

**NOTICE OF THE ANNUAL GENERAL MEETING TO THE MEMBERS**

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Notice is hereby given that the Twenty Ninth Annual General Meeting of the members of Galada Finance Limited will be held on Monday, 28th day of September, 2015 at 04.00 p.m. at the registered office of the Company situated at "SHANTHI SADAN", O.No.4, N.No.7, Shaffee Mohammed Road, Thousand Lights, Chennai 600 006, to transact the following businesses:

**Ordinary Business**

1. To consider and adopt the audited financial statement of the Company for the financial year ended March 31, 2015, the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. J. Ashok Galada (DIN: 00042295), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re-appointment and whose office shall be subject to retire by rotation as per the Companies Act, 2013.
3. To appoint Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an

**Ordinary Resolution:**

**RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and relevant rules made thereunder, M/s. Chandarana & Sanklecha, Chartered Accountants (Registration No. 000557S), be and are hereby re-appointed as the Statutory Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting, at such remuneration to be recommended by the Audit Committee of the Board of Directors and finalized by the Board of Directors in consultation with the Statutory Auditors.

For and on behalf of the Board of Directors

**JUSTICE P. BHASKARAN**

DIN: 00126136

Date: 01.08.2015

Place: Chennai

**Notes:**

1. A member entitled to attend and vote at the Annual General Meeting (the "Meeting") is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. Brief resume of Shri J. Ashok Galada (DIN 00042295) proposed to be re-appointed such as nature of his expertise in specific functional areas, names of companies in which he holds directorships and memberships / chairmanships of Board Committees, shareholding and relationships between directors inter-sa as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges is given below

PARTICULARS	
Nome of the Director	Shri J. Ashok . Galada
Date of Birth	13.06.1952
Date of Appointment	25.03.1986
Qualification	B.Com
Experience in specific functional areas	Having experience in finance business for more than 4 decades
List of Companies in which outside Directorships held	1. GALADA HOUSING LIMITED 2. GALADA TRADES LIMITED 3. SHALOM CONSULTANCY SERVICES (I) PVT LTD 4. FINANCE COMPANIES' ASSOCIATION (INDIA)
Chairman/ Member of the Committee of the board of Directors of the Company	MEMBER OF STAKE HOLDERS RELATIONSHIP COMMITTEE
Chairman/ Member of the Committee of the other Companies in which he is a Director.	NIL



4. Members are requested to bring their attendance slip along with their copy of Annual Report to the Meeting.
5. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
6. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the members at the Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.
7. The Register of Members and Transfer Books of the Company will be closed from Tuesday, 22nd September, 2015 to Monday, 28th September 2015, both days inclusive.
8. Members holding shares in electronic form may note that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company or its Registrars and Transfer Agents, Cameo Corporate Services Limited ("Cameo") cannot act on any request received directly from the members holding shares in electronic form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant by the members.
9. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to Cameo.
10. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to Cameo.
12. To support the 'Green Initiative', Members who have not registered their e-mail addresses so far are requested to register the same.
13. In compliance with the provisions of section 108 of the Act and the Rules framed thereunder, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by CDSL, on all resolutions set forth in this Notice.

The procedure and instructions for e-voting are as follows:

- (i) The voting period begins on 25th September 2015 9.00 hours and ends on 27th September 2015 17.00 hours. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 21st September 2015, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue
- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).

(iv) Click on Shareholders.

(v) Now Enter your User ID

For CDSL: 16 digits beneficiary ID,

For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

a. Members holding shares In Physical Form should enter Folio Number registered with the Company.

(vi) Next enter the Image Verification as displayed and Click on Login.

(vii) If you are holding shares in demat form and had logged on to [www.avotingindia.com](http://www.avotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.

(viii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>● Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. (Sequence number has been provided as Serial Number (SLNO.) in the Address Label)</li> <li>● In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li> </ul>
DOB	<p>Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.</p>
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login</p> <ul style="list-style-type: none"> <li>● If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ul>

(ix) After entering these details appropriately, click on "SUBMIT" tab.

(x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for a-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xviii) If a Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details they have to create a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- (xxi) Corporate/Institutional Members (corporate /FIs/FII/Trust/Mutuel Funds/Banks, etc) are required to send scan (PDF format) of the relevant Board resolution to the Scrutinizer through e-mail to Scrutiniser email id [raju.raju.ts@gmail.com](mailto:raju.raju.ts@gmail.com) with copy to Cameo email id [Investor@cameoindia.com](mailto:Investor@cameoindia.com). The file scanned image of the Board Resolution should be in the naming format "Corporate Name\_ Event no."

(xxii) Kindly note that the members can opt only one mode for voting i.e. either by polling paper or e-voting. If you are opting for e-voting, then you will not be allowed to vote at the AGM.

**C. Other Instructions:**

- i. The e-voting period commences on 25th September 2015 9.00 hours and ends on 27th September 2015 17.00 hours. During this period, Members of the Company, holding shares either in physical form or in dematerialized form, as on 21st September, 2015, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the Member, he shall not be allowed to change it subsequently
- ii. The voting rights of Members shall be in proportion to their shares of the paid up equity share capital of the Company as on 21st September, 2015.
- iii. Shri T. S. Raju, Practicing Company Secretary (Membership No. 2745), has been appointed as the Scrutinizer to scrutinize the e-voting process (including the Ballot Form received from the Members who do not have access to the e-voting process) in a fair and transparent manner
- iv. The Scrutinizer shall, within a period not exceeding three working days from the conclusion of the e-voting period, unblock the votes in the presence of at least two witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- vi. The results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.galadafinance.in](http://www.galadafinance.in) and on the website of CSDL within three days of the passing of the resolutions at the AGM of the Company on 28th September 2015 and communicated to the Stock Exchange, where the shares of the Company are listed.
- vii. Shareholders who have availed remote voting facility will not be allowed to cast their vote at the AGM.
- viii. The voting at the AGM shall take place by means of polling paper as per the provisions of the Companies Act, 2013 and shareholders attending the meeting who have not cast their vote by remote voting shall be able to exercise their right at the meeting.

