

**LEADING LEASING FINANCE AND INVESTMENT  
COMPANY LIMITED**

# ANNUAL REPORT

---

2011-2012

REG. OFF:

F 3/4, OKHLA INDUSTRIAL AREA,

DELHI – 110020

**BOARD OF DIRECTORS:**

NEERAJ DHWAN  
PANKISH GOEL  
ROCHITA NAGPAL

DIRECTOR  
DIRECTOR  
DIRECTOR

**AUDITORS:**

M/S NAYYAR & MALLIK  
CHARTERED ACCOUNTANTS  
NEW DELHI

**BANKERS :**

AXIS BANK

**REGISTERED OFFICE :**

F ¾, OKHLA INDUSTRIAL AREA, PHASE  
- 1  
DELHI - 110020

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## N O T I C E

NOTICE is hereby given that the 28<sup>th</sup> Annual General Meeting of the Company will be held on Saturday, dated 29<sup>th</sup> September, 2012 at its registered office at 3.00 P.M. at F-3/4 Okhla Industrial Area ,Phase-I New Delhi 110 020. to transact the following business :

### ORDINARY BUSINESS

1. To receive, Consider and adopt the Audited Balance Sheet of the Company as at 31<sup>st</sup> March, 2012 and the Profit and Loss Account For the year ended on that date together with the reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Neeraj Dhawan who retires by rotation and is eligible for reappointment.
3. To appoint Auditors to hold office from the conclusion of this Annual General meeting until the conclusion of next Annual General meeting and to fix their remuneration.

By Order of the Board  
For Leading Leasing Finance and Investment Company Limited

Place : New Delhi  
Dated : 06<sup>th</sup> August, 2012

Sd/-  
(Pankish Goel)  
Director

### NOTES

1. A member entitled to attend and vote in entitled to appoint a proxy to attend and vote instead to himself/herself and the proxy need not be a member of the company.
2. Members are requested to intimate the changes in their address if any, to the company.
3. Members are requested to bring their copies of Annual Report and Accounts to the meeting.

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DIRECTORS'  
REPORT

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TO THE MEMBERS :

Your Directors present before you 28<sup>th</sup> Annual Report of the Company together with the audited Statement accounts for the year ended on 31<sup>st</sup> March 2012.

OPERATIONS:

During the year under review the Company earned a sum of Rs. 6,31,515/- as interest on the loans and advances . After accounting for the expenses the Company earned a Net Profit of Rs 17,466.20 as against a Loss of Rs.8,18,059.04/ in the previous year.

RESERVES

The directors of the company do not recommend any transfer to reserves.

DIVIDEND

The directors of the company do not recommend any dividends.

CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION, FOREIGN EXCHANGE EARNING & OUT GO.

The directors have strived to achieve maximum out of available resources. Detail in respect of Foreign exchange earnings and outgo are NIL.

PARTICULARS OF EMPLOYEES

The Company had no employee of the category specified under section 217(2-A) of the Companies Act, 1956

PUBLIC DEPOSITS

The Company has not accepted any deposits from public.

DIRECTORS

In accordance with the requirements of the Companies Act, 1956 and the Article of Association of the Company one of the Director Mr. Neeraj Dhawan retires by rotation and being eligible for re-appointment is recommended for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956. with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- (i) in the preparation of the annual accounts the applicable accounting standards have been followed along with proper explanations relating to material departures.
- (ii) 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 as at 31st March, 2013 and of the profit of the Company for the year ended on that date.
- (iii) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions Company and for preventing and detecting fraud and other irregularities and,
- (iv) they have prepared the annual accounts of the Company on a ‘ going concern’ basis.

**AUDITORS:**

M/s Nayyar & Malik, Chartered Accountants the retiring Auditors of the Company are eligible for reappointment. The members are requested to consider their appointment as auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of Next Annual General Meeting of the Company and to fix their remuneration.

By Order of the Board  
For Leading Leasing Finance And Investment Company Limited

Place: New Delhi  
Dated: 06<sup>th</sup> August, 2012

Sd/-  
(Pankish Goel)  
Director

Sd/-  
(Neeraj Dhawan)  
Director

## **Management Discussion and Analysis Report**

### **Operating results of the company**

The financial year 2011-12 closed with revenue of Rs 631,515.00/- as compared to revenue of Rs. 622,967.00/- of the previous financial year 2011-12. The net profit before tax and prior period adjustments for the year stood at Rs. 28,371.20/- as against Loss of Rs. (818,059.04) /- in the immediate preceding financial year.

