MGF

PHONE : 011-23272216-18
: 011-23278001-02
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Website : http://www.mgfltd.com
E-mail : mgfltd@hotmail.com
CIN No. : L74899DL1930PLC000208
GSTIN : 07AAACT2356D2ZN

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:18

May 28,2018

The Secretary,
Bombay Stock Exchange Limited.,
25th Floor, P.J. Towers,
Dalal Street,
Mumbai-400001
Stock Code: 501343

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

Dear Sir,

Re: Standalone and Consolidated Audited Financial Results for the 4th quarter and year ended March 31,2018 along with Auditors Report pursuant to regulation 33 of SEBI (LODR), Regulations,2015

In compliance of the following Regulations of the SEBI(LODR)Regulation,2015, the Board of Directors of the company at its meeting held today, i.e. Monday, the May 28,2018 on the recommendations of the Audit Committee, have taken on record the followings:-

1. Standalone and Consolidated Audited Financial Results of the company for the 4th quarter and year ended March 31,2018 along with Statement of Assets and Liabilities for the year ended March 31,2018 pursuant to Regulation 33(3)(d).
2. Auditors Report from the Statutory Auditors of the company for Standalone & Consolidated Audited Financial Results for the year ended March 31,2018 along with Declaration pursuant to Regulation 33(3)(d) for Standalone Audited Financial Results & Annexure 1 for Consolidated Financial Results.
3. Results of Standalone and Consolidated Audited Financial Results for the year ended March 31,2018 pursuant to Regulation 47(3) shall be published in the newspapers within 48 hours of the conclusion of the meeting. The above results will also be available on company's website, namely, www.mgfltd.com

   The above results are being given under XBLR along with PDF format.
4. In view of the losses, the Board of Directors have not recommended any dividend.

As regards approval for the Notice of AGM, Closure of Books and other connected matters, a separate meeting of the Board of Directors of the company will be convened and outcome of the same will be informed to the Stock Exchanges immediately thereafter.

The meeting of the Board of Directors commenced at 4.30. p.m. and concluded at 5.00.pm.

Thanking you,

Yours faithfully,
For THE MOTOR & GENERAL FINANCE LIMITED

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

THE MOTOR & GENERAL FINANCE LIMITED

REGD. OFFICE : MGF HOUSE , 4 / 17B, ASAF ALI ROAD, NEW DELHI 110002.
CIN : L74899DL1930PLC000208, Email ID: mgfltd@hotmail.com, Website : http://www.mgfltd.com, Phone : 23272216-18, 23278001-02

STATEMENT OF CONSOLIDATED AUDITED RESULTS FOR THE YEAR ENDED MARCH, 2018

(₹ in Lakhs)

	Particulars	Year ended 31-03-2018 Audited	Year ended 31-03-2017 Audited
1	**Income from Operations**		
	(a) Revenue From Operations	1,055.55	1321.85
	(b) Other Income	259.96	253.04
	Total Income	**1,315.51**	**1,574.89**
2	**Expenses**		
	(a) Employee benefits expense	318.83	289.21
	(b) Finance Costs	389.34	523.25
	(c) Depreciation and amortisation expense	117.35	125.16
	(d) Other expenses	656.35	792.82
	Total Expenses	**1,481.87**	**1,730.44**
3	**Profit / (Loss) before share of profit/ (loss) of associates, exceptional items and tax (1-2)**	**(166.36)**	**(155.55)**
4	Share of profit/ (loss) of associates (net of tax)	(39.27)	(80.58)
5	**Profit / (Loss) before exceptional items and Tax (3-4)**	**(205.63)**	**(236.13)**
6	Exceptional items	-	-
7	**Profit / (Loss) before Tax (5-6)**	**(205.63)**	**(236.13)**
8	**Tax Expenses**		
	Current Tax	(48.98)	15.00
	Deferred Tax	(29.81)	(88.34)
	Tax Adjustment Excess/(Short) provision of earlier years		-
	Total Tax Expenses	**(78.79)**	**(73.34)**
9	**Net Profit / (Loss) for the period (7-8)**	**(126.84)**	**(162.79)**
10	**Other Comprehensive Income/(Loss) (Net of Tax Expense)**		
	(a) Items Not to be reclassified to Profit or Loss	5.30	2.97
	(b) Income Tax relating to Item not to be recalssified to Profit or Loss	(1.42)	(0.61)
	(c) Items to be reclassified to Profit or Loss	-	-
	(d) Income Tax relating to Item to be recalssified to Profit or Loss	-	-
11	**Total Comprehensive Income (9+10)**	**(122.96)**	**(160.43)**
12	**Profit/ (Loss) attributable to**		
	Owners of the Parent	(126.84)	(162.79)
	non Controlling Interests	-	-
13	**Other Comprehensive Income attributable to**		
	Owners of the Parent	3.88	2.36
	non Controlling Interests	-	-
14	**Total Comprehensive Income attributable to**		
	Owners of the Parent	(122.96)	(160.43)
	non Controlling Interests	-	-
15	**Paid -up equity share capital**		
	(Face Value of ₹ 10/- each)		
16	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year	4167.61	4290.58
17	**Earning Per Share before and after extraordinary items**		
	(of ₹ 10/- each) (not annualised):		
	a) Basic (₹)	(0.66)	(0.84)
	b) Diluted (₹)	(0.66)	(0.84)

