

G. K. Choksi & Co.

Chartered Accountants

'Madhuban', Nr. Madalpur Underbridge, Ellisbridge, Ahmedabad - 380 006.
Dial : 91 - 79 - 6819 8900, 9925174555 - 56 ; E-mail : info@gkcco.com

Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of
Gujarat Lease Financing Limited

Report on the audit of the Financial Results

Opinion

We have audited the accompanying statement of quarterly year to date financial results of Gujarat Lease Financing Limited (the company) for the quarter ended 31st March, 2020 and for the year ended 31st March, 2020 ("Statement"), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 31st March, 2020 and for the year ended 31st March, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

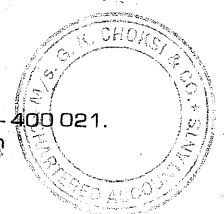
Material Uncertainty Related to Going Concern

Attention is invited to Note 3 of the statement indicates that the company has earned profit before tax amounting to ₹ 31.87 lacs during the quarter (corresponding previous quarter ended 31st March, 2019 Loss: ₹ 17.33 lacs) and as at 31st March, 2020, the accumulated losses exceeded its net worth and the Company's current liabilities exceeded its current assets. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the notes to the audited results for quarter and year ended 31st March, 2020.

708-709, Raheja Chambers, Free Press Journal Road, Nariman Point, **MUMBAI** - 400 021.
Dial : 91-22-66324446/47 FAX : 91-22-22882133 Email : mumbai@gkcco.com

Branches : 207, Tolstoy House, Tolstoy Marg, Janpath, **NEW DELHI** - 110 001
Dial : 91-11-43717773-74; Email : info@gkcco.com

'Surya Bhavan', Station Road, **PETLAD** - 388 450. Dial : 91-2697-224108



Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the applicable Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Results

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

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

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial control with reference to financial statements in place and operating effectiveness of such control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

• Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.



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

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

Other Matters

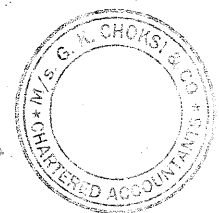
The Statement includes the results for the quarter ended 31st March, 2020 being the balancing figure between the audited figures in respect of the full financial year ended 31st March, 2020 and the published unaudited year to date figure up to 31st December, 2019 being the third quarter of the current financial year, which were subjected to a limited review by us, as required under the listing regulations.

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner

Mem. No. 31103
UDIN : 20031103AAAACL2365

Place : Ahmedabad
Date : 25th July, 2020

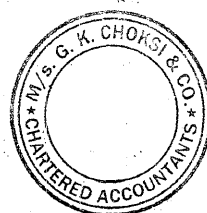


GUJARAT LEASE FINANCING LIMITED
Hasubhai Chambers, Opp : Town Hall, Ellisbridge, Ahmedabad - 380 006.
CIN : L65990GJ1983PLC006345

Statement of Audited Financial Results for the Quarter and Year ended on 31st March, 2020

(Rs. in lakhs except per share data)

Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Un-audited	Audited	Audited	Audited
	Income					
I	Revenue from Operations					
II	Other Income	56.63	25.11	1.13	96.06	24.44
III	Total Income (I+II)	56.63	25.11	1.13	96.06	24.44
IV	Expenses					
	(a) Employee Benefits Expense	2.30	2.54	2.42	10.02	8.45
	(b) Depreciation & Amortisation Expense	0.61	0.62	0.62	2.46	2.43
	(c) Legal and Professional Fees	19.94	0.44	4.78	21.55	6.95
	(d) Listing and Custodian Fees	-	-	1.21	8.46	8.47
	(e) Printing and stationery Expense	0.02	0.09	1.17	3.91	4.89
	(f) Postage Expense	0.00	0.01	3.60	2.19	4.90
	(g) Merger Expense	0.00	0.00	1.67	0.00	13.80
	(h) Other Expenses	1.89	2.06	2.99	10.34	9.48
	Total Expenses (IV)	24.76	5.76	18.46	58.93	59.37
V	Profit/(Loss) before exceptional items and tax (III-IV)	31.87	19.35	(17.33)	37.13	(34.93)
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00
VII	Profit/(Loss) before tax (V+VI)	31.87	19.35	(17.33)	37.13	(34.93)
VIII	Tax Expense:					
	Current Tax	0.00	0.00	0.07	0.00	0.07
	Tax in respect of earlier years	0.00	0.00	3.40	(0.07)	3.40
	Deferred Tax	0.00	0.00	0.00	0.00	0.00
IX	Profit/(Loss) for the period from continuing operations (VII-VIII)	31.87	19.35	(20.80)	37.20	(38.40)
X	Profit/(Loss) from discontinued operations	0.00	0.00	0.00	0.00	0.00
XI	Tax expenses of discontinued operations	0.00	0.00	0.00	0.00	0.00
XII	Profit/(Loss) from discontinued operations (after tax) (X-XI)	0.00	0.00	0.00	0.00	0.00
XIII	Profit/(Loss) for the period (IX+XII)	31.87	19.35	(20.80)	37.20	(38.40)
XIV	Other Comprehensive Income					
	(i) Items that will not be reclassified to profit or loss					
	(ii) Gain on measurement of equity instruments at FVTOCI	(134.56)	(7.76)	165.91	(97.72)	165.91
	(iii) Income tax relating to items that will not be reclassified to profit or loss	0.00	15.22	(12.58)	12.58	(12.58)
XV	Total Comprehensive Income for the period (XIII+XIV) Comprising Profit (Loss) and Other Comprehensive Income for the period)	(102.69)	26.81	132.53	(47.94)	114.93
XVI	Paid-up Equity Share Capital (Face value of Rs.10/- each)	2712.58	2712.58	2712.58	2712.58	2712.58
XVII	Reserve excluding revaluation reserves as per balance sheet of previous accounting year	0.00	0.00	0.00	(3386.03)	(3338.09)
XVIII	Earnings per equity share Rs.10/- each (for Continuing operation):					
	(1) Basic	0.12	0.07	(0.08)	0.14	(0.14)
	(2) Diluted	0.12	0.07	(0.08)	0.14	(0.14)
XIX	Earnings per equity (for discontinued operation)					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-



