

**LEADING LEASING FINANCE AND INVESTMENT
COMPANY LIMITED**

ANNUAL REPORT

2010-2011

REG. OFF:

F ¾, OKHLA INDUSTRIAL AREA,

DELHI – 110020

BOARD OF DIRECTORS:

PANKISH GOEL
NEERAJ DHAWAN
ROCHITA NAGPAL

DIRECTOR
DIRECTOR
DIRECTOR

AUDITORS:

M/S NAYYAR & MALLIK
CHARTERED ACCOUNTANTS
NEW DELHI

BANKERS :

AXIS BANK

REGISTERED OFFICE :

F 3/4,OKHLA INDUSTRIAL AREA,
PHASE – 1,DELH I- 110020

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N O T I C E

NOTICE is hereby given that the 27th Annual General Meeting of the Company will be held on Thursday dated 29th September, 2011 at its registered office at 2.00 P.M. at F-3/4 Okhla Industrial Area ,Phase-I , New Delhi 110020. to transact the following business :

ORDINARY BUSINESS

- 1.To receive, Consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2011 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. Pankish Goel 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 : 27th August, 2011

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

DIRECTORS' REPORT

TO THE MEMBERS :

Your Directors present before you 27th Annual Report of the Company together with the audited Statement accounts for the year ended on 31st March 2011.

OPERATIONS:

During the year under review the Company earned a sum of Rs.6,22,967/- as interest on the loans and advances After accounting for the expenses the Company earned a Net Loss of Rs 8,18,059.04/-as against a Profit of Rs.45,425/- in the previous year. After that the Balance has been carried to the Balance Sheet which along with the surplus of the earlier years makes an aggregate of Rs. 6,09,920.23

RESERVES

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

DIVIDEND

The directors of the company do not recommend and 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 Mrs. Pankish Goel retires by rotation and being eligible for reappointment 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, 2011 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 Nayar & Malik, Chartered Accountants the retiring Auditors of the Company are eligible for reappointment. The members are requested to consider appointment then 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.

	Sd/-	Sd/-
Place: New Delhi	(Pankish Goel)	(Neeraj Dhawan)
Dated: 27 th August, 2011	Director	Director

Management Discussion And Analysis Report

Operating results of the company

The financial year 2010-11 closed with revenue of Rs 6,22,967./- as compared to revenue of Rs. 5,60,544/- of the previous financial year 2009-10. The net Loss before tax and prior period adjustments for the year stood at Rs. 8,18,059/- as against Profit of Rs.45,425 /- 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 2011-12 & 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, 2011, 8 (Eight) Board Meetings were held on 04.04.2010, 30.06.2010, 08.08.2010, 06.09.2010, 10.10.2010, 31.12.2010, 05.02.2011 and 31.03.2011.

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	Attendance at last AGM	No. of other Directors hip*	No. of Committee Other than member	No. of Committee Than Chairman
Mr. Pankish Goel	Executive	8	P	-	--	--
Mr. Neeraj Dhawan	Non Executive	6	p	-	--	--
Mr. Rochita Nagpal	Non Executive Independent	5	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 2010-11.

CODE OF CONDUCT:

As per Clause 49 (I) (D), the Board of the Company has laid down Code of Conduct for all the Board members of the Company and Senior Management as well and the same has been posted on Website of the Company. Annual Compliance Report for the year ended 31st March, 2011 has been received from all the Board members and senior management of the Company regarding the compliance of all the provisions of Code of Conduct. Declaration regarding compliance by Board members and senior management personnel with the Company's Code of Conduct is hereby attached as annexure to this report.

COMPLIANCE OFFICER OF THE COMPANY

Mr. Pankish Goel, Director is the Compliance Officer for complying with the requirements of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,1992 & clause 47 (a) of listing agreement and is responsible for complying with the requirements of Listing Agreement with the Stock Exchanges. The Compliance Officer can be contacted at

Leading Leasing Finance and Investment Company Limited

Registered Office:

F 3/4, Okhla Industrial Area, Phase -1

Delhi -110020

General Body Meeting

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

Financial ended	Year	Day	Date	Time	Venue
31st March, 2008	Monday	Wednesday	29.09.2008	30.09.2008 9.00 PM	F 3/4, Okhla Industrial Area, Phase I Delhi -110020
31st March, 2009	Wednesday		3.09.2009	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

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 conformity, 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 Nayyar & 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 : Thursday, the 29th September, 2011 at 2.00 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,2011.

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.

6. 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.

