

TATA MOTORS FINANCE LIMITED

2014 – 15

Deloitte Haskins & Sells LLP

Chartered Accountants
Indiabulls Finance Centre
Tower 3, 27th - 32nd Floor
Senapati Bapat Marg
Elphinstone Road (West)
Mumbai - 400 013
Maharashtra, India

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TATA MOTORS FINANCE LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **TATA MOTORS FINANCE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone 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 Standards specified under the Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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; make judgements 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

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Deloitte Haskins & Sells LLP

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 the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 standalone 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, of the state of affairs of the Company as at 31st March 2015, and its profit and its cash flows 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 in terms of Section 143 (11) 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 further report that:

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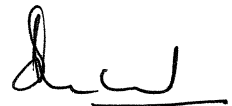
**Deloitte
Haskins & Sells LLP**

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes 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, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (f) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 9 and Note 29 to the financial statements;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts in the financial statements. The Company did not have any derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)



V. Srikumar

(Partner)

(Membership No. 84494)

Place: *Bangalore*

5th May, 2015

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 in section 'Report on Other Legal and Regulatory Requirements' of our report of even date)

- i. Having regard to the nature of the Company's business/activities/result, clauses (ii), (v) and (vi) of paragraph 3 of the Order are not applicable.
- ii. In respect of fixed assets:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
 - b) Some of the fixed assets were physically verified during the year by the Management in accordance with a programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- iii. According to the information and explanations given to us, 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, 2013.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of fixed assets and the sale of services. The activities of the Company do not involve purchase of inventory and sale of goods. During the course of our audit, we have not observed any major weakness in the internal control system
- v. According to the information and explanations given to us, in respect of statutory dues:
 - a) The Company has been regular in depositing undisputed statutory dues, including Provident Fund, Income-tax, Sales Tax, Wealth Tax, Service Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. As informed to us, the provisions of Investor Education and Protection Fund, Employees' State Insurance, Customs Duty and Excise Duty were not applicable to the Company during the year
 - b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, Sales Tax, Wealth Tax, Service Tax, Cess and other material statutory dues in arrears as at March 31, 2015 for a period of more than six months from the date they became payable. The due date is calculated from the date of registration received under various statutes
 - c) There were no dues of Wealth Tax, Service Tax and Cess which have not been deposited as on March 31, 2015 on account of disputes. Details of dues of Sales tax and Income tax which have not been deposited as of March 31, 2015 on account of dispute are given below:

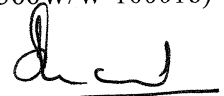
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**Deloitte
Haskins & Sells LLP**

Name of the Statute	Nature of the Dues	Amount (` in Lakhs)	Period to which the amount relates	Forum where pending
Income Tax Act, 1961	Income Tax	547.08	F.Y.2011-12	Commissioner of Income Tax (Appeals)
The Uttar Pradesh Value Added Tax Act,2008	Sales Tax	9.00	F.Y.2007-08 & 2008-09	Commercial Tax Tribunal, Lucknow (Appeal)
Jharkhand Value Added Tax Act,2006	Sales tax	5.51	F.Y.2008-09	Commercial Tax Tribunal Jharkhand & Ranchi (Appeal)
The Madhya Pradesh Value Added Tax Act,2006	Entry Tax	5.49	F.Y.2010-11	Appellate Authority, Commercial Tax Bhopal

- d) There are no amounts that are due to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and Rules made thereunder.
- vi. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year
- vii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institutions and debenture holders
- viii. In our opinion and according to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks and financial institutions
- ix. In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purposes for which they were obtained, other than temporary deployment pending application.
- x. To the best of our knowledge and according to the information and explanations given to us, no material fraud by the company or on the company has been noticed or reported during the year

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



V. Srikumar
(Partner)
(Membership No. 84494)

Place: *Bangalore*
Date: 5th May, 2015

TATA MOTORS FINANCE LIMITED
Balance Sheet as at March 31, 2015

(Rs. in Lakhs)

Particulars	Notes	As at March 31, 2015	As at March 31, 2014
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	1319,02.08	1289,34.72
(b) Reserves and Surplus	4	1857,24.12	1654,88.02
		3176,26.20	2944,22.74
(1A) Share Application money pending allotment		-	100,00.00
(2) Non-Current Liabilities			
(a) Long-term borrowings	5	8872,29.07	10555,32.69
(b) Other Long term liabilities	6	151,25.29	195,30.46
(c) Long term provisions	7	83,64.05	67,34.61
		9107,18.41	10817,97.76
(3) Current Liabilities			
(a) Short-term borrowings	8	1677,68.40	2348,36.10
(b) Trade payables	9	132,54.39	119,43.30
(c) Other Current liabilities	10	3988,23.69	5316,45.54
(d) Short-term provisions	7	65,81.03	214,90.31
		5864,27.51	7999,15.25
Total		18147,72.12	21861,35.75
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	11	96,25.30	107,96.89
(ii) Intangible assets	12	5,96.86	8,41.71
(iii) Capital work-in-progress		23.75	1,32.42
(b) Non-current investments	13	1519,67.85	40,01.43
(c) Deferred tax assets (net)	15B	408,19.26	318,92.15
(d) Finance receivables	16	9370,48.39	10023,32.64
(e) Long term loans and advances	17	255,27.09	86,05.09
(f) Other non-current assets	18	111,32.77	135,35.61
		11767,41.27	10721,37.94
(2) Current assets			
(a) Current investments	14	275,13.82	325,97.51
(b) Trade receivables	20	45,77.16	835,76.47
(c) Cash and cash equivalent	21	1520,52.82	821,91.16
(d) Finance receivables	16	4086,07.99	8774,08.76
(e) Short term loans and advances	19	423,65.13	298,01.39
(f) Other current assets	18	29,13.93	84,22.52
		6380,30.85	11139,97.81
Total		18147,72.12	21861,35.75
See accompanying notes forming part of the financial statements			

In terms of our report attached

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants

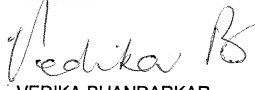
V. Srikumar
Partner

Place: Mumbai
Date: May 05, 2015

For and on behalf of the Board of Directors



NASSER MUNJEE
Chairman

H. N. SINOR
Director


VEDIKA BHANDARKAR
Director


R. PISHARODY
Director


C. RAMAKRISHNAN
Director


SHYAM MANI
Managing Director


SAMRAT GUPTA
Chief Financial Officer


VINAY LAVANNIS
Company Secretary

TATA MOTORS FINANCE LIMITED

Statement of Profit and Loss for the year ended March 31, 2015

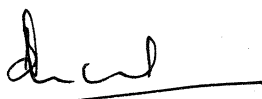
(Rs. in Lakhs)

Particulars	Notes	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
I. Revenue from operations	22	2611,86.61	2908,60.35
II. Other income	23	136,58.42	125,41.27
III. Total Revenue (I + II)		2748,45.03	3034,01.62
IV. Expenses:			
Employee benefits expense	24	187,99.36	133,78.77
Finance costs	26	1758,94.13	1733,75.74
Depreciation and amortisation expense	11,12	23,88.32	19,81.73
Other expenses	25	1573,14.12	991,32.03
Total expenses		3543,95.93	2878,68.27
V. (Loss) / Profit before exceptional and extraordinary items and tax (III-IV)		(795,50.90)	155,33.35
VI. Exceptional items	40	742,82.74	-
VII. (Loss) / Profit before extraordinary items and tax (V + VI)		(52,68.16)	155,33.35
VIII. Extraordinary Items		-	-
IX. (Loss) / Profit before tax (VII- VIII)		(52,68.16)	155,33.35
X. Tax expense	15A	(233,34.62)	54,45.83
XI. Net Profit for the year from continuing operations (IX - X)		180,66.46	100,87.52
XII. Earnings per equity share (of Rs. 10/- each)			
Basic and Diluted (in Rs.)		1.38	0.80
Weighted average number of outstanding shares		1,313,655,136	1,259,754,888
See accompanying notes forming part of the financial statements			

In terms of our report attached

For and on behalf of the Board of Directors

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants




V. Srikumar
Partner



NASSER MUNJEE
Chairman


H. N. SINOR
Director




VEDIKA BHANDARKAR
Director



R. PISHARODY
Director



C. RAMAKRISHNAN
Director



SHYAM MANI
Managing Director



SAMRAT GUPTA
Chief Financial Officer



VINAY LAVANNIS
Company Secretary

Place: Mumbai
Date: May 05, 2015

Particulars	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit for the year	180,66.46	100,87.52
Adjustments for:		
Interest income	(2021,34.45)	(2465,17.50)
Interest income on long term trade investments, bank deposits, etc.	(51,33.11)	(52,16.95)
Discounting charges, amortisation on Zero Coupon Bonds and Discounting charges on Commercial Paper	332,74.93	267,85.31
Depreciation and amortisation expense	23,88.32	19,81.73
Net gains on sale/ redemption of Investments	(37,35.19)	(18,34.85)
Share issue expense	10.00	20.00
Interest expense and other borrowing costs	1426,19.20	1465,90.43
Write off, Loss on sale of fixed assets (net)	1,36.92	36.80
Provision for diminution in the value of Investment	-	(41.10)
Provision for employee benefit schemes	7,49.30	(8,29.19)
Provision for Indirect tax	19,30.05	9,37.26
Provision for doubtful finance receivables and finance receivables written off	1591,53.99	1243,48.66
Provision in respect of liability for servicing direct assigned receivables	(9.01)	(3,68.02)
Provision write back for direct assigned / securitised receivables	(17,00.85)	(7,54.69)
Provisions on Standard Assets	3,00.00	(1,79.99)
Provision for doubtful loans and advances	2,61.68	236.28
Current tax	(144,59.20)	249,57.30
Deferred tax	(88,75.42)	(195,11.47)
Surplus on slump sale pursuant to Business transfer (refer note 40)	(742,82.74)	-
Operating cash flow before working capital changes and discounting charges	485,60.88	607,27.53
Movements in working capital:		
Other assets	84,62.46	107,49.77
Short term advances	(128,25.42)	103,49.24
Finance Receivables	(603,22.25)	(1506,76.23)
Long term advances	(28,57.68)	6,76.04
Trade Receivables	(548,16.86)	(688,33.73)
Trade payables	18,91.72	(49,08.94)
Other current liabilities	432,82.06	(78,12.76)
Other Long term liabilities	(44,05.17)	(11,94.47)
Margin Money/ Cash Collateral with banks*	35,51.32	68,68.79
	(780,39.82)	(2047,82.29)
Current taxes paid (net)	(149,49.87)	(93,61.90)
Discounting charges on commercial papers and Zero coupon bonds paid	(383,11.96)	(216,16.14)
Interest expense	(1450,61.82)	(1367,69.01)
Interest income	2035,74.51	2470,03.58
Net Cash used in operating activities	(242,28.08)	(647,98.23)
B. CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of fixed assets (including capital work-in-progress and capital advances)	(78.51)	(46,23.71)
Proceeds from sale of fixed assets	43.59	43.10
Investment in Senior Pass Through Certificates	-	13,58.91
Realisation from Senior Pass Through Certificates	(87,92.30)	-
Purchase of current investments	(47293,83.15)	(49694,35.70)
Proceeds from sale / redemption of current investments	47489,67.99	49443,10.53
Redemption of trade investments	5,45.23	2,45.00
Purchase of trade investments	(3,68.35)	-
Investment in subsidiary	(1501,16.95)	-
Interest income on long term trade investments, bank deposits, etc.	50,38.41	52,19.29
Consideration received on sale of business	6350,00.00	-
Expenses paid on sale of Business	(14,06.45)	-
Net cash from / (used in) investing activities	4994,49.51	(228,82.58)
C. CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		
Share issue expenses	(10.00)	-
Issue of share capital (including securities premium thereon) (Note 2)	-	199,80.00
Share application money pending allotment	-	100,00.00
Increase / (decrease) in cash credit (net)	259,22.36	309,13.93
Proceeds / repayments from short term borrowings less than 3 months	(432,53.51)	(443,14.11)
Proceeds from short term borrowings 3 months and above	1964,68.49	2497,85.04
Repayment of short term borrowings 3 months and above	(2449,22.92)	(2015,43.31)
Proceeds from long term borrowings	2404,30.00	7252,54.56

TATA MOTORS FINANCE LIMITED

Cash Flow Statement for the year ended March 31, 2015

(Rs. in Lakhs)

Particulars	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Repayment of long term borrowings	(57,19,43.25)	(68,60,13.93)
Dividend Paid (including Corporate Dividend Tax)	(45,25.41)	(100,73.27)
Net cash from / (used in) financing activities	(40,18,34.24)	939,88.91
Net decrease in cash and cash equivalents	733,87.19	63,08.10

* Not freely available for use by the Company.