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Statement of Audited Assets and Liabilities

(Rs.In Lakhs)

Particulars	As at	
	31.03.2020	31.03.2019
	Audited	Audited
ASSETS		
NON- CURRENT ASSETS		
Property, plant and equipment	6.99	9.94
Financial Assets	-	-
Investments	332.91	904.81
Other Financial Assets	10.15	11.00
Non-Current Assets	350.05	925.75
CURRENT ASSETS		
Financial assets		
Cash and cash equivalents	11.83	6.17
Current tax asset	3.42	3.56
Other Current assets	0.05	0.05
Current Assets	15.30	9.78
Total Assets	365.35	935.53
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	2,716.05	2,716.05
Other equity	(3,386.03)	(3,338.09)
Total Equity	(669.98)	(622.04)
NON- CURRENT LIABILITIES		
Financial liabilities		
Borrowings	1,000.00	1,500.00
Deferred Tax Liability	-	12.58
Non-Current Liabilities	1,000.00	1,512.58
CURRENT LIABILITIES		
Financial liabilities		
Trade payables	6.64	13.14
Other financial liabilities	25.33	28.98
Other current liabilities	0.64	1.16
Provisions	2.72	1.71
TOTAL CURRENT LIABILITIES	35.33	44.99
TOTAL LIABILITIES	1,035.33	1,557.57
TOTAL EQUITY AND LIABILITIES	365.35	935.53



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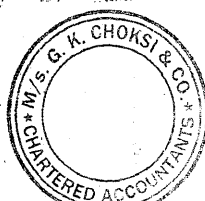
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Audited Cash Flow Statement

(Rs. in Lakhs)

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
	Audited	Audited
A. Cash flow from operating activities		
Profit/(Loss) for the year before taxation	37.13	(34.93)
Adjustments for		
Depreciation and amortisation	2.46	2.43
Misc. Income	(50.01)	0.00
Loss on assets discarded	0.49	0.00
Interest Income from Bank Deposits	(1.61)	(0.94)
Liability/Provision no longer required	(5.63)	(16.35)
Profit on sale of investmens	(30.58)	(1.91)
Dividend Income	(8.23)	(5.24)
Operating profit before working capital changes	(55.98)	(56.94)
Adjustment for		
Decrease / (Increase) in Other current assets	0.00	(0.01)
Decrease / (Increase) in Other non current financial assets	1.00	0.00
Increase / (Decrease) in Other current financial liabilities	1.98	2.11
Increase / (Decrease) in Other current liabilities	(0.52)	0.52
Increase / (Decrease) in Trade Payables	(6.49)	2.22
Increase / (Decrease) in Provisions	1.01	0.30
	(59.00)	(51.80)
Direct taxes Refund/(paid)	0.21	(0.12)
Net Cash from Operating Activities	[A] (58.79)	[A] (51.92)
B. Cash flow from investing activities		
Purchase of fixed property, plant and equip ment	0.00	(0.40)
Investment in fixed deposits (net)	0.00	6.75
Procedds for sale of Shares	554.76	26.50
Payment for purchase of investments	0.00	0.00
Interest received	1.46	1.22
Dividend received	8.23	5.24
Net Cash from / (used in) investing activities	[B] 564.45	[B] 39.31
C. Cash flow from financing activities		
Proceeds from allotment of shares	0	0
Repayment of borrowings	(500.00)	
Net cash flow from financial activities	[C] (500.00)	[C] 0
Net Increase/(Decrease) in cash & cash equivalents	[A+B+C] 5.66	[A+B+C] (12.61)
Cash and cash equivalents opening	6.17	18.78
Cash and cash equivalents closing	11.83	6.17
Components of Cash and cash equivalent		
Balances with scheduled banks	11.69	5.91
Cash in hand	0.10	0.22
Imperest with employees	0.04	0.04
	11.83	6.17



