

**Independent Auditor's Report  
To the Members of Hinduja Leyland Finance Limited**

**Report on the Audit of the Consolidated Financial Statements**

**Opinion**

1. We have audited the accompanying consolidated financial statements of Hinduja Leyland Finance Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), its associate and joint venture, as listed in Annexure A, which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the consolidated financial statements, including material accounting policy information and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate financial statements and on the other financial information of the subsidiaries, associate and joint venture, referred to in paragraph 15 of Other Matters section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India of the consolidated state of affairs of the Group, its associate and joint venture, as at March 31, 2026, and their consolidated profit (including other comprehensive income), consolidated cash flows and the consolidated changes in equity for the year ended on that date.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group, its associate and joint venture in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained together with the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 15 of the Other Matters section below, is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

4. Key audit matters are those matters that, in our professional judgment and based on the consideration of the reports of the other auditors on separate financial statements of the subsidiaries, associate and joint venture, were of most significance in our audit of the consolidated financial statements of the current year. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



5. We have determined the matters described below to be the key audit matters to be communicated in our report:

**A. Key audit matters of the Holding Company**

| Key audit matter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | How our audit addressed the key audit matter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
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| <p><b>1. Impairment of financial assets (loans) based on Expected Credit Losses (ECL).</b></p> <p>As at March 31, 2026, the Holding Company reported total gross loans of ₹ 49,15,666 lakhs (March 31, 2025: ₹ 37,90,453 lakhs) and expected credit loss provisions of ₹ 1,27,986 lakhs (March 31, 2025: ₹ 88,822 lakhs).</p> <p>Ind AS 109, Financial Instruments ("Ind AS 109") requires the Company to provide for impairment of its financial assets using the expected credit loss ("ECL") approach involving an estimation of probability of loss on the financial assets, considering reasonable and supportable information about past events, current conditions and forecasts of future economic conditions which could impact the credit quality of the Company's financial assets.</p> <p>Expected credit loss cannot be measured precisely but can only be estimated through use of statistics. The estimation of impairment loss allowance on financial instruments involves significant judgement and estimates and applying appropriate measurement principles, including additional considerations on account of Reserve Bank of India guidelines in relation to restructuring.</p> <p>The Company has involved an external expert to measure probability of default (PD), loss given default (LGD), in accordance with Ind AS 109.</p> <p>The Company measures 12-month ECL for Stage 1 loan assets and lifetime ECL for Stage 2 and Stage 3 loan assets. Significant management judgment and assumptions involved in measuring ECL is required with respect to:</p> | <p>Our audit focused on assessing the appropriateness of management's judgment and estimates used in the expected credit losses through procedures which included, but were not limited to the following:</p> <ul style="list-style-type: none"> <li>• Examined the policy approved by the Board of Directors ("Board") with respect to process and procedures for assessing and measuring credit risk on the lending exposures of the Company and evaluated its appropriateness in accordance with the requirements of Ind AS 109.</li> <li>• Evaluated the design and tested the operating effectiveness of controls across the process relevant to ECL measurement, including around the judgements and estimates made by the management. These controls, amongst others, included controls over the allocation of assets into stages along with management's monitoring of and completeness of the underlying data used in the models, credit monitoring, passing of journal entries and preparing disclosures.</li> <li>• With respect to management expert involved for the Company's modelling approach, we obtained the deliverables of the expert submitted to the management and assessed the professional competence and objectivity of such management expert.</li> <li>• Tested the completeness of loans included in the ECL calculations as of March 31, 2026 by reconciling such data with the balances as per loan book register.</li> <li>• Tested, on a sample basis, the appropriateness of determining EAD, the data used in the PD and LGD model for ECL calculation by reconciling it to the source information systems of the Company. Further, tested classification of assets into stage 1, 2 and 3 categories, on a sample basis, to verify that these were allocated to the appropriate stage.</li> </ul> |



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| <ul style="list-style-type: none"> <li>• segmentation of loan assets in buckets based on common risk characteristics.</li> <li>• staging of loans and in particular determining the criteria, which includes qualitative factors for identifying a significant increase in credit risk (i.e. Stage 2) and credit-impaired (i.e. Stage 3) including the days past due.</li> <li>• factoring in future macro-economic and industry specific estimates and forecasts.</li> <li>• past experience on customer behaviour on repayments.</li> <li>• varied statistical modelling techniques to determine PD, LGD and exposure at default (EAD) basis the default history of loans, subsequent recoveries made.</li> <li>• effect of discounting the cash flows by estimating the timing of expected credit shortfalls associated with the defaults.</li> </ul> <p>Impairment losses in addition to the model driven ECL results are recorded as overlays by management, to address known impairment model limitations or emerging trends as well as risks not captured by models.</p> <p>As at March 31, 2026, overlays represent approximately 22% of the ECL balances. These adjustments required significant management judgement.</p> <p>Determining ECL on the financial assets also requires compliance with key disclosure requirements as prescribed under the standards and by the Reserve Bank of India, to explain the key judgements and assumptions made by the management in the measurement.</p> <p>Considering the significance of the above matter to the consolidated financial statements and since the matter required our significant attention to test the calculation of expected credit losses, we have identified this as a key audit matter for current year audit.</p> | <ul style="list-style-type: none"> <li>• Obtained an understanding of the modelling techniques adopted by the Company including the key inputs and assumptions. Challenged the management on post model adjustments, considering the size and complexity of management overlays, in order to assess the reasonableness of the adjustments.</li> <li>• Performed an overall assessment of the ECL provision levels at each stage, including management's assessment and provision on account of the Company's portfolio as well as the macroeconomic environment.</li> <li>• On a test check basis, ensured compliance with RBI Master Circular on 'Prudential Norms on Income Recognition, Asset Classification and Provisioning pertaining to advances' ('IRACP') upgradation and provisioning of non-performing assets (NPAs) and ensured that the Company has considered NPAs as credit impaired loans.</li> <li>• Obtained written representations from the management in relation to appropriateness of such ECL methodology and reasonableness of the judgements and assumptions used.</li> <li>• Assessed the appropriateness and adequacy of the related presentation and disclosures in the accompanying consolidated financial statements in accordance with the applicable Indian Accounting Standards and related RBI circulars.</li> </ul> |
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| <p><b>2. Financial assets measured at fair value through other comprehensive income (FVTOCI)</b></p> <p>As at March 31, 2026, the Holding Company has loans amounting to ₹ 36,66,859 lakhs (March 31, 2025: ₹ 27,14,124 lakhs) that are carried and measured at FVTOCI in accordance with Ind AS 109.</p> <p>The classification of such loans at FVTOCI is dependent on the business model adopted by the Company to manage such financial assets in order to generate cash flows.</p> <p>The management has determined that their business model of aforesaid loans is to collect contractual cash flows (solely payments of principal and interest on the amount outstanding) and also to sell such financial assets, and hence, such loans are classified at FVTOCI in accordance with the principles of Ind AS 109.</p> <p>In measuring these loans, valuation methods are used based on inputs that are not directly observable from market information and certain other unobservable inputs. The management has used the services of an independent professional valuer for arriving at the fair value of aforesaid loan assets. Such fair value is derived using discounted cash flow models wherein the key assumptions include discount rate and adjustment for credit risk including default risk.</p> <p>Given the subjectivity involved in ascertaining the business model and the fair valuation of the aforesaid loans, relative significance of these loans to the consolidated financial statements and the nature and extent of audit procedures involved, we determined this to be a key audit matter.</p> | <p>Our audit procedures in relation to financial assets measured at FVTOCI included, but were not limited, to the following:</p> <ul style="list-style-type: none"> <li>• Obtained an understanding of the 'Business Model Policy Note' approved by the Board of Directors of the Company, and evaluated whether the identified loan portfolio would satisfy the conditions of Ind AS 109 for measurement at FVTOCI.</li> <li>• Assessed the design and tested the operating effectiveness of managements' key internal controls over inputs used in the valuation model.</li> <li>• Obtained the valuation report of the management's valuation expert involved and assessed the expert's competence and objectivity in performing the valuation of these loans.</li> <li>• Assessed whether the valuation methodology adopted by the management's expert is appropriate and tested the reasonableness of the underlying assumptions used such as discount rates to estimate the fair value of the said loans by performing independent sensitivity analysis. Also, tested the completeness of source data and arithmetical accuracy of the management working.</li> <li>• Assessed the appropriateness and adequacy of disclosures made in the consolidated financial statements with respect to Company's exposure to financial instrument valuation risk as per the requirements of the Indian Accounting standards.</li> <li>• Obtained written representations from the management in relation to reasonableness of the assumptions and judgements used in the valuation of these loans.</li> </ul> |
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**3. Information Technology ("IT")  
 Systems and Controls for the financial  
 reporting process**

The holding Company is highly dependent on its information technology (IT) systems for carrying on its operations which require large volume of transactions to be processed in numerous locations on a daily basis. The financial accounting system of the Company is integrated with several other modules including Loan Management, Originating and Collection modules and other workflows.

As a result, there is a high degree of reliance and dependency on such IT systems for the financial reporting process of the Company. Appropriate IT general controls and application controls are required to ensure that such IT systems are able to process the data, as required, completely, accurately and consistently for reliable financial reporting.

The accuracy and reliability of the financial reporting process depends on the IT systems and the related control environment, including:

- IT general controls over user access management and change management across applications, networks, database, and operating systems;
- IT application controls.

Due to the pervasive nature and importance of the role of IT systems and related control environment on the Company's financial reporting process, we have identified testing of such IT systems and related control environment as a key audit matter for the current year audit.

In our audit, our focus was on user access management, change management, segregation of duties, system reconciliation controls and system application controls over key financial accounting and reporting systems. We performed a range of audit procedures with the involvement of our IT specialists, which included but were not limited to, the following:

- Obtained an understanding of the Company's IT related control environment, IT applications, databases and IT Infrastructure. Based on our understanding, we have evaluated and tested relevant IT general controls and IT application controls on the systems identified as relevant for our audit of the consolidated financial statements.
- On such in-scope IT systems, we have tested key IT general controls with respect to the following domains:
  - a. User access management, which includes user access provisioning, de-provisioning, access review, password policies, sensitive access rights and segregation of duties to ensure that privileged access to applications, operating system and databases in the production environment were granted only to authorized personnel;
  - b. Program change management, which includes controls on moving program changes to production environment by authorised personnel as per defined policy and procedures along with adequate segregation of environment;
  - c. Other areas that were assessed under the IT control environment included backup management.
- Reviewed the report of Information System Audit carried out in the current and previous years by a firm engaged by management, pertaining to IT systems general controls including access rights over applications, operating systems and databases relied upon for financial reporting and discussed the deficiencies with the management along with corresponding mitigating actions undertaken.
- Evaluated the design and tested the operating effectiveness of key automated controls within various business processes, including testing of relevant system logic and corresponding automated calculations and process for



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|  | <p>automated accounting entries, as applicable. Where deficiencies were identified, tested compensating controls and/or performed additional substantive audit procedures as required to mitigate any risk of material misstatement with respect to related financial statement line item.</p> <p>Obtained written representations from management on whether IT general controls and automated IT controls are designed and were operating effectively during the year.</p> |
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#### B. Key audit matters of the Subsidiary

The following Key Audit Matters were included in the audit report dated 13 May 2026, containing an unmodified audit opinion on the financial statements of Hinduja Housing Finance Limited, a subsidiary of the Holding Company issued by an independent firm of Chartered Accountants reproduced by us are under:

| Key audit matters                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | How the matter was addressed in our audit                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
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| <p><b>Impairment of loans to customers:</b><br/>Under Ind AS 109, Financial Instruments, allowance for loan losses is determined using expected credit loss estimation model ('ECL').</p> <p>As at March 31, 2026, the Subsidiary Company has total gross loan assets of INR 11,70,336.04 Lakhs against which an impairment loss of INR 18,255.42 Lakhs has been recorded. The calculation of impairment losses on loans is complex and is based on the application of significant management judgements, estimates and the use of different modelling techniques and assumptions, which have a material impact on reported profits. The Company has applied a three-stage approach based on changes in credit quality to measure expected credit loss on loans.</p> <p>The key areas where we identified greater levels of management judgement are:</p> <ol style="list-style-type: none"> <li>1. Staging of loans and determining the criteria for a significant increase in credit risk.</li> <li>2. Model estimations - the most significant judgement aspects are determining Probabilities of Default ("PD"), Loss Given Default ("LGD"), and Exposures at Default ("EAD")</li> <li>3. Determining macro-economic factors impacting credit quality of receivables ECL involves an estimation of probability weighted</li> </ol> | <p><b>Our key audit procedures included:</b></p> <ol style="list-style-type: none"> <li>1. Review of the Company's accounting policies for impairment of loan assets in terms of accounting principles laid down in Ind AS 109 and the governance framework approved by the Board of Directors pursuant to Reserve Bank of India guidelines issued from time to time.</li> <li>2. Understanding the process of ECL estimation and related assumptions and tested the controls around data extraction and validation to evaluate the reasonableness of the Management estimates.</li> <li>3. Assessed and tested the design and operating effectiveness of key manual and automated controls over completeness and accuracy of the key inputs and assumptions considered for calculation, recording and monitoring of the impairment loss recognized. Also, evaluated the controls over the modelling process, validation of data and related approvals.</li> <li>4. Assessed the criteria for staging of loans based on their past due status. Also performed analytical reviews of disaggregated data.</li> </ol> |



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| <p>loss on financial instruments over their life, considering reasonable and supportable information about past events, current conditions, and forecast of future economic conditions which could impact the credit quality of the Company's loans and advances. In view of such a high degree of Management's judgement involved in estimation of ECL, it is a key audit matter.</p>                                                                               | <ol style="list-style-type: none"> <li>Tested a sample of performing (stage 1) loans to assess whether any Significant Increase in Credit Risk (SICR) or loss indicators were present requiring them to be classified under higher stages.</li> <li>Test-checked the computation of ECL, including assumptions and underlying computation. Assessed the disclosures included in the financial statements.</li> </ol>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| <p><b>IT systems and controls:</b><br/>                     The Company's key financial accounting and reporting processes are highly dependent on the automated controls in information systems. Existence of gaps in IT control environment could result in risk of material misstatement in the financial accounting and reporting records. Accordingly, we identified IT systems and controls over financial reporting as a key audit matter for the Company</p> | <p><b>Our key audit procedures included:</b></p> <ol style="list-style-type: none"> <li>Obtained an understanding of the Company's IT related control environment, IT applications, databases, and IT Infrastructure. Based on our understanding, we have evaluated and tested relevant IT general controls and IT application controls on the systems identified as relevant for our audit of the financial statements. We have tested key IT general controls with respect to the following domains:                         <ol style="list-style-type: none"> <li>User access management, which includes user access provisioning, de-provisioning, access review and access rights;</li> <li>Program change management, which includes controls on program changes by authorised personnel.</li> <li>Other areas included backup management, business continuity management and third party management.</li> </ol> </li> <li>We tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important for financial reporting and various configuration and other identified application controls.</li> <li>Tested the design and operating effectiveness of key automated controls including testing of relevant system logic, automated calculations, and accounting entries.</li> <li>We reviewed the report of the professional firm engaged by the management for review of information system and security assessment.</li> </ol> |



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| <p><b>Financial assets measured at fair value through other comprehensive income (FVTOCI)</b></p> <p>As at March 31, 2026, the Subsidiary Company has loans amounting to INR 2,02,81 1.36 lakhs net of impairment (March 31, 2025: INR 2,14,916.73 lakhs - net of impairment) that are carried and measured at fair value through other comprehensive income (FVOCI) in accordance with Ind AS 109.</p> <p>The classification of loans at FVTOCI is dependent on the business model of the Company whereby the management has determined that the aforesaid loans are to collect contractual cash flows and also to sell such financial assets.</p> <p>The fair value arrived by the management's valuation expert is derived using discounted cashflow models wherein the key assumptions include expected future cash flows, prepayment rate and discount rate.</p> <p>Given the business model assessment, the fair valuation of the aforesaid loans and relative significance of these loans to the financial statements, we determined this to be a key audit matter.</p> | <p><b>Our key audit procedures included:</b></p> <ol style="list-style-type: none"> <li>1. Obtained an understanding of the Business Model Assessment Policy approved by the Board of Directors of the Company.</li> <li>2. Evaluated the criteria adopted by the management in identification of the loan portfolio and reviewed the input used by the management in fair valuation.</li> <li>3. Assessed the management's valuation expert's competence in performing the valuation of these loans.</li> <li>4. Reviewed the valuation report, valuation methodology and underlying assumptions used to estimate the fair value. Also, test checked the arithmetical accuracy of the workings.</li> <li>5. Reviewed the appropriateness adequacy of disclosures made financial statements as per and the requirements of Ind AS.</li> <li>6. Obtained written representations from the management in relation to reasonableness of the assumptions and judgements used in the valuation of these loans.</li> </ol> |
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**Information other than the Consolidated Financial Statements and Auditor's Report thereon**

6. The Holding Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Board's Report and Corporate Governance Report, but does not include the consolidated financial statements and our auditor's report thereon. These reports are expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.



**Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

7. The accompanying consolidated financial statements have been approved by the Holding Company's Board of Directors. The Holding Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group including its associate and joint venture in accordance with the Ind AS specified under section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Board of Directors of the Holding Company, as aforesaid.
8. In preparing the consolidated financial statements, the respective Board of Directors companies included in the Group and of its associate and joint venture to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
9. Those respective Board of Directors are also responsible for overseeing the Company's financial reporting process of the companies included in the Group and of its associate and joint venture.

**Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

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



11. As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate and joint venture to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate and joint venture to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group, and its associate and joint venture, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities included in the consolidated financial statements, of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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



14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Other Matter**

15. We did not audit the annual financial statements of two subsidiaries included in the Statement, whose financial information reflects total assets of Rs. 12,88,093 lakhs as at March 31, 2026, total revenue of Rs. 1,93,250 lakhs, total net profit after tax of Rs. 38,661 lakhs, and net cash inflows of Rs. 26,995 lakhs for the year ended on that date, as considered in the Statement. The Statement also includes the Group's share of net loss after tax of Rs. 624 lakhs for the year ended March 31, 2026, in respect of one associate and one joint venture, whose annual financial statements have not been audited by us. These annual financial statements have been audited by other auditors whose audit reports have been furnished to us by the management, and our opinion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associate and joint venture is based solely on the audit reports of such other auditors.

Our opinion is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.

16. The audit of consolidated financial results for the year ended March 31, 2025 included in the Statement was carried out and reported Walker Chandio & Co LLP, then Joint Statutory Auditor of the NBFC and R. Subramanian and Company LLP, Chartered Accountants LLP, who had expressed unmodified opinion vide their audit report dated May 17 2025 for the previous year ended March 31, 2025, whose report has been furnished to ASA & Associates LLP, and which has been relied upon by ASA & Associates LLP for the purpose of audit of the Statement. Accordingly, ASA & Associates LLP do not express any opinion on the figures reported in the Statement for the year ended March 31, 2025. Our opinion is not modified in respect of this matter.

#### **Report on Other Legal and Regulatory Requirements**

17. As required by section 197(16) of the Act, based on our audit and on the consideration of the reports of the other auditors, referred to in paragraph 15, on separate financial statements of the subsidiaries, associate and joint venture, we report that the Holding Company, one subsidiary, and one joint venture incorporated in India whose financial statements have been audited under the Act have paid remuneration to their respective directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act. Further, we report that one subsidiary and one associate incorporated in India whose financial statements have been audited under the Act have not paid or provided for any managerial remuneration during the year. Accordingly, reporting under section 197(16) of the Act is not applicable in respect of such subsidiary and associate.



18. As required by clause (xxi) of paragraph 3 of Companies (Auditor's Report) Order, 2020 (the Order) issued by the Central Government of India in terms of section 143(11) of the Act based on the consideration of the Order reports issued by us and by the respective other auditors as mentioned in paragraph 15 above, of companies included in the consolidated financial statements and covered under the Act we report that there are no qualifications or adverse remarks reported in the respective Order reports of such companies.

19. As required by section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on separate financial statements and other financial information of the subsidiaries, associate and joint venture incorporated in India whose financial statements have been audited under the Act, we report, to the extent applicable, that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid consolidated financial statements;
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The consolidated financial statements dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
- d) In our opinion, the aforesaid consolidated financial statements comply with Ind AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015;
- e) On the basis of the written representations received from the directors of the Holding Company, its subsidiaries, associate and joint venture and taken on record by the Board of Directors of the Holding Company, and the reports of the statutory auditors of its subsidiaries, associate and joint venture, covered under the Act, none of the directors of the Holding Company, its subsidiaries, associate and joint venture, are disqualified as on March 31, 2026 from being appointed as a director in terms of section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company, and its subsidiaries, associate and joint venture covered under the Act, and the operating effectiveness of such controls, refer to our separate report in 'Annexure B' wherein we have expressed an unmodified opinion which is based on the auditor's report of Holding Company, and its subsidiaries, associate and joint venture covered under the Act; and
- 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements and other financial information of the subsidiaries, associate and joint venture incorporated in India whose financial statements have been audited under the Act:



- i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, its associate and joint venture as detailed in Note 37 to the consolidated financial statements;
- ii. The Holding Company has made provision in these consolidated financial statements, as required under the applicable law or Ind AS, for material foreseeable losses, if applicable, on long-term contracts including derivative contracts. The subsidiary companies, associate and joint venture did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2026;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiaries, associate and joint venture covered under the Act, during the year ended March 31, 2026;
- iv.
  - a. The respective managements of the Holding Company and its subsidiaries, associate and joint venture incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries, associate and joint venture respectively that, to the best of their knowledge and belief as disclosed in note 52 to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Holding Company or its subsidiaries, associate and joint venture to or in any persons or entities, including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company, or any such subsidiaries, associate and joint venture ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
  - b. The respective managements of the Holding Company and its subsidiaries, associate and joint venture incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries, associate and joint venture respectively that, to the best of their knowledge and belief, as disclosed in the note 52 to the accompanying consolidated financial statements, no funds have been received by the Holding Company or its subsidiaries, associate and joint venture from any persons or entities, including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Holding Company, or any such subsidiaries, associate and joint venture shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
  - c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- v. The Holding Company, its subsidiaries, associate and joint venture have not declared or paid any dividend during the year and has not proposed final dividend ended March 31, 2026.



**ASA & Associates LLP**  
**Chartered Accountants**  
Unit 709 & 710 7th Floor, Raheja Towers,  
New No. 177, Anna Salai,  
Chennai - 600 002.

**R. Subramanian and Company LLP**  
**Chartered Accountants**  
No. 6, Krishnaswamy Avenue,  
Luz, Mylapore,  
Chennai - 600 004.

- vi. As stated in note 53 to the consolidated financial statements and based on our examination which included test checks and that performed by the respective auditors of the subsidiaries, associate and joint ventures, the Holding Company and its subsidiaries, associate and joint venture, in respect of financial year commencing on 01 April 2025, have used an accounting software for maintaining their books of account which has a feature of recording audit trail (edit log) facility. During the course of our audit, we and respective auditors of the above referred subsidiaries, associate and joint venture did not come across any instance of audit trail feature being tampered with for the period where audit trail is enabled. Further, the audit trail has been preserved by the Holding Company and its subsidiaries, associate and joint venture as per the statutory requirements for record retention.

**For ASA & Associates LLP**  
**Chartered Accountants**  
ICAI FRN: 009571N/N500006



G N Ramaswami  
Partner  
ICAI Membership No. 202363

UDIN: 26202363HTPBUD3881

Place: Chennai  
Date: 20-05-2026



**R. Subramanian and Company LLP**  
**Chartered Accountants**  
ICAI FRN: 004137S/S200041



R Kumarasubramanian  
Partner  
ICAI Membership No. 021888

UDIN: 26021888ZQELSC2690

Place: Chennai  
Date: 20-05-2026



**ASA & Associates LLP**  
Chartered Accountants  
Unit 709 & 710 7th Floor, Raheja Towers,  
New No. 177, Anna Salai,  
Chennai - 600 002.

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No. 6, Krishnaswamy Avenue,  
Luz, Mylapore,  
Chennai - 600 004.