(Rs. in Lakhs)

Particulars	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Cash and cash equivalents as at the beginning of the year	286,65.63	223,57.53
Cash and cash equivalents as at the end of the year	1020,52.82	286,65.63
Net decrease in cash and cash equivalents	733,87.19	63,08.10

Notes:

1. Finance costs has been considered as arising from operating activities in view of the nature of the Company's business.
2. During the current year, the Company has issued equity shares amounting to Rs. 100,00.00 lakhs (including securities premium) against the share application money which was pending for allotment as of March 31, 2014.
3. Previous year figures have been regrouped, wherever necessary.

In terms of our report attached

For and on behalf of the Board of Directors


For DELOITTE HASKINS & SELLS LLP
Chartered Accountants



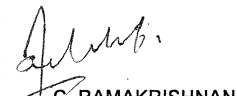
V. Srikumar
Partner

Place: Mumbai
Date: May 05, 2015

NASSER MUNJEE
Chairman




VEDIKA BHANDARKAR
Director



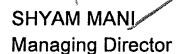
C. RAMAKRISHNAN
Director

SAMRAT GUPTA
Chief Financial Officer

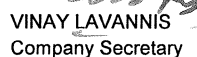
H. N. SINOR
Director



R. PISHARODY
Director



SHYAM MANJ
Managing Director



VINAY LAVANNIS
Company Secretary

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Note 1 – CORPORATE INFORMATION

The Company is a wholly owned subsidiary of Tata Motors Limited (TML) and is registered as a Non-Banking Financial (Non Deposit Accepting or Holding) Company with the Reserve Bank of India with effect from August 09, 2006

Note 2 – SIGNIFICANT ACCOUNTING POLICIES

a. Basis for preparation of Financial statements

The financial statements have 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 Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provision of Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act") as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. Further, the Company follows the directions issued by the Reserve Bank of India (RBI) for Non-Banking Financial Companies (NBFC). The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year except as stated in note 2 (p).

b. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent liabilities as at the date of these financial statements and reported amounts of revenue and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in the current and future years.

c. Revenue recognition

I. Income on Finance receivables and Loans

Income on Finance receivables and Loans is accounted for by using the internal rate of return method. Consequently, a constant rate of return on net outstanding amount is accrued over the period of the contract, except that no income is recognised on non-performing / doubtful assets as per the prudential norms for income recognition issued by the RBI for NBFCs. Interest income on such assets is recognised on receipt basis.

Late payment charges are accounted on receipt basis on account of uncertainty of ultimate collection.

II. Income from securitisation transactions

i) Revenue recognition consequent to revised securitization guidelines

The RBI, vide DNBS. PD. No. 301/3.10.01/2012-13 dated 21st August 2012, issued revised guidelines on securitisation of standard assets. The Company has applied these guidelines to the securitisation transactions effected by the Company post 21st August, 2012. Consequently, the amount of profit received in cash is recorded as a liability under the head "Cash Profit on Loan Transfer Transactions Pending Recognition", maintained on individual transaction basis. The amount recorded in the account is amortised in the statement of profit and loss at each reporting period-end based on a predefined formula given in the aforesaid guidelines.

In case of securitisation transactions where the Company retains the contractual right to receive some of the interest amount due on the transferred assets, the present value of such interest receivable from the Special Purpose Vehicle (SPV) is capitalised as an Interest Only Strip (I/O Strip). The corresponding gain arising on recording of I/O Strip is accounted as a liability under the head "Unrealised Gain on Loan Transfer Transactions". The gain is recognised in the Statement of Profit and Loss when the I/O Strip is redeemed in cash.

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

ii) In respect of securitisation transaction effected prior to August 21, 2012

Profits on assignment through Special Purpose Vehicle (SPV) (net of expenses such as Direct Selling Agents (DSA)/dealer commission, securitisation expenses, liability for servicing assigned receivables and gross of income such as interest subsidy, etc.) are amortised over the balance life of the securities issued / to be issued to the investor, in the ratio of interest that would have been earned on the securitised receivables over such balance period.

iii) Legal and incidental expenses are charged to the statement of profit and loss in the year in which the securitisation is effected.

III. Income from Current and Long term Investments

Income from dividend on shares of corporate bodies and units of mutual funds is accounted on accrual basis when the Company's right to receive dividend is established.

Income from Pass through Certificates and debentures is accounted on accrual basis.

IV. Income from service charges

Income from service charges is recognised as per contractual terms on an accrual basis.

V. Compensation towards interest loss

Compensation towards interest loss receivable from parent company is accrued and recognized as per the contractual terms when such loss occurs.

VI. Utilization of delinquency support

The amount credited to statement of profit and loss on utilization of delinquency support is determined on portfolio of contracts basis taking into account the estimates of expected future loss.

d. Provision for Standard/Non Performing Assets

The Company provides an allowance for Finance receivables based on the prudential norms issued by the RBI relating to income recognition, asset classification and non-performing assets as early implemented by the company. In addition to the provisioning as per the RBI norms, provision is also being made for the anticipated loss to be incurred by the company on resale of repossessed vehicles.

The Company makes a provision on all outstanding standard assets as per the prudential norms / guidelines issued by the RBI or early implemented by the company.

e. Depreciation and Amortisation

Depreciation and amortisation is provided on the straight-line method (SLM), at the rates and manner prescribed in Schedule II to the Companies Act, 2013 except in the case of:

- i. Laptops – 23.75% (SLM)
- ii. Vehicles – 23.75% (SLM)
- iii. Hand Held Machines - 23.75% (SLM)
- iv. Capital assets, located in the premises the ownership of which does not vest in the Company, are depreciated over the estimated period of their utility or five years, whichever is lower.
- v. Software of a cost in excess of Rs. 0.25 Lakhs is amortised over a period of 60 months or on the basis of their estimated useful life, whichever is lower.
- vi. Assets costing less than Rs.5000/- are fully depreciated in the period of purchase.

f. Fixed assets

Fixed assets are stated at cost of acquisition less depreciation, which comprises of purchase price and other directly attributable costs of bringing the assets to their working condition for the intended use.

g. Investments

Long term investments are stated at cost. Provision for diminution is made to recognise a decline, other than temporary, in the value of such investments. Current investments are stated at lower of cost and fair value.

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

h. Commission to agents

Commission paid/ payable to DSAs/dealers for sourcing of contracts is amortised over the term of the contract in the ratio of interest earned. Commission paid / payable on achievement of targets is amortised equally over the term of the contract. Commission paid on collection is charged to the statement of profit and loss when incurred.

i. Employee benefits

I. Defined contribution plans

Contributions to the Company's defined contribution plans, as described below, are charged to the statement of profit and loss.

i) Provident fund

The employees are entitled to receive benefits under provident fund, where both, the employees and the Company, make monthly contributions at a specified percentage of the covered employees' salary (currently 12% of employees' eligible salary). The contribution is paid to the fund managed by the parent Company, except that the employer's contribution towards pension fund is paid to the Regional Provident Fund office. The Company is generally liable for annual contribution and any shortfall to the extent of Company's share in the fund managed by parent Company, based on the Government specified minimum rates of return and recognises such contributions and shortfall, if any, as an expense in the year incurred.

ii) Superannuation

Contribution to the superannuation fund is made at 15% of basic salary for the employees who have opted to the scheme, managed by the parent Company and is charged to the statement of profit and loss.

II) Defined benefit plans

Provision for the Company's defined benefit plans, as described below, are actuarially determined using the projected unit credit method, based on an independent actuarial valuation at the end of the year. Actuarial gains and losses are charged to the Statement of profit and loss.

i) Gratuity

Contributions are made towards gratuity, covering eligible employees, which provides for a lump sum payment of an amount equivalent to 15 to 30 days salary, payable for each completed year of service. Vesting occurs upon completion of five years of service. The actuarially determined liability is compared with the fair value of plan assets and the shortfall or excess is accounted for as a liability or an asset respectively.

ii) Compensated absences

Provision is made for encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment. The liability is provided based on the number of days of unutilised leave at each balance sheet date.

iii) Post retirement Medicare scheme

Under this scheme, the employees are provided medical benefits after retirement, subject to certain limits.

iv) Bhavishya Kalyan Yojana (BKY)

The benefits of the plan are provided to eligible employees based on their entitlement on death or permanent disablement, while in service.

j. Business segment

The Company has been operating only in one segment viz, financial activities and the operations being only in India, the disclosure requirements of Accounting Standard-17 Segment Reporting are not applicable.

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

k. Leases

i) Assets taken on operating lease

Leases, where the lessor effectively retains substantially all the risks and rewards incidental to ownership of the leased assets are classified as operating leases. Operating lease rent paid is recognised as an expense in the statement of profit and loss on the straight-line basis over the lease term.

ii) Assets given on operating lease

Vehicles given on operating lease are included in fixed assets. Lease income is recognised in the statement of profit & loss on a straight line basis over the lease term. Costs including depreciation are recognised as an expense in the statement of profit and loss. Initial direct costs such as insurance cost etc. are recognised immediately in the statement of profit and loss.

l. 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 year.

m. Taxation

Current tax is the amount of tax payable on the taxable income for the year, as determined in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961 and other applicable tax laws.

Deferred tax is recognised on timing differences, being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are measured using the tax rates and tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent to that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there is unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets are reviewed at each balance sheet date for their reliability.

Current and deferred taxes relating to items directly recognised in reserves are recognised in reserves and not in the statement of profit and loss.

Minimum Alternative tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the company will pay normal income tax during the specified period.

n. Provisions, contingent liability and contingent assets

Provisions are recognised in accounts in respect of present probable obligations arising out of past events, the amount of which can be reliably estimated.

Contingent liabilities are disclosed in respect of possible obligations that arise from the past events but their existence is confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent assets are neither recognised, nor disclosed in the financial statements.

o. Delinquency support

Delinquency support receivable from parent company, being compensation towards provision / write off of finance receivable, is credited to the Statement of profit and loss as per the contractual terms when the provision / write off charge on the underlying portfolio of contracts is recognized.

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

p. Change in Accounting Policy

During the Financial Year 2014-15, the Company has revised its accounting policy for recording loss on Securitised receivables in line with RBI's securitization guidelines and RBI's observations. The Management is of the opinion that the change would reflect a more appropriate presentation of the financial statements and also would be in line with the RBI observations. As per the new policy the Company records loss on such receivables to the extent of utilization / draw down of the credit enhancement by writing-off by the amount to the Statement of profit and loss as per RBI Guidelines and has discontinued with the provision on Securitised receivables. Had the Company followed its earlier policy the profit for the year and the Reserves as on March 31, 2015 would have been lower by Rs. 29,49.80 lakhs.