### **Industry structure and development**

The principal activities of the company are:

- I. To carry on and undertake the business of leasing, finance, hire purchase, trading and to lease operation of all kinds, purchasing, selling hiring or letting on hire of all kind of equipments.
- II. To carry on the business of financiers and as such to finance, give loans, in cash or in kind, whether unsecured or secured, on all or any of the articles or properties of any description relating to business, trade, profession or otherwise, tangible or intangible, real or nominal, freehold or leasehold.
- III. To carry on the business of housing finance and as such to undertake financing either wholly or partially, of flats, houses, buildings, etc.

### **Threats**

- I. With the increase in business segment, the competition has increased from domestic and other developed countries.
- II. Threats for this industry are very common and every person is aware of the threats and the risks involved with this industry.

### **Prospect & outlook**

The company presents the analysis of the company for the year 2012-13 & its outlook for the future. This outlook is based on assessment of the current business environment. It may vary due to future economic & other developments, both in india and abroad.

### **Risks and concerns**

The company has taken adequate preventive ad precautionary measures to overcome all negative factors responsible for low trend to ensure steady growth.

### **Internal control system and their adequacy**

There are well-established procedures for internal controls for operations of the company. The finance & audit functions are well equipped with professionally experienced qualified personnel & play important roles in implementing the statutory obligations. The company has constituted audit committee for guidance and proper control of affairs of the company.

### **Human resources**

Human Resources are highly valued assets at Leading Leasing Finance and Investment Company limited. The company seeks to attract, retain and nurture technical & managerial talent across its operations and continues to create, sustain the environment that brings out the best in our people with emphasis on training, learning & development. It aims at career progression and fulfilling satisfactory needs. Performance is recognized and rewarded through up gradation & job enrichment, performance incentives.

## ANNEXURE TO THE DIRECTOR'S REPORT

### REPORT ON CORPORATE GOVERNANCE

(A) **Company's Philosophy on Code of Governance**

The Board of Directors and Management lay greater emphasis on adopting and practicing principals of good corporate governance with a view to :-

- enhance shareholder's value through sound business decisions, prudent financial management and high standard of business ethics ; and
- achieve transparency, accountability and integrity in the dealings and transactions of the company.

(B) **Board of Directors**

The Board of Directors consisted Three Directors including Two independent Directors during the period under report.

During the 12 months period ended March, 2012, 8 (Eight) Board Meetings were held on 10th April 2011, 15th July 2011, 27th August 2011, 29th September 2011, 5th October 2011, 31st December 2011, 2nd January 2012 and 27th March 2012

The composition of the Board and their attendance at the Board Meetings during the year and at the last Annual General Meeting as also number of other directorship/membership of committees are as follows.

Name of Director	Category of Directorship	No. of Board meeting attended	Attendanc e at last AGM	No. of other Directorshi p*	No. of Committee Other than member	No. of Committee Than Chairman
Mr. Pankish Goel	Executive	8	P	-	--	--
Mr. Neeraj Dhawan	Non Executive	5	p	-	--	--
Mr. Rochita Nagpal	Non Executive Independent	4	P	-	--	--

\*Directorships of private companies and Associations are excluded.

The Non-Executive Directors are professionals with expertise and experience in General Corporate Management, Legal, Finance, Banking and other allied fields

The company has not entered into any transactions of a material nature with the Directors or the management, their subsidiaries or relatives that may have potential conflict with the interest of the company at large



(C)

**Committee of Directors**

(i) **Audit Committee**

The company has an Audit Committee comprising Ms. Rochita Nagpal (Non Executive Independent Director), Mr. Neeraj Dhawan (Non Executive Director) and Mr.Pankish Goel (Executive Director), as its members. The Chairman of the Committee is Ms. Rochita Nagpal. The terms of reference of the Audit Committee interalia include overseeing financial reporting process, reviewing the financial statements and recommending appointment of Auditors.

During the year, the committee has met 4 times and the members of Audit Committee were present in all the 4 meetings.

(ii) **Shareholders/Investors Grievance Committee**

The Committee consists of 3 Directors namely Ms. Rochita Nagpal (Non Executive Independent Director), Mr. Neeraj Dhawan (Non Executive Director) and Mr.Pankish Goel (Executive Director), as its members. The Chairman of the Committee is Ms. Rochita Nagpal. The committee has been constituted to look into Redressal of shareholders complaints like transfer of shares and related matters such as consolidation and split of shares, transmission of shares, issue of duplicate share certificate etc.

The company has received no complaint during the financial year 2011-12.

**General Body Meeting**

The last three Annual General Meetings were held as under :-

Financial Year ended	Day	Date	Time	Venue
31st March, 2009	Wednesday	30.09.2009	2.00 PM	F 3/4, Okhla Industrial Area, Phase I Delhi -110020
31st March,2010	Wednesday	29.09.2010	2.00 PM	F 3/4, Okhla Industrial Area, Phase I Delhi -110020
31st March, 2011	Thursday	29.09.2011	2.00 PM	F 3/4, Okhla Industrial Area, Phase I Delhi -110020

None of the business required to be transacted at the forthcoming Annual General Meeting is proposed to be passed by the postal ballot.

