

**ATTENDANCE SLIP**

(To be presented at the entrance)

Folio No. \_\_\_\_\_

DP ID \_\_\_\_\_  
Client ID \_\_\_\_\_

I/We hereby record my/our presence at the 29<sup>th</sup> **ANNUAL GENERAL MEETING** of the Company at 20/4, Singhu Village, Near Singhu Border, Delhi-110040 on Friday, 30<sup>th</sup> September, 2022 at 09.00 a.m.

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL. JOINT SHAREHOLDER(S) MAY OBTAIN ADDITIONAL SLIP AT THE VENUE OF THE MEETING.

\_\_\_\_\_  
Signature of the Member/ Proxy

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**PROXY FORM**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

**GDL LEASING AND FINANCE LIMITED**

**R.O.: B-3/91, Ashok Vihar, Phase II, New Delhi 110052**

**Tel. No. 011-27435354, Email Id: [investor.gdl.1995@yahoo.com](mailto:investor.gdl.1995@yahoo.com),**

**Website: [www.gdl-finance.com](http://www.gdl-finance.com)**

**CIN: L74899DL1994PLC057107**

Name of Member(s)	
Registered Address	
Folio No./DP ID Client Id:	
E-mail Id:	

I/We, being the member(s) of ..... shares of the above named Company, hereby appoint:

Name	
Address	
Email Id	
Signature	

Or falling him/her

Name	
Address	
Email Id	
Signature	

Or falling him/her

Name	
Address	
Email Id	
Signature	

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 28<sup>th</sup> Annual General Meeting of the Company to be held on Thursday, 30<sup>th</sup> September, 2021 at 09:00 A.M. at 20/4, Singhu Village, Near Singhu Border, Delhi-110040 and at any adjournment thereof in respect of such resolutions as are indicated below:

<b>Resolution Number</b>	<b>Resolution</b>	<b>For</b>	<b>Against</b>
<b>ORDINARY BUSINESSES</b>			
1.	Adoption of Financial Statements of the Company for the year ended 31 <sup>st</sup> March, 2022 including Balance Sheet as at 31 <sup>st</sup> March, 2022 and the Statement of Profit & Loss, Reports of the Board of Directors and Auditors thereon.		
2.	To appoint a director in place of Mr. Deepak Kumar Gangwani (DIN: 00761959) who retires by rotation and being eligible to offer himself for re-appointment.		

3.	Regularization of additional director, Mr. Ajay Kumar Kalra (DIN: 09512370) as Non-Executive Independent Director of the Company.		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2022

Signature of Shareholder

Signature of Proxy holder(s)

**Notes:**

- This Form, in order to be effective should be duly stamped, completed, signed and deposited at the Registered Office of the Company, not less than 48 hours before the meeting.
- A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than ten percent (10%) of the total share capital of the Company. A member holding more than ten percent (10%) of the total share capital of the Company carrying voting rights may appoint a single person as proxy, however, such person shall not act as proxy for any other person or Shareholder.

## DIRECTION TO THE VENUE OF ANNUAL GENERAL MEETING