**INDEPENDENT AUDITOR'S REPORT**

To the Members of

**Galada Finance Limited**

**Report on the Financial Statements**

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

**Management's Responsibility for Financial Statements**

The management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the company as at March 31, 2015;
- b) in the case of the Statement of Profit and Loss Account, of the profit of the company for the year ended on that date and
- c) in the case of the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014.
    - a) On the basis of written representations received from the directors as on March 31, 2015, taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2015, from being appointed as a director in terms of section 164(2) of the Act.
    - f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
      - i. The Company does not have any pending litigations which would impact its financial position;
      - ii. The company did not have any long-term contracts, including derivative contracts and hence, the question of commenting on any material losses thereon does not arise;
      - iii. The company was not required to transfer any sum to the Investor Education and Protection Fund during the year under report.

For Chandarana & Sanklecha,  
Chartered Accountants  
Firm Regd. No : 000557S

Place : Chennai  
Date : 30th May 2015

Bherat Raj Sanklecha  
Proprietor  
Membership No. 027539



**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in paragraph 1 of our Report of even date to the members of Galada Finance Limited on the accounts of the company for the year ended 31st March, 2015.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. a. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b. The fixed assets have been physically verified by the management as per a phased program of verification. In our opinion, the frequency of such verification is reasonable having regard to the size of the company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
2. The company does not hold any inventory during the period under audit.
3. The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
4. In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and nature of its business for the purchase of inventory and fixed assets and for sale of goods and services. During the course of our audit, we have not noticed any continuing failure to correct any major weakness in the internal control system.
5. The company has complied with the directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed thereunder.
6. The Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, 2013 in respect of the activities carried on by the company.
7. (a) According to the information and explanations given to us, the company is regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax and other material statutory dues, as applicable, with the appropriate authorities;
- (b) According to the information and explanations given to us, there are no dues of Wealth Tax, Service Tax, Sales Tax, Duty of Customs and Duty of Excise or Value Added Tax outstanding on account of any disputes. However, according to information and explanations given to us, the following dues of income tax have not been deposited by the Company on account of disputes:

Name of the Statute	Nature of dues	Amount in (Rs)	Period to which the amount relates	Forum where dispute is pending
Income Tax	Income Tax & Interest	2,62,650	A:Y-2012-13	CIT Appeal

- (c) The company was not required to transfer any sum to the Investor Education and Protection Fund during the year under report.
8. The company has no accumulated losses at the end of the financial year. The company has neither Incurred cash losses during the financial year covered by the audit nor in the immediately preceding financial year.
  9. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
  10. The company has not given any guarantee for loans taken by others from bank or financial Institutions, the terms end conditions whereof are prejudicial to the interest of the company.
  11. To the best of knowledge and belief and according to the information and explanations given to us, the term loan availed by the company during the year, prima facie, applied by the company for the purpose for which the loans were obtained.
  12. According to the information and explanations given to us, during the course of our audit, no fraud on or by the company has been noticed or reported during the year under report.

For Chandarena & Senklecha.,  
Chartered Accountants  
Firm Regd. No : 000557S

Bharat Raj Sankiacha  
Proprietor  
Membership No. 027539

Place : Chennai  
Date : 30th May 2015

**BALANCE SHEET AS AT 31 MARCH, 2015**

Particulars	Note No.	As at 31st March 2015 in Rs.	As at 31st March 2014 in Rs.
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	2	3,00,00,000	3,00,00,000
(b) Reserves and surplus	3	2,61,12,269	2,23,13,164
		<b>5,61,12,269</b>	<b>5,23,13,164</b>
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-current liabilities</b>			
(a) Long-term borrowings	4	54,68,000	61,53,730
(b) Deferred tax liabilities (net)		85,000	3,25,000
(c) Other Long Term liabilities	5	2,50,181	32,20,744
		<b>58,03,181</b>	<b>96,99,474</b>
<b>(4) Current liabilities</b>			
(a) Short-term borrowings	6	1,71,87,447	2,32,82,681
(b) Other current liabilities	7	1,01,16,986	1,10,55,583
(c) Short-term provisions	8	21,95,000	21,95,000
		<b>2,94,99,433</b>	<b>3,65,33,264</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>9,14,12,863</b>	<b>9,85,45,902</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
<b>(a) Fixed assets</b>			
(i) Tangible assets	9	32,58,947	78,18,674
(b) Non-current investments	10	1,55,47,924	1,51,89,482
(c) Long-term loans and advances	11	4,21,517	4,24,517
		<b>1,92,28,388</b>	<b>2,32,32,673</b>
<b>(2) Current assets</b>			
(a) Cash and cash equivalents	12	6,79,362	7,50,395
(b) Short-term loans and advances	13	7,15,07,113	7,45,62,834
		<b>7,21,86,475</b>	<b>7,53,13,229</b>
<b>TOTAL ASSETS</b>		<b>9,14,12,863</b>	<b>9,95,45,902</b>

**Notes to the Accounts**

1 to 25

As per our report of even date attached

 For **CHANDARANA AND SANKLECHA**

Chartered Accountants

Firm No. 000557S

For and on behalf of the Board of Directors

**Bhurat Raj Sanklecha**

Proprietor

Membership No. 27539

**J. Ashok Gslads**

Managing Director

DIN : 00042295

**Naveen Galada**

Director

DIN: 00043054

**Alpa Jain**

Company

Secretary

**K.R.Manimeghala**

Chief Financial

Officer

Place : Chennai

Date : 30.05.2015

**Statement of Profit & Loss for the year ended 31st March, 2015**

Particulars	Note No.	As at 31st March 2015 In Rs.	As at 31st March 2014 in Rs.
<b>REVENUE</b>			
I. Revenue from operations	14	1,40,32,153	1,43,85,213
II. Other Income	15	41,20,078	14,89,240
<b>III. Total Revenue</b>		<b>1,81,52,231</b>	<b>1,58,74,453</b>
<b>EXPENSES</b>			
Employee Benefits Expenses	16	25,64,176	23,48,082
Finance Costs	17	45,40,255	48,91,088
Depreciation and amortization expenses		13,47,485	23,19,166
Other Expenses	18	52,21,210	39,89,837
<b>IV. Total Expenses</b>		<b>1,36,73,126</b>	<b>1,35,48,173</b>
<b>V. Profit before Tax (III-IV)</b>		<b>44,79,105</b>	<b>23,26,280</b>
<b>VI. Tax Expense</b>			
(1) Current Tax		9,20,000	9,00,000
(2) Deferred Tax		(2,40,000)	1,18,000
<b>VII. Profit after Tax (V-VI)</b>		<b>3,799,105</b>	<b>13,10,280</b>
Earning per share-Basic & Diluted		1.27	0.44