Note "3"

Share Capital

(Rs. in Lakhs)

Particulars	As at March 31, 2015		As at March 31, 2014	
	Number	Amount	Number	Amount
Authorised				
Equity Shares of Rs.10 each	2,000,000,000.	2000,00.00	2,000,000,000	2000,00.00
Preference shares of Rs.100 each (redeemable)	75,000,000	750,00.00	75,000,000	750,00.00
	2,075,000,000	2750,00.00	2,075,000,000	2750,00.00
Issued, Subscribed and Fully Paid up				
Equity Shares of Rs.10 each	1,319,020,771	1319,02.08	1,289,347,181	1289,34.72
Total	1,319,020,771	1319,02.08	1,289,347,181	1289,34.72

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

(Rs. in Lakhs)

Equity Shares	As at March 31, 2015		As at March 31, 2014	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	1,289,347,181	1289,34.72	1,230,000,000	1230,00.00
Shares Issued during the year	29,673,590	29,67.36	59,347,181	59,34.72
Shares outstanding at the end of the year	1,319,020,771	1319,02.08	1,289,347,181	1289,34.72

b) As at March 31, 2015 and March 31, 2014 all the Equity Shares were held by Tata Motors Ltd., the holding company and its nominees.

c) Terms / rights attached to equity shares

The Company has issued only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. The holders of equity shares are also entitled for the dividend as proposed by the Board of Directors and approved in the Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Reserves & Surplus

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
a. Securities Premium Account		
Balance as per the last financial statements	1110,65.28	970,00.00
Add: Premium on shares issued during the year	70,32.64	140,65.28
Closing Balance	1180,97.92	1110,65.28
b. Special Reserve*		
Balance as per the last financial statements	175,78.40	155,60.90
Add: Transfer from surplus in the statement of Profit and Loss	36,13.29	20,17.50
Closing Balance	211,91.69	175,78.40
c. Surplus in the statement of profit and loss		
Balance as per the last financial statements	368,44.34	332,99.73
Add: Net Profit for the year	180,66.46	100,87.52
Less: Transfer to Special Reserve	36,13.29	20,17.50
Less: Depreciation on account of transition to Schedule II of the Companies Act, 2013 on tangible fixed assets with nil remaining useful life (Net of deferred tax of Rs 51.68 Lakhs) (Refer Note 39)	1,00.38	-
Less: Proposed dividend (Rs 0.30 per share) (previous year Rs 0.30 per share) (see note below)	39,57.06	38,68.04
Less: Tax on dividend	8,05.56	6,57.37
Net surplus in the Statement of Profit and Loss	464,34.51	368,44.34
Total	1857,24.12	1654,88.02

***Transfer to Special reserve**

As per Section 45-IC of Reserve Bank of India Act, 1934 every non-banking financial company shall create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the Statement of profit and loss account and before any dividend is declared. No appropriation of any sum from the reserve fund shall be made by the non-banking financial company except for the purpose as may be specified by the Reserve Bank of India from time to time and every such appropriation shall be reported to the Reserve Bank of India within twenty-one days from the date of such withdrawal.

Note: The Board of Directors, at its meeting held on April 30, 2015 recommended a dividend of Rs 0.30/- per share, which will be subject to approval of the share holders in their ensuing Annual General meeting.

TATA MOTORS FINANCE LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note "5"

Long term Borrowings

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
(i) Debentures		
(a) Privately placed non convertible debentures (Secured) (Net of unamortised discount on issue of Rs. 11,76.96 lakhs; March 31, 2014 Rs.57,70.05 lakhs and gross of accreted value of premium on redemption of Rs. 31,96.00 lakhs; March 31, 2014 Rs. 5,32.73 lakhs)	1793,34.07	2365,42.69
(b) Privately placed non-convertible Subordinated Debentures (Unsecured)	1134,90.00	899,90.00
(c) Privately placed non-convertible Subordinated Perpetual Debt (Unsecured) (Note 38)	375,30.00	325,00.00
	3303,54.07	3590,32.69
(ii) Term loans from banks		
(a) Secured	2175,00.00	3765,00.00
(b) Unsecured	3393,75.00	3200,00.00
	5568,75.00	6965,00.00
Total	8872,29.07	10555,32.69

Nature of Security for Secured Borrowings outstanding as on March 31, 2015

Nature of security on borrowings :

a. Privately placed non-convertible debentures are fully secured by:

i) First charge on Company's residential flat.

ii) Pari - passu charge is created in favour of the debenture trustee on:

- All receivables of the Company arising out of loan and trade advances,
- All book debts arising out of loan and trade advances

iii) First charge on secured / unsecured loans given by the Company as identified from time to time and accepted by the debenture trustee.

iv) Any other security as identified by the Company and acceptable to the debenture trustee.

b. Term Loans from banks are secured by a pari-passu charge in favour of the security trustee on receivables, Receivables from pass through certificates and book debts specified in (a)(ii) above and such current assets as may be identified by the Company from time to time and accepted by the security trustee.

Terms of repayment for Term Loans

Majority of the term loans from banks are repayable on bullet i.e at the end of tenure. Tenure of such loans ranges between 2 to 3 years. Loans are borrowed at a floating rate of interest linked to bank's base rate plus spread with quarterly / half-yearly / yearly reset option. On the reset date the Company has an option to repay the loans.

Note "6"

Other long term liabilities

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Income received in advance	1,95.31	4,05.42
Unrealised Gain on Loan Transfer Transactions	2,55.34	27,18.42
Delinquency support	145,80.38	161,98.13
Deposits from Customers / Dealers	94.26	2,08.49
Total	151,25.29	195,30.46

Note "7"

Provisions

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
A) Long Term Provisions		
Provision for employee benefits	11,24.49	8,38.90
Provision for Indirect tax	51,14.48	31,84.43
Provision for expected loss on future direct assigned /securitised receivables	-	8,05.96
Contingent provisions against standard assets	21,25.08	19,05.32
Total	83,64.05	67,34.61
B) Short Term Provisions		
Provision for employee benefits	27.90	33.54
Provision for income tax, net of advances	1,87.01	142,87.62
Provision for expected loss on future direct assigned /securitised receivables	-	34.07
Provision in respect of liability for servicing direct assigned receivables	-	9.01
Contingent provisions against standard assets	16,03.50	26,00.66
Provision for proposed dividend	39,57.06	38,68.04
Provision for tax on dividend	8,05.56	6,57.37
Total	65,81.03	214,90.31

Movement of provisions (Long Term and Short Term)

a. Provision for Indirect taxes

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Opening Balance	31,84.42	22,47.17
Add: Provision for the year	19,71.10	13,02.18
Less: Utilisation	41.04	3,64.93
Closing Balance	51,14.48	31,84.42

The expected settlement period depends on relevant judgement of authorities in similar matters.

b. Provision in respect of liability for servicing direct assigned receivables

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Opening Balance	9.01	3,77.03
Less: Utilisation	9.01	3,68.02
Closing Balance	-	9.01

c. Provision for expected loss on future direct assigned / securitised receivables

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Opening Balance	8,40.03	4,56.49
Add: Provision for the year	0.28	8,06.38
Less: Utilizations during the year	1,64.75	4,06.96
Less: Other adjustments	6,75.56	15.88
Closing Balance	-	8,40.03

TATA MOTORS FINANCE LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Terms of repayment of bonds / debentures outstanding as at March 31, 2015

A. Privately placed Secured Non Convertible Debentures (including Zero Coupon Debentures) - Face value of Rs. 10 Lakhs each (Redeemable at par) except otherwise stated

Particulars	(Rs. In lakhs)	Redemption Date
TMFL Zero Coupon Debentures - AH FY 2011-12	13,00.00	6-Apr-15
TMFL Zero Coupon Debentures - J FY 2012-13	10,00.00	9-Apr-15
TMFL Zero Coupon Debentures - B FY 2012-13	72,90.00	10-Apr-15
TMFL Zero Coupon Debentures - A FY 2013-14	18,00.00	14-Apr-15
TMFL Zero Coupon Debentures - F FY 2012-13	17,30.00	16-Apr-15
TMFL Zero Coupon Debentures - E FY 2013-14	50,00.00	2-May-15
10.40% Non Convertible Debentures-D FY 2012-13	20,00.00	6-May-15
TMFL Zero Coupon Debentures - K FY 2012-13	30,20.00	7-May-15
9.60% Non Convertible Debentures-B FY 2013-14	25,00.00	7-May-15
9.60% Non Convertible Debentures-E FY 2013-14	25,00.00	13-May-15
10.40% Non Convertible Debentures-B FY 2012-13	73,00.00	22-May-15
TMFL Zero Coupon Debentures - AE FY 2011-12	24,50.00	1-Jun-15
10.40% Non Convertible Debentures-F FY 2012-13	30,00.00	12-Jun-15
10.40% Non Convertible Debentures-E FY 2012-13	20,00.00	15-Jun-15
9.592% Non Convertible Debentures-G FY 2013-14	100,00.00	15-Jun-15
9.89% Non Convertible Debentures-V FY 2012-13	100,00.00	26-Jun-15
TMFL Zero Coupon Debentures - G FY 2012-13	6,90.00	4-Aug-15
TMFL Zero Coupon Debentures - Q FY 2012-13	31,20.00	6-Aug-15
10.75% Non Convertible Debentures-L FY 2013-14	75,00.00	27-Sep-15
9.98% Non Convertible Debentures-R FY 2012-13	25,00.00	26-Oct-15
9.60% Non Convertible Debentures-D FY 2013-14	50,00.00	13-Nov-15
TMFL Zero Coupon Debentures - D FY 2013-14*	12,74.97	5-Jan-16
10.25% Non Convertible Debentures-AA FY 2013-14	40,00.00	20-Mar-16
TMFL Zero Coupon Debentures - B FY 2013-14	13,10.00	31-Mar-16
10.25% Non Convertible Debentures- Z FY 2013-14	18,20.00	4-Apr-16
TMFL ZERO COUPON DEBENTURES "U" FY 2013-14*	22,75.90	18-Apr-16
TMFL Zero Coupon Debentures - O FY 2012-13	84,80.00	28-Apr-16
10.21% Non Convertible Debentures-N FY 2013-14	50,00.00	3-May-16
TMFL ZERO COUPON DEBENTURES "AB" FY 2013-14*	24,63.07	7-May-16
9.60% Non Convertible Debentures-C FY 2013-14	75,00.00	9-May-16
TMFL Zero Coupon Debentures - C FY 2013-14	4,00.00	10-May-16
10.23% Non Convertible Debentures-AE FY 2013-14	20,00.00	16-May-16
TMFL ZERO COUPON DEBENTURES "O" FY 2013-14*	10,45.94	25-May-16
9.60% Non Convertible Debentures-H FY 2013-14	50,00.00	30-May-16
9.40% Non Convertible Debentures-I FY 2013-14	250,00.00	31-May-16
TMFL Zero Coupon Debentures - F FY 2013-14*	26,20.61	2-Jun-16
9.40% Non Convertible Debentures-J FY 2013-14	270,00.00	5-Jun-16
TMFL ZERO COUPON DEBENTURES "S" FY 2013-14*	8,35.34	7-Jun-16
9.40% Non Convertible Debentures-K FY 2013-14	200,00.00	10-Jun-16
TMFL ZERO COUPON DEBENTURES "G" FY 2013-14	45,30.00	28-Jun-16
TMFL ZERO COUPON DEBENTURES "I" FY 2013-14*	6,50.43	20-Oct-16
TMFL ZERO COUPON DEBENTURES "H" FY 2013-14*	21,32.65	20-Jan-17
TMFL ZERO COUPON DEBENTURES "K" FY 2013-14*	24,03.68	27-Jan-17
10.25% Non Convertible Debentures-W FY 2013-14	8,00.00	23-Feb-17
TMFL ZERO COUPON DEBENTURES "R" FY 2013-14*	8,97.38	2-Mar-17
10.25% Non Convertible Debentures-Y FY 2013-14	44,00.00	20-Mar-17
10.26% Non Convertible Debentures-AD FY 2013-14	50,00.00	20-Mar-17
TMFL ZERO COUPON DEBENTURES "Q" FY 2013-14*	4,06.55	6-Apr-17
TMFL ZERO COUPON DEBENTURES "T" FY 2013-14*	9,88.79	13-Apr-17
TMFL ZERO COUPON DEBENTURES "J" FY 2013-14*	63,00.70	25-Jul-17
TMFL ZERO COUPON DEBENTURES "P" FY 2013-14*	56,16.30	17-Aug-17
10.25% Non Convertible Debentures-M FY 2013-14	20,00.00	10-Jan-19
TMFL ZERO COUPON DEBENTURES "AC" FY 2013-14*	21,06.27	27-Feb-19
10.25% Non Convertible Debentures-V FY 2013-14	15,00.00	5-Mar-19
10.25% Non Convertible Debentures-AF FY 2013-14	5,00.00	19-Mar-19
10.25% Non Convertible Debentures-X FY 2013-14	20,00.00	20-Mar-19