7. Address for Correspondence

Leading Leasing Finance and Investment Company Limited

F 3/4, Okhla Industrial Area, Phase -1 ,

Delhi - 110020

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 31st March, 2011. 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 04th April 2010, 30th June 2010, 08th August 2010, 06th Sep 2010, 10th October 2010, 31st December 2010, 05th Feb 2011 and 31st March 2011 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 31st March, 2010 was held on 20th September 2010 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 31st March 2011.
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: 26th August, 2011

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 31st March, 2011.

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	29/10/2010	Yes	N.A.
2.	Annual Return	159	01/11/2010	Yes	N.A.
3.	Compliance Certificate	383A	29/10/2010	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, 2011, 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: 27th August, 2011

For NAYYAR & MALIK
Chartered Accountants
Sd/
[Ashok Malik]
Partner

**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: 27th August, 2011

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, 2011, 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: 27th August, 2011

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 31st MARCH, 2011.

1. We have audited the attached Balance Sheet of M/s LEADING LEASING FINANCE AND INVESTMENT CO. LTD. as at 31st March, 2011 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;

Cont.-----P/2

NAYYAR & MALIK, CHARTERED ACCOUNTANTS 370 A, SANT NAGAR, EAST OF KAILASH,
NEW DELHI-110065

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- e) 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:-
- f) 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 :
- g) In the case of Balance Sheet, of the state of affairs of the Company as at March 31 , 2011 and
- h) In the case of Profit & Loss Account, of the "LOSS" of the Company's affairs for the year ended on that date.

For NAYYAR & MALIK
Chartered Accountants

Sd/-
(ASHOK MALIK)
Partner

Place : New Delhi
Dated : : 27th August, 2011

AUDITORS REPORT

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.

Cont. -----P/2

NAYYAR & MALIK, CHARTERED ACCOUNTANTS 370 A, SANT NAGAR, EAST OF KAILASH,
NEW DELHI-110065

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 31.03.2011 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.

For NAYYAR & MALIK
Chartered Accountants

Place: New Delhi

Dated: : 27th August,2011

Sd/-
(ASHOK MALIK)
Partner

NAYYAR & MALIK, CHARTERED ACCOUNTANTS 370 A, SANT NAGAR, EAST OF KAILASH,
NEW DELHI-110065

AUDITORS REPORT

**TO THE BOARD OF DIRECTORS OF M/S LEADING LEASING FINANCE AND INVESTMENT
COMPANY LIMITED FOR THE YEAR ENDED ON 31ST MARCH 2011**

As required under Non Banking Financial Companies Auditor's Report (Reserve Bank of India) Directions, 1998, we report that:-

1. The Company has been granted certificate of registration as NBFC by the Reserve Bank of India u/s 45-IA of RBI Act, 1934 & the Registration No. is 1400340 dated 07.03.1998.
2. The Board of Directors of the Company has passed the resolution for non-acceptance of any public deposits.
3. The Company has not accepted any public deposit during the relevant year.
4. The Company has complied with the prudential norms relating to income recognition, accounting standards, assets classification and provisioning for bad and doubtful debts as applicable to it.

For NAYYAR & MALIK
Chartered Accountants

Place : New Delhi
Dated : : 27th August, 2011

Sd/-
(ASHOK MALIK)
Partner

NAYYAR & MALIK CHARTERED ACCOUNTANTS 370 A, SANT NAGAR, EAST OF
KAILASH, NEW DELHI-110065

LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED

Balance Sheet as at 31st August 1957

ACCOUNT	Particulars	31st August 1957 £ 000,000	31st August 1956 £ 000,000
I. SOURCES OF FUNDS			
UNAPPORTIONED FUNDS			
a	Share Capital	6,000,000.00	6,000,000.00
b	Reserves & Surplus	6,864,243.21	1,421,272.27
LIABILITIES			
J	UNAPPORTIONED	16,254,243.21	8,421,272.27
	TOTAL	12,864,243.21	15,421,272.27
II. APPLICATION OF FUNDS			
FIXED ASSETS			
K		15,421,272.27	15,421,272.27
a	Goodwill	101,740.00	27,424.00
b	Depreciation	167,064.00	152,748.00
c	Net Block	12,252.27	12,252.27
INVESTMENTS			
L		15,421,272.27	15,421,272.27
CURRENT ASSETS, LOANS & ADVANCES			
M		16,254,243.21	16,254,243.21
a	Receivables	510,291.55	542,802.75
b	Cash & Bank Balances	55,251.83	51,604.82
c	Investments (as detailed elsewhere)	15,000.00	15,000.00
d	Loans & Advances	15,228,700.83	15,228,700.83
		16,244,244.21	15,338,108.40
or CURRENT LIABILITIES & PROVISIONS			
N		16,254,243.21	16,254,243.21
a	Current Liabilities	146,730.55	15,412.00
b	Provisions	474.21	11,058.21
		147,204.76	26,470.21
NET CURRENT ASSETS			
		15,807,038.45	15,228,700.83
Notes to accounts			
	TOTAL	12,864,243.21	15,421,272.27