#### Appendix A:

List of subsidiary companies, associate and joint venture of Hinduja Leyland Finance Limited ('Holding Company') included in the Consolidated Financial Statements:

| S. No | Name of the Entity                    | Relationship       |
|-------|---------------------------------------|--------------------|
| 1     | Hinduja Housing Finance Limited       | Subsidiary Company |
| 2     | Gaadi Mandi Digital Platforms Limited | Subsidiary Company |
| 3     | HLF Services Limited                  | Associate Company  |
| 4     | Gro Digital Platforms Limited         | Joint Venture      |

Annexure B to the Independent Auditor's Report of even date to the members of Hinduja Leyland Finance Limited on the consolidated financial statements for the year ended March 31, 2026

Independent Auditor's Report on the internal financial controls with reference to the consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. In conjunction with our audit of the consolidated financial statements of Hinduja Leyland Finance Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), its associate and joint venture as at and for the year ended March 31, 2026, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company, its subsidiary companies, its associate and joint venture, which are companies covered under the Act, as at that date.

#### Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

2. The respective Board of Directors of the Holding Company, its subsidiary companies, its associate and joint venture, which are companies covered under the Act, are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.



### **Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements**

3. Our responsibility is to express an opinion on the internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements of the Holding Company, its subsidiary companies, its associate and joint venture as aforesaid.

### **Meaning of Internal Financial Controls with Reference to Financial Statements**

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls with Reference to Financial Statements**

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



### Opinion

8. In our opinion and based on the consideration of the reports of the other auditors on internal financial controls with reference to financial statements of the subsidiary companies, associate and joint venture, the Holding Company, its subsidiary companies, its associate and joint venture, which are companies covered under the Act, have in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at March 31, 2026, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

### Other matter

We did not audit the internal financial controls with reference to financial statements insofar as it relates to two subsidiary Companies, which are companies covered under the Act, whose financial statements reflect total assets of ₹ Rs. 12,88,093 lakhs, total revenues of Rs. 1,93,250 lakhs and net cash inflows amounting to 26,995 lakhs for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net loss (including other comprehensive income) of ₹ 624 lakhs for the year ended 31 March 2026, in respect of one associate and one joint venture, which are Companies covered under the Act, whose internal financial controls with reference to financial statements have not been audited by us. The internal financial controls with reference to financial statements in so far as it relates to such subsidiary Companies, associate and joint venture have been audited by other auditors whose reports have been furnished to us by the management and our report on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements for the Holding Company, its subsidiary Companies, its associate and joint venture, as aforesaid, under Section 143(3)(f) of the Act in so far as it relates to such subsidiary Companies, associate and joint venture is based solely on the reports of the auditors of such Companies. Our opinion is not modified in respect of this matter with respect to our reliance on the work done by and on the reports of the other auditors.

For **ASA & Associates LLP**  
Chartered Accountants  
Firm's Registration No: 009571N/N500006

  
**G.N. Ramaswami**  
Partner  
Membership No.: 202363  
UDIN: 26202363HTPBUD3881  
Place: Chennai  
Date: 20 May 2026



For **R. Subramanian and Company LLP**  
Chartered Accountants  
Firm's Registration No: 004137S/S200041

  
**R. Kumarasubramanian**  
Partner  
Membership No.: 021888  
UDIN: 26021888ZQELSC2690  
Place: Chennai  
Date: 20 May 2026





**HINDUJA LEYLAND FINANCE LIMITED**  
Consolidated Balance Sheet as at 31 March 2026

|                                                                                             |          | INR In Lakhs           |                        |
|---------------------------------------------------------------------------------------------|----------|------------------------|------------------------|
| Particulars                                                                                 | Note No. | As at<br>31 March 2026 | As at<br>31 March 2025 |
| <b>ASSETS</b>                                                                               |          |                        |                        |
| <b>Financial assets</b>                                                                     |          |                        |                        |
| Cash and cash equivalents                                                                   | 5        | 3,72,564               | 3,18,244               |
| Bank balance other than cash and cash equivalents                                           | 6        | 1,39,283               | 99,016                 |
| Loans                                                                                       | 7        | 59,39,761              | 47,89,426              |
| Investments                                                                                 |          |                        |                        |
| (i) Investments accounted for using equity method                                           | 8(i)     | 3,174                  | 2,681                  |
| (ii) Other investments                                                                      | 8(ii)    | 2,97,007               | 3,25,490               |
| Derivative financial instruments                                                            | 12       | 42,645                 | 531                    |
| Other financial assets                                                                      | 9        | 1,33,761               | 92,052                 |
|                                                                                             |          | <b>71,28,195</b>       | <b>55,74,344</b>       |
| <b>Non-financial assets</b>                                                                 |          |                        |                        |
| Current tax assets (net)                                                                    |          | 7,644                  | 9,739                  |
| Property, plant and equipment                                                               | 10       | 47,144                 | 42,668                 |
| Capital work-in-progress                                                                    | 10A      | 4,940                  | 3,615                  |
| Other intangible assets                                                                     | 10B      | 420                    | 108                    |
| Intangible Assets Under Development                                                         |          | 50                     | -                      |
| Right of use assets                                                                         | 10C      | 8,110                  | 7,041                  |
| Other non-financial assets                                                                  | 11       | 17,592                 | 15,688                 |
|                                                                                             |          | <b>84,490</b>          | <b>78,859</b>          |
| <b>Total assets</b>                                                                         |          | <b>72,12,595</b>       | <b>56,53,203</b>       |
| <b>LIABILITIES AND EQUITY</b>                                                               |          |                        |                        |
| <b>LIABILITIES</b>                                                                          |          |                        |                        |
| <b>Financial liabilities</b>                                                                |          |                        |                        |
| Derivative financial instruments                                                            | 12       | -                      | 2,568                  |
| Trade payables                                                                              | 13       |                        |                        |
| (i) Total outstanding dues of micro enterprises and small enterprises                       |          | -                      | -                      |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises |          | 6,271                  | 6,326                  |
| Debt securities                                                                             | 14       | 2,46,070               | 1,36,240               |
| Borrowings (other than debt securities)                                                     | 15       | 51,84,449              | 41,29,827              |
| Subordinated liabilities                                                                    | 16       | 4,76,324               | 3,23,288               |
| Other financial liabilities                                                                 | 17       | 1,28,126               | 91,850                 |
|                                                                                             |          | <b>60,35,240</b>       | <b>46,91,599</b>       |
| <b>Non-financial liabilities</b>                                                            |          |                        |                        |
| Provisions                                                                                  | 18       | 2,795                  | 1,102                  |
| Deferred tax liabilities (net)                                                              |          | 1,20,496               | 86,221                 |
| Other non-financial liabilities                                                             | 19       | 3,981                  | 3,794                  |
|                                                                                             |          | <b>1,26,872</b>        | <b>91,117</b>          |
| <b>EQUITY</b>                                                                               |          |                        |                        |
| Equity share capital                                                                        | 20       | 54,527                 | 54,524                 |
| Other equity                                                                                | 21       | 9,95,956               | 8,14,963               |
|                                                                                             |          | <b>10,50,483</b>       | <b>8,69,487</b>        |
| <b>Total liabilities and equity</b>                                                         |          | <b>72,12,595</b>       | <b>56,53,203</b>       |

Summary of Material accounting policy information. 4

The notes referred to above form an integral part of these consolidated financial statements

As per our report of even date attached  
For ASA & Associates LLP  
Chartered Accountants  
Firm Registration No: 009571N/NS00006

G N Ramaswami  
Partner  
Membership No: 202363

For R. Sahramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 004137S / S200041

R. Kumaraswami  
Partner  
Membership No: 021888  
Place: Chennai  
Date: 20 May 2026

For and on behalf of the Board of Directors of  
Hinduja Leyland Finance Limited  
CIN : U65993MH2008PLC384221

Dheeraj G Hinduja  
Chairman  
DIN No: 00133419

Vijay Jain  
Vice Chair  
Chief Financial Officer

Sachin Pillai  
Managing Director & CEO  
DIN No: 06466793

R. Srividhya  
Company Secretary  
Membership No: A22261





**HINDUJA LEYLAND FINANCE LIMITED**  
Consolidated Statement of Profit and Loss for the year ended 31 March 2026

|                                                                                                                      |          | INR in Lakhs                |                             |
|----------------------------------------------------------------------------------------------------------------------|----------|-----------------------------|-----------------------------|
| Particulars                                                                                                          | Note No. | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
| <b>Revenue from operations</b>                                                                                       |          |                             |                             |
| Interest income                                                                                                      | 22       | 6,68,110                    | 5,36,437                    |
| Fees and commission income                                                                                           | 23       | 31,430                      | 11,896                      |
| Net gain on fair value changes                                                                                       |          | 5,328                       | 957                         |
| Net gain on derecognition of financial instruments                                                                   | 24       | 71,831                      | 36,438                      |
| Rental income                                                                                                        |          | 9,989                       | 7,739                       |
| <b>Total revenue from operations</b>                                                                                 |          | <b>7,86,688</b>             | <b>6,13,375</b>             |
| Other income                                                                                                         | 25       | 25,846                      | 14,676                      |
| <b>Total revenue</b>                                                                                                 |          | <b>8,12,534</b>             | <b>6,28,051</b>             |
| <b>Expenses</b>                                                                                                      |          |                             |                             |
| Finance costs                                                                                                        | 26       | 4,28,626                    | 3,54,037                    |
| Fees and commission expense                                                                                          | 27       | 18,921                      | 22,051                      |
| Impairment on financial instruments                                                                                  | 28       | 1,40,853                    | 65,195                      |
| Employee benefits expense                                                                                            | 29       | 56,247                      | 45,562                      |
| Depreciation and amortization expense                                                                                | 30       | 11,196                      | 8,702                       |
| Other expenses                                                                                                       | 31       | 38,062                      | 27,805                      |
| <b>Total expenses</b>                                                                                                |          | <b>6,93,899</b>             | <b>5,23,452</b>             |
| <b>Profit before share of profit of equity accounted investee and income tax</b>                                     |          | <b>1,19,335</b>             | <b>1,04,599</b>             |
| Share of loss of equity accounted investee (net of income tax)                                                       |          | (824)                       | (618)                       |
| <b>Profit before tax and Exceptional items</b>                                                                       |          | <b>1,18,711</b>             | <b>1,03,981</b>             |
| <b>Exceptional items</b>                                                                                             | 35(d)    | <b>(864)</b>                | <b>-</b>                    |
| <b>Profit before tax</b>                                                                                             |          | <b>1,17,847</b>             | <b>1,03,981</b>             |
| <b>Tax expense:</b>                                                                                                  |          |                             |                             |
| Current tax                                                                                                          | 32       | 27,376                      | 17,039                      |
| Deferred tax                                                                                                         |          | 2,858                       | 9,563                       |
| <b>Total taxes</b>                                                                                                   |          | <b>30,234</b>               | <b>26,601</b>               |
| <b>Net profit for the year</b>                                                                                       |          | <b>87,113</b>               | <b>77,380</b>               |
| <b>Other comprehensive income</b>                                                                                    |          |                             |                             |
| (A) Items that will not be reclassified to profit or loss                                                            |          |                             |                             |
| (i) Remeasurement of defined benefit plans                                                                           |          | (507)                       | (195)                       |
| (ii) Share of other comprehensive income of equity accounted investee                                                |          | 156                         | 15                          |
| (iii) Income tax relating to items that will not be reclassified to profit or loss                                   |          | 88                          | 45                          |
| Remeasurement of defined benefit plans for joint venture and associate (net)                                         |          |                             |                             |
| (B) Items that will be reclassified to profit or loss                                                                |          |                             |                             |
| (i) (a) Fair value gain/(loss) on financial assets carried at Fair Value Through Other Comprehensive Income (FVTOCI) |          | 80,345                      | 1,23,764                    |
| (b) Effective portion of loss on designated portion of hedging instruments in a cashflow hedge                       |          | 44,583                      | (2,172)                     |
| (ii) Income tax relating to items that will be reclassified to profit or loss                                        |          | (31,545)                    | (30,605)                    |
| <b>Total other comprehensive income</b>                                                                              |          | <b>93,383</b>               | <b>90,992</b>               |
| <b>Total comprehensive income</b>                                                                                    |          | <b>1,80,496</b>             | <b>1,68,372</b>             |
| <b>Earnings per equity share (face value Rs.10 each)</b>                                                             | 33       |                             |                             |
| - Basic (in Rs.)                                                                                                     |          | 15.98                       | 14.46                       |
| - Diluted (in Rs.)                                                                                                   |          | 15.87                       | 14.46                       |

Summary of Material accounting policy information, 4  
The notes referred to above form an integral part of these consolidated financial statements.

As per our report of even date attached  
For ASA & Associates LLP

Chartered Accountants

Firm Registration No: 095571N/NS00006

G N Ramaswami

Partner

Membership No: 262363

For R. Subramanian and Company LLP

Chartered Accountants

Firm Registration No: 004137S/S206041

For and on behalf of the Board of Directors of  
Hinduja Leyland Finance Limited

CIN : U65902MH2008PLC384221

Dheeraj G Hinduja

Chairman

DIN No: 00133410

Nachin Pillai

Managing Director & CEO

DIN No: 06400793

R. Subramanian

Partner

Membership No: 021688

Place : Chennai

Date : 20 May 2026

Vijayalakshmi

Chief Financial Officer

R. Subramanian

Company Secretary

Membership No: A22261





**HINDUJA LEYLAND FINANCE LIMITED**  
Consolidated statement of cash flow for the year ended 31 March 2026

INR In Lakhs

| Particulars                                                                                        | Note | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|----------------------------------------------------------------------------------------------------|------|-----------------------------|-----------------------------|
| <b>A. Cash flow from operating activities</b>                                                      |      |                             |                             |
| Net profit before tax and after share of profit / (loss) of equity accounted investee companies    |      | 1,17,847                    | 1,05,981                    |
| Adjustments:                                                                                       |      |                             |                             |
| Depreciation and amortization expense                                                              |      | 11,190                      | 8,703                       |
| Profit on disposal of property, plant and equipment (PPE)                                          |      | (71)                        | (15)                        |
| Profit on sale of investment                                                                       |      | (1,931)                     | (2,187)                     |
| Net loss/(gain) on fair value changes of investment                                                |      | (410)                       | 1,697                       |
| Finance costs                                                                                      |      | 4,28,626                    | 3,54,037                    |
| Interest income                                                                                    |      | (6,79,361)                  | (5,35,525)                  |
| Net gain on derecognition of financial instruments                                                 |      | (71,831)                    | (56,406)                    |
| Provision for expected credit loss and amounts written off                                         |      | 1,18,278                    | 49,510                      |
| Impairment loss on other receivables                                                               |      | 21,775                      | 15,685                      |
| Rent expense                                                                                       |      | 11                          | 11                          |
| Share based payment expense                                                                        |      | 343                         | 119                         |
| CSR Expenditure                                                                                    |      | 509                         | 413                         |
| Provision for employee benefits                                                                    |      | 567                         | 208                         |
| <b>Operating cash flow before working capital changes</b>                                          |      | <b>(54,478)</b>             | <b>(59,799)</b>             |
| Adjustments for (increase) / decrease in operating assets:                                         |      |                             |                             |
| Loans                                                                                              |      | (12,01,249)                 | (8,63,142)                  |
| Other financial assets                                                                             |      | 25,938                      | 25,039                      |
| Other non-financial assets                                                                         |      | (1,220)                     | (3,443)                     |
| Adjustments for (increase) / (decrease) in operating Liabilities:                                  |      |                             |                             |
| Trade payables                                                                                     |      | (3,211)                     | 5,438                       |
| Other financial liabilities                                                                        |      | 21,821                      | 6,903                       |
| Other non financial liabilities and provisions                                                     |      | (305)                       | 360                         |
| <b>Net cash used in operations before adjustments for interest received and interest paid</b>      |      | <b>(12,11,784)</b>          | <b>(8,88,644)</b>           |
| Cash outflow towards finance cost                                                                  |      | (4,05,330)                  | (3,35,221)                  |
| Cash inflow from interest income                                                                   |      | 6,58,297                    | 5,18,427                    |
| Taxes paid (net)                                                                                   |      | 2,54,967                    | 1,83,206                    |
| <b>Net cash used in operating activities (A)</b>                                                   |      | <b>(9,81,918)</b>           | <b>(7,21,850)</b>           |
| <b>B. Cash flow from investing activities</b>                                                      |      |                             |                             |
| (Investment)/redemption in mutual funds (net)                                                      |      | 27,343                      | (1,21,910)                  |
| Investment in redeemable non-convertible debentures                                                |      | (41,369)                    | (36,799)                    |
| Redemption of redeemable non-convertible debentures                                                |      | 26,524                      | 19,867                      |
| Investment in pass through securities and government securities                                    |      | (48,474)                    | (89,372)                    |
| Redemption in pass through securities, security receipts, government securities and alternative in |      | 68,150                      | 94,412                      |
| Investment in equity shares of joint venture and subsidiary companies                              |      | (1,000)                     | (1,000)                     |
| Bank deposits placed (having original maturity of more than three months)                          |      | (3,39,289)                  | (50,000)                    |
| Bank deposits matured (having original maturity of more than three months)                         |      | 50,013                      | 30,208                      |
| Purchase of PPE, intangibles including capital work-in-progress and capital advances               |      | (15,280)                    | (21,220)                    |
| Proceeds from disposal of PPE                                                                      |      | 583                         | 33                          |
| Interest on fixed deposits                                                                         |      | 13,923                      | 2,159                       |
| <b>Net cash used in investing activities (B)</b>                                                   |      | <b>(2,61,667)</b>           | <b>(1,73,622)</b>           |
| <b>C. Cash flow from financing activities</b>                                                      |      |                             |                             |
| Proceeds from issue of equity shares including securities premium                                  |      | 30                          | 20,059                      |
| Proceeds from long term borrowings                                                                 |      | 26,72,145                   | 21,07,088                   |
| Repayment of long term borrowings                                                                  |      | (12,94,903)                 | (10,60,793)                 |
| Proceeds from working capital loan / cash credit and commercial paper (net)                        |      | (77,013)                    | (1,41,045)                  |
| Share application money received                                                                   |      | -                           | 11                          |
| Payment of lease liabilities                                                                       |      | (2,954)                     | (2,557)                     |
| <b>Net cash generated from financing activities (C)</b>                                            |      | <b>12,97,305</b>            | <b>9,22,763</b>             |
| <b>Net increase in cash and cash equivalents (A+B+C)</b>                                           |      | <b>54,320</b>               | <b>27,291</b>               |
| <b>Cash and cash equivalents at the beginning of the year</b>                                      |      | <b>3,18,244</b>             | <b>2,90,953</b>             |
| <b>Cash and cash equivalents at the end of the year</b>                                            |      | <b>3,72,564</b>             | <b>3,18,244</b>             |





**HINDUJA LEYLAND FINANCE LIMITED**  
Consolidated statement of cash flow for the year ended 31 March 2026

INR In Lakhs

| Particulars                                                               | Note | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|---------------------------------------------------------------------------|------|-----------------------------|-----------------------------|
| Components of cash and cash equivalents                                   | 5    |                             |                             |
| Cash and cheques on hand                                                  |      | 2,545                       | 8,882                       |
| Balances with banks - In current accounts                                 |      | 3,66,022                    | 1,82,201                    |
| Balances with banks - Fixed deposits original maturity less than 3 months |      | 3,997                       | 1,27,161                    |
|                                                                           |      | <b>3,72,564</b>             | <b>3,18,244</b>             |

**Change in liabilities arising from financing activities**

| Particulars                             | 01 April 2025 | Net Cash Flow (+) | Ind AS Adjustments (-) | 31 March 2026 |
|-----------------------------------------|---------------|-------------------|------------------------|---------------|
| Debt securities                         | 1,36,240      | 1,03,250          | 580                    | 2,40,070      |
| Borrowings (other than debt securities) | 41,29,827     | 10,57,600         | (2,978)                | 51,84,449     |
| Subordinated liabilities                | 3,23,288      | 1,56,500          | (3,464)                | 4,76,324      |
| Lease liabilities                       | 7,739         | (1,207)           | 2,429                  | 8,960         |

| Particulars                             | 01 April 2024 | Net Cash Flow (+) | Ind AS Adjustments (-) | 31 March 2025 |
|-----------------------------------------|---------------|-------------------|------------------------|---------------|
| Debt securities                         | 43,105        | 92,521            | (614)                  | 1,36,240      |
| Borrowings (other than debt securities) | 34,59,865     | 6,62,147          | (7,817)                | 41,29,827     |
| Subordinated liabilities                | 1,67,263      | 1,50,582          | (5,444)                | 3,23,288      |
| Lease liabilities                       | 6,967         | (2,557)           | (3,328)                | 7,739         |

The notes referred to above form an integral part of these consolidated financial statements.

As per our report of even date attached  
For **ASA & Associates LLP**  
Chartered Accountants  
Firm Registration No: 009574N/NS00006

**G N Ramaswami**

Partner

Membership No: 202363

For **R. Subramanian and Company LLP**

Chartered Accountants

Firm Registration No: 004137S / S200041

For and on behalf of the Board of Directors of  
**Hinduja Leyland Finance Limited**  
CIN : U65993MH2008PLC384221

**Dheeraj G Hinduja**

Chairman

DIN No : 00133410

**Sachin Pillai**

Managing Director & CEO

DIN No : 06400793

**R Kumarasubramanian**

Partner

Membership No: 021888

Place : Chennai

Date : 20 May 2026

**Vijay Jain**

Chief Financial Officer

**R Srividhya**

Company Secretary

Membership No: A22261





**HINDUJA LEYLAND FINANCE LIMITED**  
Consolidated Statement of Changes in Equity for the year ended 31 March 2026

**A Equity share capital**

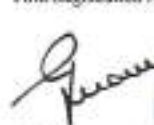
| Particulars                                    | INR In Lakhs     |        |
|------------------------------------------------|------------------|--------|
|                                                | Number of shares | Amount |
| Balance as at 1 April 2024                     | 53,51,62,490     | 53,516 |
| Change in equity share capital during the year |                  |        |
| Add: Issued during the year                    | 1,00,82,000      | 1,008  |
| Balance as at 31 March 2025                    | 54,52,44,490     | 54,524 |
| Change in equity share capital during the year |                  |        |
| Add: Issued during the year                    | 29,000           | 3      |
| Balance as at 31 March 2026                    | 54,52,73,490     | 54,527 |

**B Other equity**

|                                                | Reserve and Surplus |                    |                                                            |                   |                                           | Other items of other comprehensive income  |                                     | Total    |
|------------------------------------------------|---------------------|--------------------|------------------------------------------------------------|-------------------|-------------------------------------------|--------------------------------------------|-------------------------------------|----------|
|                                                | Statutory reserves  | Securities premium | Other reserves - Employee stock option outstanding account | Retained earnings | Share Application Money pending allotment | Fair value (loss)/gain on financial assets | Effective portion of cashflow hedge |          |
| Balance as at 1 April 2024                     | 66,799              | 1,81,384           | 617                                                        | 2,56,670          | -                                         | 1,22,204                                   | (124)                               | 6,27,559 |
| Share based expenses                           | -                   | -                  | 119                                                        | -                 | -                                         | -                                          | -                                   | 119      |
| Premium on issue of share capital              | -                   | 19,051             | -                                                          | -                 | -                                         | -                                          | -                                   | 19,051   |
| Profit for the year                            | -                   | -                  | -                                                          | 77,380            | -                                         | -                                          | -                                   | 77,380   |
| Transfer to / from reserve                     | 15,476              | -                  | -                                                          | (15,476)          | 11                                        | -                                          | -                                   | 11       |
| Other comprehensive income (net of tax)        | -                   | -                  | -                                                          | (135)             | -                                         | 92,612                                     | (1,625)                             | 90,852   |
| Balance as at 31 March 2025                    | 82,275              | 2,00,435           | 736                                                        | 3,14,439          | 11                                        | 2,14,816                                   | (1,749)                             | 8,14,963 |
| Share based expenses                           | -                   | -                  | 343                                                        | -                 | -                                         | -                                          | -                                   | 343      |
| Premium on issue of share capital              | -                   | 27                 | -                                                          | -                 | -                                         | -                                          | -                                   | 27       |
| Profit for the year                            | -                   | -                  | -                                                          | 87,113            | -                                         | -                                          | -                                   | 87,113   |
| Transfer to / from reserve                     | 17,423              | -                  | -                                                          | (17,423)          | (11)                                      | -                                          | -                                   | (11)     |
| Other comprehensive income/(loss) (net of tax) | -                   | -                  | -                                                          | (263)             | -                                         | 60,122                                     | 33,662                              | 93,520   |
| Balance as at 31 March 2026                    | 99,698              | 2,00,462           | 1,079                                                      | 3,87,866          | -                                         | 2,74,938                                   | 31,913                              | 9,05,956 |

Summary of Material accounting policy information. Note 4  
The notes referred to above form an integral part of these consolidated financial statements.