TATA MOTORS FINANCE LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Terms of repayment of bonds / debentures outstanding as at March 31, 2015

A. Privately placed Secured Non Convertible Debentures (including Zero Coupon Debentures) - Face value of Rs. 10 Lakhs each (Redeemable at par) except otherwise stated

Particulars	(Rs. In lakhs)	Redemption Date
9.85% Non Convertible Debentures-A FY 2014-15	55,00.00	10-Oct-19
9.85% Non Convertible Debentures-B FY 2014-15	85,00.00	10-Oct-17
9.77% Non Convertible Debentures-C FY 2014-15	79,00.00	26-Feb-18
9.85% Non Convertible Debentures-D FY 2014-15	100,00.00	17-Oct-19
	2738,58.58	
Less: Unamortised Discount allowed on issue	15,94.21	
Less: Unamortised Premium on redemption	50,62.58	
Total	2672,01.79	
Less: Current portion of Long Term borrowings	878,67.72	
Total	1793,34.07	

* These NCDs are zero coupon NCDs issued at par value and redeemable at premium and the figures stated above are gross of premium on redemption.

B. Privately placed Unsecured Non Convertible Subordinated Debentures

Face value of Rs. 10 Lakhs each (Redeemable at par)

Particulars	Rs. (In lakhs)	Redemption Date
10.46% TMFL – Tier II Bonds – C FY 2012-13	28,00.00	28-Dec-22
9.85% TMFL – Tier II Bonds – B FY 2013-14	100,00.00	24-May-23
10.15% TMFL – Tier II Bonds – A FY 2013-14	55,10.00	28-May-23
10.60% TMFL – Tier II Bonds – A FY 2014-15	25,00.00	12-Sep-24
10.35% TMFL – Tier II Bonds – B FY 2014-15	60,00.00	26-Sep-24
9.70% TMFL – Tier II Bonds – C FY 2014-15	150,00.00	19-Dec-24
Face value of Rs. 5 Lakhs each (Redeemable at par)		
10.90% TMFL – Tier II Bonds – A FY 2009-10	200,00.00	20-Jan-20
10.75% TMFL – Tier II Bonds – B FY 2009-10	88,95.00	25-Mar-20
10.70% TMFL – Tier II Bonds – C FY 2009-10	100,00.00	10-Apr-20
10.70% TMFL – Tier II Bonds – D FY 2009-10	111,00.00	28-Apr-20
11.00% TMFL – Tier II Bonds – A FY 2011-12	75,30.00	17-Sep-21
11.00% TMFL – Tier II Bonds – B FY 2011-12	69,15.00	2-Mar-22
11.00% TMFL – Tier II Bonds – C FY 2011-12	10,00.00	26-Mar-22
11.00% TMFL – Tier II Bonds – A FY 2012-13	37,40.00	22-May-22
10.65% TMFL – Tier II Bonds – B FY 2012-13	25,00.00	3-Aug-22
	1134,90.00	

C. Privately placed Unsecured Non Convertible Subordinated Perpetual Debentures

Particulars	Rs. (in Lakhs)	Face Value (in Lakhs)
11.35% TMFL Perpetual "A" FY 2010-11	150,00.00	5.00
11.50% TMFL Perpetual "A" FY 2012-13	26,90.00	5.00
11.25% TMFL Perpetual "B" FY 2012-13	73,10.00	5.00
11.03% TMFL Perpetual "A" FY 2013-14	52,70.00	10.00
11.33% TMFL Perpetual "B" FY 2013-14	22,30.00	10.00
11.10% TMFL Perpetual "A" FY 2014-15	50,30.00	10.00
	375,30.00	

Terms of Redemption:

Redemption period is not applicable as the NCDs are perpetual. However, the Company has a call option on the NCDs after 10 years from the date of issue and at the end of every month thereafter, which may be exercised only with the prior approval of the Reserve Bank of India. There is a step up option of 50 bps in the event that the call option is not exercised by the Company.

Note "8"

Short term borrowings

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
(i) Loans repayable on demand		
From Banks		
-Cash Credit (Secured)	1024,08.37	764,86.01
-Working Capital Demand Loan (Secured)	-	425,00.00
-Other Loans (Secured)	-	50,00.00
	1024,08.37	1239,86.01
(ii) Inter Corporate Deposits (Unsecured)		
-from other than related parties	60,00.00	10,00.00
(iii) Commercial Papers (Unsecured)		
(net of unamortised discounting charges Rs. 13,79.97 Lakhs ranging from 8.17% to 9.60%; March 31, 2014 Rs. 57,14.91 Lakhs ranging from 8.05% to 11.30%)	593,60.03	1098,50.09
(Maximum amount outstanding Rs. 48,25.40 Lakhs; for the previous year ended March 31, 2014: Rs. 23,62.15 lakhs)		
Total	1677,68.40	2348,36.10

Nature of Security for Secured Borrowings outstanding as on March 31, 2015

Loans from banks for cash credit, working capital demand loans and other loans are secured by a pari-passu charge in favour of the security trustee on receivables and book debts as listed below and such current assets as may be identified by the Company from time to time and accepted by the security trustee.

Pari - passu charge is created with the security trustee for loans from banks on:

- All receivables of the Company arising out of loan and trade advances,
- All book debts arising out of loan and trade advances,
- Receivables from pass through certificates.

Note "9"

Trade payables

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Dues to Micro, Small and Medium enterprises *	-	-
Dues to Others #	132,54.39	119,43.30
Total	132,54.39	119,43.30

* Information in respect of micro enterprises and small enterprises to whom the Company owes dues, which are outstanding as at the balance sheet date and disclosed above as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

includes provision of Rs 65.53 lakhs on account of pending litigation

Note "10"

Other Current liabilities

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Current maturities of long-term debt		
Privately placed non convertible debentures (Secured) (Net of unamortised discount on issue of Rs.4,17.25 lakhs; March 31, 2014 Rs.21,37.78 lakhs)	878,67.72	1863,32.22
Term loans from banks		
-Secured	1915,00.00	2200,00.00
-Unsecured	250,00.00	650,00.00
	3043,67.72	4713,32.22
Interest accrued but not due on borrowings	220,06.98	244,49.60
Income received in advance	3,91.29	9,05.49
Unrealised Gain on Loan Transfer Transactions	24,01.89	75,19.25
Payable to investors of assigned / securitised receivables	80,04.79	116,35.91
Current dues of long term employee benefits	4,17.20	-
Statutory dues	9,75.04	15,56.93
Other Liabilities	602,58.78	142,46.14
Total	3988,23.69	5316,45.54

Nature of Security for Secured Borrowings outstanding as on March 31, 2015

a) Privately placed non-convertible debentures are fully secured by:

- i) First charge on Company's residential flat.
- ii) Pari - passu charge is created with the security trustee for loans from banks on:
 - All receivables of the Company arising out of loan and trade advances,
 - All book debts arising out of loan and trade advances.
- iii) First charge on secured / unsecured loans given by the Company as identified from time to time and accepted by the debenture trustee.
- iv) Any other security as identified by the Company and acceptable to the debenture trustee.

b) Term Loans from banks are secured by a pari-passu charge in favour of the security trustee on receivables, Receivables from pass through certificates and book debts specified in (a)(ii) above and such current assets as may be identified by the Company from time to time and accepted by the security trustee.

Note "11"

Tangible Assets

Particulars	Gross Block						Depreciation					Net Block	
	Opening balance as at April 01, 2014	Additions	Deletions	Transfer (refer note 40)	Closing balance as at March 31, 2015	Opening balance as at April 01, 2014	Adjustment against Reserves (Refer note 39)	Depreciation for the year	Deletions	Transfer (refer note 40)	Closing balance as at March 31, 2015	As at March 31, 2015	As at March 31, 2015
Office Premises/ Residential flat	40,53.62	-	-	-	40,53.62	1,47.34	-	63.21	-	-	2,10.55	38,43.07	38,43.07
Furniture and fixtures	22,98.11	17,55.51	-	-	40,53.62	89.01	-	58.33	-	-	1,47.34	39,06.28	39,06.28
Vehicles	54,01.71	3,82.64	1,90.73	-	55,93.62	17,55.37	1,06.65	9,08.28	1,06.65	-	25,57.00	30,36.62	30,36.62
	39,03.22	15,42.41	43.92	-	54,01.71	10,89.44	17.14	6,83.07	17.14	-	17,55.37	36,46.34	36,46.34
	9,04.12	1,47.12	1,83.18	80.88	7,87.18	4,59.67	1,52.92	1,95.89	1,52.92	44.16	4,58.48	3,28.70	3,28.70
	8,77.11	1,33.56	1,06.55	-	9,04.12	3,20.17	2,06.97	2,06.97	67.47	-	4,59.67	4,44.45	4,44.45
	4,01.08	7,35.19	14.71	-	11,21.56	1,19.40	1,64.67	1,64.67	6.29	-	2,77.78	8,43.78	8,43.78
	2,73.36	1,27.72	-	-	4,01.08	39.68	-	79.72	-	-	1,19.40	2,81.68	2,81.68
	32,74.32	1,62.46	88.00	1,89.51	31,59.27	8,25.93	1,51.24	8,13.02	44.06	99.36	16,46.77	15,12.50	15,12.50
	27,15.18	5,75.59	16.45	-	32,74.32	2,03.99	6,26.27	6,26.27	4.33	-	8,25.93	24,48.39	24,48.39
	13,41.96	3.90	1,99.90	-	11,45.96	12,72.21	0.82	(1.60)	1,86.10	-	10,85.33	60.63	60.63
	13,65.58	-	23.62	-	13,41.96	12,13.64	80.27	80.27	21.70	-	12,72.21	69.75	69.75
Total	153,76.81	14,31.31	6,76.52	2,70.39	153,61.21	45,79.92	1,52.06	21,43.47	4,96.02	1,43.52	62,35.91	96,25.30	96,25.30
<i>As of March 31, 2014</i>	<i>114,32.56</i>	<i>41,34.79</i>	<i>1,90.54</i>	<i>-</i>	<i>153,76.81</i>	<i>29,55.93</i>	<i>-</i>	<i>17,34.63</i>	<i>1,10.64</i>	<i>-</i>	<i>45,79.92</i>	<i>107,96.89</i>	<i>107,96.89</i>

Note : Office Premises/ Residential flat include Rs. 1,000/- being value of investment in 20 shares of Rs. 50/- each in Nilgiri Upvan Co-operative Housing Society Limited.