AUDITORS REPORT
"In accordance with the provisions of the Companies Act, 1947, we have audited the accounts of the company for the year ended 31st August 1957. The accounts have been prepared in accordance with the provisions of the Companies Act, 1947, and we have not observed any material irregularities in the accounts. The accounts are true and correct in all material respects."

M.
Arthur Math
Partner
Messrs. New York
Date: 29th August 1957

For and on behalf of the Board

M.
Arthur Math
Partner

M.
New York
Partner

LEADING LEADING FINANCE AND INVESTMENT COMPANY LIMITED

TRADING PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31st MARCH 2011

Particulars	2010/11 AS AT 31.03.2011	2009/10 AS AT 31.03.10
I. INCOME		
Income Conduct Received	522,987.00	369,544.00
Closing Stock	313,751.65	549,821.15
	<u>1,401,320.65</u>	<u>909,147.15</u>
II. EXPENDITURE		
Opening Stock	342,821.15	342,821.15
Freight	174,989.50	1,000
Admin & Other Expenses	1,408,561.00	511,747.17
Depreciation	2,000.00	2,741.00
	<u>1,928,371.65</u>	<u>858,310.32</u>
Profit before Taxation	472,949.00	48,836.83
Less Provision for Taxation	0.00	14,038.00
Less Provision for IBT	-	0.00
Income tax	-	-
Profit after Tax	472,949.00	34,798.83
Add Provision for taxation	0.00	14,038.00
Add Balance Brought Forward from previous year	1,427,129.27	1,755,699.37
Balance Carried over to Balance Sheet	670,927.27	1,427,129.27

AUDITORS REPORT

"As per our Report attached"
For MAYER & MAJID
Chartered Accountants

For and on behalf of the Board

Md.
Ghaffar Malik
Partner

Md.
Fazlul Karim
Director

Sd/
Nurul Hossain
Director

Date: New York,
Card 27th August, 2011

LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH 2011

	AMOUNT AS AT 31.03.2011	AMOUNT AS AT 31.03.2010
SCHEDULE 1		SHARE CAPITAL
Authorised Share Capital 6,000,000 Equity Shares of Rs. 10.00 each	<u>6,000,000.00</u>	<u>6,000,000.00</u>
Issued, Subscribed & Paid-up Share Capital 6,000,000 Equity Shares of Rs. 10.00 each, Fully paid-up in cash.	<u>6,000,000.00</u>	<u>6,000,000.00</u>
SCHEDULE 2		RESERVES & SURPLUS
Profit & Loss Account As per last Balance Sheet	1,427,979.27	1,395,649.37
Add: Profit during the year	<u>-818,059.04</u>	<u>32,329.90</u>
	<u>609,920.23</u>	<u>1,427,979.27</u>
SCHEDULE 3		LOANS FUNDS
Unsecured	10,254,123.00	8,457,146.00
	<u>10,254,123.00</u>	<u>8,457,146.00</u>

LEADING LEASING FINANCE AND INVESTMENT COMPANY LIMITED

SCHEDULE 4

FIXED ASSETS

Particulars	GROSS BLOCK		DEPRECIATION			NET BLOCK	
	As At 1.4.2010	Total	Upto 1.4.2010	For The Year	Total	W.D.V. as on 31.3.2011	W.D.V. as on 31.3.2010
Furniture & Fixtures	6,050.30	6,050.30	5,721.00	33.00	5,754.00	296.30	329.00
Generator	180,000.00	180,000.00	165,673.00	2,149.00	167,822.00	12,178.00	14,327.00
Stabalizers	15,400.00	15,400.00	14,174.00	184.00	14,358.00	1,042.00	1,226.00
Total	201,450.30	201,450.30	185,568.00	2,366.00	187,934.00	13,516.30	15,882.00
Previous Year Figures	201,450.30	201,450.30	182,787.00	2,781.00	185,568.00	15,882.00	-