(D) **Disclosures**

- (i) During the year under review, the Company has duly complied with the provisions of Section 297 of the Companies Act, 1956 in respect of the contracts specified in that section.
- (ii) The financial statement have been prepared in Compliance with the requirements of the Companies Act, 1956 and in conformily, in all material respects, with the generally accepted accounting principals and standards in India. The estimates/ judgements made in preparation of these financial statements are consistent, reasonable and on prudent basis so as to reflect true and fair view of the state of affairs and results/operations of the company.
- (iii) The company has well-defined Risk Management Policies for each of the businesses, duly approved by the Board, which are periodically reviewed to ensure that the executive management controls risk by means of a properly defined frame work.
- (iv) The company has not raised any funds from the Capital Market (Public/rights/preferential issues etc.)
- (v) There was no instance of non-compliance of any matter relating to the Capital Markets by the company. No penalties or strictures have been imposed on the company by the Stock Exchange, SEBI or other Statutory authorities on any matter relating to the Capital Market during the last three years.

(E) **Compliance Certificate of the Auditors**

Certificate from the Auditors of the company Messrs Nayar & Malik , Chartered Accountants confirming compliance with the conditions of Corporate Governance as stipulated under clause 49, has been obtained and the same is annexed to this report.

(F) **Audit Qualification**

The company has no audit qualification in its financial statements.

(G) **Compliance Certificate u/s 383-A of the Companies Act, 1956**

The company has voluntarily appointed M/s Meenu Gupta & Associates, a Practicing Company Secretary firm to issue the Compliance Certificate under section 383-A of the Companies Act, 1956, who have submitted their report confirming compliance with all the applicable provisions of the Act.

The Compliance Certificate issued u/s 383-A of the Companies Act, 1956 forms part of the Annual Report

(H) **General Shareholders Information**

**1. Annual General Meeting**

- Date and Time : Saturday the 29th September, 2013 at 3.00 PM
- Venue : F 3/4, Okhla Industrial Area, Phase -1  
Delhi -110020

**2. Financial Calendar**

- Financial Year : 1st April – 31st March  
Quarterly Financial Reporting : Within 45 days of each quarter

**3. Dividend Payment Date** : Nil (No Dividend is being recommended)

**4. Listing of Shares on Stock Exchange**

Delhi Stock Exchange. Listing fees, as prescribed has been paid upto 31st March, 2012.

**5. Share Transfer System**

The matters related to share transfer and transmission etc are attended by the delegated authorities which normally meets twice in a month or more depending on the volume of transfers. Share Transfers are registered and returned within 15 days from the date of receipt, if the documents are in order in all respect.

**8. Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversion date and likely impact on Equity**

The company has not issued any GDR/ADR/Warrants or any convertible instruments.

**9. Address for Correspondence**

Leading Leasing Finance and Investment Company Limited  
F 3/4, Okhla Industrial Area, Phase -1 ,  
Delhi - 110020

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**Compliance Certificate**

Company No.: 55-016712

Nominal Capital: Rs: 60 Lacs

To,  
The Members,  
Leading Leasing Finance And Investment Company Limited,  
New Delhi.

I have examined the registers, records, books and papers of Leading Leasing Finance And Investment Company Limited (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31<sup>st</sup> March, 2012. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government. Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The company being public limited company, comments are not required.
4. The Board of Directors duly met Eight (8) times on 10<sup>th</sup> April 2011, 15<sup>th</sup> July 2011, 27<sup>th</sup> August 2011, 29<sup>th</sup> September 2011, 5<sup>th</sup> October 2011, 31<sup>st</sup> December 2011, 2<sup>nd</sup> January 2012 and 27<sup>th</sup> March 2012 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The company has not closed its Register of Members or Debenture holders during the financial Year.
6. The annual general meeting for the financial year ended on 31<sup>st</sup> March, 2011 was held on 29<sup>th</sup> September 2011 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The company has not advanced any loans to its directors or persons or firms or companies referred to under section 295 of the Act.
9. The company has duly complied with the provisions of section 297 of the Act in respect of contracts specified in that section.
10. The company has made necessary entries in the register maintained under section 301 of the Act.
11. As there are no instances falling within the purview of section 314 of the Act the company has not obtained any approvals from the Board of Directors, members or Central Government.
12. The company has not issued any duplicate share certificates during the financial year.
13. The Company has:
  - (i) Not made any allotment/Transfer/Transmission of securities during the financial year.
  - (ii) Not deposited any amount in a separate bank account as no dividend was declared during the financial year.
  - (iii) The company was not required to post warrants to any member of the company as no dividend was declared during the financial year.
  - (iv) No amount was transferred to Investor Education and Protection Fund since there were no amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years.
  - (v) Duly complied with the requirements of section 217 of the Act.