**Notes to the Accounts**

1 to 25

As per our report of even data attached

 For **CHANDARANA AND SANKLECHA**

Chartered Accountants

Firm No. 000557S

For and on behalf of the Board of Directors

**Bharat Raj Sanklecha**  
 Proprietor  
 Membership No. 27539

**J. Ashok Gaisda**  
 Managing Director  
 DIN : 00042295

**Naveen Galada**  
 Director  
 DIN: 00043054

**Alpa Jain**  
 Company  
 Secretary

**K.R.Manimeghala**  
 Chief Financial  
 Officer

 Place : Chennai  
 Date : 30.05.2015

**Notes forming part of the financial statements**

**Note 1 - Significant Accounting Policies**

**a) Basis of preparation of Financial Statements**

The Financial Statements of the Company has been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act") as applicable & the Regulations as applicable to the Non Banking Finance Companies, issued by the RBI.

**b) Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

**c) Fixed Assets**

Fixed Assets are stated at cost less accumulated depreciation. Cost comprises of purchase price and other attributable costs, if any, in bringing the assets to its working condition for its intended use.

**d) Depreciation**

- (i) Depreciation is provided for on Written Down Value method based on useful life of the assets as specified in Part C of Schedule II of the Companies Act, 2013
- (ii) In respect of addition of assets during the year, depreciation have been provided on pro-rata basis

**e) Revenue Recognition**

- i) The company accounts for income and expenditure on accrual basis except otherwise stated.
- ii) Finance Charges in respect of Hire Purchase, Vehicle loan & Hypothecation transactions are apportioned over the period of agreement by Internal Rate of Return basis.
- iii) The company has followed the Prudential norms prescribed by the Reserve Bank of India for Non-Banking Financial Companies.
- iv) Interest on overdue Lease rentals, loans and hire purchase instalments accounted for on receipt basis.

**f) Investments:**

Investments in Shares and Debentures are stated at cost. However, any decline in the value of such investments which in the opinion of the management, is not temporary, is provided for.



**g) Taxation**

Provision for taxation comprises of the current tax provision, and the net change in the deferred tax asset or liability during the year. Provision for deferred tax is made on the timing differences arising between the taxable income and accounting income computed using the tax rates and laws that has been enacted or substantively enacted as of the balance sheet date.

**h) Provisions**

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

**i) Contingent Liabilities and Contingent Assets**

Contingent liabilities and contingent assets are not recognized in the financial statements.

**j) Earnings per share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Earnings per share, both basic and diluted, are calculated in accordance with the Accounting Standard - 20 issued by the Institute of Chartered Accountants of India.

**k) Disclosure requirement regarding Micro, Small & Medium Scale Enterprises**

The company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence, disclosure, if any, relating to amount unpaid at the year end together with interest paid/ payable as required under the said Act have not been given.

**Note 2 Share capital**

Particulars	As at 31 March, 2015		As at 31 March, 2014	
	Number of shares	Amount	Number of shares	Amount
(a) Authorised Equity shares of Rs.10 each with voting rights	40,00,000	4,00,00,000	40,00,000	4,00,00,000
(b) Issued Equity shares of Rs.10 each with voting rights	30,00,000	3,00,00,000	30,00,000	3,00,00,000
© Subscribed and fully paid up Equity shares of Rs.10 each with voting rights	30,00,000	3,00,00,000	30,00,000	3,00,00,000
<b>Total</b>	<b>30,00,000</b>	<b>3,00,00,000</b>	<b>30,00,000</b>	<b>3,00,00,000</b>

**Note 2.1**

The number of shares outstanding at the beginning and at the end of the reporting period are the same


**GALADA FINANCE LIMITED**
**Note 2.2**
**Details of shareholders holding more than 5 % shares of the company:**

Name of the Shareholder	No. of shares held as on 31st March 2015	% of Holding	No. of shares held as on 31st March 2014	% of Holding
Galada Tradas Ltd	1,99,100	6.64	1,99,100	6.64
Galada Housing Ltd	3,64,600	12.15	3,64,600	12.15
Ashok Kumar Galada HUF	1,74,500	5.82	1,74,500	5.82
Shanthi Galada	1,95,750	6.53	1,69,100	5.64
Prithvi Softech Limited	2,25,000	7.50	2,25,000	7.50

**Note 3 Reserves and surplus**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
(a) Statutory reserve (As per Section 45-IC of the Reserve Bank of India Act, 1934)		
Opening balance	68,03,000	85,40,000
Add: Transferred from surplus in Statement of Profit and Loss	7,60,000	2,63,000
Statement Closing balance	75,63,000	68,03,000
(b) General reserve brought forward	60,64,739	60,64,739
Addition during the year		
Closing balance	60,64,739	60,64,739
(c) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	94,45,425	83,98,145
Add: Profit / (Loss) for the year	37,99,105	13,10,280
Less: Transferred to Statutory Reserve	17,80,000	2,83,000
Closing balance	1,24,64,530	94,45,425
<b>Total</b>	<b>2,61,12,269</b>	<b>2,23,13,169</b>

**Note 4 Long-term borrowings**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Unsecured loan - Fixed Deposits	54,56,000	17,31,000
Secured Loan - From Banks (Secured by Car)		3,38,515
Term Loan from others (Secured by Hypothecation of Agreement of Debtors)		40,84,215
<b>Total</b>	<b>54,56,000</b>	<b>61,53,730</b>

**Note 4.1 Fixed Deposits from Directors**

31st March 2015	19,50,000
31st March 2014	1,00,000

**Note 5 Other Long term liabilities**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Interest accrued but not due	2,50,161	85,005
Advances & Deposits		31,35,739
<b>Total</b>	<b>2,50,161</b>	<b>32,20,744</b>