As per our report of even date attached  
For ASA & Associates LLP  
Chartered Accountants  
Firm Registration No: 009527/N/500006

  
G N Ramaswami  
Partner  
Membership No: 202363

For R. Subramanian and Company LLP  
Chartered Accountants  
Firm Registration No: 0041375 / S200041

  
R. Subramanian  
Partner  
Membership No: 021888

Place : Chennai  
Date : 20 May 2026

For and on behalf of the Board of Directors of  
Hinduja Leyland Finance Limited  
CIN : U69993MH2008PLC384221

  
Dhruv G. Hinduja  
Chairman  
DIN No : 00123410

  
Sachin Pillai  
Managing Director & CEO  
DIN No : 06408793

  
Vikas Jain  
Chief Financial Officer

  
R. Srividhya  
Company Secretary  
Membership No: A22264





## HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for year ended 31 March 2026

(All amounts are in Indian Rupees in lakhs, except share data and as stated)

### 1 Reporting entity

Hinduja Leyland Finance Limited ('the Parent Company'), incorporated on 12 November 2008 and headquartered in Chennai, India is a Non Banking Finance Company engaged in providing asset finance. The Parent company is a systemically important Non Deposit taking Non Banking Finance Company (ND-NBFC) as defined under Section 45 - IA of the Reserve Bank of India Act, 1934. The non-convertible debentures (NCD) of the Parent company are listed on the BSE Limited ("BSE") in India (Debt-listed). The Parent company received the certificate of registration dated 22 March 2010 from the Reserve Bank of India ("RBI") to carry on the business of Non Banking Financial Institution without accepting public deposits ("NBFC-ND"). Subsequently the Parent company was granted Investment and Credit Company status pursuant to Reserve Bank of India notification No. RBI/2018-19/130 DNBR (PD) CC.No.097/03.10.001/2018-19 dated 22 February 2019.

The subsidiaries, associate and joint venture of the Group are listed below:

| Name of the Group                     | Relationship       | Percentage holding |
|---------------------------------------|--------------------|--------------------|
| Hinduja Housing Finance Limited*      | Subsidiary company | 100%               |
| Goadi Maadi Digital Platforms Limited | Subsidiary company | 100%               |
| HLF Services Limited                  | Associate company  | 45.90%             |
| Geo Digital Platforms Limited         | Joint venture      | 49.90%             |

\* a housing finance company registered with National Housing Bank (NHB) under section 29A of the National Housing Bank Act, 1987 with effect from 30 September 2015. The Subsidiary is primarily engaged in the business of providing loans for the purchase or construction of residential houses.

The parent company, subsidiaries, associate and joint venture are collectively referred to as Group.

### 2 Basis of preparation

#### 2.1 Statement of compliance and basis for preparation and presentation of financial statements

The financial statements of the Group have been prepared under historical cost convention on an accrual basis in accordance with the Indian Accounting Standards (Ind AS) and the relevant provisions of the Companies Act, 2013 (the "Act") along with other relevant provisions of the Act, Master Direction - Reserve Bank of India (Non-Banking Financial Companies - Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025 (as amended) and notification for Implementation of Indian Accounting Standard vide circular RBI/DOR/2025-26/339 DOR.FIN.REC.No.258/03.10.119/2025-26 dated 28 November 2025 ('RBI Notification for Implementation of Ind AS') issued by RBI (to the extent notified). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. Details of the Group material accounting policies are disclosed in Note 3. These consolidated financial statements have been approved by the Company's Board of Directors and authorised for issue on 20 May 2026.

#### 2.2 Presentation of financial statements

The Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity are prepared and presented in the format prescribed in Division III of Schedule III to the Act. The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flows".

Financial assets and financial liability are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognized amounts without being contingent on a future event, the parties also intend to settle on a net basis in all of the following circumstances:

- The normal course of business
- The event of default

Previous year figures have been restated / regrouped / re-classified wherever necessary in line with the financial statements for the year ended March 31, 2026. The impact of such restatements/ regroupings are not material to the consolidated financial statements.

#### 2.3 Functional and presentation currency

These consolidated financial statements are presented in Indian Rupees (INR), which is also the Group's functional currency. All amounts have been rounded-off to the nearest lakhs, unless otherwise indicated.





**HINDUJA LEYLAND FINANCE LIMITED**  
**Notes to consolidated financial statements for year ended 31 March 2026**  
 (All amounts are in Indian Rupees in lakhs, except share data and as stated)

**2.4 Basis of measurement**

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values.

A historical cost is a measure of value used in accounting in which the price of an asset on the balance sheet is based on its nominal or original cost when acquired by the Group.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share based payment transactions that are within the scope of Ind AS 102 Share based Payment, leasing transactions that are within the scope of Ind AS 116 Leases.

Fair value measurements under Ind AS are categorised into fair value hierarchy based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access on measurement date.
- Level 2 inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly, and
- Level 3 where unobservable inputs are used for the valuation of assets or liabilities.

**2.5 Use of estimates and judgments**

The preparation of the consolidated financial statements in conformity with Indian Accounting Standards ("Ind AS") requires the management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the year. Accounting estimates could change from period to period. Actual results could differ from those estimates. Revisions to accounting estimates are recognised prospectively. The Management believes that the estimates used in preparation of the consolidated financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

**i) Business model assessment**

Classification and measurement of financial assets depends on the results of business model and the solely payments of principal and interest ("SPPI") test. The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgment reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Group monitors financial assets measured at amortized cost or fair value through other comprehensive income that are derecognized prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Group's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

**ii) Impairment of financial asset**

The measurement of impairment losses across all categories of financial assets requires judgment, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Group's expected credit loss ("ECL") calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgments and estimates include:

- a) The Group's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a life time expected credit loss ("LTECL") basis.
- b) Development of ECL models, including the various formulas and the choice of inputs.
- c) Determination of associations between macroeconomic scenarios and economic inputs, such as gross domestic product, lending interest rates and collateral values, and the effect on probability of default ("PD"), exposure at default ("EAD") and loss given default ("LGD").
- d) Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into ECL models.





## HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for year ended 31 March 2026

(All amounts are in Indian Rupees in lakhs, except share data and as stated)

### 2.5 Use of estimates and judgments (Continued)

#### (ii) Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values.

#### (v) Defined Benefit plans

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

#### v) Lessees

##### A. Determining the lease term of contracts with renewal and termination options - Group as lessee

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The Group applies judgment in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination.

##### B. Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Group would have to pay to for its borrowings.

#### vi) Provisions and other contingent liabilities

When the Group can reliably measure the outflow of economic benefits in relation to a specific case and considers such outflows to be probable, the Group records a provision against the case. Where the probability of outflow is considered to be remote, or probable, but a reliable estimate cannot be made, a contingent liability is disclosed.

Given the subjectivity and uncertainty of determining the probability and amount of losses, the Group takes into account a number of factors including legal advice, the stage of the matter and historical evidence from similar incidents. Significant judgment is required to conclude on these estimates.

### 3 Principles and Particulars of Consolidation

The consolidated financial statements relate to Hinduja Leyland Finance (referred as "the Parent Company" or "the Holding Company"), its subsidiary companies and share of profit / (loss) in its associate and joint venture (Collectively referred to as "the group").

The Financial statements of the Subsidiaries and Associates and Joint ventures used in the consolidation are drawn up to the same reporting date as that of the holding company i.e. 31 March 2026.

#### Basis of Consolidation

##### a Subsidiaries

Subsidiaries are entities over which the Group has control. The group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. The acquisition method of accounting is used to account for business combinations by the group. The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026  
(All amounts are in Indian Rupees in lakhs, except share data and as stated)

**b Investment in Associate and Joint Venture**

An associate and joint venture is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies. The results, assets and liabilities of associates and joint venture are incorporated in these consolidated financial statements using the equity method of accounting.

Under the equity method, the investment in an associate and joint venture is initially recognised in the consolidated balance sheet at cost and adjusted thereafter to recognise the Group's share of the profit or loss and other comprehensive income of the associate and joint venture. Distributions received from associate and joint venture is recognised as reduction in the carrying amount of the investments. When the Group's share of losses of an associate and joint venture exceeds the Group's interest in that associate and joint venture (which includes any long-term interests that, in substance, form part of the Group's net investment in the associate and joint venture), the Group discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate and joint venture.

An investment in an associate and joint venture is accounted for using the equity method from the date on which the investee becomes an associate and joint venture. On acquisition of the investment in an associate and joint venture, any excess of the cost of the investment over the Group's share of the net fair value of the identifiable assets and liabilities of the investee is recognised as goodwill, which is included within the carrying amount of the investment. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities over the cost of the investment, after reassessment, is recognised directly in equity as capital reserve in the period in which the investment is acquired. After application of the equity method of accounting, the Group determines whether there any objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the net investment in an associate and that event (or events) has an impact on the estimated future cash flows from the net investment that can be reliably estimated. If there exists such an objective evidence of impairment, then it is necessary to recognise impairment loss with respect to the Group's investment in an associate and joint venture.

When a group entity transacts with an associate and joint venture of the Group, profit or losses resulting from the transactions with associate and joint venture are recognised in the Group's consolidated financial statements only to the extent of interests in the associate and joint venture that are not related to the Group.

**4 Material accounting policy information**

**4.1 Recognition of Income**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured and there exists reasonable certainty of its recovery.

**A. Interest income**

Interest income on financial instruments is recognised on a time proportion basis taking into account the amount outstanding and the effective interest rate applicable.

Effective Interest Rate ("EIR"):

The EIR is the rate that exactly discounts estimated future cash flows of the financial instrument through the expected life of the financial instrument or, where appropriate, a shorter period, to the net carrying amount. The future cash flows are estimated taking into account all the contractual terms of the instrument.

The calculation of the EIR includes all fees paid or received between parties to the contract that are incremental and directly attributable to the specific lending arrangement, transaction costs, and all other premiums or discounts.

Interest income/expenses is calculated by applying the EIR to the gross carrying amount of non-credit impaired financial assets/liabilities (i.e. at the amortised cost of the financial asset before adjusting for any expected credit loss allowance). For credit-impaired financial assets, interest income is calculated by applying the EIR to the amortised cost of the credit-impaired financial assets (i.e. the gross carrying amount less the allowance for expected credit losses). If the financial asset cures and is no longer credit impaired, the Group reverts to calculating interest income on a gross basis.

**B. Rental income**

Rental income arising from operating leases is accounted for on a straight-line basis over the lease terms and is included in rental income in the statement of profit and loss, unless the increase is in line with expected general inflation, in which case lease income is recognised based on contractual terms.





## HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for year ended 31 March 2026

(All amounts are in Indian Rupees in lakhs, except share data and as stated)

### C. Fees and commission income

The Group recognises revenue from contract with customers based on five step model as set out in Ind AS 115, Revenue from Contracts with Customers to determine when to recognise revenue and at what amount.

Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognised when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur.

If the consideration promised in a contract includes a variable amount, the group estimates the amount of consideration to which it will be entitled in exchange for rendering the promised services to a customer. The amount of consideration can vary because of discounts, rebates, refunds, credits, price concessions, incentives, performance bonuses, or other similar items. The promised consideration can also vary if an entitlement to the consideration is contingent on the occurrence or non-occurrence of a future event. Fees income includes fees other than those that are an integral part of EIR.

### D. Income from transfer and servicing of Assets

The Group transfers loans through securitisation and direct assignment transactions. The transferred loans are de-recognised and gains/losses are accounted for, only if the Group transfers substantially all risks and rewards specified in the underlying assigned loan contract. In accordance with the Ind AS 109, on de-recognition of a financial asset under assigned transactions, the difference between the carrying amount and the consideration received are recognised in the Statement of Profit and Loss.

The Group recognises either a servicing asset or a servicing liability for servicing contract. If the fee to be received is not expected to compensate the Group adequately for performing the servicing activities, a servicing liability for the servicing obligation is recognised at its fair value. If the fee to be received is expected to be more than adequate compensation for the servicing activities, a servicing asset is recognised. Corresponding amount is recognised in Statement of Profit and Loss.

### E. Interest income on Investments in Pass Through Certificates and Security Receipts

Interest on Pass Through Certificates (PTC) and Security Receipts (SRs) is recognised in accordance with the contractual terms of the instrument.

## 4.2 Financial instrument - initial recognition

### A. Date of recognition

Debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Group becomes a party to the contractual provisions of the instrument.

### B. Initial measurement of financial instruments

The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments. Financial instruments are initially measured at their fair value (other than trade receivables), except in the case of financial assets and financial liabilities recorded at FVTPL, transaction costs are added to, or subtracted from this amount.

### C. Measurement categories of financial assets and liabilities

The Group classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

- Amortised cost (AC)
- Fair value through other comprehensive income (FVOCI)
- Fair value through profit or loss (FVTPL)

### 4.3 Financial assets and liabilities

#### Solely payments of principal and interest (SPPI) test

As a second step of its classification process, the Group assesses the contractual terms of financial to identify whether they meet SPPI test.

Principal for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of financial asset (for example, if there are repayments of principal or amortisation of the premium/discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Group applies judgement and considers relevant factors such as the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

Accordingly, financial assets are measured as follows





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**A. Financial assets**

**i) Financial assets carried at amortised cost (AC)**

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**ii) Financial assets at fair value through other comprehensive income (FVOCI)**

A financial asset is measured at FVOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Since, the loans and advances are held to sale and collect contractual cash flows, they are measured at FVOCI.

**iii) Financial assets at fair value through profit or loss (FVTPL)**

A financial asset which is not classified in any of the above categories are measured at FVTPL.

**iv) Other equity investments**

All other equity investments are measured at fair value, with value changes recognised in Other Comprehensive Income.

**B. Financial liability**

**i) Initial recognition and measurement**

All financial liability are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial liability, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

**ii) Subsequent measurement**

Financial liabilities are carried at amortized cost using the effective interest method.

**4.4 Reclassification of financial assets and liabilities**

The Group does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Group acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified. The Group did not reclassify any of its financial assets or liabilities in the year ended 31 March 2026 and 31 March 2025.

**4.5 Derecognition of financial assets and liabilities**

**A. Derecognition of financial assets due to substantial modification of terms and conditions**

The Group derecognises a financial asset, such as a loan to a customer, when the terms and conditions have been renegotiated to the extent that, substantially, it becomes a new loan, with the difference recognised as a derecognition gain or loss, to the extent that an impairment loss has not already been recorded. The newly recognised loans are classified as Stage 1 for ECL measurement purposes.

**B. Derecognition of financial assets other than due to substantial modification**

**i) Financial Assets**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when the contractual rights to the cash flows from the financial asset expires or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

On derecognition of a financial asset in its entirety, the difference between the carrying amount (measured at the date of derecognition) and the consideration received (including any new asset obtained less any new liability assumed) is recognised in the statement of profit and loss.

Accordingly, gain on sale or derecognition of assigned portfolio are recorded upfront in the statement of profit and loss as per Ind AS 109. Also, the Group recognises servicing income as a percentage of interest spread over tenure of loan in cases where it retains the obligation to service the transferred financial asset.

**ii) Financial Liability**

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in the statement of profit and loss.





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**4.6 Impairment of financial assets**

**A. Overview of Expected credit loss(ECL) principles**

In accordance with Ind AS 109, the Group uses ECL model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- i) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- ii) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

Both Life time ECLs(LTECL) and 12 months ECLs are calculated on collective basis.

Based on the above, the Group categorizes its loans into Stage 1, Stage 2 and Stage 3, as described below:

**Stage 1:**

When loans are first recognised, the Group recognises an allowance based on 12 months ECL. Stage 1 loans includes those loans where there is no significant credit risk observed and also includes facilities where the credit risk has been improved and the loan has been reclassified from stage 2 or stage 3.

**Stage 2:**

When a loan has shown a significant increase in credit risk since origination, the Group records an allowance for the life time ECL. Stage 2 loans also includes facilities where the credit risk has improved and the loan has been reclassified from stage 3

**Stage 3:**

Loans considered credit impaired are the loans which are past due for more than 90 days. The Group records an allowance for life time ECL.

**Loan commitments:**

When estimating LTECLs for undrawn loan commitments, the Group estimates the expected portion of the loan commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected shortfalls in cash flows if the loan is drawn down.

**B. Calculation of ECLs**

The mechanics of ECL calculations are outlined below and the key elements are, as follows:

**EAD:**

Exposure at Default ("EAD") is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities after considering the credit conversion factor (for Stage 1 and Stage 2 assets), and accrued interest from missed payments.

**PD:**

Probability of Default (PD) is the probability of whether borrowers will default on their obligations which is calculated based on historical default rate summary of past years using origination vintage analysis.





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### LGD:

Loss Given Default ("LGD") is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

The Group has calculated EAD, PD and LGD to determine impairment loss on the portfolio of loans and discounted at an approximation to the EIR. At every reporting date, the above calculated EAD, PDs and LGDs are reviewed and changes in the forward looking estimates are analysed.

The mechanics of the ECL method are summarised below:

#### Stage 1:

The 12 months ECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Group calculates the 12 months ECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-month default probabilities are applied to a forecast EAD and multiplied by the expected LGD and discounted by an approximation to the original EIR.

#### Stage 2:

When a loan has shown a significant increase in credit risk since origination, the Group records an allowance for the LTECLs. The mechanics are similar to those explained above, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an approximation to the original EIR.

#### Stage 3:

For loans considered credit-impaired, the Group recognises the lifetime expected credit losses for these loans. The method is similar to that for Stage 2 assets, with the PD set at 100%.

### 4.7 Forward looking information

The Group considers a broad range of forward looking information with reference to external forecasts of economic parameters such as GDP growth, inflation etc., as considered relevant so as to determine the impact of macro-economic factors on the Group's ECL estimates.

The inputs and models used for calculating ECLs are recalibrated periodically through the use of available incremental and recent information. Further, internal estimates of PD, LGD rates used in the ECL model may not always capture all the characteristics of the market / external environment as at the date of the financial statements. To reflect this, qualitative adjustments or overlays are made as temporary adjustments to reflect the emerging risks reasonably.

### 4.8 Write-offs

Loans and debt securities are written off when the Group has no reasonable expectations of recovering the financial asset (either in its entirety or a portion of it). This is the case when the Group determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. A write-off constitutes a derecognition event. The Group may apply enforcement activities to financial assets written off. Recoveries resulting from the Group's enforcement activities could result in impairment gains.





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**4.9 Fair value**

**i) Fair value hierarchy**

The Group uses the following hierarchy to determine the fair values of its financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements:

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3. There were no transfers between levels 1, 2 and 3 during the year. The Group recognises transfers in and transfers out of fair value hierarchy levels as at the end of the reporting period.

**ii) Valuation process**

The management of the Group performs the valuations of financial assets and liabilities required for financial reporting purposes. The carrying amounts of trade receivables, trade payables, capital creditors and cash and cash equivalents are considered to be the same as their fair values, due to their short-term nature.

The fair values for loans are calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

The fair values of borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

**Valuation processes and Technique**

| Type of Instrument                 | Reference Price                                    |
|------------------------------------|----------------------------------------------------|
| Investment in Mutual Funds         | NAV as on the reporting date.                      |
| Investment in Security Receipts    | NAV as on the reporting date.                      |
| Investment in Listed Equity Shares | Quoted price on exchange as on the reporting date. |

**4.10 Foreign currency transactions**

Transactions in foreign currencies are translated into the functional currency of the Group, at the exchange rates at the dates of the transactions or on average rate if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognized in profit or loss.

**4.11 Property, plant and equipment**

**i. Recognition and measurement**

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably.



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**II. Depreciation**

Depreciation on property, plant and equipment is provided using the straight line method over the estimated useful lives of the assets, and is generally recognised in the statement of profit and loss.

The Group follows estimated useful lives which are given under Part C of the Schedule II of the Companies Act, 2013. The estimated useful lives of items of property, plant and equipment for the current period is as follows:

| Asset category                | Estimated Useful life                            |
|-------------------------------|--------------------------------------------------|
| Buildings                     | 60 years                                         |
| Furniture and fittings        | 8 to 10 years                                    |
| Office equipment              | 5 years                                          |
| Servers and computers         | Computers 3 years, Servers 6 years               |
| Vehicles                      | Motor Cars 5 to 8 years, Motor Cycles 10 years   |
| Leasehold improvements (Yard) | 10 years                                         |
| Vehicles under lease          | Over the lease term of the respective agreements |

Assets individually costing less than or equal to Rs. 5,000/- are fully depreciated in the year of acquisition. the Group has estimated a Nil residual value at the end of the useful life for all block of assets. Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

Property plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in other income / expense in the statement of profit and loss in the year the asset is derecognised. The date of disposal of an item of property, plant and equipment is the date the recipient obtains control of that item in accordance with the requirements for determining when a performance obligation is satisfied in Ind AS 115.

Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as capital advances under other non-current assets.

**III. Capital Work-in-progress**

Capital work in progress includes assets not ready for the intended use and is carried at cost, comprising direct cost and related incidental expenses.





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**4.12 Employee benefits**

**i. Post-employment benefits**

**Defined contribution plan**

The Group's contribution to provident fund are considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made and when the services are rendered by the employees.

**Defined benefit plans**

**Gratuity**

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan ('the asset ceiling'). In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses and the effect of the asset ceiling (if any, excluding interest), are recognised in OCI. The Group determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

**ii. Other long-term employee benefits**

**Compensated absences**

The employees can carry forward a portion of the unutilised accrued compensated absences and utilise it in future service periods or receive cash compensation on termination of employment. Since the compensated absences do not fall due wholly within twelve months after the end of such period, and the company has an unconditional right to defer the settlement beyond 12 months from the reporting date, the benefit is classified as a long-term employee benefit. The Group records an obligation for such compensated absences in the period in which the employee renders the services that increase this entitlement. The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.

**iii. Short-term employee benefits**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the year in which the employee renders the related service. The cost of such compensated absences is accounted as under:

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.





## HINDUJA LEYLAND FINANCE LIMITED

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### 4.13 Provisions, contingent liabilities and contingent assets

#### Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of past events, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the effect of the time value of money is material, the Group determines the level of provision by discounting the expected cash flows at a pre-tax rate reflecting the current rates specific to the liability. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

#### Contingent liability

A possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or; present obligation that arises from past events where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability are disclosed as contingent liability and not provided for.

### 4.14 Commitments

Commitments are future liabilities for contractual expenditure, classified and disclosed as follows:

- Estimated amount of contracts remaining to be executed on capital account and not provided for;
- Uncalled liability on shares and other investments partly paid;
- Funding related commitment to associate; and
- Other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of management.

### 4.15 Leases

The Group evaluates each contract or arrangement, whether it qualifies as lease as defined under Ind AS 116.

The Group assesses, whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract involves—

- the use of an identified asset,
- the right to obtain substantially all the economic benefits from use of the identified asset, and
- the right to direct the use of the identified asset.

The Group at the inception of the lease contract recognizes a Right-of-Use (RoU) asset at cost and a corresponding lease liability, for all lease arrangements in which it is a lessee, except for leases with term of less than twelve months (short term) and low-value assets.

The cost of the right-of-use assets comprises the amount of the initial measurement of the lease liability, any lease payments made at or before the inception date of the lease plus any initial direct costs, less any lease incentives received. Subsequently, the right-of-use assets is measured at cost less any accumulated depreciation and accumulated impairment losses, if any. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use assets.

Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

For lease liabilities at inception, The Group measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate is readily determined, if that rate is not readily determined, the lease payments are discounted using the incremental borrowing rate.

The Group recognizes the amount of the re-measurement of lease liability as an adjustment to the right-of-use assets. Where the carrying amount of the right-of-use assets is reduced to zero and there is a further reduction in the measurement of the lease liability, The Group recognizes any remaining amount of the re-measurement in the Statement of profit and loss.

For short-term and low value leases, The Group recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

Lease liability has been presented in Note 17 "Other Financial Liabilities" and ROU asset has been presented in Note 10C "Property, Plant and Equipment" and lease payments have been classified as financing cash flows.