14. The Board of Directors of the company is duly constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. The company has not appointed any Managing Director/ Whole Time Director/ Manager during the financial year.
16. The company has not appointed any sole-selling agents during the financial year.
17. The company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/ or such authorities prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The company has not issued any shares, debentures or other securities during the financial year.
20. The company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The company has not accepted / invited any deposits including any unsecured loans falling within the purview of section 58A during the financial year.
24. The company has not made any borrowing during the financial year ended 31<sup>st</sup> March 2012.
25. The company has given guarantees to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.
26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. The company has not altered its articles of association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the company and no fines or penalties or any other punishment was imposed on the company during the financial year, for offences under the Act.
32. The company has not received any money as security from its employees during the year under certification.
33. The company has not deducted any contribution towards provident fund during the financial year.

FOR MEENU GUPTA & ASSOCIATES  
Company Secretaries

Place: Delhi  
Date: 06<sup>th</sup> August, 2012

Sd/-  
(Meenu Gupta)  
Prop.  
C. P. No.: 4552

Annexure A

Registers as maintained by the Company

1. Register of Director u/s 303
2. Register of Directors shareholding u/s 307
3. Register of Members u/s 150
4. Register of Investments, loans or guarantees u/s 372A
5. Minutes of Board Meeting and general Meeting u/s 193
6. Register of contract in which directors are interested u/s 301
7. File maintained of Annual Return and forms u/s 163.
8. Books of accounts u/s 209
9. Common Seal Register
10. Register of Share Transfer
11. Register of Charges u/s 143

Annexure B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31<sup>st</sup> March, 2012.

S.No.	Form No./ return	Filed under section	Date of Filing	Whether filed within prescribed time Yes/ No	If delay in filing whether requisite additional fee paid Yes/ No.
1.	Balance Sheet	220	24/10/2011	Yes	N.A.
2.	Annual Return	159	08/11/2011	Yes	N.A.
3.	Compliance Certificate	383A	24/10/2011	Yes	N.A.

## CERTIFICATE ON CORPORATE GOVERNANCE

**To**  
**The Members of**  
**Leading Leasing Finance and investment Company Limited**

We have examined the compliance of conditions of Corporate Governance by **Leading Leasing Finance and investment Company Limited** for the year ended on March 31, 2012, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of Management. Our examination was limited to procedures and implementation thereof, adopted by the company to ensure compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has complied with the conditions of the Corporate Governance as stipulated in the above-mentioned Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the company as per the records maintained by the Investors Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the Management has conducted the affairs of the company.

Place: New Delhi,

Dated: 06<sup>th</sup> August, 2012

For NAYYAR & MALIK  
Chartered Accountants

Sd/  
[BRIJESH LUTHRA]  
Partner  
(M.No.085841)  
(F.R.No. 001416N)

**CHIEF EXECUTIVE OFFICER (CEO) / CHIEF FINANCIAL OFFICER (CFO)  
CERTIFICATION**

I, **Pankish Goel**, Director, of **Leading Leasing Finance and investment Company Limited**, to the best of my knowledge and belief hereby certify that:

(a) I have reviewed financial statements and the cash flow statements for the year and that to the best of my knowledge and belief:

(i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

(ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) There are no transactions entered into by the Company during the year that are fraudulent, illegal or violative of the Company's Code of Conduct;

(c) I accept responsibility for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design and operations of such internal controls, if any, of which I am aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) I have indicated to the auditors and the Audit Committee:

(i) Significant changes in the internal control over financial reporting during the year under reference;

(ii) Significant changes in the accounting policies during the year and that the same has been disclosed in the notes to the financial statements; and

(iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: New Delhi

Date: 06<sup>th</sup> August, 2012

By Order of the Board  
of **Leading Leasing Finance and Investment Company Limited**

Sd/-

**Name: Pankish Goel**  
**Designation: Director**



**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR  
MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT**

This is to confirm that the Company has adopted a Code of Conduct for its employees. The Code of Conduct as adopted is available on the Company's website. I confirm that the Company has in respect of the Financial Year ended March 31, 2012, received from the Senior Management team of the Company and the members of the Board, a declaration of Compliance with the Code of Conduct as applicable to them.

Place: New Delhi  
Date: 06<sup>th</sup> August, 2012

By Order of the Board  
of **Leading Leasing Finance and investment Company Limited**

Sd/-  
**Name:** Pankish Goel  
**Designation:** Director

## AUDITORS' REPORT

REPORT ON AUDIT OF ACCOUNTS OF M/S LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED. FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2012.