**Note 5.1 Interest accrued on deposit from Directors**

31st March 2014	1,499
31st March 2015	1,15,769

**Note 6 Short-term borrowings**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Secured loan from Indian Bank (Secured by hypothecation of agreements of debtors, Personal guarantees of directors & collateral security of property of director and relatives.)	75,41,039	72,60,693
Secured loan from others (Secured by pledge of shares)	40,27,760	21,04,765
Unsecured loan - Fixed Deposits	11,50,000	60,64,000
Secured Loan - From Bank (Secured by Car)	3,41,548	4,71,763
Term Loan - From others (Secured by Hypothecation of Agreement of Debtors)	41,27,100	73,61,260
<b>Total</b>	<b>1,71,87,447</b>	<b>2,32,82,681</b>

**Note 6.1 Fixed Deposits from Directors**

31st March 2014	12,00,000
31st March 2015	-

**Note 7 Other current liabilities**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Unmatured hire charges	85,68,884	75,64,526
Advance interest	10,83,262	21,90,700
Advances & deposits	-	2,09,954
Sundry creditors for others	90,151	1,73,696
Sundry creditors for expenses	1,91,562	1,65,329
Interest accrued but not due	1,83,127	7,51,178
<b>TOTAL</b>	<b>1,01,16,986</b>	<b>1,10,55,583</b>

**Note 7.1 Interest accrued on deposit from Directors**

31st March 2014	3,60,142
31st March 2015	-

**Note 8 Short-term provisions**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Provision: a) For bad end doubtful debts		
i) On NPA	20,70,074	20,72,441
ii) On Standard Assets	1,24,926	1,22,559
<b>Total</b>	<b>21,95,000</b>	<b>21,95,000</b>



**Note 9 Fixed assets**

DESCRIPTION	Gross block at cost				Depreciation			Net Block		
	Balance as at 1 April, 2014	Additions	Disposals	Balance as at 31 March, 2015	Balance as at 1 April, 2014	Additions	Deductions	Balance as at 31 March, 2015	Balance as at 31 March, 2015	Balance as at 1 April, 2014
	In Rs.	In Rs.	In Rs.	In Rs.	In Rs.	In Rs.	In Rs.	In Rs.	In Rs.	In Rs.
<b>Tangible Assets</b>										
(a) Freehold Land	4,67,390	-	-	4,67,390	-	-	-	-	4,67,390	4,67,390
(b) Plant and Machinery	8,25,440	51,000	52,645	8,23,795	7,49,802	51,448	52,845	7,48,405	75,390	75,838
(c) Furniture and Fixtures	14,97,784	-	21,855	14,75,929	13,99,105	8,373	21,855	13,83,623	92,306	98,679
(d) Vehicles	28,82,201	98,710	1,52,422	28,28,489	10,91,413	5,83,777	1,15,691	15,59,499	12,68,990	17,90,768
(e) Office equipment Assets on Lease	13,62,013	54,650	3,94,860	10,21,803	11,60,318	1,53,995	3,94,861	9,19,452	1,02,351	2,01,695
(a) Furniture and Fixtures	6,19,875	-	-	6,19,875	4,52,563	65,253	-	5,17,616	1,02,059	1,67,312
(b) Vehicles	13,19,986	-	13,19,988	-	11,55,102	3,274	11,58,376	-	-	1,64,884
(c) Equipment	87,53,001	-	57,91,400	29,61,601	41,00,912	4,83,365	27,71,137	18,13,140	11,48,461	46,52,088
<b>Total</b>	<b>1,77,27,890</b>	<b>2,84,368</b>	<b>77,33,168</b>	<b>1,01,98,882</b>	<b>1,81,89,815</b>	<b>13,47,485</b>	<b>45,14,565</b>	<b>69,41,935</b>	<b>32,56,947</b>	<b>76,18,874</b>
<b>Previous year</b>	<b>2,26,00,749</b>	<b>14,94,304</b>	<b>83,66,363</b>	<b>1,77,27,890</b>	<b>94,45,261</b>	<b>23,19,166</b>	<b>16,55,411</b>	<b>1,01,09,018</b>	<b>76,18,674</b>	<b>1,31,64,488</b>



**Note 10 Non-current investments**

Particulars	As at 31 March, 2015			As at 31st March, 2014	
	Face value (In Rs.)	Holding (no. of shares)	Cost (In Rs.)	Holding (no. of shares)	Cost (In Rs.)
<b>Investment in Equity Instruments: Fully paid</b>					
<b>Other Companies Quoted</b>					
ADANI PORTS & SEZ LTD	2	-	-	2,500	5,40,423
ASHOK LEYLAND	1	-	-	13,000	4,90,200
AVANTEL SOFTECH	10	-	-	1,500	1,18,300
BALAJI TELEFILMS LTD.	2	2,025	2,55,755	1,000	1,74,800
BALLAPUR INDUSTRIES	2	4,000	80,675	-	-
BANK OF MAHARASHTRA	10	2,000	1,16,156	2,000	1,16,156
BEML	10	300	2,42,820	-	-
BHARAT ELECTRONICS LTD	10	25	69,622	-	-
BHARAT FORGE LTD	2	-	-	300	1,01,640
BHARATI AIRTEL LTD	5	150	57,420	-	-
BHEL	10	1,100	3,34,825	800	2,69,335
BOMBAY DYEING	2	1,500	1,76,530	1,500	2,04,345
CANFIN HOMES	10	50	22,500	-	-
CESC LTD	10	-	-	300	1,34,100
CIPLA	2	300	1,41,095	300	1,22,490
COAL INDIA	10	300	88,920	300	88,920
CREDIT ANALYSIS & RESEARCH LTD	10	50	76,675	-	-
CROMPTON GREAVES LTD	2	300	62,600	-	-
DCB BANK	10	230	26,026	1,000	57,500
DEWAN HOUSING LTD	10	100	48,393	-	-
DLF LIMITED	2	1,000	5,77,256	1,000	5,77,256
EID PARRY	1	-	-	500	79,800
ESCORTS LTD	10	300	35,685	300	35,685
ESSAR OIL LIMITED	10	1,600	2,83,293	1,600	2,83,293
EXIDE INDUSTRIES	1	-	-	300	35,535
FEDDERS LLOYD	10	1,100	1,25,803	1,100	1,25,803
FEDERAL BANK LTD	2	1,000	1,14,975	-	-
GANGOTHRI TEXTILES	5	500	11,900	500	11,900
GAS AUTHORITY OF INDIA LTD	10	450	1,82,810	-	-
GATI LTD	2	500	1,48,500	-	-
GNFC	10	489	45,320	389	-
GRAUER & WEIL (I) LTD	1	-	-	38,000	35,710
GRUH FINANCE LTD	2	800	1,61,640	150	2,98,935
GUJARAT GAS COMPANY	2	100	77,090	-	38,720
GUJARAT INDUSTRIES POWER CO LTD	10	1,000	91,729	-	-
GVK POWER	1	9,000	3,58,300	9,000	-
HDFC BANK LTD	2	209	2,12,420	-	3,58,300

