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## THE MOTOR & GENERAL FINANCE LIMITED

M.G.F. HOUSE,

Regd. & H.O. : 4/17-B, ASAF ALI ROAD, NEW DELHI-110 002

DLI:CS:BSE:NSE:13

August 30, 2013

The Secretary,  
Bombay Stock Exchange Limited.,  
25<sup>th</sup> Floor, P.J. Towers,  
Dalal Street,  
Mumbai-400001

The Secretary,  
National Stock Exchange of India Ltd  
Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No.C/1, G Block  
Bandra Kurla Complex, Bandra(E)  
Mumbai-400051

Dear Sir,

Re: Submission of Annual Report for the year ended March 31, 2013  
Alongwith Form A & B

Enclosed please find six copies of the Annual Report for the year ended March 31, 2013  
alongwith Form A & B, duly signed by the signatories as is required under the regulation.

Kindly acknowledge its receipt.

Thanking you,

Yours faithfully,  
For THE MOTOR & GENERAL FINANCE LIMITED

(M.K. MADAN)  
VICE PRESIDENT & COMPANY SECRETARY  
ENCL: AS ABOVE.

FORM A

|    |                                                                                                                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|----|-----------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1. | Name of the Company                                                                                                                     | The Motor & General Finance Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 2. | Annual Financial Statements for the year ended                                                                                          | March 31,2013                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| 3. | Type of Audit observation                                                                                                               | Un-qualified/Matter of Emphasis:-<br><br>There is non-compliance of the provisions of Non Banking Financial Companies Prudential Norms(Reserve Bank) Directions,1998 with regard to maintenance of Credit Concentration/Investment Norms in respect of lending to one of the company where these are exceeding the limits(Refer Note No.31)                                                                                                                                                                                                                                                                                                                                                                                                              |
| 4. | Frequency of observation                                                                                                                | It appeared first time in the Balance Sheet for the year ended March 31,2011 and continuously appearing every year                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 5. | Management's comments in the Director's Report                                                                                          | Refer Note No.31 appearing in the Annual Report which is as under:-<br>"The Company could not comply with the Reserve Bank of India guidelines prescribed for Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998 with regard to credit concentration exposure in respect of one company which have become in excess of prescribed limits. However, RBI has been requested to give exemption in exceeding the exposure."<br><br><u>Management's reply to the Note</u><br><br>The company, on June 3,2013, has surrendered the Certificate of Registration to RBI and ceases to be a NBFC. In view of the above, Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions,1998 have become not applicable. |
| 6. | To be signed by-<br>- CEO/ Chairman & Mg. Director<br>- Audit Committee Chairman<br>- CFO/VP& Com.Secretary<br>- Auditor of the Company | Sh. Rajiv Gupta<br>Sh. Bharat Kumar<br>Sh. M.K. Madan<br><br>M/s S.N. Dhawan & Co, Chartered Accountants                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |

For THE MOTOR & GENERAL FINANCE LTD

FOR S. N. DHAWAN & CO  
CHARTERED ACCOUNTANTS  
FIRM NO.000050N

*[Signature]*  
CEO  
CMD

*[Signature]*  
CFO  
VP&CS

*[Signature]*  
CHAIRMAN  
(AUDIT COMMITTEE)

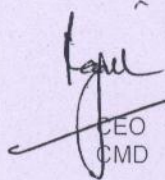
*[Signature]*  
(S.K. KHATTAR)  
PARTNER  
M No.84993

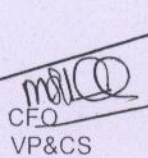


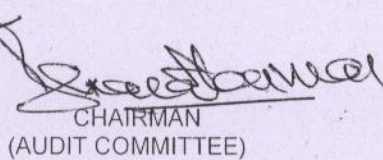
FORM B

|                       |                                                                                                                                          |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                       |                  |         |          |         |          |         |          |
|-----------------------|------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|------------------|---------|----------|---------|----------|---------|----------|
| 1.                    | Name of the Company                                                                                                                      | The Motor & General Finance Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                       |                  |         |          |         |          |         |          |
| 2.                    | Annual Financial Statements for the year ended                                                                                           | March 31,2013                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                       |                  |         |          |         |          |         |          |
| 3.                    | Type of Audit qualification                                                                                                              | Qualified :-<br>Provision of ₹.280.42 lacs has not been made for diminution in the value of non current long term investments. (Refer Note No.30). Had our aforesaid observation been considered, the profits for the year would have been ₹49.16 lacs(as against the reported figure of ₹.329.58 lacs) and the deficit in statement of profit & loss would have been ₹1944.05 lacs(as against the reported figure of ₹.1719.71 lacs).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                       |                  |         |          |         |          |         |          |
| 4.                    | Frequency of qualification                                                                                                               | Qualified – continuous for more than five years.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                       |                  |         |          |         |          |         |          |
| 5.                    | Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report | <p>Refer Note No.30 appearing in the Annual Report which is as under:-</p> <p>“Non current Long Term Investments are to be valued at cost in terms of Accounting Standard-13 "Accounting for Investments" issued by the Institute of Chartered Accountants of India and as recommended by Reserve Bank of India's guidelines, subject to provision for diminution in value, other than temporary in nature. However, considering the long term nature and other related matters, investments in quoted companies amounting to ₹ 90,505,731 (Previous Year ₹ 90,505,731) have been valued at cost and the temporary short fall of ₹28,042,951. (Previous Year ₹30,598,031) has not been provided for".</p> <p><u>Management's reply on the Note</u><br/>Diminution in value is not consistently the same but it shows a declining trend given as under:-</p> <table><tr><td><u>Financial Year</u></td><td><u>₹ In lacs</u></td></tr><tr><td>2010-11</td><td>- 382.24</td></tr><tr><td>2011-12</td><td>- 305.98</td></tr><tr><td>2012-13</td><td>- 280.42</td></tr></table> <p>Investments in shares is in the group companies which are listed. Market capitalization is negligible as major holding is with the promoters. In view of lesser trading, the quoted value remains more or less the same. At an opportune time, the company may off load the investments.</p> <p>There will be no tax impact.</p> | <u>Financial Year</u> | <u>₹ In lacs</u> | 2010-11 | - 382.24 | 2011-12 | - 305.98 | 2012-13 | - 280.42 |
| <u>Financial Year</u> | <u>₹ In lacs</u>                                                                                                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                       |                  |         |          |         |          |         |          |
| 2010-11               | - 382.24                                                                                                                                 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                       |                  |         |          |         |          |         |          |
| 2011-12               | - 305.98                                                                                                                                 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                       |                  |         |          |         |          |         |          |
| 2012-13               | - 280.42                                                                                                                                 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                       |                  |         |          |         |          |         |          |

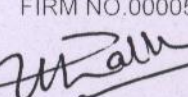
For THE MOTOR & GENERAL FINANCE LTD

  
CEO  
CMD

  
CFO  
VP&CS

  
CHAIRMAN  
(AUDIT COMMITTEE)

FOR S. N. DHAWAN & CO  
CHARTERED ACCOUNTANTS  
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