1. We have audited the attached Balance Sheet of M/s LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED as at 31<sup>st</sup> March, 2012 and the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. those Standard require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order,2003, issued by the Department of Company Affairs, Government of India in terms of section 227(4A) of the Companies Act, 1956 we enclose in annexure, a statement on the matters specified in paragraph 4 of the said order on the basis of such checks as we considered appropriate and according to the information and explanations given to us.
4. Further to our comments in the Annexure referred to above, we report that :-
  - a) We have 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 require by law have been kept by the Company so far as appears from our examination of those books;
  - c) The Balance Sheet and Profit and Loss Account dealt with the report are in agreement with the books of accounts;
  - d) In our opinion, the Balance Sheet and the Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub- section (3C) of section 211 of the Companies Act,1956;
  - e) On the basis of written representations received from the Directors as on 31<sup>st</sup> March, 2012 and taken on record by the Board of Directors of the Company, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2012 from being appointed as a Director in terms of clause (g) of sub section (1) of section 274 of the Companies Act 1956

- f) In our opinion, and to the best of our information and according to the explanations given to us, the accounts, read with the notes on accounts, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the generally accepted in India:-
- g) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the Notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
- In the case of Balance Sheet, of the state of affairs of the Company as at March 31 , 2012 and
  - In the case of Profit & Loss Account, of the "PROFIT" of the Company's affairs for the year ended on that date.

Place : New Delhi,  
Dated : 06<sup>th</sup> August,2012

For NAYYAR & MALIK  
Chartered Accountants

Sd/  
[BRIJESH LUTHRA]  
Partner  
(M.No.085841)  
(F.R.No. 001416N)

## ANNEXURE TO THE AUDITORS' REPORT

(This is the Annexure referred to in our report of even date )

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. The management during the year has conducted a physical verification of the fixed assets and no material discrepancies between the books records and physical inventory have been noticed. Since there is no substantial disposal of fixed assets during the year, the preparation of financial statement on a going concern basis is not affected on this account.
2. The stock of shares in trade has been physically verified during the year by the management. The procedure of physical verification of stock followed by the management is reasonable and adequate in relation to the size of the company and nature of its business. No material discrepancies noticed on the physical verification of the stock as compared to the book record.
3. The Company has not taken /granted any loan secured or unsecured from / to Companies firm or other parties listed in the register maintained under section 301 of the Companies Act, 1956 except temporary advances in the course of business. The provision of section 370 of the Companies Act, 1956 are not applicable to a Company on and from October 31, 1998.
4. In our opinion, and according to the information and explanation given to us are adequate internal control procedure commensurate with the size of the company and nature of its business. During the course of our audit, no major weakness in internal controls were either reported or noticed
5. We are informed that there are no transactions during the year that need to be entered into a register in pursuance of Section 301 of the Companies Act, 1956.
6. The company has not accepted any deposit from the public within the meaning of section 58 A and 58AA of the Companies act, 1956 and rules framed there under.
7. In our opinion the company has internal audit system commensurate with its size and nature of its business.
8. We have broadly reviewed the books of accounts maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209(1) (d) are not applicable to the Company.
9. As per information provided to us, the Company has been generally regular in depositing with appropriate authorities the statutory dues including Sales Tax, Wealth Tax, and other statutory dues. We are informed that there were no liabilities towards investor Education and Production Fund According to information and explanation given to us, there are no undisputed amounts payable in respect of the aforesaid statutory dues, which have remained outstanding as at 31.03.2012 for a period of more than six months from the date they became payable
10. The Company has no accumulated losses at the end of the financial year.
11. On the basis of the verification of records and information and explanation given by the management, the company has not defaulted in repayment of dues to financial institutions and banks. The company has not issued any debentures during the year.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures or other securities.

13. The nature of the Company's activities during the year is such that clauses (13) and (14) of Paragraph 4 of the Companies (Auditors Report) Order 2003 are not applicable to the Company.
14. According to information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
15. According to information and explanation given to us, the Company has not obtained or applied any term loan during the year.
16. According to information and explanation given to us, and on an overall examination of the Balance Sheet of the Company, we report that funds raised on short- term basis have not been used for long term investment and vice versa.
17. During the year, the Company has not made any preferential allotment of shares to parties and companies covered under in the register maintained under Section 301 of the Act.
18. Since no debentures have been issued during the year, question of creating securities does not arise.
19. Since there was no public issue of securities during the year by the company verification of the end use of money does not arise.
20. Based on the audit procedures performed and the representation obtained from the management, we report that no fraud on or by the Company has been noticed or reported during the year under audit.

Place : New Delhi,  
Dated : 06<sup>th</sup> August,2012

For NAYYAR & MALIK  
Chartered Accountants

Sd/  
[BRIJESH LUTHRA]  
Partner  
(M.No.085841)  
(F.R.No. 001416N)

LEADING LEASING FINANCE AND INVESTMENT COMPANY  
LIMITED

Balance Sheet as at 31st March, 2012

Amount (in Rs.)