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Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases. The Group has given certain vehicles on lease where it has substantially retained the risks and rewards of ownership and hence these are classified as operating leases.

These assets given on operating lease are included in PPE. Lease income is recognised in the Statement of profit and loss as per contractual rental unless another systematic basis is more representative of the time pattern in which the benefit derived from the leased asset is diminished. Costs including depreciation are recognised as an expense in the Statement of profit and loss. Initial direct costs are recognised immediately in Statement of profit and loss.

#### 4.16 Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

##### i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

##### ii. Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction; temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Group is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Group recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realised. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

#### 4.17 Borrowing cost

Borrowing costs are interest and other costs incurred in connection with the borrowings of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of the cost of the asset. Other borrowings costs are recognised as an expense in the statement of profit and loss account on an accrual basis using the effective interest method.

Interest expenses are calculated using the EIR and all other Borrowing costs are recognised in the Statement of profit and loss in the period in which they are incurred.

#### 4.18 Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and demand deposits with banks. Cash equivalents are short-term financial assets (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.





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**4.19 Segment reporting- Identification of segments:**

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the Group's Chief Operating Decision Maker (CODM) to make decisions for which discrete financial information is available. Based on the management approach as defined in Ind AS 108, the CODM evaluates the Group's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments.

**4.20 Earnings per share**

The Group reports basic and diluted earnings per equity share in accordance with Ind AS 33, Earnings Per Share. Basic earnings per equity share is computed by dividing net profit / loss after (Before other Comprehensive Income) tax attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed and disclosed by dividing the net profit/ loss after tax attributable to the equity share holders for the year after giving impact of dilutive potential equity shares for the year by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

**4.21 Collateral Repossessed**

The Group generally does not use the assets repossessed for the internal operations. The underlying loans in respect of which collaterals have been repossessed with an intention to realize by way of sale are considered as Stage 3 assets and the ECL allowance is determined based on the past history of net realizable value of the repossessed asset. Any surplus funds are returned to the borrower and accordingly collateral repossessed are not recorded on the balance sheet and not treated as non-current assets held for sale.

**4.22 Derivative and Hedge accounting**

Derivatives are only used for economic hedging purposes and not as speculative investments. However, where derivatives do not meet the hedge accounting criteria, they are classified as "held for trading" for accounting purposes and are accounted for at FVTPL.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each balance sheet date.

The resulting gain/loss is recognised in Statement of Profit or Loss immediately unless the derivative is designated and is effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

The Group makes use of derivative instruments to manage exposures to interest rate and foreign currency. In order to manage particular risks, the Group applies hedge accounting for transactions that meet specified criteria. At the inception of a hedge relationship, the Group formally designates and documents the hedge relationship to which the Group wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. The documentation includes the Group's risk management objective and strategy for undertaking hedge, the hedging/ economic relationship, the hedged item or transaction, the nature of the risk being hedged, hedge ratio and how the entity will assess the effectiveness of changes in the hedging instrument's fair value in offsetting the exposure to changes in the hedged item's fair value or cash flows attributable to the hedged risk. Such hedges are expected to be highly effective in achieving offsetting changes in fair value or cash flows and are assessed on an ongoing basis to determine that they actually have been highly effective throughout the financial reporting periods for which they were designated.

Hedges that meet the strict criteria for hedge accounting are accounted for as cash flow hedge.

A cash flow hedge is a hedge of the exposure to variability in cash flows that is attributable to a particular risk associated with a recognised asset or liability (such as all or some future interest payments on variable rate debt) or a highly probable forecast transaction and could affect profit or loss. For designated and qualifying cash flow hedges, the effective portion of the cumulative gain or loss on the hedging instrument is initially recognised directly in OCI within equity (cash flow hedge reserve).

The ineffective portion of the gain or loss on the hedging instrument is recognised immediately in net gain/loss on fair value changes in the profit and loss statement. When the hedged cash flow affects the statement of profit and loss, the effective portion of the gain or loss on the hedging instrument is recorded in the corresponding income or expense line of the statement of profit and loss. When the forecast transaction subsequently results in the recognition of a non-financial asset or a non-financial liability, the gains and losses previously recognised in OCI are reversed and included in the initial cost of the asset or liability. When a hedging instrument expires, is sold, terminated, exercised, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss that has been recognised in OCI at that time remains in OCI and is recognised when the hedged forecast transaction is ultimately recognised in the statement of profit and loss. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that was reported in OCI is immediately transferred to the statement of profit and loss.





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**4.23 Other accounting policy**

**i. Other income**

Other Income represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.

**ii. Impairment of non-financial assets**

The Group determines periodically whether there is any indication of impairment of the carrying amount of its non-financial assets. The recoverable amount (higher of net selling price and value in use) is determined for an individual asset, unless the asset does not generate cash inflow that are largely independent of those from other assets or group of assets. The recoverable amounts of such asset are estimated, if any indication exists and impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**iii. Intangible assets**

**i. Recognition and measurement**

Intangible assets including those acquired by the Group are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

**ii. Amortisation**

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight line method, and is included in depreciation and amortisation in Statement of Profit and Loss.

| Asset category     | Estimated Useful life |
|--------------------|-----------------------|
| Computer softwares | 5 years               |

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

Intangible assets is derecognised on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in other income / expense in the statement of profit and loss in the year the asset is derecognised. The date of disposal of an item of intangible assets is the date the recipient obtains control of that item in accordance with the requirements for determining when a performance obligation is satisfied in Ind AS 115.

**iv. Stock based compensation**

The grant date fair value of equity settled share based payment awards granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees unconditionally become entitled to the awards. The amount recognised as expense is based on the estimate of the number of awards for which the related service and non-market vesting conditions are expected to be met, such that the amount ultimately recognised as an expense is based on the number of awards that do meet the related service and non-market vesting conditions at the vesting date. The Group revisits its estimate each year of the number of equity instruments expected to vest.

**v. Contingent asset**

Contingent assets are not recognised in the financial statements. Contingent assets are disclosed where an inflow of economic benefits is probable.

**vi. Cash flow statement**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Group are segregated. Cash flows in foreign currencies are accounted at the actual rates of exchange prevailing at the dates of the transactions. Cash and cash equivalents (including bank balances) shown in the Statement of Cash Flows exclude items which are not available for general use as on the date of Balance Sheet.

**vii. Securities premium**

Securities premium is credited when shares are issued at premium. It can be used to issue bonus shares, to provide for premium on redemption of shares and issue expenses of securities which qualify as equity instruments.

**viii. Goods and Services tax**

Goods and Services tax input credit is recognised for in the books in the period in which the supply of goods or service received is recognised and when there is no uncertainty in availing/utilising the credits.





## HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for year ended 31 March 2026

(All amounts are in Indian Rupees in lakhs, except share data and as stated)

### 4.24 Recent Pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.

In May 2025, MCA notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates, applicable w.e.f. April 1, 2025. The group has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

In August 2025, MCA notified the following amendments.

1. Ind AS 1 - Presentation of Financial Statements, applicable w.e.f. April 1, 2025 - The amendment relates to classification of liabilities as current or noncurrent and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants. The group has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

2. Ind AS 7 - Statement of Cash Flows and Ind AS 107 - Financial Instruments: Disclosures, applicable w.e.f. April 1, 2025 - The amendment in Ind AS 7 requires to inform users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The group has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

**5 Cash and cash equivalents**

| Particulars                                                   | As at           | As at           |
|---------------------------------------------------------------|-----------------|-----------------|
|                                                               | 31 March 2026   | 31 March 2025   |
| Cash on hand                                                  | 2,051           | 1,966           |
| Balances with banks - In current accounts                     | 3,66,022        | 1,82,201        |
| Balances with banks - FD original maturity less than 3 months | 3,997           | 1,27,161        |
| Cheques on hand                                               | 494             | 6,915           |
| <b>Total</b>                                                  | <b>3,72,564</b> | <b>3,18,244</b> |

**6 Bank balance other than cash and cash equivalents**

INR in Lakhs

| Particulars                                     | As at           | As at         |
|-------------------------------------------------|-----------------|---------------|
|                                                 | 31 March 2026   | 31 March 2025 |
| Earmarked balance                               |                 |               |
| Unspent corporate social responsibility account |                 | -             |
| Bank deposits (refer note 6.2 below)            | 3,39,283        | 50,015        |
| <b>Total</b>                                    | <b>3,39,283</b> | <b>50,015</b> |

Notes :

6.1. The bank deposits earn interest at fixed rates.

6.2. The Parent company has placed fixed deposit of Rs. 1,40,000 Lakhs (31 Mar 2025 - Rs. 50,000 Lakhs) against which overdraft facility limit has been sanctioned. As on 31 March 2026 overdraft outstanding against the said fixed deposit is Nil (overdraft as on 31 March 2025 - Rs. 44,880 lakhs)





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**7 Loans**

| Particulars                      | As at 31 March 2026 |                                                  |                  | As at 31 March 2025 |                                                  |                  |
|----------------------------------|---------------------|--------------------------------------------------|------------------|---------------------|--------------------------------------------------|------------------|
|                                  | At Amortised cost   | At fair value through other comprehensive income | Total            | At Amortised cost   | At fair value through other comprehensive income | Total            |
|                                  |                     |                                                  |                  |                     |                                                  |                  |
| <b>A. Based on nature</b>        |                     |                                                  |                  |                     |                                                  |                  |
| (I) Retail loans                 | 20,68,232           | 38,69,669                                        | 59,37,901        | 18,04,667           | 29,29,046                                        | 47,33,707        |
| Term loans                       | 1,24,793            | -                                                | 1,24,793         | 1,43,530            | -                                                | 1,43,530         |
|                                  | <u>21,93,025</u>    | <u>38,69,669</u>                                 | <u>60,62,694</u> | <u>19,48,197</u>    | <u>29,29,046</u>                                 | <u>48,77,237</u> |
| Less : Impairment loss allowance | (1,12,424)          | (24,405)                                         | (1,36,829)       | (46,919)            | (52,913)                                         | (99,832)         |
| <b>Total (I)-Net</b>             | <u>20,80,601</u>    | <u>38,45,264</u>                                 | <u>59,25,865</u> | <u>19,01,278</u>    | <u>28,76,127</u>                                 | <u>47,77,405</u> |
| (II) Repossessed loans           | 23,251              | -                                                | 23,251           | 12,780              | -                                                | 12,780           |
|                                  | <u>23,251</u>       | <u>-</u>                                         | <u>23,251</u>    | <u>12,780</u>       | <u>-</u>                                         | <u>12,780</u>    |
| Less : Impairment loss allowance | (9,335)             | -                                                | (9,335)          | (4,765)             | -                                                | (4,765)          |
| <b>Total (II)-Net</b>            | <u>13,896</u>       | <u>-</u>                                         | <u>13,896</u>    | <u>8,015</u>        | <u>-</u>                                         | <u>8,015</u>     |
| <b>Total (I) and (II)</b>        | <u>20,94,497</u>    | <u>38,45,264</u>                                 | <u>59,39,761</u> | <u>19,09,293</u>    | <u>28,76,127</u>                                 | <u>47,85,420</u> |
| <b>B. Based on security</b>      |                     |                                                  |                  |                     |                                                  |                  |
| (i) Secured by tangible assets   | 21,23,843           | 38,69,669                                        | 59,93,512        | 18,86,142           | 29,29,046                                        | 48,15,182        |
| (ii) Unsecured                   | 92,433              | -                                                | 92,433           | 74,835              | -                                                | 74,835           |
| <b>Total Gross Loans</b>         | <u>22,16,276</u>    | <u>38,69,669</u>                                 | <u>60,85,945</u> | <u>19,60,977</u>    | <u>29,29,046</u>                                 | <u>48,90,017</u> |
| Less: Impairment loss allowance  | (1,21,779)          | (24,405)                                         | (1,46,184)       | (51,684)            | (52,913)                                         | (1,04,597)       |
| <b>Total Net Loans</b>           | <u>20,94,497</u>    | <u>38,45,264</u>                                 | <u>59,39,761</u> | <u>19,09,293</u>    | <u>28,76,127</u>                                 | <u>47,85,420</u> |
| <b>C. Based on region</b>        |                     |                                                  |                  |                     |                                                  |                  |
| (I) Loans in India               |                     |                                                  |                  |                     |                                                  |                  |
| (i) Public Sector                | -                   | -                                                | -                | -                   | -                                                | -                |
| (ii) Others                      | 22,16,276           | 38,69,669                                        | 60,85,945        | 19,60,977           | 29,29,046                                        | 48,90,017        |
| <b>Total Gross</b>               | <u>22,16,276</u>    | <u>38,69,669</u>                                 | <u>60,85,945</u> | <u>19,60,977</u>    | <u>29,29,046</u>                                 | <u>48,90,017</u> |
| Less: Impairment loss allowance  | (1,21,779)          | (24,405)                                         | (1,46,184)       | (51,684)            | (52,913)                                         | (1,04,597)       |
| <b>Total (I)-Net</b>             | <u>20,94,497</u>    | <u>38,45,264</u>                                 | <u>59,39,761</u> | <u>19,09,293</u>    | <u>28,76,127</u>                                 | <u>47,85,420</u> |
| (II) Loans outside India         |                     |                                                  |                  |                     |                                                  |                  |
| Loans outside India              | -                   | -                                                | -                | -                   | -                                                | -                |
| <b>Total (I) and (II)</b>        | <u>20,94,497</u>    | <u>38,45,264</u>                                 | <u>59,39,761</u> | <u>19,09,293</u>    | <u>28,76,127</u>                                 | <u>47,85,420</u> |

**Notes :**

- 1 Security details  
Secured exposures that are secured by underlying assets hypothecated with the Group.
- 2 There is no loan assets measured at FVTPL or designated at FVTPL.
- 3 Loans and advances to promoters, directors, KMPs and related parties.

| Type of Borrower                                       | Loans and advances in the nature of loan outstanding | % to total loans and advances in the nature of loan |
|--------------------------------------------------------|------------------------------------------------------|-----------------------------------------------------|
| Promoters                                              | -                                                    | -                                                   |
| Directors and their relatives                          | -                                                    | -                                                   |
| Entities associated with directors and their relatives | -                                                    | -                                                   |
| Senior officers and their relatives                    | -                                                    | -                                                   |
| KMPs                                                   | -                                                    | -                                                   |
| Related parties                                        | -                                                    | -                                                   |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**8 Investments**

INR In Lakhs

| Particulars                                                                           | Units<br>(in absolute nos.) | As at<br>31 March 2026 | Units<br>(in absolute nos.) | As at<br>31 March 2025 |
|---------------------------------------------------------------------------------------|-----------------------------|------------------------|-----------------------------|------------------------|
| (i) Investments in equity instruments (in associate/joint venture) (refer note below) |                             |                        |                             |                        |
| Investments in equity instruments of associate, at cost                               |                             |                        |                             |                        |
| HLF Services Limited of Rs.10/- each                                                  | 2,52,450                    | 1,268                  | 2,52,450                    | 946                    |
| Investments in equity instruments of joint venture, at cost                           |                             |                        |                             |                        |
| Gro Digital Platforms Limited of Rs.10/- each                                         | 4,49,99,997                 | 1,566                  | 4,49,99,997                 | 1,735                  |
|                                                                                       |                             | <u>3,174</u>           |                             | <u>2,681</u>           |
| (ii) Other investments                                                                |                             |                        |                             |                        |
| <i>Measured at fair value through profit and loss</i>                                 |                             |                        |                             |                        |
| <i>Investment in mutual funds (quoted)</i>                                            |                             |                        |                             |                        |
| Investment in mutual fund                                                             | 14,83,477                   | 1,00,867               | 97,08,406                   | 1,24,713               |
| <i>Measured at fair value through profit and loss</i>                                 |                             |                        |                             |                        |
| <i>Investment in equity shares (quoted)</i>                                           |                             |                        |                             |                        |
| Investment in equity shares                                                           | 2,44,08,436                 | 4,218                  | 2,44,08,436                 | 4,119                  |
| <i>Investment in security receipts (unquoted)*</i>                                    |                             |                        |                             |                        |
| Investment in security receipts                                                       |                             | 27,261                 |                             | 46,571                 |
| <i>Measured at amortised cost</i>                                                     |                             |                        |                             |                        |
| <i>Investment in Indian Government securities (Quoted)</i>                            |                             |                        |                             |                        |
|                                                                                       |                             | 77,802                 |                             | 75,963                 |
| <i>Investment in debentures (unquoted)</i>                                            |                             |                        |                             |                        |
| <i>Non-convertible redeemable debentures</i>                                          |                             |                        |                             |                        |
|                                                                                       |                             | 3,358                  |                             | 6,181                  |
| <i>Investment in debentures (quoted)</i>                                              |                             |                        |                             |                        |
| <i>Non-convertible redeemable debentures</i>                                          |                             |                        |                             |                        |
|                                                                                       |                             | 75,688                 |                             | 59,819                 |
| <i>Investment in pass-through certificates (unquoted)</i>                             |                             |                        |                             |                        |
| <i>Investment in pass-through certificates</i>                                        |                             |                        |                             |                        |
|                                                                                       |                             | 4,263                  |                             | 6,249                  |
| <i>Measured at fair value through profit and loss</i>                                 |                             |                        |                             |                        |
| <i>Investment in funds (unquoted)</i>                                                 |                             |                        |                             |                        |
| <i>Investment in alternative investment funds</i>                                     |                             |                        |                             |                        |
|                                                                                       |                             | 3,258                  |                             | 1,765                  |
| <i>Less: Provision for diminution in value of investments</i>                         |                             |                        |                             |                        |
|                                                                                       |                             | -                      |                             | -                      |
| Gross Investments                                                                     |                             | <u>2,97,807</u>        |                             | <u>3,25,468</u>        |
| Total                                                                                 |                             | <u>3,06,181</u>        |                             | <u>3,28,881</u>        |
| (i) Investments outside India                                                         |                             |                        |                             |                        |
|                                                                                       |                             | -                      |                             | -                      |
| (ii) Investments in India                                                             |                             |                        |                             |                        |
|                                                                                       |                             | <u>3,06,181</u>        |                             | <u>3,28,881</u>        |
| Gross Investments                                                                     |                             | <u>3,06,181</u>        |                             | <u>3,28,881</u>        |
| Total                                                                                 |                             | <u>3,06,181</u>        |                             | <u>3,28,881</u>        |

Notes:

| Details of equity accounted associate : 45.96% stake in HLF Services Limited | As at 31 March 2026 | As at 31 March 2025 |
|------------------------------------------------------------------------------|---------------------|---------------------|
| (i) Cost of investment (including Goodwill of INR NIL) on consolidation      | 2                   | -                   |
| (ii) Share of profits                                                        | 1,266               | 944                 |
| Total                                                                        | <u>1,268</u>        | <u>946</u>          |

| Details of equity accounted joint venture : 49.99% stake in Gro Digital Platforms Limited | As at 31 March 2026 | As at 31 March 2025 |
|-------------------------------------------------------------------------------------------|---------------------|---------------------|
| (i) Cost of investment (including Goodwill of INR NIL) on consolidation                   | 4,500               | 1,500               |
| (ii) Share of profits                                                                     | (2,994)             | (1,765)             |
| Total                                                                                     | <u>1,906</u>        | <u>1,735</u>        |

|                                            | For the year ended 31 March 2026 |               |               |
|--------------------------------------------|----------------------------------|---------------|---------------|
|                                            | Gross                            | Impairment    | Net           |
| *Investment in security receipts           |                                  |               |               |
| Opening balance as on 01 April 2025        | 75,026                           | 28,455        | 46,571        |
| Fresh investment / impairment for the year | -                                | 16,629        | (16,629)      |
| Redemption / reversal for the year         | 2,681                            | -             | 2,681         |
| Closing balance as on 31 March 2026        | <u>75,026</u>                    | <u>45,084</u> | <u>27,261</u> |

|                                            | For the year ended 31 March 2025 |               |               |
|--------------------------------------------|----------------------------------|---------------|---------------|
|                                            | Gross                            | Impairment    | Net           |
| *Investment in security receipts           |                                  |               |               |
| Opening balance as on 01 April 2024        | 88,456                           | 25,188        | 55,268        |
| Fresh investment / impairment for the year | -                                | 3,287         | (3,287)       |
| Redemption / reversal for the year         | 5,430                            | -             | 5,430         |
| Closing balance as on 31 March 2025        | <u>75,026</u>                    | <u>28,455</u> | <u>46,571</u> |





# HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for year ended 31 March 2026

INR In Lakhs

## 9 Other financial assets

| Particulars                                       | As at<br>31 March 2026 | As at<br>31 March 2025 |
|---------------------------------------------------|------------------------|------------------------|
| Employee advances                                 | 403                    | 362                    |
| Security deposits                                 | 1,143                  | 957                    |
| Other receivables                                 | 9,651                  | 3,465                  |
| Receivable from assigned loans (refer note below) | 1,22,564               | 87,268                 |
| <b>Total</b>                                      | <b>1,33,761</b>        | <b>92,052</b>          |

Note:

| Particulars         | Gross    | Impairment | Net      |
|---------------------|----------|------------|----------|
| As on 31 March 2026 | 1,48,614 | 26,050     | 1,22,564 |
| As on 31 March 2025 | 1,08,863 | 21,395     | 87,268   |





**HINDUJA LEVLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2016

INR In Lakhs

**10 Property, plant and equipment and capital work in progress**

| Particulars                     | Freehold land | Buildings | Lease commercial vehicles | Servers and computers | Furniture and fittings | Motor vehicles | Office equipment | Leasehold improvements | Total  |
|---------------------------------|---------------|-----------|---------------------------|-----------------------|------------------------|----------------|------------------|------------------------|--------|
| <b>Green field</b>              |               |           |                           |                       |                        |                |                  |                        |        |
| As at 1 April 2014              | 6,043         | 1,464     | 25,314                    | 4,241                 | 519                    | 215            | 417              | 340                    | 38,373 |
| Additions                       | -             | -         | 14,640                    | 1,189                 | 122                    | -              | 127              | 22                     | 16,100 |
| Deletions                       | -             | -         | -                         | 258                   | -                      | 106            | -                | -                      | 364    |
| As at 31 March 2015             | 6,043         | 1,464     | 39,954                    | 5,172                 | 641                    | 129            | 544              | 362                    | 54,189 |
| Additions                       | -             | 31        | 8,544                     | 2,430                 | 132                    | 2,602          | 111              | 10                     | 13,860 |
| Deletions                       | -             | -         | 1,280                     | 771                   | 42                     | -              | 52               | -                      | 2,127  |
| As at 31 March 2016             | 6,043         | 1,495     | 47,218                    | 6,831                 | 773                    | 2,731          | 603              | 372                    | 65,842 |
| <b>Accumulated depreciation</b> |               |           |                           |                       |                        |                |                  |                        |        |
| As at 1 April 2014              | -             | 293       | 1,886                     | 2,798                 | 184                    | 98             | 146              | 212                    | 5,217  |
| Depreciation for the year       | -             | 27        | 5,272                     | 954                   | 15                     | 22             | 81               | 31                     | 6,462  |
| Deletion                        | -             | -         | -                         | 121                   | -                      | 166            | -                | -                      | 237    |
| As at 31 March 2015             | -             | 320       | 7,158                     | 3,730                 | 209                    | 34             | 227              | 243                    | 11,441 |
| Depreciation for the year       | -             | 27        | 6,870                     | 1,207                 | 80                     | 348            | 101              | 30                     | 8,663  |
| Deletion                        | -             | -         | 762                       | 584                   | 23                     | -              | 37               | -                      | 1,406  |
| As at 31 March 2016             | -             | 347       | 13,266                    | 3,863                 | 296                    | 382            | 291              | 273                    | 18,698 |
| <b>Carrying amount (net)</b>    |               |           |                           |                       |                        |                |                  |                        |        |
| As at 31 March 2016             | 6,043         | 1,148     | 33,952                    | 2,968                 | 475                    | 2,349          | 312              | 99                     | 47,144 |
| As at 31 March 2015             | 6,043         | 1,144     | 32,796                    | 1,952                 | 382                    | 115            | 217              | 119                    | 42,668 |

|                                 |                      |                  |                    |                  |                      |
|---------------------------------|----------------------|------------------|--------------------|------------------|----------------------|
| <b>Capital Work in Progress</b> | <b>31 April 2015</b> | <b>Additions</b> | <b>Capitalised</b> | <b>Disposals</b> | <b>31 March 2016</b> |
|                                 | 3,615                | 425              | -                  | -                | 4,040                |

| Capital-Work-in Progress (CWIP)<br>as on 31 March 2026 | Amount in CWIP for a period of |           |           |                   | Total |
|--------------------------------------------------------|--------------------------------|-----------|-----------|-------------------|-------|
|                                                        | Less than 1 year               | 1-2 years | 2-3 years | More than 3 years |       |
| Projects in progress*                                  | 427                            | 1,979     | 1,343     | 251               | 4,040 |
| Projects temporarily suspended                         | -                              | -         | -         | -                 | -     |

|                                 |                      |                  |                    |                  |                      |
|---------------------------------|----------------------|------------------|--------------------|------------------|----------------------|
| <b>Capital Work in Progress</b> | <b>31 April 2014</b> | <b>Additions</b> | <b>Capitalised</b> | <b>Disposals</b> | <b>31 March 2015</b> |
|                                 | 2,706                | 1,861            | 952                | -                | 3,615                |

| Capital-Work-in Progress (CWIP)<br>as on 31 March 2015 | Amount in CWIP for a period of |           |           |                   | Total |
|--------------------------------------------------------|--------------------------------|-----------|-----------|-------------------|-------|
|                                                        | Less than 1 year               | 1-2 years | 2-3 years | More than 3 years |       |
| Projects in progress*                                  | 1,393                          | 1,344     | 273       | 16                | 3,013 |
| Projects temporarily suspended                         | -                              | -         | -         | -                 | -     |