**Note 10 Non-current investments**

Particulars	As at 31 March, 2015			As at 31st March, 2014	
	Face value (In Rs.)	Holding (no. of shares)	Cost (In Rs.)	Holding (no. of shares)	Cost (In Rs.)
Investment in Equity Instruments: Fully paid					
HDFC LTD	2	-	-	300	-
HINDALCO INDUSTRIES LTD	1	300	52,140	-	2,34,510
HINDUSTAN OIL EXPLORATION COM LTD	10	5,000	2,72,334	-	-
HINDUSTAN ORGANIC CHEMICAL LTD	10	1,000	28,700	-	-
HINDUSTAN UNILEVER LTD	1	300	2,00,885	-	-
IFCI LIMITED	10	31,000	22,23,823	30,500	-
INDIA BULLS REAL ESTATE	2	2,500	4,38,885	2,500	22,01,548
INDIA CEMENT	10	3,300	5,28,191	3,300	8,48,920
ING Vysya Bank Ltd.	10	-	-	100	5,28,191
INTELLECT DESIGN ARENA LIMITED	5	530	68,598	-	57,630
IPCA LAB	2	300	2,53,505	300	-
ITC Ltd.	1	-	-	300	2,53,505
J.M.SHARE & STOCK BROKERS	1	2,000	84,590	-	97,095
JAIN STUDIO LIMITED	10	7,420	3,09,903	7,420	-
JHAGADIA COPPER LTD	10	1,000	24,000	1,000	3,09,903
JYOTHI LABORATORIES LTD	1	300	55,785	300	24,000
KAKATIYA CEMENT	10	-	-	8,500	55,785
KARNATAKA BANK LTD	10	300	45,870	-	8,98,171
KESORAM INDUSTRIES LTD	10	2,100	7,75,707	2,100	-
KINETIC ENGINEERING LTD	10	258	1,41,135	2,000	7,75,707
KOTHARI PRODUCTS	10	-	-	745	1,41,135
KPIT TECHNOLOGIES LTD	2	300	57,550	300	6,33,214
L&T FINANCE HOLDING LTD	10	500	40,650	500	55,650
LARSEN & TURBRO LTD	2	-	-	300	40,850
LUPIN LTD	2	200	1,81,820	300	3,73,830
MANAPURAM FINANCE	2	3,000	48,500	6,000	2,72,730
MBL INFRA STRUCTURE LTD	10	180	90,351	-	2,38,800
MEDIAVEDIO (MVL)	10	800	25,650	600	-
MERCATORS LINES LIMITED	1	1,000	94,500	1,000	25,850
MOSER BAER	10	5,250	3,17,425	1,750	94,500
MOTHERSUMI	1	480	2,22,912	300	2,87,475
MTNL LTD	10	1,000	1,78,824	1,000	68,070
NHPC	10	1,000	36,900	1,000	1,78,824
NTPC	10	1,000	1,63,709	500	36,900
NTPC - NCD BONUS	12.5	1,000	-	-	1,15,611
OIL INDIA LTD	10	1,450	8,47,300	1,250	-
ONGC LTD	5	550	2,30,700	-	7,40,000
ORIENT HOTEL	1	570	19,084	570	-
POLARIS FINANCIAL TECH LTD	5	530	90,062	-	19,084

**Note 10 Non-current investments**

Particulars	As at 31 March, 2015			As at 31st March, 2014	
	Face value (In Rs.)	Holding (no. of shares)	Cost (In Rs.)	Holding (no. of shares)	Cost (In Rs.)
Investment in Equity Instruments: Fully paid					
POWER FINANCE CORPORATION LTD	10	1,000	3,09,950	-	-
POWER GRID CORPN	10	500	63,450	3,000	4,04,850
POWER TRADING CORPORATION	10	2,000	1,75,900	-	-
PTC INDIA FINANCIAL SERVICES LTD	10	3,000	1,29,600	-	-
PUNJ LYODS	2	500	2,63,500	500	2,63,500
RELIANCE POWER LTD	10	1,400	3,75,410	400	2,68,560
SADBHAV ENGINEERS	1	412	1,23,284	500	45,800
SESA STERLITE LTD	1	600	1,77,345	-	-
SHREE RAM URBAN INFRASTR LTD	10	500	2,19,998	500	2,19,998
STATE BANK OF BIKNER & JAIPUR	10	500	2,79,475	-	-
STATE BANK OF INDIA LTD	1	100	31,320	-	-
STRIDES ACROLAB LTD	10	10	8,941	-	-
STYROLUTION ABS INDIA LTD	10	81	46,876	-	-
SUN PHARMACEUTICALS INDIA LTD	1	200	1,67,915	-	-
SUN T.V LTD	5	-	-	300	1,09,590
SUNDARAM FASTENERS LTD	1	680	1,09,892	-	-
SWARAJ ENGINES LTD	10	287	2,35,818	-	-
TATA COMMUNICATIONS	10	1,001	-	500	1,47,950
TATA INVEST	10	700	5,36,928	500	2,36,550
TATA METALIK	10	500	1,04,230	500	75,050
TATA STEEL LTD	10	500	2,81,825	-	-
TECH MAHINDRA	10	1,000	2,06,730	100	1,83,510
TELE DATA INFO	2	500	71,990	1,000	71,990
TELEDATA MARINE SOLUTION	2	500	-	500	-
TELEDATA TECHNOLOGY SOLUTION	2	500	-	500	-
TVS ELECTRONIC	10	1	-	2,000	1,19,553
UCO BANK LTD	10	1,500	57,150	-	-
ULTRATECH CEMENT LTD	10	140	1,749	73	1,25,450
UNITECH	2	50	1,90,875	1,500	1,90,875
VOLTAS LTD	1	-	39,354	-	-
WOCKHARDT LTD	5	-	96,795	-	-
<b>Unquoted</b>			<b>1,87,21,982</b>		<b>1,63,63,380</b>
BIHAR ALLOYS	10	200	2,000	200	2,000
GUPTA CARPET	10	360	11,425	360	11,425
KAYPEE MANTEX	10	100	1,000	100	1,000
KOCHAR OIL MILL LTD	10	100	1,200	100	1,200
S.N.S.LEASING	10	100	650	100	650
TUNGABADRABULP BOARD STD	10	150	750	150	750
W.I.E.ENGINEERNG	10	100	2,500	100	2,500