Particulars	Note No	Figures as at 31.03.2012	Figures as at 31.03.2011
<b>I. EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds			
(a) Share Capital	2	6,000,000.00	6,000,000.00
(b) Reserves and Surplus	3	627,386.43	609,920.23
(c) Money received against share warrants		-	-
(2) Share application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-term borrowings	4	10,889,057.00	10,254,123.00
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long term provisions	5	-	-
(4) Current Liabilities	6	-	-
(a) Short-term borrowings			
(b) Trade payables	7	-	-
(c) Other current liabilities	7A	14,493.00	19,743.72
(d) Short-term provisions	8	159,709.00	186,886.00
<b>Total</b>	9	<b>10,100.00</b>	<b>474.00</b>
<b>II. Assets</b>		<b>17,700,745.43</b>	<b>17,071,146.95</b>
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets			
(ii) Intangible assets	10	11,503.30	13,516.30
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development	11	-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances	12	256,851.00	256,851.00
(e) Other non-current assets		-	-
(2) Current assets	13	-	-
(a) Current investments	14	-	-
(b) Inventories			
(c) Trade receivables	15	-	-
(d) Cash and cash equivalents	16	515,791.65	515,791.65
(e) Short-term loans and advances	17	-	-
(f) Other current assets	18	26,296.48	13,168.00
<b>Total</b>	19	<b>16,880,117.00</b>	<b>16,258,788.00</b>
	20	10,186.00	13,032.00
		<b>17,700,745.43</b>	<b>17,071,146.95</b>

Place : New Delhi

Date : 06th August, 2012

AUDITOR'S REPORT  
As per our report attached  
For NAYYAR & MALIK  
Chartered Accountants

Sd/-  
[PANKISH GOEL]  
DIRECTOR

Sd/-  
[BRIJESH  
LUTHRA]  
PARTNER  
(M.No. 085841)  
(FRN No. 001416N)

Sd/-  
[NEERAJ DHAWAN]  
DIRECTOR

Leading Leasing Finance And Investment Co. Ltd.  
Statement of Profit and Loss statement for the year ended 31st March, 2012

Amount (in Rs.)

Particulars	Note No	Figures for the year ending on 31.03.2012	Figures for the year ending on 31.03.2011
I. Revenue from operations	21	-	-
II. Other Income	22	631,515.00	622,967.00
III. Total Revenue (I +II)		631,515.00	622,967.00
<b>IV. Expenses:</b>			
Cost of materials consumed		-	-
Purchases of Stock-in-Trade		-	174,988.50
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		-	(174,988.50)
Employee benefits expense	23	180,000.00	150,000.00
Finance costs	24	379,218.00	369,281.00
Depreciation and amortization expense		2,013.00	2,366.00
Other expenses	25	41,912.80	919,379.04
Total Expenses		603,143.80	1,441,026.04
V. Profit before exceptional and extraordinary items and tax (III - IV)		28,371.20	(818,059.04)
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		28,371.20	(818,059.04)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		28,371.20	(818,059.04)
X. Tax expense:			
(1) Current tax		(805.00)	-
(2) Provision for Taxation tax		(10,100.00)	-
XI. Profit(Loss) for the perid from continuing operations (IX-X)		17,466.20	(818,059.04)
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (after tax) (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		17,466.20	(818,059.04)
XVI. Earning per equity share:			
(1) Basic		0.03	(1.36)
(2) Diluted		-	-

Place : New Delhi  
Date : 06th August,2012

AUDITOR'S REPORT  
As per our report attached  
For NAYYAR & MALIK  
Chartered Accountants

Sd/-  
[PANKISH GOEL]  
DIRECTOR

Sd/-  
[BRIJESH LUTHRA]  
PARTNER  
(M.No. 085841)  
(FRN No. 001416N)

Sd/-  
[NEERAJ DHAWAN]  
DIRECTOR

NOTE: 1 : SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

The accounts of the company are prepared under historical cost convention and in accordance with the applicable accounting standards and provisions of the Companies Act, 1956. For recognition of Income and Expenditure accrual basis of accounting is being followed.

2. Revenue recognition

Income and cost/expenditure are accounted for on accrual basis as they are earned or incurred.

3. Use of Estimates

The preparation of financial statement requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known /materialized.

4. Fixed Assets

Fixed Assets are stated at Cost of acquisition inclusive of freight, duties, taxes and incidental expenses.

5. Depreciation

Fixed Assets are depreciated as per written down value method at the rates specified in Schedule xiv of the Companies Act, 1956.

6. Loan & Advances

In the opinion of the Board, the current assets, Loan & advances are not less than the stated value if realized in ordinary course of business.