Notes to the Audited Financial Results for the Quarter and year ended 31st March, 2020

- 1 The Ind AS compliant financial results pertaining to the quarter and year ended 31.03.2020 has been considered. The management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affair in accordance with the Indian Accounting Standards (IND AS).
- 2 The above financial results of the Company were reviewed by the Audit Committee in its meeting held on 25th July, 2020. The Board of Directors in its meeting held on 25th July, 2020 approved the same.
- 3 During the quarter the Company continued to have no significant business operations. It has profit of Rs. 31.87 lacs during the quarter (corresponding previous quarter ended 31st March 2019: loss of Rs. 20.80 lacs), as at March 31, 2020 its accumulated losses exceed its paid-up capital and reserves by Rs. 669.98 Lacs (March 31, 2019: Rs. 622.04 Lacs) and also its current liabilities exceeds current assets by Rs. 20.03 lacs (P.Y. Rs. 35.21 lacs). These conditions may cast a doubt on the Company's ability to continue as a going concern.

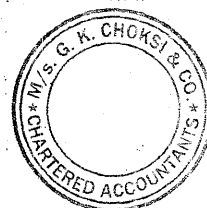
The Company is however exploring avenues for restructuring of its capital and operations. In terms of the Scheme of Compromise and Arrangement sanctioned by High Court of Gujarat in 2004 borrowings from a promoter group company Rs. 1000/- lacs (March 31, 2019 Rs 1500/- lacs) would not be repaid before repayment of all other liabilities. Further the said promoter group continues to provide support to the Company. The financial assets of the Company continue to be stated at least at their fair values and the Company would continue its current activities at least till such time it realises its financial assets and settles its obligations.

In view of the above, the financial statements have been prepared on going concern basis and do not include any adjustments relating to recorded amounts and the classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern.
- 4 The Company and its erstwhile wholly owned subsidiary company GLFL Securities Limited, were inter-alia engaged in investment/trading of shares and securities with huge volume in earlier years. Because of voluminous transactions certain shares and securities in physical form, though in the name of company, were not traceable. However, the company continue to receive dividend on some of such shares. Security Exchange Board of India, vide its PR no. 12/2019 dated 27 March, 2019 mandated to undertake process of transfer of all shares in dematerialized form to effect sale of shares in future and therefore the company laid its extensive efforts to trace the physical certificates of aforesaid shares. The company, having able to trace physical certificates for some of the shares, initiated the procedure to convert the same in DEMAT forms. Upon completion of requisite procedures, the company could get such shares credited in its DEMAT account which necessitates the company to record such shares in the books of accounts. The company therefore has recognised such shares at its fair value by debiting Investment accounts with corresponding credit to Other Income in statement of profit and loss.
- 5 Hon'ble High Court of Gujarat had sanctioned the scheme of compromise and arrangement between the Company and a consortium of 16 banks on 27th July, 2004 under section 391 of the Companies Act, 1956 and the Company has made the payment in the accounting year 2004-05 to the banks as per the Court's order. However, the final Deed of Assignment of the charged assets in favour of banks is yet to be made.
- 6 The Company has unabsorbed depreciation and carry forward losses under the Income Tax Act, 1961. In the absence of certainty supported by convincing evidence that there will be sufficient future taxable income available, the deferred tax assets arising from unabsorbed depreciation and carry forward losses under the Income-tax Act, 1961 have not been recognised.
- 7 The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. During the current financial year, The Company has evaluated impact of this pandemic on its Non-financial and financial assets and based on its review and current indicators of future economic conditions, there is no significant impact on its financial results. Especially, in view of fact that currently the company does not have any major business activity.
- 8 As the company do not have any operations and considering the note 3 above, there are no reportable segment in accordance with the requirement of Ind AS 108 "Operating Segment" specified under Section 133 of the Companies Act, 2013.
- 9 Figures of the previous quarter/period/year have been regrouped and reworked wherever necessary.
- 10 Figures for the corresponding quarter ended on 31/03/2019 have been reworked/regrouped whenever necessary so as to make them comparable.

FOR GUJARAT LEASE FINANCING LIMITED.



Harnish Patel
HARNISH PATEL
 Director-in-Charge
 DIN: 00114198



Place: Ahmedabad
 Date: 25.07.2020