**Note 10 Non-current investments**

Particulars	As at 31 March, 2015			As at 31st March, 2014	
	Face value (In Rs.)	Holding (no. of shares)	Cost (In Rs.)	Holding (no. of shares)	Cost (In Rs.)
<b>Investment in Equity Instruments: Fully paid</b>					
ZEN GLOBAL FINANCE	10	5,000	75,000 94,525 1,68,16,327	5,000	75,000 94,525 1,64,57,885
Less: Aggregate Provision for diminution in value of investments			26,68,403 1,41,47,924		26,68,403 1,37,89,482
<b>Investment in Govt. Securities</b>					
9.38% West Bengal SDL	100		2,00,000		2,00,000
8.26% UP SDL	100		1,00,000		1,00,000
8.47% UP SDL	100		3,00,000		3,00,000
8.32% TN SDL	100		1,90,000		1,90,000
8.26% GOI Bond	100		1,50,000		1,50,000
7.99% MAHA SDL	100		1,00,000		1,00,000
9.01% J & K SDL	100		2,00,000		2,00,000
8.19% GOI Bond	100		60,000		60,000
8.79% MAHA SDL	100		1,00,000		1,00,000
			1,40,000		1,40,000

Total Non-Current Investments	1,55,47,924	1,51,89,482
Aggregate Cost of Quoted Shares	1,67,21,802	1,63,63,360
Aggregate market value of listed and quoted investments	1,12,16,499	85,84,496
Aggregate Cost of unquoted Shares	94,525	94,526

**Note 11 Long-term loans and advances**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Unsecured, considered good Advances & Deposits	4,21,517	4,24,517
<b>Total</b>	<b>4,21,517</b>	<b>4,24,517</b>

**Note 12 Cash and cash equivalents**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
(a) Cash on hand	4,21,517	4,24,517
(b) Balances with banks in current accounts	57,583	5,049
<b>Total</b>	<b>6,79,362</b>	<b>7,50,395</b>

**Note 13 Short-term loans and advances**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
<b>Secured, considered good</b>		
Hypothecation Loans	15,66,874	21,26,223
Vehicle loans	67,20,562	1,23,23,655
Stock on hire	5,55,39,536	5,03,14,175
<b>Unsecured, considered good</b>		
Equipment lease rent receivable	45,000	45,000
Advances & Deposits	2,60,661	32,33,282
Vehicles in hand	28,60,450	27,25,000
Loans	38,09,510	30,97,280
Interest Accrued but not due	31,372	31,372
<b>Other loans &amp; advances</b>		
Income Tax (Net of provision)	6,73,148	6,66,847
<b>Total</b>	<b>7,15,071,13</b>	<b>7,45,628,34</b>

**Note 14 Revenue from operations**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
<b>Income from Financing Operations</b>		
Interest Receipts	54,94,232	45,64,093
Hire Purchase Profit	79,30,121	66,19,070
Document Charges Receipts	7,800	5,800
Lease Rentals	6,00,000	31,96,250
<b>Total</b>	<b>1,40,32,153</b>	<b>1,43,85,213</b>

**Note 15 Other Income**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Dividend Receipts	3,06,965	3,54,896
Interest on Govt Securities	1,20,342	1,60,140
Profit on sale of Assets	1,44,135	9,19,549
Profit on sale of Shares	34,78,647	
Miscellaneous Income	60,989	54,855
<b>Total</b>	<b>41,20,078</b>	<b>14,89,240</b>

**Note 16 Employee Benefits**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Salary & Bonus	9,90,380	7,76,649
Managarial Remuneration	15,00,000	15,00,000
Staff Welfare Expansas	73,796	71,433
<b>Total</b>	<b>25,64,176</b>	<b>23,48,082</b>

**Note 17 Finance Costs**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
<b>Interest Expense</b>		
Loan from Bank	9,90,975	19,89,257
Fixed Deposits	11,05,238	12,46,450
Other Intarest	23,65,633	15,65,496
	<b>44,61,846</b>	<b>47,81,203</b>
Loan Processing Fees	67,850	92,850
Bank Charges	10,550	17,035
<b>Total</b>	<b>45,40,255</b>	<b>48,91,088</b>

**Note 18 Other Expenses**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Office Rent	4,80,000	4,80,000
Bad Debts	6,51,258	5,90,102
Office Expenses	3,67,936	2,54,958
Travelling and Convayance	1,95,814	2,48,183
Lagal & Professional Fees	11,42,297	3,49,490
Vehicle Maintenance	2,35,581	1,92,589
Businass Promotion Expenses	1,15,756	2,04,338
Commission & Brokerage	22,500	18,080
Loss on Investment in shares	-	5,53,063
Parking Charges	1,12,920	1,02,430
Audit Fees	86,000	86,000
Electricity Expenses	42,493	37,411
Repairs & Maintanance Charges	60,646	1,39,408
Insurance Charges	53,117	75,456
Rates and taxes	2,80,288	1,02,103
STT & Shara Expenses	1,05,340	17,301
Advertisement Expenses	45,705	81,824
Directors Sitting Fees	32,000	24,000

**GALADA FINANCE LIMITED**

Particulars	As at 31st March, 2015 In Rs.	As at 31st March, 2014 In Rs.
Communication Expenses	1,62,098	1,20,533
Provision for NPA	-	22,000
Custodial charges	45,000	-
Listing Fees	6,30,000	11,236
Miscellaneous Expenses	3,54,452	3,03,374
<b>Total</b>	<b>52,21,210</b>	<b>39,89,837</b>

**NOTE 19 - General**

Payments to Auditors	2014 - 2015	2013 - 2014
(Excluding Service Tax)		
For Statutory Audit	45,000	45,000
For Tax Audit	10,000	10,000
For Taxation	10,000	10,000
For Other Services	11,000	11,000
For Out of pocket expenses	10,000	10,000
<b>Total</b>	<b>86,000</b>	<b>88,000</b>

**NOTE 20 Finance Charges**

Payments to Auditors	2014 - 2015	2013 - 2014
On Fixed Loans	11,05,238	23,34,202
On Other Loans	33,56,608	24,47,001
<b>Total</b>	<b>44,61,846</b>	<b>47,81,203</b>

**NOTE 21**

The Company is engaged primarily in the business of financing and accordingly there are no separate reportable segments as per accounting standard 17 (Segment Reporting) issued by the Institute of Chartered Accountants of India.