\* The cost of projects in progress has not exceeded the budgeted cost as per original plan.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

**10B. Tangible assets**

| Particulars               | Computer software | Total |
|---------------------------|-------------------|-------|
| As at 1 April 2024        | 164               | 164   |
| Additions                 | 63                | 63    |
| As at 31 March 2025       | 327               | 327   |
| Additions                 | 373               | 373   |
| As at 31 March 2026       | 700               | 700   |
| Accumulated depreciation  |                   |       |
| As at 1 April 2024        | 169               | 169   |
| Depreciation for the year | 50                | 50    |
| As at 31 March 2025       | 219               | 219   |
| Depreciation for the year | 61                | 61    |
| As at 31 March 2026       | 280               | 280   |
| Carrying amount (net)     |                   |       |
| As at 31 March 2026       | 420               | 420   |
| As at 31 March 2025       | 108               | 108   |

**10C. Right of use asset (refer note 46)**

| Particulars                     | Right of use asset | Total  |
|---------------------------------|--------------------|--------|
| <b>Gross block</b>              |                    |        |
| As at 1 April 2024              | 9,683              | 9,683  |
| Additions                       | 2,819              | 2,819  |
| Deletions                       | 1,217              | 1,217  |
| As at 31 March 2025             | 11,285             | 11,285 |
| Additions                       | 3,708              | 3,708  |
| Deletions                       | 1,150              | 1,150  |
| As at 31 March 2026             | 13,843             | 13,843 |
| <b>Accumulated amortisation</b> |                    |        |
| As at 1 April 2024              | 3,181              | 3,181  |
| Amortisation for the year       | 2,189              | 2,189  |
| Deletions                       | 1,125              | 1,125  |
| As at 31 March 2025             | 4,244              | 4,244  |
| Amortisation for the year       | 2,465              | 2,465  |
| Deletions                       | 976                | 976    |
| As at 31 March 2026             | 5,733              | 5,733  |
| Carrying amount (net)           |                    |        |
| As at 31 March 2026             | 8,110              | 8,110  |
| As at 31 March 2025             | 7,041              | 7,041  |

| DESCRIPTION  | Gross Block (Cost) |              |              |               | Depreciation / Amortisation / Impairment |              |            |              | 31 March 2026 |
|--------------|--------------------|--------------|--------------|---------------|------------------------------------------|--------------|------------|--------------|---------------|
|              | 01-Apr-25          | Additions    | Disposals    | 31-Mar-26     | 01-Apr-25                                | Additions    | Disposals  | 31-Mar-26    |               |
| Buildings    | 10,486             | 2,708        | 1,150        | 13,044        | 3,960                                    | 2,106        | 1,125      | 5,368        | 7,676         |
| Yards        | 799                | -            | -            | 799           | 201                                      | 83           | -          | 284          | 432           |
| <b>TOTAL</b> | <b>11,285</b>      | <b>2,708</b> | <b>1,150</b> | <b>13,843</b> | <b>4,244</b>                             | <b>2,465</b> | <b>976</b> | <b>5,733</b> | <b>8,110</b>  |

| DESCRIPTION  | Gross Block (Cost) |              |              |               | Depreciation / Amortisation / Impairment |              |              |              | 31 March 2025 |
|--------------|--------------------|--------------|--------------|---------------|------------------------------------------|--------------|--------------|--------------|---------------|
|              | 01-Apr-24          | Additions    | Disposals    | 31-Mar-25     | 01-Apr-24                                | Additions    | Disposals    | 31-Mar-25    |               |
| Buildings    | 8,284              | 2,819        | 1,217        | 10,486        | 2,979                                    | 2,106        | 1,125        | 3,960        | 6,526         |
| Yards        | 799                | -            | -            | 799           | 201                                      | 83           | -            | 284          | 515           |
| <b>TOTAL</b> | <b>9,083</b>       | <b>2,819</b> | <b>1,217</b> | <b>11,285</b> | <b>3,181</b>                             | <b>2,189</b> | <b>1,125</b> | <b>4,244</b> | <b>7,041</b>  |

**Notes:**

1. Escalation clause - the percentage of escalation is up to a maximum of 30%.
2. Discounting rate used for the purpose of computing right to use asset 9.31%.
3. The lease period ranges from 2 years to 15 years over which the right to use asset is depreciated on a straight line basis.
4. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose any major covenants other than the security interests in the leased assets that are held by the lessor. Leased assets are not used as security for borrowing purposes.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**11 Other non-financial assets**

INR in Lakhs

| Particulars                                    | As at<br>31 March 2026 | As at<br>31 March 2025 |
|------------------------------------------------|------------------------|------------------------|
| Prepaid expenses                               | 990                    | 1,370                  |
| Balance receivable from government authorities | 13,867                 | 12,538                 |
| Capital advances                               | 2,714                  | 1,880                  |
| <b>Total</b>                                   | <b>17,592</b>          | <b>16,688</b>          |

**12 Derivative financial instruments (refer notes 43 and 45)**

| Particulars                                                                                          | As at 31 March 2026 |                     |                          | As at 31 March 2025 |                     |                          |
|------------------------------------------------------------------------------------------------------|---------------------|---------------------|--------------------------|---------------------|---------------------|--------------------------|
|                                                                                                      | Notional amounts    | Fair Value - Assets | Fair Value - Liabilities | Notional amounts    | Fair Value - Assets | Fair Value - Liabilities |
| <b>Part I</b>                                                                                        |                     |                     |                          |                     |                     |                          |
| (a) Other derivatives - Cross Currency Interest Rate Swap                                            | 3,91,605            | 35,111              | -                        | 1,01,617            | 331                 | 320                      |
| (b) Coupon only Swap                                                                                 | 8,184               | 145                 | -                        | -                   | -                   | -                        |
| (c) Forward Contracts                                                                                | 1,63,092            | 7,160               | -                        | 92,342              | -                   | 2,048                    |
| (d) Interest Rate Swaps                                                                              | 17,580              | 229                 | -                        | -                   | -                   | -                        |
| <b>Total Derivative financial instruments</b>                                                        | <b>5,80,359</b>     | <b>42,645</b>       | <b>-</b>                 | <b>1,93,959</b>     | <b>331</b>          | <b>2,368</b>             |
| <b>Part II</b>                                                                                       |                     |                     |                          |                     |                     |                          |
| Included in above (Part I) are derivatives held for hedging and risk management purposes as follows: |                     |                     |                          |                     |                     |                          |
| Cash flow hedging:                                                                                   |                     |                     |                          |                     |                     |                          |
| (a) Other derivatives - Cross Currency Interest Rate Swap                                            | 3,91,605            | 35,111              | -                        | 1,01,617            | 331                 | 320                      |
| (b) Coupon only Swap                                                                                 | 8,184               | 145                 | -                        | -                   | -                   | -                        |
| (c) Forward Contracts                                                                                | 1,63,092            | 7,160               | -                        | 92,342              | -                   | 2,048                    |
| (d) Interest Rate Swaps                                                                              | 17,580              | 229                 | -                        | -                   | -                   | -                        |
| <b>Total derivative financial instruments</b>                                                        | <b>5,80,359</b>     | <b>42,645</b>       | <b>-</b>                 | <b>1,93,959</b>     | <b>331</b>          | <b>2,368</b>             |

The Group has a Board approved policy for entering into derivative transactions. Derivative transaction comprises of currency, interest rate swaps. The Group undertakes such transactions for hedging interest / foreign exchange risk on borrowing.

The credit facility management committee and business committee periodically monitors and reviews the risks involved.

The notional amount for interest rate swap represents the foreign currency borrowing on which Group has entered to hedge the variable interest rate.

**13 Trade payables**

| Particulars                                                                                 | As at<br>31 March 2026 | As at<br>31 March 2025 |
|---------------------------------------------------------------------------------------------|------------------------|------------------------|
| <b>Trade payables</b>                                                                       |                        |                        |
| (i) Total outstanding dues of micro enterprises and small enterprises                       | -                      | -                      |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | 6,271                  | 8,528                  |
| <b>Total</b>                                                                                | <b>6,271</b>           | <b>8,528</b>           |

Note: Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from 2 October 2006, certain disclosures are required to be made relating to dues to micro, small and medium enterprises (MSME). On the basis of the information and records available with the Management, none of the Group suppliers are covered under the MSMED and accordingly, disclosure of information relating to principal, interest accrued and payments are not applicable.

| Particulars                                                                                                                                                                                                                                                                        | As at<br>31 March 2026 | As at<br>31 March 2025 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|------------------------|
| (a) the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year                                                                                                                                                          | -                      | -                      |
| (b) the amount of interest paid by the Group in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year                                                                         | -                      | -                      |
| (c) the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006                                                        | -                      | -                      |
| (d) the amount of interest accrued and remaining unpaid at the end of each accounting year                                                                                                                                                                                         | -                      | -                      |
| (e) the amount of further interest remaining due and payable even to the succeeding years, until such date when the interest due above are actually paid to the small enterprise, for the purpose of discharge of a definitive expenditure under section 23 of the MSMED Act, 2006 | -                      | -                      |

**Trade payables ageing schedule as at 31 March 2026**

| Ageing                                                     | Unbilled     | MSME     | Others   | Disputed dues - MSME | Disputed dues - Others |
|------------------------------------------------------------|--------------|----------|----------|----------------------|------------------------|
| Overstating for following periods from due date of payment |              |          |          |                      |                        |
| Less than 1 year                                           | 6,271        | -        | -        | -                    | -                      |
| 1-2 years                                                  | -            | -        | -        | -                    | -                      |
| 2-3 years                                                  | -            | -        | -        | -                    | -                      |
| More than 3 years                                          | -            | -        | -        | -                    | -                      |
| <b>Total</b>                                               | <b>6,271</b> | <b>-</b> | <b>-</b> | <b>-</b>             | <b>-</b>               |

**Trade payables ageing schedule as at 31 March 2025**

| Ageing                                                     | Unbilled     | MSME     | Others   | Disputed dues - MSME | Disputed dues - Others |
|------------------------------------------------------------|--------------|----------|----------|----------------------|------------------------|
| Overstating for following periods from due date of payment |              |          |          |                      |                        |
| Less than 1 year                                           | 8,528        | -        | -        | -                    | -                      |
| 1-2 years                                                  | -            | -        | -        | -                    | -                      |
| 2-3 years                                                  | -            | -        | -        | -                    | -                      |
| More than 3 years                                          | -            | -        | -        | -                    | -                      |
| <b>Total</b>                                               | <b>8,528</b> | <b>-</b> | <b>-</b> | <b>-</b>             | <b>-</b>               |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR In Lakhs

**14 Debt securities**

| Particulars                                                                              | As at<br>31 March 2026 | As at<br>31 March 2025 |
|------------------------------------------------------------------------------------------|------------------------|------------------------|
| <b>Measured at amortised cost:</b>                                                       |                        |                        |
| <b>Secured</b>                                                                           |                        |                        |
| 254250 (31 March 2025: 1,36,000) Redeemable non-convertible debentures (NCD)             | 2,35,112               | 1,36,240               |
| <b>Total (A)</b>                                                                         | <b>2,35,112</b>        | <b>1,36,240</b>        |
| <b>Unsecured</b>                                                                         |                        |                        |
| 5000 (31 March 2025: NIL) Unsecured unsubordinated redeemable non-convertible debentures | 4,958                  | -                      |
| <b>Total (B)</b>                                                                         | <b>4,958</b>           | <b>-</b>               |
| <b>Total (A+B)</b>                                                                       | <b>2,40,070</b>        | <b>1,36,240</b>        |
| Debt securities in India                                                                 | 2,40,070               | 1,36,240               |
| Debt securities outside India                                                            | -                      | -                      |
| <b>Total (A)</b>                                                                         | <b>2,40,070</b>        | <b>1,36,240</b>        |
| <b>Total (A+B)</b>                                                                       | <b>2,40,070</b>        | <b>1,36,240</b>        |

**14.1 Security:**

The redeemable non-convertible debentures issued by the Company are secured by exclusive charge on hypothecation of specific loan receivables with a security cover of upto 110% as per the terms of issue.

**14.2 Terms of repayment of debt securities:**

1,84,250 debentures with face value of Rs.1,80,000/- (31 March 2025: 1,36,000 debentures with face value of Rs.1,00,000/-) were outstanding as on 31 March 2026. These debentures carry interest rates ranging from 7.89% p.a. to 9% p.a. and the redemption period is 2 years to 5 years from the date of allotment.  
50,000 debentures with face value of Rs. 1,00,000/- (31 March 2025: 50,000 debentures with face value of Rs. 1,00,000/-) were outstanding as on 31 March 2026, with put option on 14-05-2026 and 14-11-2026. The due date is 14-11-2027. These carry interest rate of 9%.  
The aforesaid debentures are listed at BSE Limited.

**14.3 Unsecured Borrowing**

5,000 debentures with face value of Rs.1,00,000/- (31 March 2025: NIL) were outstanding as on 31 March 2026. These debentures carry interest rate of 8.20% p.a. and the redemption period is 3 years from the date of allotment.  
The aforesaid debentures are listed at BSE Limited.

**15 Borrowings (Other than debt securities)**

| Particulars                                                                        | As at<br>31 March 2026 | As at<br>31 March 2025 |
|------------------------------------------------------------------------------------|------------------------|------------------------|
| <b>Secured borrowings</b>                                                          |                        |                        |
| Term Loan (refer note 15.1, 15.2 and 15.3)                                         |                        |                        |
| (i) From banks                                                                     |                        |                        |
| - Term Loan from banks                                                             | 45,67,518              | 35,71,080              |
| - External Commercial Borrowings                                                   | 2,19,843               | 1,01,617               |
| (ii) From financial institution                                                    | 3,80,862               | 1,80,117               |
| Cash credit and working capital limited loans from banks (refer note 15.1 and 6.2) | 7,332                  | 67,180                 |
| <b>Total (A)</b>                                                                   | <b>51,74,555</b>       | <b>41,19,994</b>       |
| <b>Unsecured borrowings</b>                                                        |                        |                        |
| Commercial papers (refer 15.4)                                                     | 9,684                  | 9,875                  |
| <b>Total (B)</b>                                                                   | <b>9,684</b>           | <b>9,875</b>           |
| <b>Total (A + B)</b>                                                               | <b>51,84,239</b>       | <b>41,29,869</b>       |
| Borrowings in India                                                                | 49,54,666              | 46,26,210              |
| Borrowings outside India                                                           | 2,19,843               | 1,01,617               |
| <b>Total</b>                                                                       | <b>51,84,449</b>       | <b>41,29,827</b>       |
| <b>Total</b>                                                                       | <b>51,84,449</b>       | <b>41,29,827</b>       |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

**Secured borrowing**

15.1 Term loans, cash credit and working capital demand loans from banks and financial institutions are secured by charge on loan receivables and eligible investments. The Company generally gives exclusive charges. These facilities carry interest rates ranging from "MCLR of the respective bank" per annum to "MCLR of the respective bank + spread". Some of the facilities also carry interest linked with other benchmark like T-bill rates or Repo rates or other benchmark. As at 31 March 2026, the rate of interest across the loans was in the range of 5.71% p.a. to 9.85% p.a. Cash credit and working capital demand loans from banks are payable on demand.

**2. Nature of security**

Term loans from banks are secured by exclusive charge by way of hypothecation of loan receivables and eligible investments with security covers ranging from 102% to 113% of loan amount.

Vehicle loans are secured against the underlying vehicles.

3 Commercial Papers carry a secured rate of 7.4% p.a. Commercial Papers are issued for a period of 180 days. The outstanding commercial papers as at 31 March 2026 are repayable within a period of one year.

**4. Borrowings & Commercial Paper - Terms of Repayment:**

| 31 March 2026                           | 0 - 1 Year | 1 - 3 Years | 3 - 5 Years | > 5 Years | Total     |
|-----------------------------------------|------------|-------------|-------------|-----------|-----------|
| Borrowings (other than debt securities) | 18,45,734  | 24,60,314   | 9,63,018    | 3,02,689  | 51,71,755 |
| Commercial Paper                        | 9,694      | -           | -           | -         | 9,694     |
| 31 March 2025                           | 0 - 1 Year | 1 - 3 Years | 3 - 5 Years | > 5 Years | Total     |
| Borrowings (other than debt securities) | 11,85,359  | 18,20,444   | 7,72,288    | 2,22,872  | 41,19,964 |
| Commercial Paper                        | 9,872      | -           | -           | -         | 9,872     |

**16 Subordinated liabilities**

| Particulars                                                                          | As at<br>31 March 2026 | As at<br>31 March 2025 |
|--------------------------------------------------------------------------------------|------------------------|------------------------|
| <b>Measured at amortised cost:</b>                                                   |                        |                        |
| Unsecured subordinated redeemable non-convertible debentures (Sub-Debt) (refer 16.1) | 4,02,047               | 2,84,693               |
| Other sub-ordinated unsecured loans (PDI) (refer note 16.2)                          | 73,277                 | 38,595                 |
| <b>Total</b>                                                                         | <b>4,75,324</b>        | <b>3,23,288</b>        |
| Subordinated Liabilities in India                                                    | 4,75,324               | 3,23,288               |
| Subordinated Liabilities outside India                                               | -                      | -                      |
| <b>Total</b>                                                                         | <b>4,75,324</b>        | <b>3,23,288</b>        |

**16.1 Details relating to subordinated redeemable non-convertible debentures**

373850 (31 March 2025: 2,23,350) debentures with a face value of Rs.1,00,000 to Rs. 10,00,000/- were outstanding as on 31 March 2026. These debentures carry interest rates ranging from 9.00% p.a. to 9.75% p.a. and the redemption period is 5.44 years to 15.81 years.

The subordinated debentures are listed at BSE Limited.

**16.2 Details relating to sub-ordinated unsecured loans**

765 (31 March 2025: 405) PDI with a face value of Rs.1,00,00,000/- were outstanding as on 31 March 2026. These loans carry interest rates ranging from 9.15% to 9.50% p.a. Company can redeem these using call option between 10 years to 11 years from date of issue with the prior approval of RBI.

As at 31 March 2026 and 31 March 2025, the Unsecured subordinated loans carry interest rate is 11.27% p.a. and the redemption period is 5.5 years.

The subordinated debentures are listed at BSE Limited.

**16.3 Terms of Repayment:**

| 31 March 2026                        | 0 - 1 Year | 1 - 3 Years | 3 - 5 Years | > 5 Years | Total    |
|--------------------------------------|------------|-------------|-------------|-----------|----------|
| Secured non-convertible debentures   | 97,901     | 62,453      | 24,779      | -         | 1,35,112 |
| Unsecured non-convertible debentures | 34,617     | 9,216       | 1,05,951    | 3,28,098  | 4,81,282 |
| 31 March 2025                        | 0 - 1 Year | 1 - 3 Years | 3 - 5 Years | > 5 Years | Total    |
| Secured non-convertible debentures   | 18,449     | 96,498      | 29,311      | -         | 1,36,240 |
| Unsecured non-convertible debentures | 3,098      | 32,291      | 55,557      | 2,33,498  | 3,23,288 |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars    | Amount | Terms of redemption/ repayment         | Security                                                                                                                                                                        |
|----------------|--------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 1  | 4,211  | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 2  | 21,053 | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 3  | 11,612 | Repayable in 12 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 4  | 11,898 | Repayable in 13 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 5  | 629    | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 6  | 833    | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 7  | 3,884  | Repayable in 7 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 8  | 7,368  | Repayable in 7 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 9  | 17,348 | Repayable in 11 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 10 | 12,500 | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 11 | 30,250 | Repayable in 11 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 12 | 52,500 | Repayable in 14 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 13 | 21,243 | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 14 | 18,896 | Repayable in 14 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 15 | 8,371  | Repayable in 3 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 16 | 26,684 | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 17 | 26,826 | Repayable in 14 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 18 | 10,521 | Repayable in 4 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HENDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR In Lakhs

15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars    | Amount | Terms of redemption/ repayment         | Security                                                                                                                                                                        |
|----------------|--------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 19 | 15,334 | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 20 | 31,062 | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 21 | 22,212 | Repayable in 9 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 22 | 37,201 | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 23 | 64,998 | Repayable in 13 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 24 | 27,462 | Repayable in 15 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 25 | 4,953  | Repayable in 3 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 26 | 8,994  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 27 | 38,882 | Repayable in 34 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 28 | 1,881  | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 29 | 1,095  | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 30 | 3,144  | Repayable in 12 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 31 | 20,871 | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 32 | 20,880 | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 33 | 41,988 | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 34 | 6,667  | Repayable in 4 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 35 | 3,333  | Repayable in 4 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 36 | 6,667  | Repayable in 4 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR In Lakhs

15.2 Details of terms of redemption/repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars    | Amount | Terms of redemption/repayment         | Security                                                                                                                                                                        |
|----------------|--------|---------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 37 | 8,129  | Repayable in 52 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 38 | 9,182  | Repayable in 71 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 39 | 2,390  | Repayable in 3 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 40 | 2,498  | Repayable in 3 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 41 | 13,994 | Repayable in 4 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 42 | 12,500 | Repayable in 12 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 43 | 9,575  | Repayable in 15 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 44 | 2,730  | Repayable in 18 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 45 | 13,123 | Repayable in 18 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 46 | 17,590 | Repayable in 23 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 47 | 20,090 | Repayable in 34 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 48 | 2,500  | Repayable in 24 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 49 | 5,000  | Repayable in 24 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 50 | 2,000  | Repayable in 24 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 51 | 19,688 | Repayable in 27 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 52 | 8,438  | Repayable in 27 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 53 | 8,438  | Repayable in 27 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 54 | 9,375  | Repayable in 30 Monthly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2016

INR In Lakhs

15.2 Details of term of redemption/repayment and security provided in respect of term loans:

As at 31 March 2016

| Particulars    | Amount | Term of redemption/repayment           | Security                                                                                                                                                                        |
|----------------|--------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 55 | 6,375  | Repayable in 30 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 56 | 21,875 | Repayable in 30 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 57 | 3,438  | Repayable in 33 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 58 | 8,875  | Repayable in 33 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 59 | 34,375 | Repayable in 33 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 60 | 40,429 | Repayable in 36 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 61 | 15,000 | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 62 | 2,500  | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 63 | 5,250  | Repayable in 7 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 64 | 13,333 | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 65 | 12,333 | Repayable in 12 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 66 | 323    | Repayable in 8 Monthly Installments    | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 67 | 749    | Repayable in 9 Monthly Installments    | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 68 | 1,666  | Repayable in 10 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 69 | 1,250  | Repayable in 10 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 70 | 2,750  | Repayable in 11 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 71 | 1,875  | Repayable in 11 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 72 | 750    | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEVLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars    | Amount | Terms of redemption/ repayment         | Security                                                                                                                                                                        |
|----------------|--------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 72 | 2,249  | Repayable in 5 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 74 | 1,964  | Repayable in 7 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 75 | 1,889  | Repayable in 7 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 76 | 8,666  | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 77 | 5,500  | Repayable in 11 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 78 | 9,080  | Repayable in 12 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 79 | 27,800 | Repayable in 12 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 80 | 3,250  | Repayable in 13 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 81 | 12,500 | Repayable in 13 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 82 | 1,234  | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 83 | 7,471  | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 84 | 13,323 | Repayable in 16 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 85 | 1,559  | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 86 | 3,675  | Repayable in 5 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 87 | 6,561  | Repayable in 7 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 88 | 10,000 | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 89 | 10,000 | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 90 | 10,000 | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2024