LIU HING LEASING FINANCE AND INVESTMENT COMPANY LIMITED

	31/03/2011	31/03/2010
SCHEDULE 5		
Long Term Investments		
50 Equity Shares of Cebuana Lhuansa Railway & Infrastructure Ltd	6,750,000	6,750,000
1000 Equity Shares of S.H. Industries Limited	298,651,000	2,901,000,000
	<u>305,401,000</u>	<u>2,907,750,000</u>
Aggregate Book value of unquoted investments	-	-
Aggregate Book value of quoted investments	0.00	2,907,750,000
Aggregate Market value of quoted investments	0.00	988,620,000
SCHEDULE 6		
Current Assets		
Cash in Hand	43,227,766	43,227,766
Balance with Scheduled Banks in Current Accounts	12,235,777	31,396,256
Stock To Hand		
2500 Equity Shares of Cebuana Investments And Holdings Ltd	256,593,000	256,593,000
5000 Equity Shares of S.H. Industries Limited	62,902,100	49,500,000
100 Equity Shares of Prudential Insurance Ltd	1,000,000	1,000,000
200 Equity Shares of Prudential Insurance Ltd	2,000,000	2,000,000
70 Equity Shares of Prudential Insurance Co. Ltd	77,427,000	27,875,000
50 Shares of Guinness Corporation of India Ltd	65,112,500	4,510,000
2000 Shares of GMR Infrastructure	178,866,200	-
	<u>811,297,806</u>	<u>312,667,956</u>
Aggregate Book value of unquoted investments	-	258,593,000
Aggregate Book value of quoted investments	-	141,900,000
Aggregate Market value of quoted investments	2,100	87,167,956
SCHEDULE 7		
Leases and Advances		
Leases		
Unexpired and accrued goods - Outstanding for a period of more than 6 months	10,271,750,000	2,005,453,000
Advances receivable in cash or in kind or for value to be received	1,000,000	7,000,000
	<u>10,272,750,000</u>	<u>11,006,453,000</u>

SCHEDULE 8

CURRENT LIABILITIES AND PROVISIONS

A. Current Liabilities

Sundry Creditors	19,743.72	19,493.00
Expenses Payable	0.00	6,067.00
Book overdraft with Bank of Baroda	42,090.83	0.00
Salary Payable	150,000.00	0.00
TDS Payable	36,886.00	37,855.00
	<u>248,720.55</u>	<u>63,415.00</u>

B. Provisions

Provision for Taxation	474.00	14,038.00
	<u>474.00</u>	<u>14,038.00</u>

SCHEDULE 9

ADMINISTRATIVE EXPENSES

Bank Service Charges	425.00	771.00
Freight, Telegram & Telephone Expenses	27,255.00	1,056.11
Printing & Stationery	220.00	1,581.75
Expenses on Auditors		
Audit Fee	44,100.00	8,467.00
Others	1,124.00	12,950.00
Salary	1,000,000.00	4,000,000.00
Printing Fee	1,000.00	5,000.00
Interest Paid	1,486,700.00	2,024,100.00
Current Charges	1,500.00	0.00
DTT Paid	1,361.21	
Service Tax on Shares	54.11	
Stamp Duty	50.25	
Transaction Tax	51.00	
Long Term Capital Loss on sale of Shares	55,500.00	0.00
	<u>1,428,680.06</u>	<u>942,027.10</u>

LEADING LEASING FINANCE & INVESTMENT COMPANY LIMITED

Regd. Office: F-3/4, Okhla Industrial Area, Phase I, New Delhi-110 020

Notes on accounts for the year ended 31st March 2011

Schedule 10

1. Accounting Policies

The significant accounting policies followed by the company are stated as below:

a. Basis of Accounting

The accounts of the Company are prepared under the historical cost convention and in accordance with the mercantile system of accounting and materially comply with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India.

b. Gross Fixed Assets are stated at the cost of acquisition including directly attributable expenses if any for bringing the assets to its working condition for the intended use.

c. Depreciation on Fixed Assets is provided on written down value method at the rates and manner prescribed in Schedule VI of the Companies Act, 1956 and in case of additions, depreciation is charged for the full month of purchase/put to use.

d. All income and expenditure having a material bearing on the financial statements are recognized on accrual basis, unless otherwise stated.

e. Investments

I. Long term investments are held at cost and include acquisition charges such as brokerage fees etc.

2. The Company is a Small & Medium size company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to Small & Medium Sized Company.

3. The Company has not provided for the diminution in the market value of certain Investments, since in the opinion of the management these investments are strategic investments and the diminution in their market value is temporary in nature & does not represent any permanent decline in the inherent value of these investments.