**NOTE 22**

Payment to Directors	2014 - 2015	2013 - 2014
A. Interest on Fixed Deposit	1,89,930	1,90,597
B. Sitting Fees	24,000	24,000
C. Salary & Allowance	15,00,000	15,00,000



**NOTE 23 Related Party Disclosures :**
**A. Related Parties**
**a. Key Management Personnel :**

Mr. J Ashok Galada, Managing Director  
 Mr. Naveen Galada, Director  
 Ms. Alpa Jain, Company Secretary  
 Mrs. K.R. Manimeghale, Chief Financial Officer

**B. Transaction with Related Parties**

Name of the Party	Relationship between the party	Nature of Transaction	Volume of transaction (in Rs.)
Alpa Jain	Company Secretary	Professional Fees	96,000
K.R. Manimeghala	Chief Financial Officer	Salary, Bonus & Conveyance	3,54,500
Shanthi Devi Galada	Managing Director's Wife	Rent	4,80,000
J Ashok Galada	Managing Director	Salary	15,00,000

**Note 24**

In accordance with the Accounting Standard 22 (Accounting for taxes on income) issued by the Institute of Chartered Accountants of India, the deferred tax liability/ assets as the case may be as at 31st March, 2015 has been changed to/reversed back in the Profit & Loss Account. In Current year provision has been made on account of timing difference of depreciation on Assets.

**Note 25**
**Earning Per Share**

Profit after Tax	37,99,105	13,10,280
No of Shares outstanding	30,00,000	30,00,000
Earning Per Share - Basic & Diluted	1.27	0.44

As per our report of even date attached

**For CHANDARANA AND SANKLECHA**

Chartered Accountants

Firm No. 000557S

For and on behalf of the Board of Directors

**Bharat Raj Sanklecha**  
 Proprietor  
 Membership No. 27539

**J. Ashok Galada**  
 Managing Director  
 DIN : 00042295

**Naveen Galada**  
 Director  
 DIN: 00043054

**Alpa Jain**  
 Company Secretary

**K.R. Manimeghala**  
 Chief Financial Officer

Place : Chennai

Date : 30.05.2015

**GALADA FINANCE LIMITED**  
**SCHEDULE TO THE**  
**BALANCE SHEET OF A NON-BANKING FINANCIAL COMPANY**

(as required in terms of Paragraph 9BB of  
Non-Banking Financial Companies Prudential Norms(Reserve Bank) Directions, 1998

<b>Particulars</b>		
<b>Liabilities side:</b>		
<b>(1)</b>	<b>Loans and advances availed by the N</b> Inclusive of interest accrued thereon but not paid	Amount outstanding
	( a ) Debentures : Secured -	-
	: Unsecured -	-
	(other than falling within the meaning of public deposit*)	
	( b ) Deferred Credits	-
	( c ) Term Loans	45
	( d ) Inter-corporate loans and borrowing	40
	( e ) Commercial Paper	-
	( f ) Public Deposits *	66
	( g ) Other Loans (specify nature)	
	From Banks	75
	From Others	-
<b>(2)</b>	<b>Break-up of (1) (f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):</b>	
	( a ) In the form of Unsecured debenture	-
	( b ) In the form of partly secured debenture i.e. debentures where there is a shortfall in the value of security	-
	( c ) Other public deposits	66
<b>Asset Side:</b>		
		Amount outstanding
<b>(3)</b>	<b>Break-up of Loans and Advances including bills receivable [other than those included in (4) below] :</b>	
	( a ) Secured	56
	( b ) Unsecured	35
<b>GALADA FINANCE LIMITED</b>		
<b>(4)</b>	<b>Break-up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities</b>	
	<b>(1) Lease assets including lease rental under sundry debtors :</b>	



**GALADA FINANCE LIMITED**

	( a ) Financial lease (NET)	13
	( b ) Operating lease	0
	<b>(ii) Stock on hire including hire charges under sundry debtors :</b>	
	( a ) Asset on hire (NET)	462
	( b ) Repossessed Assets	29
	<b>(iii) Hypothecation loans counting towards EL/HP activities</b>	
	( a ) Loans where assets have been repossessed	-
	( b ) Loans other than (a) above (NET)	6
<b>(5)</b>	<b>Braak-up of Investments:</b>	
	<b>Current Investments:</b>	
	<b>1. Quoted :</b>	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-
	(v) Others (please specify)	-
	<b>2. Unquoted :</b>	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-
	(v) Others (please specify)	-
	<b>GALADA FINANCE LIMITED</b>	
	<b>Long Term Investments:</b>	
	<b>1. Quoted :</b>	
	(i) Shares : (a) Equity	140
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	14
	(v) Others (please specify)	0
	(i) Shares : (a) Equity	1
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-
	(v) Others (please specify)	-



(6)	<b>Borrower group-wise classification of all leased assets, stock on hire and loans and advances :</b> Please see Notes 2 below			
		Amount net of provisions		
	<b>Category</b>	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
	<b>1. Related Parties **</b> ( a ) Subsidiaries ( b ) Companies in the same group ( c ) Other related parties <b>2. Other than related parties</b> Total	- - - 566 566	- - - 35 35	- - - 601 601
(7)	<b>Investor group-wise classification of all investments (Current and long term) in shares and securities (both quoted and unquoted):</b> Please see Notes 3 below			
	<b>Category</b>	<b>Market Value / Break Up or fair value or NAV</b>	<b>Book Value (Net of Provisions)</b>	
	<b>1. Related Parties **</b> ( a ) Subsidiaries ( b ) Companies in the same group ( c ) Other related parties <b>2. Other than related parties</b> Total	- - - 112 112	- - - 141 141	
	** es per Accounting Standard of ICAI (Please see Note 3)			
	<b>GALADA FINANCE LIMITED</b>			
(8)	<b>Other Information</b>			
	<b>Particulars</b>			
(i)	<b>Gross Non-Performing Assets (Agreement balance)</b>			
	( a ) Related parties ( b ) Other than related parties			
(ii)	<b>Net Non-Performing Assets (Agreement balance less advance hire charges/advance interest &amp; provision)</b>			
	( a ) Related parties ( b ) Other than related parties			