INR In Lakhs

**15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:**

As at 31 March 2024

| Particulars     | Amount | Terms of redemption/ repayment         | Security                                                                                                                                                                        |
|-----------------|--------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 91  | 21,913 | Repayable in 13 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 92  | 2,913  | Repayable in 3 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 93  | 1,584  | Repayable in 3 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 94  | 6,489  | Repayable in 3 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 95  | 4,916  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 96  | 4,928  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 97  | 3,274  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 98  | 1,613  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 99  | 4,923  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 100 | 4,922  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 101 | 1,614  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 102 | 1,610  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 103 | 4,931  | Repayable in 6 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 104 | 17,345 | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 105 | 7,400  | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 106 | 12,381 | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 107 | 14,895 | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 108 | 7,412  | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

**15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:**

As at 31 March 2026

| Particulars     | Amount   | Terms of redemption/ repayment         | Security                                                                                                                                                                        |
|-----------------|----------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 109 | 4,933    | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 110 | 9,904    | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 111 | 12,394   | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 112 | 17,918   | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 113 | 7,684    | Repayable in 2 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 114 | 53,180   | Repayable in 9 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 115 | 42,300   | Repayable in 10 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 116 | 20,084   | Repayable in 14 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 117 | 30,062   | Repayable in 12 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 118 | 2,873    | Repayable in 1 Yearly Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 119 | 874      | Repayable in 1 Yearly Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 120 | 7,977    | Repayable in 4 Yearly Installments     | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 121 | 3,954    | Repayable in 1 Quarterly Installment   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 122 | 22,250   | Repayable in 8 Quarterly Installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 123 | 33,356   | Repayable in 12 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 124 | 83,335   | Repayable in 15 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 125 | 1,38,415 | Repayable in 15 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 126 | 1,848    | Repayable in 8 Monthly Installments    | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

**15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:**

As at 31 March 2026

| Particulars     | Amount | Terms of redemption/ repayment         | Security                                                                                                                                                                        |
|-----------------|--------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 127 | 1,843  | Repayable in 8 Monthly installments    | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 128 | 16,963 | Repayable in 10 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 129 | 26,806 | Repayable in 14 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 130 | 1,032  | Repayable in 1 Quarterly installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 131 | 8,324  | Repayable in 3 Quarterly installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 132 | 11,139 | Repayable in 2 Quarterly installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 133 | 4,284  | Repayable in 8 Quarterly installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 134 | 23,658 | Repayable in 9 Quarterly installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 135 | 63,108 | Repayable in 12 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 136 | 88,446 | Repayable in 23 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 137 | 91,122 | Repayable in 28 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 138 | 4,167  | Repayable in 15 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 139 | 23,684 | Repayable in 18 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 140 | 42,670 | Repayable in 4 Quarterly installments  | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 141 | 18,547 | Repayable in 18 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 142 | 19,190 | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 143 | 18,947 | Repayable in 18 Quarterly installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 144 | 38,320 | Repayable in 1 Bullet Installment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars     | Amount | Terms of redemption/ repayment         | Security                                                                                                                                                                        |
|-----------------|--------|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 143 | 18,947 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 146 | 79,778 | Repayable in 16 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 147 | 18,947 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 148 | 42,500 | Repayable in 17 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 149 | 18,947 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 150 | 95,817 | Repayable in 23 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 151 | 18,947 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 152 | 12,997 | Repayable in 13 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 153 | 18,947 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 154 | 62,837 | Repayable in 33 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 155 | 18,947 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 156 | 15,714 | Repayable in 33 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 157 | 4,737  | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 158 | 18,947 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 159 | 14,211 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 160 | 94,735 | Repayable in 18 Quarterly Installments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 161 | 17,143 | Repayable in 36 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 162 | 31,429 | Repayable in 36 Monthly Installments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars     | Amount   | Terms of redemption/ repayment        | Security                                                                                                                                                                        |
|-----------------|----------|---------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 163 | 4,437    | Repayable in 1 Bullet Instalment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 164 | 2,00,000 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 165 | 1,00,000 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 166 | 1,00,000 | Repayable in 26 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 167 | 4,697    | Repayable in 1 Bullet Instalment      | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 168 | 22,714   | Repayable in 39 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 169 | 18,571   | Repayable in 39 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 170 | 20,000   | Repayable in 19 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 171 | 18,750   | Repayable in 15 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 172 | 9,275    | Repayable in 15 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 173 | 18,750   | Repayable in 15 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 174 | 13,928   | Repayable in 33 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 175 | 28,441   | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 176 | 1,00,000 | Repayable in 24 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 177 | 14,000   | Repayable in 24 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 178 | 10,000   | Repayable in 16 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 179 | 33,000   | Repayable in 16 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 180 | 19,980   | Repayable in 20 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars     | Amount   | Terms of redemption/repayment                | Security                                                                                                                                                                        |
|-----------------|----------|----------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 181 | 20,000   | Repayable in 42 Monthly Installments         | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 182 | 46,000   | Repayable in 42 Monthly Installments         | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 183 | 28,000   | Repayable in 45 Monthly Installments         | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 184 | 1,50,000 | Repayable in 38 Quarterly Installments       | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 185 | 49,990   | Repayable in 39 Quarterly Installments       | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 186 | 80,800   | Repayable in 21 Quarterly Installments       | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 187 | 40,000   | Repayable in 21 Quarterly Installments       | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 188 | 25,000   | Repayable in 18 Quarterly Installments       | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 189 | 1,50,000 | Repayable in 19 Quarterly Installments       | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term Loan - 190 | 26,000   | Repayable in 26 Quarterly Installments       | Secured by exclusive charge by way of hypothecation of specific receivables and eligible investments with security covers ranging from 102% to 115% of loan outstanding amount. |
| Term loan - 191 | 1,817    | Repayable in 96 Equal Monthly Installments   | Exclusive charge on Specific receivables                                                                                                                                        |
| Term loan - 192 | 3,288    | Repayable in 31 Equal Quarterly Installments | Exclusive charge on the company's receivables                                                                                                                                   |
| Term loan - 193 | 1,834    | Repayable in 31 Equal Quarterly Installments | Exclusive charge on the priority sector receivables (housing) created out of loan proceeds                                                                                      |
| Term loan - 194 | 1,757    | Repayable in 28 Equal Quarterly Installments | Exclusive charge on the receivables                                                                                                                                             |
| Term loan - 195 | 509      | Repayable in 28 Equal Quarterly Installments | Exclusive floating charge on specific book debt and future receivables                                                                                                          |
| Term loan - 196 | 715      | Repayable in 28 Equal Quarterly Installments | Exclusive charge on receivables of the company                                                                                                                                  |
| Term loan - 197 | 298      | Repayable in 20 Equal Quarterly Installments | Exclusive charge on the non-recourse identified set of receivables from standard assets portfolio of receivables                                                                |
| Term loan - 198 | 6,401    | Repayable in 28 Equal Quarterly Installments | Exclusive charge on the receivables                                                                                                                                             |
| Term loan - 199 | 2,021    | Repayable in 81 Equal Monthly Installments   | Exclusive charge on the priority sector receivables (housing)                                                                                                                   |
| Term loan - 200 | 9,638    | Repayable in 28 Equal Quarterly Installments | Exclusive charge on the receivables                                                                                                                                             |
| Term loan - 201 | 1,388    | Repayable in 20 Equal Quarterly Installments | Exclusive charge on specific housing loan receivables                                                                                                                           |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/ repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars     | Amount | Terms of redemption/ repayment               | Security                                                                                      |
|-----------------|--------|----------------------------------------------|-----------------------------------------------------------------------------------------------|
| Term loan - 202 | 774    | Repayable in 81 Equal Monthly Installments   | Exclusive hypothecation of PSL receivables                                                    |
| Term loan - 203 | 2,000  | Repayable in 90 Equal Monthly Installments   | Exclusive charge on specific loan receivables                                                 |
| Term loan - 204 | 5,619  | Repayable in 30 Equal Quarterly Installments | Exclusive charge on the standard receivables                                                  |
| Term loan - 205 | 8,327  | Repayable in 28 Equal Quarterly Installments | Exclusive charge on standard loan receivables                                                 |
| Term loan - 206 | 4,834  | Repayable in 96 Equal Monthly Installments   | Exclusive charge on priority sector house mortgage loans/ assets                              |
| Term loan - 207 | 6,125  | Repayable in 96 Equal Monthly Installments   | Exclusive charge on priority sector house mortgage loans/ assets                              |
| Term loan - 208 | 6,398  | Repayable in 31 Equal Quarterly Installments | Exclusive charge on the company's receivables                                                 |
| Term loan - 209 | 10,325 | Repayable in 31 Equal Quarterly Installments | Exclusive charge on the company's receivables                                                 |
| Term loan - 210 | 6,031  | Repayable in 26 Equal Quarterly Installments | Exclusive charge on the receivables                                                           |
| Term loan - 211 | 11,534 | Repayable in 26 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                             |
| Term loan - 212 | 28,670 | Repayable in 30 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                             |
| Term loan - 213 | 2,775  | Repayable in 81 Equal Monthly Installments   | Exclusive charge of specific standard receivables which are forming part of PSL portfolio     |
| Term loan - 214 | 5,422  | Repayable in 81 Equal Monthly Installments   | Exclusive charge of specific standard receivables which are forming part of Non PSL portfolio |
| Term loan - 215 | 3,871  | Repayable in 93 Equal Monthly Installments   | Exclusive charge on the company's receivables                                                 |
| Term loan - 216 | 6,452  | Repayable in 93 Equal Monthly Installments   | Exclusive charge on the company's receivables                                                 |
| Term loan - 217 | 6,332  | Repayable in 96 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                             |
| Term loan - 218 | 14,972 | Repayable in 96 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                             |
| Term loan - 219 | 18,288 | Repayable in 28 Equal Quarterly Installments | Exclusive charge on the company's receivables                                                 |
| Term loan - 220 | 10,526 | Repayable in 32 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                             |
| Term loan - 221 | 9,749  | Repayable in 84 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                             |
| Term loan - 222 | 5,714  | Repayable in 28 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                             |
| Term loan - 223 | 2,169  | Repayable in 25 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                             |
| Term loan - 224 | 4,595  | Repayable in 18 Quarterly Installments       | Exclusive charge of specific standard receivables                                             |
| Term loan - 225 | 2,273  | Repayable in 20 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                             |





**HINDUJA LEVLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars    | Amount | Terms of redemption/repayment                | Security                                                                                  |
|----------------|--------|----------------------------------------------|-------------------------------------------------------------------------------------------|
| Term loan -226 | 26,777 | Repayable in 32 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -227 | 35,664 | Repayable in 102 Equal Monthly Installments  | Exclusive charge of specific standard receivables                                         |
| Term loan -228 | 2,214  | Repayable in 18 Equal Quarterly Installments | Exclusive charge on identified receivables of the company                                 |
| Term loan -229 | 11,578 | Repayable in 78 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                         |
| Term loan -230 | 6,999  | Repayable in 18 Quarterly Installments       | Exclusive charge of specific standard receivables                                         |
| Term loan -231 | 6,655  | Repayable in 81 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                         |
| Term loan -232 | 22,470 | Repayable in 28 Quarterly Installments       | Exclusive charge of specific standard receivables                                         |
| Term loan -233 | 7,096  | Repayable in 19 Quarterly Installments       | Exclusive charge on identified receivables of the company                                 |
| Term loan -234 | 14,387 | Repayable in 37 Quarterly Installments       | Exclusive charge of specific standard receivables                                         |
| Term loan -235 | 57,590 | Repayable in 30 Quarterly Installments       | Exclusive charge of specific standard receivables which are forming part of PSL portfolio |
| Term loan -236 | 57,590 | Repayable in 26 Quarterly Installments       | Exclusive charge of specific standard receivables                                         |
| Term loan -237 | 8,210  | Repayable in 20 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -238 | 17,063 | Repayable in 33 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -239 | 9,880  | Repayable in 20 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -240 | 22,495 | Repayable in 88 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -241 | 3,506  | Repayable in 10 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -242 | 36,912 | Repayable in 134 Equal Monthly Installments  | Exclusive charge of specific standard receivables                                         |
| Term loan -243 | 7,263  | Repayable in 18 Equal Quarterly Installments | Exclusive charge on identified receivables of the company                                 |
| Term loan -244 | 16,559 | Repayable in 93 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                         |
| Term loan -245 | 40,670 | Repayable in 30 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -246 | 16,663 | Repayable in 78 Equal Monthly Installments   | Exclusive charge of specific standard receivables                                         |
| Term loan -247 | 28,445 | Repayable in 102 Equal Monthly Installments  | Exclusive charge of specific standard receivables                                         |
| Term loan -248 | 15,890 | Repayable in 24 Equal Quarterly Installments | Exclusive charge of specific standard receivables                                         |
| Term loan -249 | 94,340 | Repayable in 38 Equal Quarterly Installments | Exclusive charge of specific standard receivables which are forming part of PSL portfolio |
| Term loan -250 | 5,000  | Repayable in 38 Equal Quarterly Installments | Exclusive charge of specific standard receivables which are forming part of PSL portfolio |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.2 Details of terms of redemption/repayment and security provided in respect of term loans:

As at 31 March 2026

| Particulars                 | Amount    | Terms of redemption/repayment                 | Security                                                  |
|-----------------------------|-----------|-----------------------------------------------|-----------------------------------------------------------|
| Term loan -251              | 5,000     | Repayable in 114 Equal Quarterly Installments | Exclusive charge of specific standard receivables         |
| Term loan -252              | 5,400     | Repayable in 20 Equal Quarterly Installments  | Exclusive charge of specific standard receivables         |
| Term loan -253              | 4,750     | Repayable in 20 Equal Quarterly Installments  | Exclusive charge of specific standard receivables         |
| Term loan -254              | 7,000     | Repayable in 20 Equal Quarterly Installments  | Exclusive charge of specific standard receivables         |
| Term loan -255              | 11,900    | Repayable in 78 Equal Monthly Installments    | Exclusive charge of specific standard receivables         |
| Term loan -256              | 24,904    | Repayable in 28 Equal Quarterly Installments  | Exclusive charge of specific standard receivables         |
| Term loan -257              | 3,000     | Repayable in 96 Equal Monthly Installments    | Exclusive charge of specific standard receivables         |
| Term loan -258              | 7,165     | Repayable in 19 Equal Quarterly Installments  | Exclusive charge on identified receivables of the company |
| Term loan -259              | 12,580    | Repayable in 19 Equal Quarterly Installments  | Exclusive charge on identified receivables of the company |
| Term loan -260              | 15,000    | Repayable in 38 Equal Quarterly Installments  | Exclusive charge of specific standard receivables         |
| Term loan -261              | 8,968     | Repayable in Bullet repayment in three years  | Exclusive charge of specific standard receivables         |
| Total                       | 51,88,745 |                                               |                                                           |
| EBT adjustments             | (22,786)  |                                               |                                                           |
| Total Term Loans from Banks | 51,65,957 |                                               |                                                           |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

INR in Lakhs

15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars    | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 1  | 18,174 | Repayable in 17 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 2  | 6,316  | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 3  | 29,474 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 4  | 16,842 | Repayable in 16 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 5  | 1,875  | Repayable in 6 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 6  | 2,500  | Repayable in 6 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 7  | 23,684 | Repayable in 15 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 8  | 5,789  | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 9  | 11,579 | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 10 | 14,000 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 11 | 41,250 | Repayable in 15 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 12 | 833    | Repayable in 3 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 13 | 5,556  | Repayable in 4 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 14 | 1,388  | Repayable in 5 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars    | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 15 | 4,171  | Repayable in 5 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 16 | 22,500 | Repayable in 9 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 17 | 67,500 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 18 | 43,745 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 19 | 49,996 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 20 | 12,440 | Repayable in 4 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 21 | 1,872  | Repayable in 1 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 22 | 37,218 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 23 | 47,366 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 24 | 21,872 | Repayable in 7 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 25 | 53,705 | Repayable in 15 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 26 | 89,995 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 27 | 47,495 | Repayable in 19 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 28 | 23,679 | Repayable in 9 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 29 | 28,697 | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 30 | 46,854 | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars    | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 31 | 32,211 | Repayable in 13 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 32 | 2,975  | Repayable in 1 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 33 | 9,337  | Repayable in 3 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 34 | 18,330 | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 35 | 50,000 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 36 | 13,329 | Repayable in 8 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 37 | 4,996  | Repayable in 6 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 38 | 4,208  | Repayable in 16 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 39 | 3,325  | Repayable in 6 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 40 | 41,988 | Repayable in 1 Bullet Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 41 | 20,831 | Repayable in 1 Bullet Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 42 | 20,880 | Repayable in 1 Bullet Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 43 | 6,667  | Repayable in 8 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 44 | 13,333 | Repayable in 8 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 45 | 13,333 | Repayable in 8 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 46 | 8,431  | Repayable in 44 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars    | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 47 | 10,000 | Repayable in 78 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 48 | 3,328  | Repayable in 4 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 49 | 23,328 | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 50 | 5,833  | Repayable in 7 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 51 | 5,832  | Repayable in 7 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 52 | 2,999  | Repayable in 3 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 53 | 3,571  | Repayable in 6 Monthly Instalments    | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 54 | 6,548  | Repayable in 11 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 55 | 25,000 | Repayable in 24 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 56 | 16,875 | Repayable in 27 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 57 | 6,250  | Repayable in 30 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 58 | 21,875 | Repayable in 30 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 59 | 27,500 | Repayable in 33 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 60 | 30,000 | Repayable in 36 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 61 | 3,750  | Repayable in 36 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 62 | 7,500  | Repayable in 36 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars    | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 63 | 7,500  | Repayable in 36 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 64 | 28,438 | Repayable in 39 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 65 | 12,188 | Repayable in 39 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 66 | 12,188 | Repayable in 39 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 67 | 13,125 | Repayable in 42 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 68 | 13,125 | Repayable in 42 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 69 | 30,625 | Repayable in 42 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 70 | 4,688  | Repayable in 45 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 71 | 9,375  | Repayable in 45 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 72 | 46,875 | Repayable in 45 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 73 | 65,000 | Repayable in 42 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 74 | 22,500 | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 75 | 3,750  | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 76 | 8,250  | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 77 | 20,000 | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 78 | 17,778 | Repayable in 16 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars    | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 79 | 500    | Repayable in 2 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 80 | 1,500  | Repayable in 3 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 81 | 1,120  | Repayable in 3 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 82 | 4,124  | Repayable in 3 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 83 | 1,250  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 84 | 3,749  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 85 | 3,055  | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 86 | 6,111  | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 87 | 10,000 | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 88 | 7,500  | Repayable in 15 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 89 | 12,000 | Repayable in 16 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 90 | 36,000 | Repayable in 16 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 91 | 4,250  | Repayable in 17 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 92 | 42,500 | Repayable in 17 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 93 | 835    | Repayable in 20 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 94 | 1,749  | Repayable in 21 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars     | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|-----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 95  | 3,667  | Repayable in 22 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 96  | 2,750  | Repayable in 22 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 97  | 5,750  | Repayable in 23 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 98  | 3,833  | Repayable in 23 Monthly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 99  | 15,000 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 100 | 2,483  | Repayable in 4 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 101 | 3,734  | Repayable in 6 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 102 | 11,231 | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 103 | 4,686  | Repayable in 6 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 104 | 2,496  | Repayable in 3 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 105 | 6,617  | Repayable in 9 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 106 | 10,312 | Repayable in 11 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 107 | 30,000 | Repayable in 1 Bullet Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 108 | 4,050  | Repayable in 2 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 109 | 30,000 | Repayable in 1 Bullet Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 110 | 30,000 | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars     | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|-----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 111 | 31,310 | Repayable in 17 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 112 | 6,972  | Repayable in 7 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 113 | 3,868  | Repayable in 7 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 114 | 15,495 | Repayable in 7 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 115 | 8,315  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 116 | 8,317  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 117 | 5,543  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 118 | 2,768  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 119 | 8,314  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 120 | 8,319  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 121 | 2,769  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 122 | 2,770  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 123 | 8,316  | Repayable in 10 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 124 | 24,455 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 125 | 10,481 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 126 | 17,473 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars     | Amount | Terms of redemption/ repayment        | Security                                                                                                                                                                                |
|-----------------|--------|---------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 127 | 20,968 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 128 | 10,482 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 129 | 6,986  | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 130 | 13,977 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 131 | 17,473 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 132 | 17,918 | Repayable in 1 Bullet Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 133 | 23,078 | Repayable in 6 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 134 | 18,600 | Repayable in 4 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 135 | 47,896 | Repayable in 13 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 136 | 59,000 | Repayable in 14 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 137 | 25,716 | Repayable in 18 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 138 | 63,334 | Repayable in 19 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 139 | 9,977  | Repayable in 5 Yearly Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 140 | 5,750  | Repayable in 2 Yearly Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 141 | 1,750  | Repayable in 2 Yearly Instalments     | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 142 | 33,338 | Repayable in 12 Quarterly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars     | Amount   | Terms of redemption/ repayment         | Security                                                                                                                                                                                |
|-----------------|----------|----------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 143 | 44,444   | Repayable in 16 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 144 | 1,00,000 | Repayable in 18 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 145 | 72,900   | Repayable in 18 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 146 | 19,742   | Repayable in 5 Quarterly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 147 | 84,000   | Repayable in 18 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 148 | 23,330   | Repayable in 14 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 149 | 47,354   | Repayable in 18 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 150 | 4,622    | Repayable in 20 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 151 | 4,623    | Repayable in 20 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 152 | 3,750    | Repayable in 1 Half Yearly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 153 | 2,500    | Repayable in 2 Half Yearly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 154 | 5,000    | Repayable in 2 Half Yearly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 155 | 12,500   | Repayable in 2 Half Yearly Instalments | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 156 | 1,00,000 | Repayable in 26 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 157 | 99,801   | Repayable in 30 Quarterly Instalments  | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 158 | 5,263    | Repayable in 5 Quarterly Instalments   | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars     | Amount | Terms of redemption/ repayment              | Security                                                                                                                                                                                |
|-----------------|--------|---------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Term Loan - 159 | 19,438 | Repayable in 7 Quarterly Instalments        | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 160 | 23,674 | Repayable in 9 Quarterly Instalments        | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 161 | 6,311  | Repayable in 12 Quarterly Instalments       | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 162 | 14,201 | Repayable in 13 Quarterly Instalments       | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 163 | 84,210 | Repayable in 16 Quarterly Instalments       | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term Loan - 164 | 5,000  | Repayable in 18 Quarterly Instalments       | Secured by exclusive charge by way of hypothecation of specific receivables and investments in pass through certificates with security covers ranging from 102% to 112% of loan amount. |
| Term loan - 165 | 4,322  | Repayable in 96 Equal Monthly Instalments   | Exclusive charge on Specific receivables                                                                                                                                                |
| Term loan - 166 | 4,824  | Repayable in 31 Equal Quarterly Instalments | Exclusive charge on the company's receivables                                                                                                                                           |
| Term loan - 167 | 2,902  | Repayable in 31 Equal Quarterly Instalments | Exclusive charge on the priority sector receivables (housing) (created out of loan proceeds)                                                                                            |
| Term loan - 168 | 3,562  | Repayable in 28 Equal Quarterly Instalments | Exclusive charge on the receivables                                                                                                                                                     |
| Term loan - 169 | 3,189  | Repayable in 28 Equal Quarterly Instalments | Exclusive floating charge on specific book debt and future receivables                                                                                                                  |
| Term loan - 170 | 332    | Repayable in 28 Equal Quarterly Instalments | Exclusive charge on receivables of the company                                                                                                                                          |
| Term loan - 171 | 1,228  | Repayable in 28 Equal Quarterly Instalments | Exclusive Floating charge on specific book debt and future receivables                                                                                                                  |
| Term loan - 172 | 2,141  | Repayable in 28 Equal Quarterly Instalments | Exclusive charge on receivables of the company                                                                                                                                          |
| Term loan - 173 | 1,348  | Repayable in 20 Equal Quarterly Instalments | Exclusive charge on the unencumbered identified set of receivables from standard assets portfolio of receivables.                                                                       |
| Term loan - 174 | 9,979  | Repayable in 28 Equal Quarterly Instalments | Exclusive charge on the receivables.                                                                                                                                                    |
| Term loan - 175 | 3,132  | Repayable in 81 Equal Monthly Instalments   | Exclusive charge on the priority sector receivables (housing)                                                                                                                           |
| Term loan - 176 | 5,342  | Repayable in 28 Equal Quarterly Instalments | First charge by way of hypothecation of the specific future receivables from the performing loan portfolio, which are identified by the company from time to time                       |
| Term loan - 177 | 1,958  | Repayable in 60 Equal Monthly Instalments   | Exclusive charge on the priority sector receivables (housing)                                                                                                                           |
| Term loan - 178 | 4,985  | Repayable in 84 Equal Monthly Instalments   | Exclusive charge of specific receivables from the performing loan portfolio                                                                                                             |