Notes:

1) The above consolidated financial results have been approved by the Audit Committee at their meeting held on May 28, 2018 and thereafter approved by the Board of Directors at their meeting held on May 28, 2018.

2)The consolidated financial results for the year ended 31st March, 2018 have been audited by the statutory auditors of the Company. The statutory auditors have expressed an adverse opinion.

3) This statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. The Company has adopted Ind AS for the first time w.e.f April 1, 2017 with a transition date of April 1, 2016.

4)The Company is engaged in the single primary business of "Lease/ Renting of Immovable Property", and has only one reportable segment in accordance with Ind AS 108 - Operating Segments.



5) Reconciliation of the net profit for the year ended March 31, 2017, as reported under previous GAAP and now under Ind AS is as follows:

(₹ in Lakhs)

Particulars	Year ended 31-03-2017
Net Profit as reported under Previous GAAP	**(36.56)**
Add/ (Less) adjustments for Ind AS	
Excess Gratuity recognised earlier now rectified	(14.15)
Impairment of Investment excess recognised	(133.02)
Finance Income /(Expense) - Unwinding of Long Term Borrowings & Security Depsoits	(15.35)
Other Expenses	(1.99)
Tax Impact	38.28
Net Profit as per Ind AS	**(162.79)**
Other Comprehensive Income (Net of Taxes)	
Actuarial Gains/ (Losses)	1.37
Fair Value of Investments	0.98
Total Comprehensive Income reported as per Ind AS	**(160.44)**

Particulars	Year ended 31-03-2017
Equity Reconciliation	
Equity Reported under previous GAAP	6460.3021
Add/ (Less)	
Security Deposit received	29.88
Non Current Borrowing	71.62
Impairment of Investment excess recognised	400.10
Fair value of Investment	0.29
Tax Impact	(76.23)
Net Equity under Ind AS	**6,885.96**

6) The consolidated financial results include the financial results of the following associates:

a) India Lease Development Limited- 31.35% equity share holding

b) Jaybharat Credit Limited- 43.45% equity share holding.

The consolidated financial statements are prepared in accordance with Ind AS 110 "Consolidated Financial Statements" and Ind AS 28 " Investment in associates and joint ventures".

7) **Emphasis of Matter included in Auditors Report of an associate**

The audit report on the financial statements of India Lease Development Limited, an associate of the Company, issued by us, vide our report dated 28.05.2018 contains the following emphasis of matter, which is reproduced as under:

• There is a 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.

Our opinion is not qualified in respect of this matter.

8) Basis for Adverse Opinion included in Auditors Report of an Associate

The audit report on the financial statements of Jayabharat Credit Limited, an associate of the Company, issued by an independent firm of Chartered Accountants, vide its report dated 18.05.2018 contains the following adverse opinion, which is reproduced as under:

"Trade receivables and long term loans and advance outstanding as on March 31, 2018 amounts to Rs. 59.99 crores. In the absence of appropriate documentation/ reconciliation/confirmation with the concern parties, we are unable to ascertain the recoverability of such receivables and long term loan and advance. In the opinion of the management this amount will be received and hence no provision in the books has been made till date.

On November 18, 2017, the Company has voluntarily surrendered its Certificate of Registration (COR) as Non- Banking Financial Company (Deposit Accepting) to Reserve Bank of India and as on date Reserve Bank of India has not confirmed the cancellation of certificate of registration of the Company as Non-Banking Financial Company. However in the opinion of management the provision of Non-Baking Financial (Deposit Accepting or Holding) Companies prudential Norms (Reserve Bank)Direction 2007 are not applicable and as such no provision for aforesaid trade receivables and long Term loans and advances amounting to Rs. 59.99 crores as specified in regulation is made by the Company.

Had Company made the aforesaid provision as prescribed by Reserve Bank of India vide Non-Banking Financial Company Direction 2007, the loss for the year ended March 31, 2018 would have increased".

9) Previous year/ period figures have been regarded / reclassified, wherever necessary.