**For CHANDARANA AND SANKLECHA**

Chartered Accountants

Firm No. 000557S

**For and on behalf of the Board of Directors**

**Bharet Raj Sanklecha**  
Proprietor  
Membership No. 27539

**J. Ashok Galsda**  
Managing Director  
DIN : 00042295

**Naveen Galada**  
Director  
DIN: 00043054

**Alpa Jain**  
Company Secretary

**K.R.Manimeghala**  
Chief Financial Officer

Place : Chennai  
Date : 30.05.2015

**GALADA FINANCE LIMITED**  
**CASH FLOW STATEMENT AS AT 31ST MARCH 2015**

PARTICULARS	As on 31.03.2015 Rs. In Lakhs	As on 31.03.2014 Rs. In Lakhs
<b>Cash flow from operating activities</b>		
Net profit before Tax and Extra ordinary items	44.79	23.26
<b>Add: Non operating expenses/Non cash flow Items</b>		
Adjustment for depreciation	13.47	23.19
Interest & Financial Charges	44.62	47.81
Provision For NPA	-	0.22
Loss on Sale of Sheres	-	5.53
	<u>58.09</u>	<u>76.75</u>
<b>Less : Non operating Incomes</b>		
Profit on Sale of Sheres	34.79	-
Profit on sale of fixed Assets	1.44	9.20
Interest on Government Securities	1.20	1.60
Dividend Receipts	3.07	3.54
	<u>40.50</u>	<u>14.34</u>
<b>Operating profit before working capital changes</b>	<u>62.38</u>	<u>85.67</u>
<b>Add/(Less) : Adjustments for working capital changes</b>		
Increase / (Decrease) in Current Liabilities	(2.67)	41.57
Decrease / (Increase) in stock on Hire	(42.21)	31.09
(Increase) / Decrease In advance & deposits	71.83	122.20
	<u>26.95</u>	<u>49.54</u>
<b>Cash Generated from Operations</b>	<u>89.33</u>	<u>135.21</u>
<b>Less : Interest Peid</b>	(48.65)	(45.55)
<b>Income Tax paid</b>	(9.26)	(8.89)
<b>Net Cash from Operating activities (A)</b>	<u>31.42</u>	<u>80.77</u>
<b>Cash flow from Investing activities</b>		
Sale / (Purchase) of Fixed Assets (Net)	31.58	41.46
Purchase of Investments (Net)	31.20	(21.82)
<b>Net Cash from Operating activities (B)</b>	<u>62.78</u>	<u>19.64</u>
<b>Cash Flow from Financing Activities</b>		
Repayment of Long term Borrowing & Debts(Net of repayments)	(38.23)	(67.31)
Short Term Borrowings(Net of repayments)	(60.95)	(23.43)

Interest on Government Securities.	1.20	1.60
Dividend Receipts	3.07	3.55
Dividend Paid	-	(21.06)
<b>Net Cash Flow from financing activities ( C )</b>	<b>(94.91)</b>	<b>(106.65)</b>
<b>Net Increase in cash and cash equivalents (A+B+C)</b>	<b>(0.71)</b>	<b>(3.24)</b>
Cash and equivalents as at 31st March 2014	7.50	13.74
Cash and equivalents as at 31st March 2015	6.79	7.50
<b>Increase / Decrease in cash equivalents</b>	<b>(0.71)</b>	<b>(6.24)</b>

For and on behalf of the Board of Directors

<b>J. Ashok Galada</b> Managing Director DIN : 00042295	<b>Naveen Galada</b> Director DIN: 00043054	<b>Alpa Jain</b> Company Secretary	<b>K.R.Manimeghala</b> Chief Financial Officer
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Place : Chennai  
Date : 30.05.2015

**AUDITOR'S CERTIFICATE**

We have examined the above Cash Flow Statement of Galada Finance Limited derived from the audited Financial Statements for the year ended 31st March 2015. The statement has been prepared by the Company in accordance with requirements of Clause 32 of the listing agreement with the stockexchange. Previous year's figures have been re-grouped wherever found necessary.

For and on behalf of the Board of Directors

For **CHANDARANA AND SANKLECHA**

Chartered Accountants

Firm No. 000557S

Bharat Raj Sanklecha

Proprietor

Membership No. 27539

Place : Chennai

Date: 30.05.2015



**Form No. MGT-11  
Proxy form**

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

CIN: L85191TN1986PLC012826

Name of the company: Galada Finance Limited

Registered office: "SHANTHI SADAN" Old No.4 (New No. 7), Shaftee Mohammed Road, Thousand Lights, Chennai 600 006

Name of the member(s):

Registered Address:

E-mail id:

Folio No./ Client Id:

DP ID:

I/Wa, being the member (s) of ..... shares of the above named company, hereby appoint

1. Name: .....

Address:

E-mail Id:

Signature:....., or failing him

2. Name: .....

Address:

E-mail Id:

Signature:....., or failing him

3. Name: .....

Address:

E-mail Id:

Signature:....., or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual general meeting of the company, to be held on the Monday 28th September 2015 at 4.00 p.m. at the registered office of the Company and at any adjournment thereof in respect of such resolutions as given in the notice above.

Signed this..... day of..... 20....

Signature of shareholder





Signature of Proxy holder(s)

Note: This form of 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.

**Attendance slip**

Please Fill the Attendance Slip and Hand it over at the entrance of the Meeting Venue

Joint shareholders may obtain additional Attendance Slip on request

DP Id:

Client Id:

Reg. Folio no.

No. of shares held:

I certify that I am a member/proxy for the member of the Company.

I hereby record my presence at the Twenty Ninth Annual General Meeting of the Company held on Monday 28th September 2015 at 4.00 p.m. at the registered office of the Company.

Signature of the member/proxy

Signature of the member/proxy

**\*\*NOTE : NO GIFTS WILL BE DISTRIBUTED AT THE ANNUAL GENERAL MEETING**