INR In Lakhs

## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars     | Amount | Terms of redemption/ repayment              | Security                                                                                      |
|-----------------|--------|---------------------------------------------|-----------------------------------------------------------------------------------------------|
| Term loan - 179 | 12,498 | Repayable in 28 Equal Quarterly Instalments | Exclusive charge on the receivables                                                           |
| Term loan - 180 | 3,995  | Repayable in 20 Equal Quarterly Instalments | Exclusive charge on specific housing loan receivables                                         |
| Term loan - 181 | 3,888  | Repayable in 81 Equal Monthly Instalments   | Exclusive hypothecation of PSL receivables                                                    |
| Term loan - 182 | 3,960  | Repayable in 60 Equal Monthly Instalments   | Exclusive charge on specific loan receivables                                                 |
| Term loan - 183 | 6,692  | Repayable in 30 Equal Quarterly Instalments | Exclusive charge on the standard receivables                                                  |
| Term loan - 184 | 12,495 | Repayable in 24 Equal Quarterly Instalments | Exclusive charge on standard loan receivables                                                 |
| Term loan - 185 | 6,090  | Repayable in 96 Equal Monthly Instalments   | Exclusive charge on priority sector house mortgage loans/ assets                              |
| Term loan - 186 | 7,382  | Repayable in 96 Equal Monthly Instalments   | Exclusive charge on priority sector house mortgage loans/ assets                              |
| Term loan - 187 | 8,224  | Repayable in 31 Equal Quarterly Instalments | Exclusive charge on the company's receivables                                                 |
| Term loan - 188 | 12,905 | Repayable in 31 Equal Quarterly Instalments | Exclusive charge on the company's receivables                                                 |
| Term loan - 189 | 1,254  | Repayable in 16 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                             |
| Term loan - 190 | 10,769 | Repayable in 26 Equal Quarterly Instalments | Exclusive charge on the receivables                                                           |
| Term loan - 191 | 5,948  | Repayable in 84 Equal Monthly Instalments   | Exclusive hypothecation of book debts                                                         |
| Term loan - 192 | 15,383 | Repayable in 26 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                             |
| Term loan - 193 | 2,221  | Repayable in 18 Equal Quarterly Instalments | Exclusive charge on identified receivables of the company                                     |
| Term loan - 194 | 32,002 | Repayable in 30 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                             |
| Term loan - 195 | 3,456  | Repayable in 81 Equal Monthly Instalments   | Exclusive charge of specific standard receivables which are forming part of PSL portfolio     |
| Term loan - 196 | 6,911  | Repayable in 81 Equal Monthly Instalments   | Exclusive charge of specific standard receivables which are forming part of Non PSL portfolio |
| Term loan - 197 | 5,000  | Repayable in 93 Equal Monthly Instalments   | Exclusive charge on the company's receivables                                                 |
| Term loan - 198 | 5,161  | Repayable in 93 Equal Monthly Instalments   | Exclusive charge on the company's receivables                                                 |
| Term loan - 199 | 7,742  | Repayable in 93 Equal Monthly Instalments   | Exclusive charge on the company's receivables                                                 |
| Term loan - 200 | 7,588  | Repayable in 96 Equal Monthly Instalments   | Exclusive charge of specific standard receivables                                             |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars     | Amount | Terms of redemption/ repayment              | Security                                                                                  |
|-----------------|--------|---------------------------------------------|-------------------------------------------------------------------------------------------|
| Term loan - 201 | 17,485 | Repayable in 96 Equal Monthly Instalments   | Exclusive charge of specific standard receivables                                         |
| Term loan - 202 | 23,559 | Repayable in 28 Equal Quarterly Instalments | Exclusive charge on the company's receivables                                             |
| Term loan - 203 | 14,141 | Repayable in 72 Equal Monthly Instalments   | Exclusive charge of specific standard receivables                                         |
| Term loan - 204 | 13,800 | Repayable in 84 Equal Monthly Instalments   | Exclusive charge of specific standard receivables                                         |
| Term loan - 205 | 6,724  | Repayable in 28 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |
| Term loan - 206 | 3,038  | Repayable in 23 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |
| Term loan - 207 | 7,395  | Repayable in 18 Quarterly Instalments       | Exclusive charge of specific standard receivables                                         |
| Term loan - 208 | 4,854  | Repayable in 20 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |
| Term loan - 209 | 27,339 | Repayable in 32 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |
| Term loan - 210 | 42,601 | Repayable in 102 Equal Monthly Instalments  | Exclusive charge of specific standard receivables                                         |
| Term loan - 211 | 3,324  | Repayable in 18 Equal Quarterly Instalments | Exclusive charge on identified receivables of the company                                 |
| Term loan - 212 | 16,915 | Repayable in 78 Equal Monthly Instalments   | Exclusive charge of specific standard receivables                                         |
| Term loan - 213 | 8,999  | Repayable in 18 Quarterly Instalments       | Exclusive charge of specific standard receivables                                         |
| Term loan - 214 | 8,145  | Repayable in 81 Equal Monthly Instalments   | Exclusive charge of specific standard receivables                                         |
| Term loan - 215 | 27,847 | Repayable in 28 Quarterly Instalments       | Exclusive charge of specific standard receivables                                         |
| Term loan - 216 | 10,262 | Repayable in 19 Quarterly Instalments       | Exclusive charge on identified receivables of the company                                 |
| Term loan - 217 | 17,222 | Repayable in 27 Quarterly Instalments       | Exclusive charge of specific standard receivables                                         |
| Term loan - 218 | 67,500 | Repayable in 30 Quarterly Instalments       | Exclusive charge of specific standard receivables which are forming part of PSL portfolio |
| Term loan - 219 | 45,829 | Repayable in 24 Quarterly Instalments       | Exclusive charge of specific standard receivables                                         |
| Term loan - 220 | 11,168 | Repayable in 20 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |
| Term loan - 221 | 21,873 | Repayable in 32 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |
| Term loan - 222 | 11,914 | Repayable in 20 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |
| Term loan - 223 | 28,570 | Repayable in 84 Equal Quarterly Instalments | Exclusive charge of specific standard receivables                                         |



## 15.3 Details of terms of redemption/ repayment and security provided in respect of term loans of the group:

As at 31 March 2025

| Particulars                        | Amount           | Terms of redemption/ repayment              | Security                                          |
|------------------------------------|------------------|---------------------------------------------|---------------------------------------------------|
| Term loan - 224                    | 4,500            | Repayable in 20 Equal Quarterly Instalments | Exclusive charge of specific standard receivables |
| Term loan - 225                    | 39,262           | Repayable in 114 Equal Monthly Instalments  | Exclusive charge of specific standard receivables |
| Term loan - 226                    | 9,475            | Repayable in 19 Equal Quarterly Instalments | Exclusive charge of specific standard receivables |
| Term loan - 227                    | 19,140           | Repayable in 93 Equal Monthly Instalments   | Exclusive charge on the company's receivables     |
| Term loan - 228                    | 48,998           | Repayable in 30 Equal Quarterly Instalments | Exclusive charge of specific standard receivables |
| Term loan - 229                    | 19,999           | Repayable in 78 Equal Monthly Instalments   | Exclusive charge of specific standard receivables |
| Term loan - 230                    | 29,992           | Repayable in 102 Equal Monthly Instalments  | Exclusive charge of specific standard receivables |
| Term loan - 231                    | 5,000            | Repayable in 24 Equal Quarterly Instalments | Exclusive charge of specific standard receivables |
| Term loan - 232                    | 17,500           | Repayable in 38 Equal Quarterly Instalments | Exclusive charge of specific standard receivables |
|                                    |                  |                                             |                                                   |
| EIR / other adjustments            | (17,134)         |                                             |                                                   |
| <b>Total Term Loans from Banks</b> | <b>40,52,814</b> |                                             |                                                   |



**HINDUJA LEYLAND FINANCE LIMITED**

Notes to consolidated financial statements for year ended 31 March 2026

**17 Other financial liabilities**

INR In Lakhs

| Particulars                                                 | As at<br>31 March 2026 | As at<br>31 March 2025 |
|-------------------------------------------------------------|------------------------|------------------------|
| Interest accrued but not due on borrowings                  | 38,840                 | 25,566                 |
| Payable to assignees towards collections in assigned assets | 49,644                 | 36,601                 |
| Payable under interest participation                        | 22,382                 | 14,228                 |
| Corporate social responsibility payable (refer note 41)     | 53                     | 979                    |
| Payable to employees                                        | 3,449                  | 2,472                  |
| Lease liabilities                                           | 8,960                  | 7,739                  |
| Other payables                                              | 172                    | 1                      |
| Security deposits (refer note 38)                           | 4,626                  | 4,264                  |
| <b>Total</b>                                                | <b>1,28,126</b>        | <b>91,850</b>          |

Note: Security Deposits include due to Switch Mobility Automotive Limited's (fellow subsidiary) Rs.1,234 Lakhs for FY 2025-26 and Rs.1,234 Lakhs for FY 2024-25.

**18 Provisions**

| Particulars                                     | As at<br>31 March 2026 | As at<br>31 March 2025 |
|-------------------------------------------------|------------------------|------------------------|
| Provision for employee benefits (refer note 35) |                        |                        |
| - gratuity                                      | 1,180                  | 316                    |
| - compensated absences                          | 1,215                  | 786                    |
| <b>Total</b>                                    | <b>2,395</b>           | <b>1,102</b>           |

**19 Other non-financial liabilities**

| Particulars               | As at<br>31 March 2026 | As at<br>31 March 2025 |
|---------------------------|------------------------|------------------------|
| Statutory liabilities     | 2,375                  | 2,235                  |
| Deferred income liability | 1,606                  | 1,559                  |
| <b>Total</b>              | <b>3,981</b>           | <b>3,794</b>           |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2025

**28 Equity share capital**

INR in Lakhs

| Particulars                                                               | As at         |               |
|---------------------------------------------------------------------------|---------------|---------------|
|                                                                           | 31 March 2024 | 31 March 2025 |
| <b>Authorised</b>                                                         |               |               |
| 62,29,07,700 (31 March 2025: 62,29,07,700) equity shares of INR 10/- each | 62,291        | 62,291        |
|                                                                           | <u>62,291</u> | <u>62,291</u> |
| <b>Issued, subscribed and fully paid up</b>                               |               |               |
| 54,52,73,490 (31 March 2025: 54,52,44,490) equity shares of INR 10/- each | 54,527        | 54,524        |
|                                                                           | <u>54,527</u> | <u>54,524</u> |

Notes:

a) Reconciliation of number of equity shares subscribed

| Particulars                        | Year ended<br>31 March 2024         |               | Year ended<br>31 March 2025         |               |
|------------------------------------|-------------------------------------|---------------|-------------------------------------|---------------|
|                                    | No. of shares<br>(in absolute nos.) | Amount        | No. of shares<br>(in absolute nos.) | Amount        |
| <b>Equity shares</b>               |                                     |               |                                     |               |
| At the commencement of the year    | 54,52,44,490                        | 54,524        | 53,51,82,490                        | 53,516        |
| Add: Shares issued during the year | 29,089                              | 3             | 1,00,87,000                         | 1,008         |
| <b>At the end of the year</b>      | <b>54,55,73,490</b>                 | <b>54,527</b> | <b>54,52,44,490</b>                 | <b>54,524</b> |

b) Terms/ rights attached to equity shares

The Parent company has a single class of equity shares having face value of INR 10/- each. Accordingly, all equity shares carry equally with regard to dividends and share in the Parent company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (on show of hands) are in proportion to its share of the paid-up equity capital of the Parent company. On winding up, the holders of equity shares will be entitled to receive the residual assets of the Parent company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

c) Shares held by holding company

| Particulars                            | As at 31 March 2024 |        | As at 31 March 2025 |        |
|----------------------------------------|---------------------|--------|---------------------|--------|
|                                        | No. of shares       | % held | No. of shares       | % held |
| Equity shares                          |                     |        |                     |        |
| Ashok Leyland Limited, Holding company | 33,32,46,338        | 61.12% | 33,32,46,338        | 61.12% |

d) Details of shareholders holding more than 5% shares in the Parent company

| Particulars                            | As at 31 March 2024 |        | As at 31 March 2025 |        |
|----------------------------------------|---------------------|--------|---------------------|--------|
|                                        | No. of shares       | % held | No. of shares       | % held |
| <b>Equity shares</b>                   |                     |        |                     |        |
| Ashok Leyland Limited, Holding company | 33,32,46,338        | 61.12% | 33,32,46,338        | 61.12% |
| Wings Automotive Limited               | 6,06,77,543         | 11.13% | 6,92,77,842         | 12.71% |
| Abridge Investments Ltd                | 1,59,00,000         | 6.42%  | 1,59,00,000         | 6.42%  |
| Avistar Global Investment Fund         | 2,85,00,000         | 5.23%  | 2,85,00,000         | 5.23%  |

e) Shares reserved for issue under employee stock option plan

| Particulars                                                                                                               | As at 31 March 2024 |        | As at 31 March 2025 |        |
|---------------------------------------------------------------------------------------------------------------------------|---------------------|--------|---------------------|--------|
|                                                                                                                           | Number              | Amount | Number              | Amount |
| Under Employee stock option scheme, 2015, at an exercise price as determined by the Nomination and Remuneration Committee | 1,75,81,248         | 176    | 1,86,53,348         | 186    |

f) Shares issued for consideration other than cash during the period of five years immediately preceding the reporting date

During the five-year period ended 31 March 2025: 6,12,300 (31 March 2024: 5,83,500) equity shares issued under employee stock option plan for which only exercise price has been received in cash.

g) Details of promoter holding shares in the Parent company

| Promoter name                          | No. of shares | % of total shares | As at 31 March 2024      |
|----------------------------------------|---------------|-------------------|--------------------------|
|                                        |               |                   | % Change during the year |
| Ashok Leyland Limited, Holding company | 33,32,46,338  | 61.12%            | 0.00%                    |
| Promoter name                          | No. of shares | % of total shares | As at 31 March 2025      |
|                                        |               |                   | % Change during the year |
| Ashok Leyland Limited, Holding company | 33,32,46,338  | 61.12%            | 0.72%                    |

h) Refer note no.43.(c) for Group's objectives policies and processes for managing capital





# HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for year ended 31 March 2025

## 21 Other Equity

INR in Lakh

| Particulars                                                                                                                                                                 | As at<br>31 March 2024 | As at<br>31 March 2025 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|------------------------|
| <b>a) Securities premium account</b>                                                                                                                                        |                        |                        |
| Balance at the beginning of the year                                                                                                                                        | 2,08,433               | 1,81,354               |
| Add: Premium on issue of shares                                                                                                                                             | 27                     | 19,851                 |
| Balance at the end of the year                                                                                                                                              | 2,08,462               | 2,01,205               |
| <b>b) Employee stock option outstanding account</b>                                                                                                                         |                        |                        |
| Balance at the beginning of the year                                                                                                                                        | 716                    | 617                    |
| Add: Share based payment expense for the year                                                                                                                               | 543                    | 119                    |
| Balance at the end of the year                                                                                                                                              | 1,259                  | 736                    |
| <b>c) Statutory and special reserves</b>                                                                                                                                    |                        |                        |
| (As per Section 45-IC of Reserve Bank of India Act, 1934, As per section 29C of The National Housing Bank Act, 1987 and As per section 36(1)(viii) of Income Tax Act, 1961) |                        |                        |
| Balance at the beginning of the year                                                                                                                                        | 82,275                 | 86,799                 |
| Add: Amount transferred from surplus in statement of profit and loss                                                                                                        | 17,425                 | 11,476                 |
| Balance at the end of the year                                                                                                                                              | 99,699                 | 98,275                 |
| <b>d) Retained earnings (Surplus in Statement of Profit and Loss)</b>                                                                                                       |                        |                        |
| Balance at the beginning of the year                                                                                                                                        | 3,18,499               | 2,56,679               |
| Add: Profit for the year                                                                                                                                                    | 87,115                 | 77,389                 |
| Add: Comprehensive income for the year                                                                                                                                      | (285)                  | (135)                  |
| Less: Transferred to statutory and special reserve                                                                                                                          | (17,425)               | (11,476)               |
| Balance at the end of the year                                                                                                                                              | 3,87,899               | 3,18,499               |
| <b>e) Other comprehensive income</b>                                                                                                                                        |                        |                        |
| (i) Fair value gains on financial assets carried at FVOCI                                                                                                                   |                        |                        |
| Balance at the beginning of the year                                                                                                                                        | 2,14,816               | 1,22,394               |
| Add: Comprehensive income for the year                                                                                                                                      | 80,122                 | 92,692                 |
| Balance at the end of the year                                                                                                                                              | 3,74,938               | 3,14,816               |
| (ii) Effective portion of loss on designated portion of hedging instruments in a cashflow hedge                                                                             |                        |                        |
| Balance at the beginning of the year                                                                                                                                        | (1,789)                | (124)                  |
| Less: Cash flow hedge reserve                                                                                                                                               | 33,663                 | (1,635)                |
| Balance at the end of the year                                                                                                                                              | 31,873                 | (1,759)                |
| <b>f) Share application money pending allotment</b>                                                                                                                         |                        |                        |
| Balance at the beginning of the year                                                                                                                                        | 11                     | -                      |
| Add: Received during the year                                                                                                                                               | -                      | 11                     |
| Less: Transfer on allotment of Equity Shares and others                                                                                                                     | (11)                   | -                      |
| Balance at the end of the year                                                                                                                                              | -                      | 11                     |
| <b>Total (as disclosed)</b>                                                                                                                                                 | <b>6,66,956</b>        | <b>6,11,961</b>        |

### Notes and purpose of reserve

#### Securities premium

Securities premium is used to record the premium on issue of shares. The reserve can be utilized only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act 2013.

#### Employee stock option outstanding

The Group has established various equity settled share based payment plans for certain categories of employees of the Group.

#### Statutory Reserves

(a) Reserve u/s. 45-IA of the Reserve Bank of India Act, 1934 ("the RBI Act, 1934")

Reserve u/s. 45-IA of the RBI Act, 1934, the Group is required to transfer at least 20% of its net profits every year to a reserve before any dividend is declared.

(b) Statutory Reserve u/s. 29C of National Housing Bank Act, 1987 ("the NHB Act, 1987")

Section 29C (i) of The National Housing Bank (NHB), 1987 defines that every housing finance institution which is a company shall create a reserve fund and transfer thereto a sum not less than twenty percent of its net profit every year as disclosed in the statement of profit and loss before any dividend is declared. For this purpose any special reserve created by the company under section 36(1)(viii) of the Income Tax Act, 1961, is considered to be an eligible transfer.

#### Surplus in the statement of profit and loss

Surplus in the statement of profit and loss is the accumulated available profit of the Group carried forward from earlier year. These reserve are the resources which can be utilized for any purpose as may be required.

#### Cash flow hedge reserve

Cash flow hedge reserve represents the cumulative effective portion of gains or losses arising on changes in fair value of hedging instruments entered into for cash flow hedges, which shall be recognized in profit or loss only when the hedged transaction affects the profit or loss, or included as a basis adjustment in the non-financial hedged item, consistent with the Group accounting policies.

#### Other comprehensive income

a) The Group has elected to recognize changes in the fair value of certain loans and advances where the business model is to collect contractual cash flows and also sell financial assets loans and advances in other comprehensive income. These changes are accumulated within the FVOCI - loans and advances reserve within equity.

b) Reassessment of the net defined benefit liabilities comprise actuarial gain or loss, return on plan assets excluding interest and the effect of asset ceiling, if any.