7. Investments

Quoted & Unquoted investments have shown at cost. Long term investments are stated at cost.

8. Balances of Loans and Advances are subject to confirmation

9. There is no employee in the Company who is covered under the provisions of Section 217(2A) of the Companies Act, 1956.

10. The Revised Schedule VI has become effective from 1 April, 2011 for the preparation of financial statements.

This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/disclosure.



LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED  
Notes to the Financial Statements for the Year ended 31st, March,2012

Amount (in Rs.)

Particulars	Figures as at 31.03.2012	Figures as at 31.03.2011
Note 2: Share Capital		
<u>Authorised Share Capital</u>		
600000 Equity share of Rs. 10/- Each	6,000,000.00	6,000,000.00
<u>Issued, Subscribed &amp; Paid up Share Capital</u>		
600000 Equity share of Rs. 10/- Each	6,000,000.00	6,000,000.00
Fully paid up in cash	6,000,000.00	6,000,000.00
<u>Shareholders holding more than 5% shares</u>		
Name of the shareholder	No. of shares as on 31.03.2012	No. of shares as on 31.03.2011
C.H.Poddar	30200	30200
Kalinga Gases Private Limited	51000	51000
<b>Total</b>	<b>81200</b>	<b>81200</b>
Note 3: Reserves & Surplus		
<u>Profit &amp; Loss Account</u>		
Opening Balance	609,920.23	1,427,979.27
Add: Profit during the year	17,466.20	(818,059.04)
	627,386.43	609,920.23
Note 4: Long term borrowings		
<u>Unsecured Borrowings</u>	10,889,057.00	10,254,123.00
	10,889,057.00	10,254,123.00
Note 5: Other Long term Liabilities	-	-
Note 6: Long-term provisions	-	-
Note 7: Short term borrowings	-	-
Note 7 A : Trade payables		
Sundry Creditors	14,493.00	19,743.72
	14,493.00	19,743.72
Note 8: Other Current Liabilities		
Other payables		
- Audit Fee Payable	12,360.00	-
- Salary Payable	110,000.00	150,000.00
- TDS Payable	37,349.00	36,886.00
	159,709.00	186,886.00
Note 9: Short term provisions		
Provision for Taxation	10,100.00	474.00
	10,100.00	474.00

LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED  
Notes to the Financial Statements for the Year ended 31st, March,2012

	Amount (in Rs.)	
Note 12: Non-current investments		
<u>Trade Investments</u>		
50 Partly Convertible Debenture Of Manalore Refinery & Ptrochemicals Ltd.	6,750.00	6,750.00
16650(166650) Equity Shares of S. R. Industries Ltd.	250,101.00	250,101.00
	<u>256,851.00</u>	<u>256,851.00</u>
Aggregate Book Value of Quoted investments	256,851.00	256,851.00
Aggregate Market value of quoted investments	35,470.00	67,850.00
Note 13: Long Term Loans and Advances	-	-
Note 14: Other Non Current Assets	-	-
Note 15: Current Investments	-	-
Note 16: Inventories ( Fully paid up unless otherwise stated )		
72000 Equity Shares of Gulmohar Investments and Holdings Ltd.	238,920.00	238,920.00
32100 Equity Shares of S. R. Industries Ltd.	62,500.00	62,500.00
100 Equity Shares of Prashant Protiens Ltd.	1,000.00	1,000.00
200 Equity Shares of Fraternity Electronics Ltd.	2,000.00	2,000.00
20 Equity Shares of Pentafour Communication Ltd.	27,873.00	27,873.00
50 Equity Shares of Container Corporation of India Ltd.	8,510.15	8,510.15
3000 Shares of GMR Infrastructure	174,988.50	174,988.50
	<u>515,791.65</u>	<u>515,791.65</u>
Aggregate Book Value of unquoted Investment	238,920.00	238,920.00
Aggregate Book Value of quoted Investment	276,871.65	276,871.65
Aggregate Market Value of quoted Investment	60,254.00	231,010.00
Note 17: Trade Receivables	-	-
Note 18: Cash and Cash Equivalents		
Balance with Banks	23,173.42	12,135.77
Less: Bookoverdraft With Bank of Baroda	-	(42,090.83)
Cash in Hand	3,123.06	43,123.06
	<u>26,296.48</u>	<u>13,168.00</u>
Note 19: Short term loans and advances <u>Unsecured, considered good</u>		
- Outstanding for a period of more than 6 months	-	-
- Others	16,877,117.00	16,255,788.00
Advance to recoverable In cash or kind	3,000.00	3,000.00
	<u>16,880,117.00</u>	<u>16,258,788.00</u>
Note 20: Other Current Assets		
Income tax deducted at source	10,186.00	13,032.00
	<u>10,186.00</u>	<u>13,032.00</u>

LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED

Notes to the Financial Statements for the Year Ended 31st March ,2012

**Note 10: Tangible assets**

Sl. No.	Particulars	Gross Block as at 1.4.2011	Addition during the year	Sold/Adjustment during the year	Total as at 31.03.2012	Depreciation upto 01.04.2011	During the year	Deduction during the year	Total as at 31.03.2012	Net Block	
										As at 31.03.2012	As at 31.03.2011
1	Furniture & Fixtures	6,050.30	-	-	6,050.30	5,754.00	30.00	-	5,784.00	266.30	296.30
2	Generator	180,000.00	-	-	180,000.00	167,822.00	1,827.00	-	169,649.00	10,351.00	12,178.00
3	Stabalizers	15,400.00	-	-	15,400.00	14,358.00	156.00	-	14,514.00	886.00	1,042.00
	<b>Total</b>	<b>201,450.30</b>	-	-	<b>201,450.30</b>	<b>187,934.00</b>	<b>2,013.00</b>	-	<b>189,947.00</b>	<b>11,503.30</b>	<b>13,516.30</b>
	Previous Year	201,450.30	-	-	201,450.30	185,568.00	2,366.00	-	187,934.00	13,516.30	-

Note 11: Intangible assets

LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED  
Notes to the Financial Statements for the Year ended 31st, March, 2012

Amount (in Rs.)

Particulars	Figures for the year ending on 31.03.2012	Figures for the year ending on 31.03.2011
Note 21: Revenue from operations	-	-
Note 22: Other Income		
Interest Income	631,515.00	622,967.00
	631,515.00	622,967.00
Note 23: Employee benefit expense		
Salaries and wages	180,000.00	150,000.00
	180,000.00	150,000.00
Note 24: Finance Costs		
Bank Comm. & Charges	828.00	418.00
Interest Expense	378,390.00	368,863.00
	379,218.00	369,281.00
Note 25: Other Exepenses		
Payment to auditors		
- Audit fee	12,360.00	8,493.00
Postage, Telegram & Telephone Exepenses	23,552.80	27,015.00
Printing & Stationery	-	2,091.00
Legal & Professional Charges	4,500.00	9,008.00
Filing Fee	1,500.00	3,050.00
Long Term Capital Loss on sale of Shares	-	865,500.00
Miscellaneous expenses	-	4,222.04
	41,912.80	919,379.04

**ATTENDENCE SLIP**  
**LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED**  
**(U65910DL1983PLC016712)**

(Regd. Office: F 3/4, OKHLA INDUSTRIAL AREA PHASE-I, NEW DELHI-110020)

L. F. NO. : \_\_\_\_\_

NAME OF THE SHAREHOLDER / PROXY

ADDRESS:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Hereby record my presence at the 28<sup>TH</sup> Annual General Meeting of the company to be held on Saturday, 29<sup>th</sup> September, 2012 at 03.00 p.m. at F 3/4 Okhla Industrial Area Phase, New Delhi-110020

SIGNATURE OF SHAREHOLDER / PROXY\*

\*Strike out whichever is not applicable.

**PROXY FORM**

**LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED**

**CIN: U65910DL1983PLC016712**

Name of the Company: Leading Leasing Finance and Investment Co. Limited

Registered office: F 3/4 Okhla Industrial Area Phase, New Delhi-110020

Name of the Member:

Registered Address:

E-mail Id:

Folio No /client ID

DP ID:

I / We, being the member of Leading Leasing Finance and Investment Co. Limited holding \_\_\_\_\_ Shares of the above named Company, hereby appoint

1. 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 the 29<sup>th</sup> Day of September 2012 at 03.00 pm at F 3/4 Okhla Industrial Area Phase, New Delhi-110020 and at any adjournment thereof in respect of such resolutions as are indicated below:

1. To Adopt of Audited Accounts
2. Appointment of Director liable to retire by rotation
3. Appointment of Chartered Accountant

Signed this \_\_\_\_\_ day of 2012

Signature of shareholder \_\_\_\_\_

Signature of Proxy \_\_\_\_\_

Affix  
Revenue  
Stamp

Note: This proxy in order to be effective should be duly completed and deposited at the registered office of the Company, not less than 48 hours before the commencement of the Meeting.

**FORM A**

**Format of covering letter of the annual audit report to be filed with the  
Stock exchanges**

1	Name of the Company	Leading Leasing Finance and Investment Company Limited
2	Annual financial statements for the year ended	31st March 2012
3	Type of Audit observation	None
4	Frequency of observation	---N.A---
5	To be signed by-	
	CEO/Managing Director (Pankish Goel)	Sd/-
	CFO (Pankish Goel)	Sd/-
	Auditor of the company (Nayyar & Malik)	Sd/-
	Audit Committee Chairman (Rochita Nagpal)	Sd/-