Note "12"

Intangible Assets - Other than internally generated

Particulars	Gross Block				Amortisation				Net Block			
	Opening balance as at April 01, 2014	Additions	Deletions	Transfer (refer note 40)	Closing balance as at March 31, 2015	Opening balance as at April 01, 2014	Amortisation for the year	Deletions	Transfer (refer note 40)	Closing balance as at March 31, 2015	As at March 31, 2015	
Computer Software	15,32.82	-	-	-	15,32.82	6,91.11	2,44.85	-	-	9,35.96	5,96.86	5,96.86
<i>As of March 31, 2014</i>	<i>15,20.27</i>	<i>12.55</i>	<i>-</i>	<i>-</i>	<i>15,32.82</i>	<i>4,44.01</i>	<i>2,47.10</i>	<i>-</i>	<i>-</i>	<i>6,91.11</i>	<i>8,41.71</i>	<i>8,41.71</i>

Note: Total Depreciation and Amortisation for the current year is Rs. 23,88.32 Lakhs; for the previous year ended 31st March 2014 is Rs. 19,81.73 Lakhs. Figures in italics pertain to previous year ended March 31, 2014.

Note "13"

Non current Investments (Unquoted) (at cost unless otherwise stated)

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Trade investments		
Investments in debentures (unquoted)		
- Fortune Cars Pvt. Ltd -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 3.00 cr each) - 1 unit.	2,54.62	-
- Pandit Automotive Pvt. Ltd -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 4.00 cr each) - 1 unit.	3,39.48	-
- Ebony Motors -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 3.50 cr each) - 1 unit.	2,97.05	-
- Mohandas Motors -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 4.00 cr each) - 1 unit.	3,40.00	-
Other investments		
Investment in Senior Pass Through Certificates	6,19.75	40,01.43
Investment in Subsidiary Companies 15,00,00,000 (as at March 31, 2014: Nil) shares of Rs 100 each fully paid up in Tata Motors Finance Solutions Private Limited.	1501,16.95	-
Total	1519,67.85	40,01.43

Note "14"

Current Investments (at cost unless otherwise stated)

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Investment in Equity Instruments (Quoted) (at Cost or fair value whichever is lower)		
State Bank of India as of March 31, 2015: Nil (as at March 31, 2014, No. of shares 1,27,800 and Market value Rs. 24,51.59 Lacs)	-	19,60.02
Investment in Debentures		
Investments in debentures (Unquoted)		
- Jayem Automotive Limited (unquoted) 16,18,000 -14% (as of March 31, 2014: 16,18,000 -14%) Optionally Convertible Debentures of Rs. 100/- each)	1,49.49	1,66.00
- Fortune Cars Pvt. Ltd -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 3.00 cr each) - 1 unit.	45.39	-
- Pandit Automotive Pvt. Ltd -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 4.00 cr each) - 1 unit.	60.52	-
- Ebony Motors -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 3.50 cr each) - 1 unit.	52.95	-
- Mohandas Motors -14% (as of March 31, 2014: Nil) Non Convertible Debentures of Rs. 4.00 cr each) - 1 unit.	60.00	-
Investment in trust securities Senior Pass Through Certificates (Unquoted)	176,45.47	54,71.49
Investment in Mutual Funds (at Cost or fair value whichever is lower) (Unquoted)		
Entity	Scheme	
Reliance Mutual Fund	Liquid Fund- Treasury Plan- Growth Plan	55,00.00
Birla Sun Life Mutual Fund	Cash Plus- Growth Regular Plan	15,00.00
LIC Nomura Mutual Fund	Liquid Fund- Growth Plan	10,00.00
Principal Mutual Fund	Cash Management Fund- Regular Plan Growth	10,00.00
Union KBC Mutual Fund	Liquid Fund Growth	10,00.00
UTI Mutual Fund	Liquid Fund Growth	10,00.00
IDFC Mutual Fund	Cash Fund- Super Inst Plan C Growth	15,00.00
Religare Invesco Mutual Fund	Liquid Fund- Growth Plan	15,00.00
Axis Mutual Fund	Liquid Fund- Growth Plan	10,00.00
ICICI Prudential Mutual Fund	Liquid-Regular Plan- Growth	15,00.00
HDFC Mutual Fund	Cash Management Fund-Savings Plan-Growth	15,00.00
SBI Mutual Fund	Premier Liquid Fund- Regular Plan-Growth	15,00.00
Tata Mutual Fund	Liquid Fund Plan A-Growth	15,00.00
IDBI Mutual Fund	Liquid Fund- Regular Plan-Growth	15,00.00
Kotak Mutual Fund	Liquid Fund Plan A-Growth	15,00.00
Tata Mutual Fund	Money Market Fund Plan A-Growth	95,00.00
Sundaram Mutual Fund	Money Fund Regular Growth	10,00.00
	Investment in Mutual Funds	250,00.00
Total	275,13.82	325,97.51

The aggregate amount of unquoted investments is Rs. 1794,81.67 Lakhs (as at March 31, 2014 Rs. 346,38.92 Lakhs) and the aggregate amount of quoted investment is Rs. Nil (March 31, 2014 Rs. 19,60.02 Lakhs)

Note "15A"
Tax Expense

(Rs. in Lakhs)

Particulars	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Current tax	68,13.90	245,24.00
Less : MAT credit availed	(68,13.90)	-
Excess provision for tax relating to prior year	(144,59.20)	4,33.30
Deferred Tax Expense	(88,75.42)	(195,11.47)
Net tax expense	(233,34.62)	54,45.83

Note "15B"
Deferred Tax Assets (net)

Major components of deferred tax arising on account of timing differences

(Rs. in Lakhs)

Particulars	As at March 31, 2014	Adjustment relating to prior year	(Charge) / Credit for the year	(Charge) / Credit to reserves	As at March 31, 2015
Assets					
Provision for doubtful finance receivables, assigned/secured receivables, expected loss on future assigned/secured receivables and standard assets.	335,87.01	-	77,15.81	-	413,02.82
Retirement benefits/expenses allowable on payment basis	2,06.71	-	13.71	-	2,20.42
Disallowances u/s 43B of the Income Tax Act.	10,69.10	-	6,48.12	-	17,17.22
Depreciation	(14.39)	-	2,91.25	51.68	3,28.54
Others	3.06	-	76.00	-	79.06
	348,51.49	-	87,44.89	51.68	436,48.06
Liabilities					
Delinquency Support	-	(146,25.50)	146,25.50	-	-
DSA/Dealer Commission claimed on incurrence basis	(29,59.34)	-	1,30.54	-	(28,28.80)
	(29,59.34)	(146,25.50)	147,56.04	-	(28,28.80)
Net deferred tax assets / (liabilities)	318,92.15	(146,25.50)	235,00.93	51.68	408,19.26
<i>previous year</i>	<i>123,80.68</i>	<i>-</i>	<i>195,11.47</i>	<i>-</i>	<i>318,92.15</i>

4

Note "16"

Finance Receivables

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
A) Finance Receivables - Non Current		
Vehicle Loans (#)		
- Other than Related Parties		
-Secured, considered good	9370,48.39	10023,32.64
-Considered Doubtful	502,07.49	561,62.36
Less: Provision for Doubtful Loans	502,07.49	561,62.36
	9370,48.39	10023,32.64
Total	9370,48.39	10023,32.64
B) Finance Receivables - Current		
Vehicle Loans (#)		
- To Related Parties (Secured, considered good)	2,61.97	0.25
- To Others		
-Secured, considered good	4083,46.02	8774,08.51
-Considered Doubtful	303,09.87	373,06.64
Less: Provision for Doubtful Loans	303,09.87	373,06.64
	4086,07.99	8774,08.76
Total	4086,07.99	8774,08.76

Vehicle loans are secured against hypothecation of the underlying vehicle.

Note "17"

Long Term loans and advances

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Unsecured, considered good		
Capital Advances	48.82	12,92.95
Security Deposits	8,48.96	8,94.85
Other Loans and advances		
- Loans to employees	0.79	0.95
- Prepaid expenses	29,86.84	28,52.12
- Advance payment of income tax, net of provisions	188,72.67	35,64.22
Secured Considered good		
- Loans to Others	27,69.01	-
Total	255,27.09	86,05.09

Note "18"

Other Non-Current Assets

(Rs. in Lakhs)		
Particulars	As at March 31, 2015	As at March 31, 2014
A) Other Non Current Assets		
Unsecured, considered good unless otherwise stated		
Direct assigned / securitised receivables (@)		
-Secured, considered good	-	30.23
-Doubtful	-	4,35.35
Less: Provision for doubtful direct assigned / securitised receivables	-	4,35.35
	-	30.23
Margin Money/ Cash collateral with banks (Note 21)	99,10.63	99,36.42
Interest only Strip	2,55.34	27,18.42
Interest accrued but not due on Bank deposits, Margin Money/ Cash Collateral with banks	9,66.80	8,50.54
Total	111,32.77	135,35.61
B) Other Current Assets		
Unsecured, considered good unless otherwise stated		
Direct assigned / securitised receivables (@)		
-Secured, considered good	-	5,05.65
-Doubtful	-	4,25.47
Less: Provision for doubtful direct assigned / securitised receivables	-	4,25.47
	-	5,05.65
Interest only Strip	24,01.89	75,19.25
Interest accrued but not due on Bank deposits, Margin Money/ Cash Collateral with banks	2,41.40	1,30.12
Interest accrued on Investments	47.59	70.77
Stamp papers	2,23.05	1,96.73
Total	29,13.93	84,22.52

(@) Direct assigned / securitised receivables are secured against hypothecation of the underlying vehicle.