10) The above results of the Company are available on the Company's website www.mgfltd.com .

FOR THE MOTOR & GENERAL FINANCE LIMITED

JAGDISH CHAND & CO. NEW DELHI CHARTERED ACCOUNTANTS

(RAJIV GUPTA)
CHAIRMAN & MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER
DIN : 00022964

Place: New Delhi
Date: May 28, 2018

THE MOTOR & GENERAL FINANCE LIMITED

REGD. OFFICE : MGF HOUSE , 4 / 17B, ASAF ALI ROAD, NEW DELHI 110002.
CIN : L74899DL1930PLC000208, Email ID: mgfltd@hotmail.com, Website : http://www.mgfltd.com, Phone : 23272216-18, 23278001-02

(₹ in Lakhs)

Statement of Consolidated Assets and Liabilities As At 31st March, 2018	As at March 31, 2018 Audited	As at March 31, 2017 Audited
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	2,670.36	2,667.73
(b) Investment Property	2,728.37	2,075.60
(c) Financial Assets		
(i) Investments	364.28	430.09
(ii) Loans	41.37	30.90
(d) Deferred Tax Asset (Net)	168.48	120.93
Total Non-Current Assets	5,972.86	5,325.25
Current Assets		
(a) Inventories	9,242.17	8,977.17
(b) Financial Assets		
(i) Trade Receivables	404.30	282.06
(ii) Cash and Cash Equivalents	37.49	134.72
(iii) Other Bank Balances	11.30	37.77
(iv) Loans	-	1,290.00
(v) Other Financial Assets	0.85	28.28
(c) Current Tax Assets (Net)	231.13	291.57
(d) Other Current Assets	34.92	32.39
Total Current Assets	9,962.16	11,073.96
TOTAL ASSETS	15,935.02	16,399.21
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	1,936.36	1,936.36
(b) Other Equity	6,763.00	6,885.95
Total Equity	8,699.36	8,822.31
Liabilities		
Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	14.36	3,854.53
(ii) Other Financial Liabilities	323.28	301.13
(b) Other Liabilities	1,795.73	171.67
(c) Provisions	80.74	73.40
Total Non-Current Liabilities	2,214.11	4,400.73
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings		
(ii) Other Financial Liabilities	4,734.08	2,850.90
(b) Other Liabilities	195.72	261.53
(c) Provisions	91.75	63.74
Total Current Liabilities	5,021.55	3,176.17
TOTAL EQUITY & LIABILITIES	15,935.02	16,399.21

FOR THE MOTOR & GENERAL FINANCE LIMITED

(RAJIV GUPTA)
CHAIRMAN & MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER
DIN : 00022964

Place: New Delhi
Date: May 28, 2018

JAGDISH CHAND & CO. NEW DELHI CHARTERED ACCOUNTANTS

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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

ANNEXURE 1

Statement on Impact of Audit Qualifications(for audit report with modified opinion) submitted by the Statutory Auditors of one of the associate companies and taken in Consolidation)

(Rs. in Lacs)

Statement on Impact of Audit Qualifications for the Financial Years ended March 31,2018 [See Regulation 33/52 of the SEBI(LODR)(Amendment) Regulations,2016]				
I	Sl No.	Particulars	Audited Figures(as reported before adjusting for qualifications)	Adjusted Figures after adjusting for qualifications)
	1	Turnover/total Income	1315.51	1315.51
	2.	Total Expenditure	1481.87	1481.87
	3	Net Profit(Loss) after tax	126.84	126.84
	4.	Earnings Per Share(Rs.)	(0.66)	(0.66)
	5.	Total Assets	9962.15	9962.15
	6.	Total Liabilities	1262.80	1262.80
	7.	Net worth	8699.35	8699.35
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II	**Audit Qualification(audit qualification separately as reported in the audit report of Statutory Auditors of an associate company.**			
	a. Details of Audit qualification: "Trade receivables and long term loans and advance outstanding as on March 31,2018 amounts to Rs.59.99 Crores. In the absence of appropriate documentation/reconciliation/confirmation with the concern parties, we are unable to ascertain the recoverability of such receivables and long term loan and advance. In the opinion of the management this amount will be received and hence no provision in the books has been made till date. On November 18,2017, the company has voluntarily surrendered its Certificate of Registration(COR) as Non Banking Financial company(Deposit Accepting)to Reserve Bank of India and as on date Reserve Bank of India has not confirmed the cancellation of Certificate of registration of the company as Non Banking Financial Company. However, in the opinion of management the provision of Non Banking Financial (Deposit Accepting or Holding) Companies prudential Norms(Reserve Bank) Directions,2007 are not applicable and as such no provision for aforesaid trade receivables and long term loans and advances amounting to Rs.59.99 Crores as specified in regulation is made by the company.			