4. Contingent liabilities not accounted for are Nil. (Previous Year Nil).

5. Estimated amount of contracts remaining to be executed on capital account and not provided for are Nil. (Previous Year Nil)

6. Provision of all known liabilities have been made as confirmed by the directors.

7. In the opinion of the management the Current Assets, Loans & Advances are stated at the value, which in the opinion of the management is not less than amount of realization of such assets, loans and advances in the ordinary course of the business.

8. Payment to Directors

Particulars	For the year ended	For the year ended
	31.03.2011	31.3.2010
Directors' Remuneration	Nil	Nil
Others	Nil	Nil

Cont. -----P/2

9. Payment to Auditors

Particulars	For the year ended	
	31.3.2011	31.3.2010
Audit Fee	8493.00	8493.00
Others	9008.00	10950.00
Total	17501.00	19443.00

10. Foreign Exchange earnings are Nil and Foreign Exchange Outgo is Nil.

11. No employee is eligible for any kind of retirement benefits and hence provision for payment of gratuity and other retirement benefits has not been made.

12. Quantitative Detail:

Particulars	Opening Stock		Purchase		Sale		Closing Stock	
	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value
Gulmohar Inv. & Holdings Ltd	72000	238920.00	Nil		Nil		72000	238920.00
S.R.Industries Ltd.	32100	62500.00	Nil		Nil		32100	62500.00
Prashant Protiens Ltd.	100	1000.00	Nil		Nil		100	1000.00
Fraternity Elec. Ltd.	200	2000.00	Nil		Nil		200	2000.00
Pentafour Comm. Ltd.	20	27873.00	Nil		Nil		20	27873.00
Container Corp. Ltd.	50	8510.15	Nil		Nil		50	8510.15
GMR Infrastructure			3000	174988.50			3000	174988.50
Total	100370	515791.69	3000	174988.50	Nil		100370	515791.69

13. Related Party Transactions

Related parties and transactions with them as identified by the management are given below:

- Enterprises over which major shareholders, key management personnel and their relatives have significant influence: Nil
- Key Management Personnel and their relatives: Nil
- Transactions with related parties in the ordinary course of business: Nil

14. The preparation of financial statements required estimates and assumptions which effect the reported amount of assets, liabilities, revenues and expenses of the reporting period. The difference between the actual and estimates are recognized in the period in which the results are known or materialized.

15. In order to comply with the requirement of the Micro, Small and Medium Enterprises Development Act, 2006, company has sought confirmation from the vendors whether they are falling in the category of Micro/ Small / Medium Enterprises. Based on the information available, the required disclosures are Nil.

16. Previous year's figures have been regrouped/ reclassified wherever necessary to confirm to current year's classification.

Cont. -----P/3

17. **BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILES**

I	Registration No.	16712	State Code	55
	Balance Sheet Date	31.03.2011		
II	Capital Raised during the year (Amount in Rs. Thousands)			
	Public Issue	Nil	Right Issue	Nil
	Bonus Issue	Nil	Private Placement	Nil
III	Position of Mobilization and Deployment of Funds (Amount in Rs. Thousands)			
	Total Liabilities	16864	Total Assets	16864
	Source of Funds	6000	Reserves & Surplus	610
	Secured Loans	Nil	Unsecured Loans	10254
	Application of Funds Net			
	Fixed Assets	13	Investments	257
	Net Current Assets	16594	Misc. Expenditure	Nil
	Accumulated Losses	Nil		
IV	Performance of Company (Amount in Thousands)			
	Turnover	623	Total Expenditure	1441
	Profit /Loss before tax	-818	Profit/Loss after tax	-818
	Earning per share in Rs.	NIL	Dividend Rate %	Nil
V	General names of three principal products/services of Company			
	Item Code no.(ITC)	Not Applicable		
	Product Description	Buying & Selling of Shares & Advancing of Loans		

18. Other information as required under Part (II) of Schedule VI of the Companies Act,1956 are Nil.
19. Schedule 1 to 10 form an integral part of the Balance Sheet and Profit and Loss Account and have duly been authenticate..

Auditor's Report

"As per our Report attached"

For Nayyar & Malik
Chartered Accountants

Sd/-
(ASHOK MALIK)
Partner

Sd/-
(PANKISH GOEL)
Director

Sd/-
(NEERAJ DHAWAN)
Director

Place : New Delhi

Dated : : 27th August,2011

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 27TH Annual General Meeting of the company to be held on Thursday ,
29th September 2011 at 02.00 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 27th Annual General Meeting of the Company, to be held on the 29th Day of September 2011 at 02.00 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 2011

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 2011
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/-