Note "19"

Short term loans and advances

(Rs. in Lakhs)		
Particulars	As at March 31, 2015	As at March 31, 2014
Unsecured, considered good unless otherwise stated		
Security Deposits		
-Considered good	1,13.92	80.83
-Doubtful	37.17	40.43
Less: Provision for Doubtful Security Deposits	37.17	40.43
	1,13.92	80.83
Prepaid expenses	45,04.02	50,87.96
Loans/ Advances		
-Loans / advances to employees	87.44	33.65
Other Loans		
Secured	4,93.63	-
Unsecured		
-To Related Parties	9,36.22	-
- To Others - Considered good	279,85.89	231,08.04
- Doubtful	29.41	-
Less: Provision for doubtful loans	29.41	-
	289,22.11	231,08.04
Other advances		
-Considered good	82,44.01	14,90.91
-Doubtful	4,99.05	2,63.53
Less: Provision for doubtful advances	4,99.05	2,63.53
	82,44.01	14,90.91
Total	423,65.13	298,01.39

TATA MOTORS FINANCE LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note "20"

Trade Receivables

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Receivables on account of service charges, incentives and others. (Unsecured, considered good)		
From Related Parties (Note 30)		
Due for 6 months or less	44,24.72	835,27.46
From Others (Due for 6 months or less)	1,52.44	49.01
Total	45,77.16	835,76.47

Note "21"

Cash and cash equivalents

(Rs. in Lakhs)

Particulars	As at March 31, 2015	As at March 31, 2014
Cash and cash equivalents (as per AS 3 Cash Flow Statements)		
Cash on hand	32,52.02	33,62.03
Cheques/drafts on hand	39,75.17	53,86.46
Balances with banks - Current accounts	78,25.63	199,17.14
Deposits with Bank	870,00.00	-
Total - Cash and cash equivalents (as per AS 3 Cash Flow Statements) (A)	1020,52.82	286,65.63
Other Bank Balances		
-Margin Money/ Cash Collateral with banks	99,10.63	134,61.95
-Deposits with banks	500,00.00	500,00.00
Total - Other Bank Balances (B)	599,10.63	634,61.95
Less: Margin Money/ Cash Collateral with banks having residual maturity of more than 12 months (Note 18) (C)	99,10.63	99,36.42
Total Cash and cash equivalents (A+B-C)	1520,52.82	821,91.16

Note "22"

Revenue from operations

Particulars	(Rs. in Lakhs)	
	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Interest Income:		
-Interest Income from finance receivables	1977,57.82	2411,37.19
-Interest from unsecured loans	28,30.92	31,25.61
	2005,88.74	2442,62.80
Net Income on assignment / securitised receivables	24,84.58	63,49.22
Loan Processing fees and other charges	115,89.14	128,77.97
Interest income on Pass Through Certificates investment	4,11.63	6,90.65
Interest income on Margin Money/ Cash Collateral with banks	11,34.08	15,64.05
Compensation towards interest loss	332,30.01	151,92.23
Service charges	4,21.03	3,37.09
Support services income	88,36.77	67,03.04
Others	24,90.63	28,83.30
	605,97.87	465,97.55
Total	2611,86.61	2908,60.35

Note "23"

Other Income

Particulars	(Rs. in Lakhs)	
	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Interest income:		
- on long term investments	69.43	1,82.18
- on bank deposits (gross)	50,63.68	50,34.77
- on Income tax refund	-	3,68.61
Net gain on sale of current investments	33,55.96	18,34.85
Gain on redemption of Long term investments	3,79.23	-
Recovery of bank charges (net of bank charges incurred and service tax thereon of Rs.13,03.53 lakhs; previous year Rs.15,69.78 lakhs)	21,74.32	34,99.16
Provision write back for direct assigned / securitised receivables	17,00.85	7,54.69
Miscellaneous Receipts / Recoveries	9,14.95	8,67.01
Total	136,58.42	125,41.27

Note "24"

Employee benefits Expenses

Particulars	(Rs. in Lakhs)	
	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Salaries	156,54.58	115,28.50
Contributions to employee benefit funds	15,27.29	4,98.02
Staff welfare expenses	16,17.49	13,52.25
Total	187,99.36	133,78.77

Note "25"

Other expenses

Particulars	(Rs. in Lakhs)	
	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Electricity	7,62.58	6,75.21
Rent (net of recoveries)	18,23.45	17,90.74
Repairs to office premises	1,45.10	1,23.48
Insurance	61.25	69.25
Rates and taxes	72.63	1,27.29
Incentive / commission	109,03.11	118,26.58
Information Technology / consultancy expense	54,21.57	53,39.68
Service providers Fees	124,10.42	85,58.81
Payment to Auditors (Note (i))	64.23	60.44
Provisions and Write Offs:		
-Provision for doubtful loans and advances (others)	2,61.68	2,36.28
-Provision for doubtful Finance Receivables*	780,99.66	592,19.80
Less: Delinquency support*	(407,11.56)	(380,34.02)
-Finance receivables written off (net of recoveries of Rs.20,12.68 lakhs; previous year Rs.37,44.16 lakhs)	810,54.33	651,29.06
Less: Delinquency support	(106,77.83)	(327,53.57)
Total	1080,26.28	537,97.35
Provisions on Standard Assets	3,00.00	(1,80.00)
Provision for diminution in the value of investment	-	(41.10)
Provision on consumer disputes	65.54	94.57
Loss on sale of assets (net)	52.06	9.22
Support services charges	38,93.91	29,33.42
Other expenses	133,11.99	139,47.09
Total	1573,14.12	991,32.03

* includes provision in respect of Transferred Business (refer note 40).

(j). Auditors' remuneration (excluding service tax):

(Rs. in Lakhs)

Particulars	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
As Auditors - Statutory audit	46.00	46.00
Tax audit	5.00	5.00
For other Services	5.00	5.37
Reimbursement of out of pocket expenses	8.23	4.07
Total	64.23	60.44

Note "26"

Finance Costs

(Rs. in Lakhs)

Particulars	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Interest expense	1421,59.06	1460,36.94
Discounting charges, amortisation on Zero Coupon Bonds and Discounting charges on Commercial Paper	332,74.93	267,85.31
Other borrowing costs	4,60.14	5,53.49
Total	1758,94.13	1733,75.74

Note "27"

Expenditure in foreign currency (on accrual basis)

(Rs. in Lakhs)

Particulars	April 01, 2014 to March 31, 2015	April 01, 2013 to March 31, 2014
Travelling	4.57	23.33
Professional fees	1.57	-
Total	6.14	23.33

TATA MOTORS FINANCE LIMITED
Notes forming part of the financial statements for the year ended March 31, 2015

Note "28"

Disclosure in respect of operating leases

1 Assets taken on Lease

Particulars	(Rs. in Lakhs)	
	For the year ended 31st March 2015	For the year ended 31st March 2014
Lease payments for the year recognized in the statement of profit and loss	16,22.38	16,38.09
General description of significant leasing agreements- The Company has entered into cancellable operating lease arrangements for commercial properties and IT equipments.		

2 Assets given on Lease

- i) Aggregate of Minimum lease payment Rs. 4,58.78 Lakhs (as at March 31, 2014: Rs. 2,23.54).
ii) Maturity pattern of Lease Receivable:

Particulars	(Rs. in Lakhs)	
	As at March 31, 2015	As at March 31, 2014
The future minimum lease receivables:		
a) not later than one year	2,74.17	,98.70
b) later than one year and not later than five years	1,84.61	1,24.84
c) later than five years	-	-
Total	4,58.78	2,23.54
General description of significant leasing agreements- The Company has entered into Non - cancellable operating lease arrangements for passenger vehicles.		

Note "29"

Contingent Liabilities and commitments

1 Commitments

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. 51.58 lakhs (as at March 31, 2014: Rs. 1,50.07 lakhs).
b) Loan commitment towards vehicle financing Rs. 2,83.94 lakhs (as at March 31, 2014: Rs. 7,11.59 lakhs)

2 Contingent liabilities to the extent not provided for

Description of claims and assertions where a potential loss is possible, but not probable is reported under note a) and b) below:

- a) Claims against the Company not acknowledged as debts:

Particulars	(Rs. in Lakhs)	
	As at March 31, 2015	As at March 31, 2014
In respect of Income Tax matters	15.27	15.27
In respect of Value Added Tax and Entry Tax matters	38.42	38.42
In respect of pending Consumer disputes	4,79.45	4,31.18
	5,33.14	4,84.87

- b) Other money for which the Company is contingently liable:

Particulars	(Rs. in Lakhs)	
	As at March 31, 2015	As at March 31, 2014
Cash collateral with banks in respect of finance receivables assigned/secured	99,10.63	134,61.95
In respect of guarantees given for liability against receivables assigned by way of securitisation - by banks	240,89.37	400,11.21
In respect of subordinated over dues on securitisation transactions	92.59	1,04.20
In respect of guarantees given by banks for liability against insurance portal business	5,00.00	-

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Note "30"

Employee defined benefits

(Rs. in Lakhs)

Defined benefit plans / long term compensated absences - as per actuarial valuations as at March 31, 2015					
	Particulars	Gratuity	Compensated absences	Post employment medicare scheme	Bhavishya Kalyan Yojana
I	Components of expense recognised in the Statement of Profit and Loss for the year ended March 31, 2015				
1	Current service cost	3,81.41	82.26	18.21	57.33
		4,26.50	76.50	17.60	56.76
2	Interest cost	2,10.66	37.80	11.76	22.35
		2,02.00	44.39	10.51	19.63
3	Expected return on plan assets	(1,95.71)	-	-	-
		(1,63.61)	-	-	-
4	Actuarial losses/(gains)	4,30.00	2,79.02	(7.19)	(30.45)
		(6,21.45)	(89.84)	(26.05)	(68.52)
5	Total expense recognised in the Statement of Profit and Loss	826.36	399.08	22.78	49.23
		(1,56.56)	31.05	2.06	7.87
II	Actual contribution and benefit payments for the year ended March 31, 2015				
1	Actual benefit payments	(120.45)	(181.60)	-	-
		(152.74)	1,22.08	-	-
2	Actual contributions	-	(181.60)	-	-
		7,48.09	1,22.08	-	-
III	Net asset / (liability) recognised in the balance sheet as at respective year ends and experience adjustments				
1	Defined benefit obligation				
	31-Mar-15	(29,90.60)	(6,67.00)	(1,50.65)	(2,92.13)
	31-Mar-14	(23,50.06)	(5,01.67)	(1,27.87)	(2,42.90)
	31-Mar-13	(24,95.57)	(5,92.70)	(1,25.81)	(2,35.03)
	31-Mar-12	(17,10.08)	(4,35.02)	(99.88)	(1,85.29)
	31-Mar-11	(9,16.02)	(3,17.94)	(1,74.46)	(146.86)
2	Fair value of plan assets				
	31-Mar-15	25,73.41			
	31-Mar-14	25,06.63			
	31-Mar-13	17,47.49			
	31-Mar-12	9,25.61			
	31-Mar-11	6,56.33			
				Not applicable	
3	Net asset / (liability) recognised in balance sheet				
	31-Mar-15	(4,17.19)	(6,67.00)	(1,50.65)	(2,92.13)
	31-Mar-14	1,56.56	(5,01.67)	(1,27.87)	(2,42.90)
	31-Mar-13	(7,48.08)	(5,92.70)	(1,25.81)	(2,35.03)
	31-Mar-12	(7,84.47)	(4,35.02)	(99.88)	(1,85.29)
	31-Mar-11	(2,59.69)	(3,17.94)	(1,74.46)	(1,46.86)
4	Experience adjustments arising on				
	a) Plan liabilities [gain/(loss)]				
	31-Mar-15	(69.11)	165.41	(40.13)	(51.19)
	31-Mar-14	60.85	30.16	(30.74)	(25.56)
	31-Mar-13	6.21	(204.11)	12.56	25.04
	31-Mar-12	(333.66)	(22.69)	56.00	18.96
	31-Mar-11	(42.48)	(66.33)	18.65	(18.39)
	b) Plan assets [gain/(loss)]				
	31-Mar-15	-			
	31-Mar-14	0.18			
	31-Mar-13	(1.21)			
	31-Mar-12	(2.22)			
	31-Mar-11	2.66			
				Not applicable	
IV	Change in defined benefit obligation (DBO) for the year ended March 31, 2015				
1	Present value of DBO at beginning of year	23,50.06	5,01.67	1,27.87	2,42.90
		24,95.57	5,92.70	125.81	2,35.03
2	Current service cost	3,81.41	82.26	18.21	57.33
		4,26.50	76.5	17.60	56.76
3	Interest cost	2,10.66	37.8	11.76	22.35
		2,02.00	44.39	10.51	19.63
4	Transfers to / from other funds	(233.57)	(52.15)	-	-
		-	-	-	-
5	Actuarial (gains)/ losses	4,02.49	279.02	(7.19)	(30.45)
		(6,21.27)	(89.84)	(26.05)	(68.52)
6	Benefits paid	(1,20.45)	(1,81.60)	-	-
		(1,52.74)	(1,22.08)	-	-
7	Present value of DBO at the end of the year	29,90.60	6,67.00	1,50.65	2,92.13
		23,50.06	5,01.67	1,27.87	2,42.90

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Note "31"

Related Party disclosures:

1) Related parties and their relationship

a) Holding Company

Tata Motors Limited

b) Subsidiary Company

Tata Motors Finance Solutions Private Limited (Formerly known as Rajasthan Leasing Private Limited)

c) Fellow Subsidiaries with whom there are transactions

1	Concorde Motors (India) Limited (CONCORDE)
2	Tata Technologies Limited (TTL)
3	Tata Motors Insurance Broking and Advisory Services Limited (TMIBASL)

d) Key management personnel:

Mr. Shyam Mani	Managing Director
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2) Transactions with related parties

a) Tata Motors Limited - holding company

(Rs. in Lakhs)

Sr. No.	Particulars	Year ended March 31, 2015	Year ended March 31, 2014
1	Subscription towards equity share capital and securities premium	100,00.00	200,00.00
2	Share application money pending allotment	-	100,00.00
3	Dividend Paid	38,68.04	86,10.00
4	Service charges – income	4,41.46	3,33.79
5	Service charges – expense	-	3,69.95
6	Rent – expenditure	17.72	24.55
7	Delinquency support	1261,47.11	949,78.02
8	Claim Right granted towards Interest Compensation	109,06.60	-
9	Claim Right granted towards Principal and other claims	290,93.40	-
10	Interest subsidy received	4,27.85	6,75.54
11	Lease charges received	33.50	48.67

(Rs. in Lakhs)

Closing balances	As at March 31, 2015	As at March 31, 2014
Net Payables	355,74.29	-
Net Receivables	-	835,27.46

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

b) Tata Motors Finance Solutions Pvt Limited - Subsidiary company

(Rs. in Lakhs)

Sr. No.	Particulars	Year ended March 31, 2015	Year ended March 31, 2014
1	Subscription made towards equity share capital and securities premium	1500,00.00	-
2	Transfer of business on slump sale basis (refer Note 40)	6350,00.00	-
3	Reimbursement of Expenses	60.00	-

(Rs. in Lakhs)

Closing balances		As at March 31, 2015	As at March 31, 2014
Net Receivables		60.00	-

(b) Fellow subsidiaries

(Rs. in Lakhs)

Sr. No.	Particulars	Year ended March 31, 2015	Year ended March 31, 2014
1	Commission – expenditure (includes unamortized commission) – (CONCORDE)	2,23.70	198.80
2	Vehicle loan to (CONCORDE)	3,40.85	
3	Vehicle loan principal repayments (CONCORDE)	78.88	
4	Interest Income - Vehicle Loan -(CONCORDE)	15.15	-
5	Channel Financing to (CONCORDE)	113,66.63	
6	Channel Financing principal repayments(CONCORDE)	104,30.42	
7	Interest Income - Channel Financing - (CONCORDE)	36.81	-
8	Information Technology support service charges – (TTL)	-	2.49
9	Interest on Long Term Debenture -Unsecured Rated NCD TIER II - (TTL)	55.00	55.00
10	Vehicle loan principal repayments received from (TTL)	0.25	1.42
11	Interest Income - Vehicle loan (TTL)	-	0.08
12	Lease Charges received from (TTL)	1,23.38	88.07
13	Lease Charges received from (CONCORDE)	208.24	-
14	Insurance Commission Charges (CONCORDE)	150.51	-
15	Reimbursement of Expenses(TMIBASL)	4.03	-

(Rs. in Lakhs)

Closing balances		As at March 31, 2015	As at March 31, 2014
Net Payables			
CONCORDE		-	38.92
TTL		5,29.23	5,28.98
Net Receivables			
CONCORDE		11,30.50	-

(c) Key management personnel – remuneration *

(Rs. in Lakhs)

Name	Year ended March 31, 2015	Year ended March 31, 2014
Mr. Shyam Mani	1,96.94	2,83.32

* Excludes provision for encashable leave and gratuity as separate actuarial valuation is not available

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Note "32"

Asset Liability Maturity Pattern of certain items of Assets and Liabilities as per Annexure 4 of the Non Banking Financial Companies Corporate Governance (Reserve Bank) Direction 2015

	(Rs. in Lakhs)									
	Up to 30/31 days	Over 1 month upto 2 months	Over 2 months upto 3 months	Over 3 month & up to 6 month	Over 6 month & up to 1 year	Over 1 year & upto 3 year	Over 3 years & up to 5 years	Over 5 years	Total	
Deposits	870,00.00		35,25.53		500,00.00	99,10.63	30,64.00		1469,10.63	
Advances (Note 1)	1301,18.67	371,91.58	366,43.46	1083,49.12	2062,15.03	6132,96.29	2915,94.39	349,79.35	634,61.95	
	<i>1688,46.61</i>	<i>512,71.33</i>	<i>504,21.90</i>	<i>1490,56.02</i>	<i>2805,30.04</i>	<i>8188,38.93</i>	<i>4528,90.68</i>	<i>258,59.64</i>	<i>14583,87.89</i>	
Investments	100,17.84	110,11.34	3,38.36	47,49.06	13,97.20	11,57.27	693.62	1501,16.95	1794,81.64	
	<i>276,16.05</i>	<i>4,79.90</i>	<i>4,81.08</i>	<i>14,06.72</i>	<i>26,13.76</i>	<i>39,76.15</i>	<i>25.28</i>	-	<i>365,98.94</i>	
Borrowings from Banks/ Financial Institutions	49,98.31	56,25.00	56,25.00	252,50.00	2824,08.37	4731,25.00	837,50.00	-	8757,83.37	
	<i>211,20.00</i>	<i>175,00.00</i>	<i>825,00.00</i>	<i>700,00.00</i>	<i>2340,02.82</i>	<i>6315,00.00</i>	<i>650,00.00</i>	-	<i>11055,01.73</i>	
Market Borrowings (Note 2 and 3)	148,80.00	421,20.00	378,90.00	298,10.00	240,84.97	1619,67.34	525,01.27	1221,25.00	4916,18.58	
	<i>148,80.00</i>	<i>77,55.00</i>	<i>203,00.00</i>	<i>917,50.00</i>	<i>1703,50.00</i>	<i>2286,19.98</i>	<i>214,18.60</i>	<i>1224,90.00</i>	<i>6775,63.58</i>	

Notes

1. Advances are reported gross of provision for Non-Performing Assets.
2. Includes Commercial Paper and Secured Zero Coupon Debentures issued at discount, which are considered gross of unamortised discounting charges and unamortised discount on issue, respectively.
3. Includes premium payable on redemption of Zero Coupon Debentures
4. Figures in italics pertain to previous year

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Note "33"

There were no loans and advances given to parent company, associates etc. (as certified by the management) as required by clause 28 of listing Agreement for debt securities.

Note "34"

Capital to Risk Assets Ratio (CRAR) as per Annexure 4 of the Non Banking Financial Companies Corporate Governance (Reserve Bank) Direction 2015

The ratios calculated in accordance with the Reserve Bank of India guidelines are as under:

	Particulars	As at March 31, 2015	As at March 31, 2014
i)	CRAR (%)	16.49%	17.07%
ii)	CRAR - Tier I capital (%)	11.57%	13.34%
iii)	CRAR - Tier II capital (%)	4.92%	3.73%
iv)	Amount of subordinated debt raised as Tier-II Capital (Rs in lakhs)	1134,90.00	899,90.00
v)	Amount raised by issue of Perpetual Debt Instruments (Rs in lakhs)	375,30.00	325,00.00

Note "35"

The Company does not have exposure to to the real estate sector.

Note "36"

Perpetual Debt Instruments

(Rs. in Lakhs)

Particulars	Year ended	Year ended
Funds raised through Perpetual Debt Instruments	50,30.00	75,00.00
Amount outstanding at the end of year	375,30.00	325,00.00
Percentage of amount of Perpetual Debt Instrument of the amount of Tier I Capital*	20.15%	11.05%
Financial Year in which interest on Perpetual Debt Instruments is not paid on account of 'Lock-in Clause'.	Nil	Nil

* Before adjustment of securitisation exposure

Note "37"

Disclosure on Securitisation/Direct assignment of Standard Asset

A) Securitisation of standard assets effected in line with the revised securitisation guidelines issued by RBI, dated August 21, 2012. (#)

(Rs. in Lakhs)

Sr.No	Particulars	As at March 31, 2015	As at March 31, 2014
1	No of SPVs sponsored by the Company for securitisation transactions	11	11
2	Total amount of securitised assets as per books of the Special Purpose Vehicle (SPVs) sponsored by the company	654,69.85	1606,30.40
3	Total amount of exposures retained by the company to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	First loss	99,10.63	99,36.42
	Others	37,60.54	94,72.92
4	Amount of exposures to securitisation transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own securitisations		
	First Loss	-	-
	Others	240,89.37	240,89.37
	ii) Exposure to third party securitisations		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own securitisations		
	First loss	-	-
	Others	28,16.76	112,36.22
	ii) Exposure to third party securitisations		
	First loss	-	-
	Others	-	-

(#) The above figures are based on the information obtained from the SPV's, which is duly certified by the SPV's auditors.

B) Securitisation/Direct Assignment of standard assets effected earlier, pursuant to old securitisation guidelines issued by RBI, dated February 1, 2006.

(Rs. in Lakhs)

Particulars	For the year ended 31st March 2015	For the year ended 31st March 2014
a) Total number of contracts securitised/direct assigned	-	-
b) Book value of loan assets securitised/direct assigned	-	-
c) Sale consideration received	-	-
d) Gross gain on sale on account of securitisation/direct assignment	-	-
	As at March 31, 2015	As at March 31, 2014
e) Form & quantum of services provided by way of credit enhancement, liquidity support etc		
i) cash collateral with banks in respect of receivables assigned	-	35,25.53
ii) In respect of guarantees given for liability against receivables assigned by way of securitisation		
By banks	-	159,21.84
By others	-	-
iii) In respect of subordinated overdues on securitisation transactions	-	11.61
iv) In respect of excess interest spread (EIS) on securitisation/assignment transactions	-	-

TATA MOTORS FINANCE LIMITED
Notes forming part of the financial statements for the year ended March 31, 2015

Note "38"

Disclosure of restructured advances (appendix 4) in accordance with guidelines on restructured advances issued in Jan 2014 by RBI

(Rs. in Lakhs)

Sr. No.	Type of Restructuring =>	Others					Total													
		Standard	Sub Standard	Doubtful	Loss	Total	Standard	Sub Standard	Doubtful	Loss	Total									
1	Restructured Accounts as on April 1, 2014 (opening figures)																			
	No. of Borrowers	-	253.00	1.00	-	254.00	-	253.00	1.00	-	254.00	-	253.00	1.00	-	254.00	-	-	-	254.00
	Amount Outstanding	-	1,026.44	0.00	-	1,026.44	-	1,026.44	0.00	-	1,026.44	-	1,026.44	0.00	-	1,026.44	-	-	-	1,026.44
	Provision Amount	-	117.70	0.00	-	117.70	-	117.70	0.00	-	117.70	-	117.70	0.00	-	117.70	-	-	-	117.70
2	Fresh Restructuring During the Year 2014 - 2015																			
	No. of Borrowers	-	325.00	7.00	-	332.00	-	325.00	7.00	-	332.00	-	325.00	7.00	-	332.00	-	-	-	332.00
	Amount Outstanding	-	7,474.52	293.71	-	7,768.23	-	7,474.52	293.71	-	7,768.23	-	7,474.52	293.71	-	7,768.23	-	-	-	7,768.23
	Provision Amount	-	1,036.49	262.71	-	1,299.20	-	1,036.49	262.71	-	1,299.20	-	1,036.49	262.71	-	1,299.20	-	-	-	1,299.20
3	Upgradations to restructured standard category during the year																			
	No. of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Amount	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY																			
	No. of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Provision Amount	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

TATA MOTORS FINANCE LIMITED**Notes forming part of the financial statements for the year ended March 31, 2015****Note "39"**

a) During the Financial Year 2014-15, the Company has revised the depreciation rate on certain fixed assets as per the useful life specified in the Companies Act, 2013 or re-assessed by the Company. Based on current estimates, depreciation of Rs. 1,52.06 Lakhs on account of assets whose useful life is already exhausted as on April 1, 2014 and deferred tax of Rs. 51.68 Lakhs thereon have been adjusted to General Reserve. Had there not been any change in useful life of assets, depreciation during the Financial Year 2014-15 would have been higher by Rs. 13.52 Lakhs.

b) During the Financial Year 2014-15, the Company has revised the provision rates for non performing assets. Had there not been any change in these rates provision for Finance Receivable for the financial year 2014-15 would have been higher by Rs.797.94 Lakhs.