	Had Company made the aforesaid provision as prescribed by Reserve bank of India vide Non Banking Financial Company Direction,2007, the loss for the year ended March 31,2018 would have increased.	
	b. Type of Audit Qualification: Qualified Opinion/Disclaimer of opinion/Adverse Opinion:- *Adverse Opinion*	
	c. Type of Audit Qualification: Whether appeared first time/repetive/since how long continuing First Time: *First Time*	
	d. For Audit Qualification(s) where the impact is quantified by the Auditor, management's view:- *Not quantified by Auditors of Associate company.* *Also it is already reported in the associate company viz. Jayabharat Credit Ltd, in annexure 1 as submitted by the said company*	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor	
	(i) Management's estimation on the impact of audit qualification: *Not ascertainable*	
	(ii) If management is unable to estimate the impact, reasons for the same: *In view of management, these trade receivables and long term loans and advances are recoverable*	
	(iii) Auditor's Comments on(i) or (ii) above: *The Adverse Opinion is based on Audit Report of Independent Auditors of Jayabharat Credit Limited, associate company. In the Audit Report impact of adverse opinion has not been quantified.*	
III	**Signatories:**	
	CEO/Managing Director/Chairman	
	CFO	
	Audit Committee Chairman	
	Statutory Auditor	(PRAVEEN KR. JAIN) PARTNER, M.No 85629
	Place: New Delhi	
	Date 28/5/18	

JAGDISH CHAND & CO.
CHARTERED ACCOUNTANTS

H-20, LGF, GREEN PARK (MAIN) NEW DELHI-110016, INDIA
Phones : 26511953, 26533626, 41759467 Fax : 26533626 email : mail@jcandco.org

Independent Auditors' Report on Consolidated Financial Results of The Motor & General Finance Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of **The Motor & General Finance Limited**

We have audited the annual consolidated financial results of The Motor & General Finance Limited ('the Company') and its associates for the year ended 31st March, 2018 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

These consolidated annual financial results have been prepared from consolidated annual financial statements which are the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our adverse opinion.

Basis for Adverse Opinion included in Auditors Report of an Associate

"Trade receivables and long term loans and advance outstanding as on March 31, 2018 amounts to Rs. 59.99 crores. In the absence of appropriate documentation/ reconciliation/confirmation with the concern parties, we are unable to ascertain the recoverability of such receivables and long term loan and advance. In the opinion of the management this amount will be received and hence no provision in the books has been made till date.
On November 18, 2017, the Company has voluntarily surrendered its Certificate of Registration (COR) as Non- Banking Financial Company (Deposit Accepting) to Reserve Bank of India and as on date Reserve Bank of India has not confirmed the cancellation of certificate of registration of the Company as Non-Banking Financial Company. However in the opinion of management the provision of Non-Baking Financial (Deposit Accepting or Holding) Companies prudential Norms (Reserve Bank)Direction 2007 are not applicable and as such no provision for aforesaid trade receivables and long Term loans and advances amounting to Rs. 59.99 crores as specified in regulation is made by the Company.
Had Company made the aforesaid provision as prescribed by Reserve Bank of India vide Non-Banking Financial Company Direction 2007, the loss for the year ended March 31, 2018 would have increased".

Emphasis of Matter included in Auditors Report of an associate

The audit report on the financial statements of India Lease Development Limited, an associate of the Company, issued by us, vide our report dated 28.05.2018 contains the following emphasis of matter, which is reproduced as under:

- There is a 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.

Our opinion is not qualified in respect of this matter.

The consolidated financial results also include the Company's share of net loss of ₹ 39,64,498 for the year ended 31st March, 2018 in respect of an associate, whose financial statements / financial information have not been audited by us. These financial statements/ financial information have been audited by other auditor whose report has been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this associate is solely based on the such audited financial statements / financial information. Our opinion is not modified in respect of this matter.

In our opinion and to the best of our information and according to the explanations given to us, *except for the effect of matters described in basis of Adverse opinion paragraph above in case of an associate*, these annual consolidated financial results

(i) include the financial result for the year ended 31st March, 2018 of the following entities:

Associates in India:

- India Lease Development Limited
- Jayabharat Credit Limited

(ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(iii) give a true and fair view of the net loss, other comprehensive income and other financial information for the year ended 31st March, 2018.

For **JAGDISH CHAND & Co,**
Firm Registration No. 000129N
Chartered Accountants



(Praveen Kumar Jain)
Partner
Membership Number- 85629

Place of Signing: New Delhi
Date: 28th May, 2018