Note "40"

The Board of Directors of the Company passed a resolution at its meeting held on January 28, 2015 (also approved by members of the company by way of special resolution in their meeting dated March 24, 2015) for transfer of its "Manufacturer Guaranteed Business and Used vehicle financing business" (Transferred Business) to its wholly owned subsidiary (WOS), Tata Motors Finance Solutions Private Limited as a going concern on a slump sale basis, for a lump sum consideration without values being assigned to individual assets and liabilities. As per the agreement dated March 24, 2015, the transfer of these businesses became effective from end of business hours of March 31, 2015. The agreed total consideration for slump sale of Rs. 6350,00 lakhs against the net assets value of Rs. 5593,10.81 lakhs as on March 31, 2015 has resulted in capital gain to the Company of Rs. 742,82.74 lakhs, reported as an exceptional item in the Statement of Profit and Loss. As a result Balance Sheet figures are not comparable with the previous year.

Particulars	Rs. In Lakhs
Liabilities	
Trade Payables	5,80.63
Other current Liabilities	70,98.62
Provisions	11,29.55
Total	88,08.80
Assets	
Fixed Assets :Tangible	1,26.88
Finance Receivables	4337,03.57
Trade Receivables	1338,16.17
Total	5676,46.62
Net Book value	5588,37.82
Consideration Received	6350,00.00
Less: Transfer Expenses	14,06.45
Less: Prepaid Expenses Charged off	4,72.99
Gain on Transfer	742,82.74

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Disclosure as per Annexure 4 of the Non Banking Financial Companies Corporate Governance (Reserve Bank) Direction 2015

Note "41"

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Statement of Profit & Loss

(Rs. In Lakhs)

	Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
1)	Provision for doubtful loans and advances (others)		2,61.68		2,36.28
2)	Provision for doubtful Finance Receivables	780,99.66		592,19.60	
	Less: Delinquency support	(407,11.56)	373,88.10	(380,34.02)	211,85.58
	Finance receivables written off (net of recoveries of Rs.20,12.68 lakhs; previous year Rs.37,44.16 lakhs)	810,54.33		651,29.07	
	Less: Delinquency support	(106,77.83)	703,76.50	(327,53.57)	323,75.50
3)	Provision on Standard Assets		3,00.00		(1,79.99)
4)	Provision for Diminution in the Value of Investment		-		(41.10)
5)	Provision on consumer disputes		65.54		94.57
6)	Provision made towards Income Tax		(233,34.62)		54,45.82

Note "42"

Investments

(Rs. In Lakhs)

	Particulars	As at March 31,	As at March 31,
		2015	2014
1)	Value of Investments		
i)	Gross Value of Investments		
(a)	In India	1794,81.66	366,40.04
(b)	Outside India	-	-
ii)	Provision for Depreciation		
(a)	In India	-	-
(b)	Outside India	-	-
iii)	Net Value of Investments		
(a)	In India	1794,81.66	366,40.04
(b)	Outside India		
2)	Movement of Provisions held towards Depreciation of Investments		
i)	Opening Balance	-	41.10
ii)	Add: Provisions made during the year	-	-
iii)	Less: write-off/write back of excess provisions during the year	-	41.10
iv)	Closing balance	-	-

Note "43"

Ratings assigned by credit rating agencies and migrations of Ratings during the year

Instrument	CRISIL		ICRA	
	Mar-15	Mar-14	Mar-15	Mar-14
1 Secured NCD's	CRISIL AA/Stable	CRISIL AA/Stable	N.A.	N.A.
2 Unsecured Subordinated Tier II NCDs	CRISIL AA/Stable	CRISIL AA/Stable	ICRA AA/Stable	ICRA AA-/Positive
3 Unsecured Subordinated Perpetual NCDs	CRISIL A+/Stable	CRISIL A+/Stable	ICRA A+/Stable	ICRA A+/Stable
4 Long Term Bank Facilities	CRISIL AA/Stable	CRISIL AA/Stable	ICRA AA/Stable	ICRA AA-/Positive
5 Short Term Bank Facilities	CRISIL A1+	CRISIL A1+	ICRA A1+	ICRA A1+
6 Commercial Papers	N.A.	N.A.	ICRA A1+	ICRA A1+

Note "44"

Details of financing of parent company products in FY 2014-15

(Rs. In Lakhs)

Particulars	Nos	Amount
Commercial Vehicle	74,344	5818,03.16
Passenger Vehicle	38,444	1497,53.92

Note "45"

Concentration of Exposures

(Rs. In Lakhs)

Particulars	As at March 31, 2015
Total Exposure twenty largest borrowers / customers	227,88.97
Percentage of Exposures to twenty largest borrowers/customers to total exposure of the NBFC on borrowers/customers	1.56%

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Disclosure as per Annexure 4 of the Non Banking Financial Companies Corporate Governance (Reserve Bank) Direction 2015

Note "46"

Concentration of NPAs

Particulars	(Rs. in Lakhs)
	As at March 31, 2015
Total Exposure to top four NPA accounts	24,77.54

Note "47"

Sector-wise NPAs

Percentage of NPAs to total Advances in that Sector

Sl no	Sector	As at March 31, 2015	As at March 31, 2014
1)	Agriculture and allied activities	-	-
2)	MSME	-	-
3)	Corporate borrowers	-	-
4)	Services	-	-
5)	Unsecured personal loans	-	-
6)	Auto loans	15.84%	15.32%
7)	other Personal loans	-	-

Note "48"

Details of Non performing Financial Assets Sold (Transferred to subsidiary as part of slump sale)

Particulars	(Rs. in Lakhs)	
	For the year ended March 31, 2015	For the year ended March 31, 2014
1) No of accounts sold	1,10,706	-
2) Aggregate Outstanding (gross of interest income and other charges reversal)	3561,87.74	-
3) Aggregate consideration received	*	-

* Transferred as part of slump sale (refer Note 40)

Note "49"

Movement of NPAs

Particulars	(Rs. in Lakhs)	
	As at March 31, 2015	As at March 31, 2014
i) Net NPAs to Net Advances (%)	10.87%	10.99%
ii) Movement of NPAs (Gross)		
a) Opening Balances	3000,85.68	897,81.75
b) Additions during the year	3345,11.60	2662,94.57
c) Reductions during the year	(4041,83.30)	(559,90.65)
d) Closing balances	2304,13.98	3000,85.67
iii) Movement of Net NPAs		
a) Opening Balances	2049,15.83	530,76.81
b) Additions during the year	2330,63.27	1850,67.51
c) Reductions during the year	(2881,11.90)	(332,26.49)
d) Closing balances	1498,67.20	2049,15.83
iv) Movement of provisions for NPAs (excluding provisions on standard assets)		
a) Opening Balances	951,69.85	367,04.94
b) Provisions made during the year	1014,48.32	812,27.06
c) Write-off/Write back of excess provisions	(1160,71.39)	(227,62.16)
d) Closing balances	805,46.78	951,69.84

Note "50"

Customer Complaints

Particulars	For the year ended March 31, 2015
a) No of complaints pending at the beginning of the year	109
b) No of complaints received during the year	14,285
c) No of complaints redressed during the year	14,351
d) No of complaints pending at the end of the year	43

TATA MOTORS FINANCE LIMITED

Notes forming part of the financial statements for the year ended March 31, 2015

Note "51"

As required by Reserve Bank of India circular No RBI/2011-12/424 DNBS.PD.CC. No. 256 /03.10.042 / 2011-12 dated March 02, 2012 on Monitoring of Frauds, the Company has reported fraud amounting to Rs.66.23 Lakhs in Financial Year 2014-15 and Rs.59.66 Lakhs during Financial Year 2013-14 respectively vide form FMR 1.

Note "52"


Previous year's figures

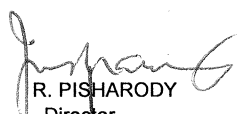
Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure and the same are not comparable (Refer Note 40)

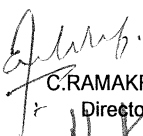
For and on behalf of the Board of Directors


NASSER MUNJEE
Chairman

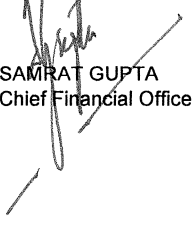
H. N. SINOR
Director


VEDIKA BHANDARKAR
Director


R. PISHARODY
Director


C. RAMAKRISHNAN
Director


SHYAM MANI
Managing Director


SAMRAT GUPTA
Chief Financial Officer


VINAY LAVANNIS
Company Secretary

Mumbai
Date : May 05, 2015

(5) Borrower group-wise classification of assets financed as in (2) and (3) above :			
		Amount net of provisions	
Category	Secured	Unsecured	Total
1 Related Parties			
(a) Subsidiaries			
(b) Companies in the same group	2,61.97	9,36.22	11,98.18
(c) Other related parties			-
2 Other than Related Parties	13481,93.17	285,08.93	13767,02.10
Total	13484,55.14	294,45.15	13779,00.28
(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):			
Category	Market Value/ Break up or fair value or NAV	Book Value (Net of Provision)	
1 Related Parties			
(a) Subsidiaries	1501,16.95		1501,16.95
(b) Companies in the same group			-
(c) Other related parties			-
2 Other than Related Parties			
Quoted			
Investment in Equity Shares	-		-
Unquoted			
Investment in NCDs	15,99.49		15,99.49
Investment in Senior Pass Through Certificates	182,65.22		182,65.22
Investment in Units of Mutual fund	95,00.00		95,00.00
Total	1794,81.66		1794,81.66
(7) Other information			
Particulars			
(i) Gross Non-Performing Assets			
(a) Related parties			
(b) Other than related parties			2304,13.98
(ii) Net Non-Performing Assets			
(a) Related parties			
(b) Other than related parties			1498,67.20
(iii) Assets acquired in satisfaction of debt			-


Note 1: Includes Zero Coupon Debentures of Rs. 421,20 lakhs and Zero Coupon Debentures Premium of Rs. 320,18.58, net of unamortised issue of Rs.15,94.21 lakhs and gross of accredited value of premium on redemption of Rs. 31,96 lakhs.

Note 2: Term loans includes loans repayable on demand.

Note 3: Commercial Paper of Rs. 593,60.03 lakhs are net of unamortised discounting charges amounting to Rs. 13,79.97 lakhs.

For and on behalf of the Board of Directors


NASSER MUNJEE
Chairman



VEDIKA BHANDARKAR
Director


C. RAMAKRISHNAN
Director


SAMRAT GUPTA
Chief Financial Officer

H.N.SINOR
Director


R. PISHARODY
Director


SHYAM MANI
Managing Director


VINAY LAVANNIS
Company Secretary

Mumbai
Date : May 05, 2015