#### Share application money pending allotment

Money received in advance towards allotment of share capital is recorded as share application money pending allotment.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**22 Interest income**

INR In Lakhs

| Particulars                             | Year ended<br>31 March 2026                                  |                                                      |                 | Year ended<br>31 March 2025                                  |                                                      |                 |
|-----------------------------------------|--------------------------------------------------------------|------------------------------------------------------|-----------------|--------------------------------------------------------------|------------------------------------------------------|-----------------|
|                                         | On financial assets<br>measured at fair<br>value through OCI | On financial assets<br>measured at<br>amortised cost | Total           | On financial assets<br>measured at fair<br>value through OCI | On financial assets<br>measured at<br>amortised cost | Total           |
| <b>Interest income</b>                  |                                                              |                                                      |                 |                                                              |                                                      |                 |
| - Interest income on loans to customers | 1,03,777                                                     | 3,50,952                                             | 6,54,709        | 2,87,168                                                     | 3,16,293                                             | 5,23,461        |
| - Interest income on investments        | -                                                            | 13,344                                               | 13,344          | -                                                            | 12,925                                               | 12,925          |
| - Interest income on lease assets       | -                                                            | 57                                                   | 57              | -                                                            | 51                                                   | 51              |
| <b>Total</b>                            | <b>1,03,777</b>                                              | <b>3,64,353</b>                                      | <b>6,68,110</b> | <b>2,87,168</b>                                              | <b>3,29,269</b>                                      | <b>6,36,437</b> |

**23 Fees and commission income**

| Particulars                      | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|----------------------------------|-----------------------------|-----------------------------|
| Collection fee and other charges | 11,430                      | 11,896                      |
| <b>Total</b>                     | <b>11,430</b>               | <b>11,896</b>               |

**24 Net gain on derecognition of financial instruments**

| Particulars                   | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|-------------------------------|-----------------------------|-----------------------------|
| Income on assignment of loans | 71,831                      | 56,456                      |
| <b>Total</b>                  | <b>71,831</b>               | <b>56,456</b>               |

**25 Other income**

| Particulars                                | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|--------------------------------------------|-----------------------------|-----------------------------|
| Interest on fixed deposits                 | 11,923                      | 2,159                       |
| Other income                               | 7,735                       | 3,885                       |
| Income from marketing and display services | 6,059                       | 8,632                       |
| Income on Managerial Services              | 129                         | -                           |
| <b>Total</b>                               | <b>25,846</b>               | <b>14,676</b>               |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**26 Finance costs**

INR in Lakhs

| Particulars                                                              | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|--------------------------------------------------------------------------|-----------------------------|-----------------------------|
| <b>Finance costs on financial liabilities measured at amortised cost</b> |                             |                             |
| Interest on borrowings                                                   |                             |                             |
| - term loans from banks                                                  | 3,60,743                    | 3,05,639                    |
| - cash credits and working capital demand loans                          | 962                         | 1,817                       |
| - other borrowing cost                                                   | -                           | -                           |
| Interest on debt securities                                              | 18,676                      | 6,757                       |
| Interest on subordinated liabilities                                     | 36,870                      | 24,298                      |
| Amortisation of discount on commercial papers                            | 522                         | 8,166                       |
| Amortisation of ancillary costs relating to borrowings                   | 10,054                      | 6,630                       |
| Interest on deferred lease liabilities and others                        | 799                         | 730                         |
| <b>Total</b>                                                             | <b>4,28,626</b>             | <b>3,54,937</b>             |

**27 Fees and commission expense**

| Particulars                            | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|----------------------------------------|-----------------------------|-----------------------------|
| Service provider and sourcing expenses | 18,921                      | 22,051                      |
| <b>Total</b>                           | <b>18,921</b>               | <b>22,051</b>               |

**28 Impairment on financial instruments**

| Particulars                                                | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|------------------------------------------------------------|-----------------------------|-----------------------------|
| Measured at amortised cost and FVTOCI                      |                             |                             |
| Provision for expected credit loss and amounts written off | 1,35,596                    | 62,116                      |
| Impairment loss on EIS receivable                          | 4,457                       | 3,079                       |
| <b>Total</b>                                               | <b>1,40,053</b>             | <b>65,195</b>               |

**29 Employee benefits expense**

| Particulars                                    | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|------------------------------------------------|-----------------------------|-----------------------------|
| Salaries, wages and bonus                      | 52,547                      | 42,587                      |
| Contribution to provident and other funds      | 2,227                       | 1,894                       |
| Contribution to gratuity (refer note 35)       | 435                         | 209                         |
| Staff welfare expenses                         | 795                         | 753                         |
| Employee stock option expenses (refer note 34) | 343                         | 119                         |
| <b>Total</b>                                   | <b>56,347</b>               | <b>45,562</b>               |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**30 Depreciation and amortization expense**

| Particulars                                                   | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|---------------------------------------------------------------|-----------------------------|-----------------------------|
| Depreciation of property, plant and equipment (refer note 10) | 8,664                       | 6,463                       |
| Amortization of intangible assets (refer note 10B)            | 61                          | 50                          |
| Amortization of right of use assets (refer note 10C)          | 2,465                       | 2,189                       |
| <b>Total</b>                                                  | <b>11,190</b>               | <b>8,702</b>                |

**31 Other expenses**

| Particulars                                                    | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|----------------------------------------------------------------|-----------------------------|-----------------------------|
| Legal and professional charges                                 | 10,842                      | 6,169                       |
| Rent (refer note 40)                                           | 432                         | 510                         |
| Communication expenses                                         | 1,763                       | 1,555                       |
| Insurance                                                      | 2,016                       | 1,384                       |
| Electricity charges                                            | 600                         | 561                         |
| Donation (refer note 31.2)                                     | 4,200                       | 2,500                       |
| Rates and taxes                                                | 784                         | 505                         |
| Office maintenance                                             | 615                         | 711                         |
| Repairs and maintenance                                        | 1,801                       | 623                         |
| Bank charges                                                   | (53)                        | 348                         |
| Printing and stationery                                        | 3,650                       | 3,557                       |
| Travelling and conveyance                                      | 6,354                       | 5,351                       |
| Auditor remuneration (refer note 31.1)                         | 212                         | 223                         |
| Meeting and conference expenses                                | 115                         | 245                         |
| Commission to directors                                        | 369                         | 333                         |
| Sitting fees to directors                                      | 506                         | 183                         |
| Expenditure on corporate social responsibility (refer note 41) | 1,694                       | 1,300                       |
| Miscellaneous expenses                                         | 2,162                       | 1,847                       |
| <b>Total</b>                                                   | <b>38,062</b>               | <b>27,905</b>               |

**31.1 Payments to auditor (excluding goods and services tax)**

|                               |            |            |
|-------------------------------|------------|------------|
| (a) As auditor:               |            |            |
| Statutory audit               | 135        | 117        |
| Tax audit                     | 3          | 6          |
| Limited review                | 17         | 33         |
| Consolidation                 | 18         | 18         |
| (b) In other capacity:        |            |            |
| Certification                 | 17         | 21         |
| Other services                | 16         | 20         |
| (c) Reimbursement of expenses | 7          | 8          |
|                               | <b>212</b> | <b>223</b> |

**31.2** The Board of Directors of the Group had approved a proposal for a donation to an Electoral Trust in accordance with the provisions of Section 182 of the Companies Act, 2013. Pursuant to this approval, the Group made a contribution amounting to INR 4,200 lakhs during the year ended 31 March 2026 (Previous year: INR 2,500 lakhs).





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**32 Income Tax**

INR In Lakhs

The components of income tax expense for the years ended 31 March 2026 and 31 March 2025 are:

| Particulars             | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|-------------------------|-----------------------------|-----------------------------|
| Current tax             | 27,876                      | 17,039                      |
| Deferred tax            | 2,858                       | 9,562                       |
| <b>Total tax charge</b> | <b>30,734</b>               | <b>26,601</b>               |

**32.1 Income tax recognised in other comprehensive income**

| Particulars                                                                                    | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|------------------------------------------------------------------------------------------------|-----------------------------|-----------------------------|
| Arising on income and expenses recognised in other comprehensive income:                       |                             |                             |
| Remeasurement of defined benefit obligation                                                    | 88                          | 45                          |
| Gain on fair valuation of loans                                                                | (20,224)                    | (31,152)                    |
| Effective portion of net loss on designated portion of hedging instruments in a cashflow hedge | (11,321)                    | 547                         |
| <b>Total income tax recognised in other comprehensive income</b>                               | <b>(31,457)</b>             | <b>(30,560)</b>             |

**32.2 Reconciliation of the total tax charge**

The tax charge shown in the statement of profit and loss differs from the tax charge that would apply if all profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the years ended 31 March 2026 and 31 March 2025 is, as follows:-

| Particulars                                                        | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|--------------------------------------------------------------------|-----------------------------|-----------------------------|
| Accounting profit before tax                                       | 1,20,199                    | 1,04,599                    |
| Applicable tax rate                                                | 25.17%                      | 25.17%                      |
| Computed tax expense                                               | 30,252                      | 26,325                      |
| <b>Tax effect of:</b>                                              |                             |                             |
| Permanent differences on account of CSR expenditure and donations  | 834                         | (380)                       |
| Others                                                             | 83                          | 655                         |
| <b>Tax expenses recognised in the statement of profit and loss</b> | <b>30,734</b>               | <b>26,601</b>               |
| Effective tax rate                                                 | 25.57%                      | 25.43%                      |

The tax rate used for the reconciliations above is the corporate tax rate of 25.17% for the year 31 March 2026 and 31 March 2025 payable by corporate entities in India on taxable profits under tax law in Indian jurisdiction.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**32.3 Deferred tax liabilities**

Financial year : 2025-26

|                                                              | INR in Lakhs    |                              |                                          |                 |
|--------------------------------------------------------------|-----------------|------------------------------|------------------------------------------|-----------------|
| Particulars                                                  | Opening balance | Recognised in profit or loss | Recognised in other comprehensive income | Closing balance |
| <i>Deferred tax assets in relation to:</i>                   |                 |                              |                                          |                 |
| Provision for gratuity                                       | 71              | 149                          | -                                        | 219             |
| Provision for compensated absence                            | 198             | 93                           | 25                                       | 316             |
| Provisions for expected credit loss                          | 23,300          | 9,439                        | -                                        | 32,739          |
| Property, plant and equipment (including intangible assets)  | -               | -                            | -                                        | -               |
| Expected credit loss on EIS receivable/other financial asset | 5,435           | 1,122                        | -                                        | 6,557           |
| Fair valuation of security deposits                          | 80              | 18                           | -                                        | 98              |
| Lease Liabilities                                            | 1,948           | 307                          | -                                        | 2,255           |
| Impact of cashflow hedge                                     | 588             | -                            | (11,522)                                 | (10,935)        |
| Unrealised income on investments-MF                          | -               | (80)                         | -                                        | (80)            |
|                                                              | <b>31,618</b>   | <b>11,845</b>                | <b>(11,497)</b>                          | <b>31,965</b>   |

Financial year : 2025-26

|                                                             | INR in Lakhs      |                              |                                          |                   |
|-------------------------------------------------------------|-------------------|------------------------------|------------------------------------------|-------------------|
| Particulars                                                 | Opening balance   | Recognised in profit or loss | Recognised in other comprehensive income | Closing balance   |
| <i>Deferred tax liabilities in relation to:</i>             |                   |                              |                                          |                   |
| Provision for gratuity                                      | -                 | -                            | -                                        | -                 |
| Property, plant and equipment (including intangible assets) | (2,207)           | (681)                        | -                                        | (2,888)           |
| Net gain on derecognition of financial instruments          | (27,293)          | (10,063)                     | -                                        | (37,356)          |
| Right of Use of Assets                                      | (1,772)           | (249)                        | -                                        | (2,021)           |
| Fair value gain on investments in equity shares             | (202)             | 18                           | -                                        | (184)             |
| Prepaid expenses                                            | (13,912)          | (3,048)                      | -                                        | (16,961)          |
| Gain on fair valuation of loans                             | (72,280)          | -                            | (20,120)                                 | (92,400)          |
|                                                             | <b>(1,17,840)</b> | <b>(13,980)</b>              | <b>(20,120)</b>                          | <b>(1,51,940)</b> |

Financial year : 2024-25

|                                                              | INR in Lakhs    |                              |                                          |                 |
|--------------------------------------------------------------|-----------------|------------------------------|------------------------------------------|-----------------|
| Particulars                                                  | Opening balance | Recognised in profit or loss | Recognised in other comprehensive income | Closing balance |
| <i>Deferred tax assets in relation to:</i>                   |                 |                              |                                          |                 |
| Provision for gratuity                                       | (25)            | 46                           | 49                                       | 71              |
| Provision for compensated absence                            | 133             | 63                           | -                                        | 198             |
| Provisions for expected credit loss                          | 19,341          | 3,759                        | -                                        | 23,100          |
| Property, plant and equipment (including intangible assets)  | -               | -                            | -                                        | -               |
| Expected credit loss on EIS receivable/other financial asset | 4,669           | 773                          | -                                        | 5,443           |
| Fair valuation of security deposits                          | 67              | 31                           | -                                        | 98              |
| Lease Liabilities                                            | 1,754           | 194                          | -                                        | 1,948           |
| Impact of cashflow hedge                                     | 41              | -                            | 347                                      | 388             |
|                                                              | <b>26,172</b>   | <b>4,855</b>                 | <b>396</b>                               | <b>31,418</b>   |

Financial year : 2024-25

|                                                             | INR in Lakhs    |                              |                                          |                   |
|-------------------------------------------------------------|-----------------|------------------------------|------------------------------------------|-------------------|
| Particulars                                                 | Opening balance | Recognised in profit or loss | Recognised in other comprehensive income | Closing balance   |
| <i>Deferred tax liabilities in relation to:</i>             |                 |                              |                                          |                   |
| Provision for gratuity                                      | -               | -                            | -                                        | -                 |
| Property, plant and equipment (including intangible assets) | (998)           | (1,399)                      | -                                        | (2,397)           |
| Net gain on derecognition of financial instruments          | (29,797)        | (7,597)                      | -                                        | (37,395)          |
| Right of Use of Assets                                      | (1,437)         | (135)                        | -                                        | (1,572)           |
| Fair value gain on investments in equity shares             | (211)           | 110                          | -                                        | (101)             |
| Prepaid expenses                                            | (8,435)         | (5,480)                      | -                                        | (13,915)          |
| Gain on fair valuation of loans                             | (41,899)        | -                            | (31,151)                                 | (73,050)          |
|                                                             | <b>(73,477)</b> | <b>(14,401)</b>              | <b>(31,151)</b>                          | <b>(1,19,029)</b> |

Note : The above analysis of deferred tax assets / liabilities does not include deferred tax recognised on share of other comprehensive income of equity accounted investees.





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| Particulars                                                                                         | INR in Lakhs                |                             |
|-----------------------------------------------------------------------------------------------------|-----------------------------|-----------------------------|
|                                                                                                     | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
| <b>33 Earnings per share ('EPS')</b>                                                                |                             |                             |
| <b>Earnings</b>                                                                                     |                             |                             |
| Net profit attributable to equity shareholders for calculation of basic EPS                         | 87,113                      | 77,380                      |
| Net profit attributable to equity shareholders for calculation of diluted EPS                       | 87,113                      | 77,380                      |
| <b>Shares</b>                                                                                       |                             |                             |
| Equity shares at the beginning of the year                                                          | 54,52,44,490                | 53,51,62,490                |
| Shares issued during the year                                                                       | 29,000                      | 1,09,82,000                 |
| Shares issued as ESOP but not allotted to employees                                                 | -                           | -                           |
| Total number of equity shares outstanding at the end of the year                                    | 54,52,73,490                | 54,52,44,490                |
| Weighted average number of equity shares outstanding during the year for calculation of basic EPS   | 54,52,56,164                | 53,53,81,104                |
| <b>Effect of dilutive potential equity shares</b>                                                   |                             |                             |
| Employee stock options                                                                              | 1,82,763                    | 69,840                      |
| Weighted average number of equity shares outstanding during the year for calculation of diluted EPS | 54,54,38,927                | 53,54,51,034                |
| Face value per share                                                                                | 10.00                       | 10.00                       |
| <b>Earnings per share</b>                                                                           |                             |                             |
| Basic                                                                                               | 15.98                       | 14.46                       |
| Diluted                                                                                             | 15.97                       | 14.46                       |

**34 Employee stock option**

The Parent company has granted certain stock options to its employees under Employee stock option scheme, 2015 ("ESOP Scheme"). The employee stock options granted entitle the employees to purchase equity shares at an exercise price either at INR 10/- per option or fair value at the date of the grant or as determined by the Nomination and Remuneration Committee at the date of grant.

Options to employees are usually granted with a four-year vestable vesting. The options would need to be exercised within a 5 years period from the date of vesting.

The vesting pattern is indicated below

| Particulars                                       | Vesting pattern | Vesting pattern | Vesting pattern | Vesting pattern | Vesting pattern |
|---------------------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Grant date                                        | 02-Oct-25       | 28-Aug-25       | 03-Jan-21       | 22-May-19       | 29-Jan-18       |
| At the end of one year of service from grant date | 20%             | 20%             | 20%             | 20%             | 20%             |
| At the end of two years                           | 20%             | 20%             | 20%             | 20%             | 20%             |
| At the end of three years                         | 20%             | 20%             | 20%             | 20%             | 20%             |
| At the end of four years                          | 20%             | 20%             | 20%             | 20%             | 20%             |

**Share based payment expense**

| Particulars                                                              | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|--------------------------------------------------------------------------|-----------------------------|-----------------------------|
| Total expense recognised in "employee benefits expenses" (refer note 29) | 343                         | 119                         |





**HINDUJA LEYLAND FINANCE LIMITED**  
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**Reconciliation of outstanding options**

INR in Lakhs

The number and the weighted average exercise prices of share options under employee stock option plan are as follows:

| Particulars                          | Year ended 31 March 2026 |                                 | Year ended 31 March 2025 |                                 |
|--------------------------------------|--------------------------|---------------------------------|--------------------------|---------------------------------|
|                                      | No of options            | Weighted average exercise price | No of options            | Weighted average exercise price |
| Outstanding at beginning of the year | 10,25,000                | 100.95                          | 10,79,000                | 84.29                           |
| Granted during the year              | 6,75,000                 | 200.00                          | 2,00,000                 | -                               |
| Reinstated during the year           | 1,87,500                 | -                               | -                        | -                               |
| Forfeited during the year            | 10,500                   | 54.40                           | 1,62,000                 | 54.40                           |
| Exercised during the year            | 19,000                   | -                               | 92,000                   | 88.89                           |
| Outstanding at the end of the year   | 18,58,000                | 100.95                          | 10,25,000                | 100.95                          |
| Exercisable at the end of the year   | 10,23,000                | 89.59                           | 7,27,500                 | 92.14                           |

The options outstanding at the year-end have an exercise price and a weighted average contractual life as given below:

| Particulars | As at 31 March 2026       |                         |                                 | As at 31 March 2025       |                         |                                 |
|-------------|---------------------------|-------------------------|---------------------------------|---------------------------|-------------------------|---------------------------------|
|             | No of outstanding options | Range of exercise price | Weighted average remaining life | No of outstanding options | Range of exercise price | Weighted average remaining life |
| ESOP Scheme | 18,58,000                 | INR 28.00 to 200        | 1 - 4 years                     | 10,25,000                 | INR 28.00 to 153        | 1 - 4 years                     |

**Measurement of fair values**

The fair value of employee stock options is measured using the Black Scholes Model which takes into account the exercise price, term of the option, share price at grant date and expected price volatility of the underlying shares, expected dividend yield and the risk free interest rate for the term of the option.

The inputs used in the computation of fair value of the grant date fair value are as follows:

| Grant date                                          | 2025-26  | 2024-25  | 2023-22  | 2019-20  | 2017-18  |
|-----------------------------------------------------|----------|----------|----------|----------|----------|
| No of shares                                        | 6,75,000 | 3,00,000 | 3,25,000 | 1,60,000 | 4,60,000 |
| Value of the share at the grant date                | 203      | 199.99   | 100      | 167      | 129      |
| Exercise price                                      | 200      | 153      | 92.97    | 110      | 106.2    |
| Expected volatility                                 | 13.53%   | 20.00%   | 40.00%   | 40.00%   | 40.00%   |
| Expected dividends                                  | 0.00%    | 0.00%    | 0.00%    | 0.00%    | 0.00%    |
| Risk-free interest rate (based on government bonds) | 6.51%    | 6.38%    | 5.71%    | 6.87%    | 6.86%    |
| Expected life                                       | 4 years  | 4 years  | 4 years  | 4 years  | 4 years  |

Note: The Exercise period shall commence from the date of vesting and the vested options can be Exercised within a period of 3 years from date of vesting of option or till it is cancelled as per the provisions of the scheme.

**35 Employee benefit (post employment benefit plans)**

**a) Defined contribution plans**

The Group operates defined contribution plan (Provident fund) for all qualifying employees of the Group. The employees of the Group are members of a retirement contribution plan operated by the government. The Group is required to contribute a specified percentage of payroll cost to the retirement contribution scheme to fund the benefits. The only obligation of the Group with respect to the plan is to make the specified contributions.

The group's contribution to Provident Fund aggregating INR 3,227 lakhs (31 March 2025 : INR 1,894 lakhs) (refer note 29) has been recognised in the Statement of Profit and Loss under the head employee benefits expense.





# HENDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for the year ended 31 March 2026

## b) Defined benefit obligation

### Gratuity benefit plan

The Group operates a defined benefit plan (the Gratuity plan) covering eligible employees. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age/ resignation date.

The liability under the Payment of Gratuity Act, 1972 are determined on the basis of actuarial valuation made at the end of each financial year using the projected unit credit method.

The plan is of a final salary defined benefit in nature which is sponsored by the Group and hence it underwrites all the risks pertaining to the plan. The actuarial risks associated are:

**Interest rate risk:** The risk of government security yields falling due to which the corresponding discount rate used for valuing liabilities falls. Such a fall in discount rate will result in a larger value placed on the future benefit cash flows whilst computing the liability and thereby requiring higher accounting provisioning.

**Longevity risk:** Longevity risk arises when the quantum of benefits payable under the plan is based on how long the employee lives post cessation of service with the Group. The gratuity plan provides the benefit in a lump sum form and since the benefit is not payable as an annuity for the rest of the lives of the employees, there is no longevity risk.

**Salary risk:** The gratuity benefits under the plan are related to the employee's last drawn salary. Consequently, any unusual rise in future salary of the employee raises the quantum of benefit payable by the Group, which results in a higher liability for the Group and is therefore a plan risk for the Group.

| Particulars                             | Year ended<br>31 March 2026                           | Year ended<br>31 March 2025                           |
|-----------------------------------------|-------------------------------------------------------|-------------------------------------------------------|
| <b>Significant assumptions</b>          |                                                       |                                                       |
| Discount rate                           | 6.40%                                                 | 6.40%                                                 |
| Estimated rate of return on plan assets | 6.90%                                                 | 6.90%                                                 |
| Attrition rate                          | M1 - M7: 40%<br>M8 - M12: 15%                         | M1 - M7: 38%<br>M8 - M12: 18%                         |
| Expected rate of salary escalation      | 10% for the first<br>year and 8%<br>thereafter        | 8.00%                                                 |
| <b>Other assumption</b>                 |                                                       |                                                       |
| Mortality rate                          | Indian Annuity<br>Lives Mortality<br>2006-08 Ultimate | Indian Annuity<br>Lives Mortality<br>2006-08 Ultimate |

The defined benefit plans expose the Group to risks such as Actuarial risk, Investment risk, Liquidity risk, Market risk, Legislative risk. These are discussed as follows:

**Actuarial risk:** It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:

**Adverse salary growth experience:** Salary hikes that are higher than the assumed salary escalation will result into an increase in obligation at a rate that is higher than expected.

**Variability in mortality rates:** If actual mortality rates are higher than assumed mortality rate assumption than the gratuity benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cash flow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

**Variability in withdrawal rates:** If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

**Investment risk:** For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.

**Liquidity risk:** Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the Group there can be strain on the cash flows.

**Market risk:** Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in defined benefit obligation of the plan benefits and vice versa. This assumption depends on the yields on the government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

b) Defined benefit obligation (continued)

INR in Lakhs

**Legislative risk:** Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act, 1972, thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the defined benefit obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

Amount recognised in balance sheet in respect of these defined benefit obligation :

| Particulars                                               | As at<br>31 March 2026 | As at<br>31 March 2025 |
|-----------------------------------------------------------|------------------------|------------------------|
| Present value of obligations                              | 2,551                  | 1,326                  |
| Fair value of plan assets                                 | 1,371                  | 1,010                  |
| <b>Asset/ (Liability) recognised in the Balance Sheet</b> | <b>(1,180)</b>         | <b>(314)</b>           |

Amount recognised in statement of profit and loss in respect of these defined benefit obligation :

| Particulars                                                              | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|--------------------------------------------------------------------------|-----------------------------|-----------------------------|
| Current service cost                                                     | 467                         | 211                         |
| Past service cost                                                        | 854                         | -                           |
| Net interest cost                                                        | 19                          | (2)                         |
| <b>Components of defined benefits costs recognised in profit or loss</b> | <b>1,350</b>                | <b>209</b>                  |
| Remeasurements on the net defined benefit liability :                    |                             |                             |
| - Actuarial (gain)/loss from change in demographic assumptions           | 68                          | -                           |
| - Actuarial (gain)/loss from change in financial assumptions             | 30                          | 23                          |
| - Actuarial (gain)/loss from change in experience adjustments            | 424                         | 173                         |
| - Return on plan assets (greater)/less than discount rate                | (15)                        | (1)                         |
| <b>Total amount recognised in other comprehensive income</b>             | <b>507</b>                  | <b>195</b>                  |
| <b>Total</b>                                                             | <b>1,857</b>                | <b>404</b>                  |

The current service cost and the net interest expense for the year are included in the "Employee Benefit Expense" line item in the statement of profit and loss

| Particulars                                                    | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|----------------------------------------------------------------|-----------------------------|-----------------------------|
| Opening defined benefit obligation                             | 1,326                       | 944                         |
| Current service cost                                           | 341                         | 211                         |
| Past service cost                                              | 610                         | -                           |
| Interest cost                                                  | 92                          | 62                          |
| <b>Remeasurements (gains)/losses:</b>                          |                             |                             |
| - Actuarial (gain)/loss from change in demographic assumptions | 68                          | -                           |
| - Actuarial (gain)/loss from change in financial assumptions   | 30                          | 23                          |
| - Actuarial (gain)/loss from change in experience adjustments  | 424                         | 173                         |
| Liabilities assumed *                                          | -                           | -                           |
| Benefits paid                                                  | (340)                       | (87)                        |
| <b>Closing defined benefit obligation</b>                      | <b>2,551</b>                | <b>1,326</b>                |





**HINDUJA LEVLAND FINANCE LIMITED**  
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**h) Defined benefit obligation (continued)**

ENR in Lakhs

**Movement in fair value of plan assets**

| Particulars                                             | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|---------------------------------------------------------|-----------------------------|-----------------------------|
| Fair value of plan assets at the beginning of the year  | 1,010                       | 913                         |
| Contributions paid into the plan                        | 329                         | 46                          |
| Benefits paid by the plan                               | (34)                        | (14)                        |
| Expected return on plan assets                          | 66                          | 64                          |
| Actuarial (losses) / gains                              | -                           | 1                           |
| <b>Fair value of plan assets at the end of the year</b> | <b>1,371</b>                | <b>1,010</b>                |

**Expense recognised in the statement of profit or loss**

| Particulars                                        | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|----------------------------------------------------|-----------------------------|-----------------------------|
| Current service cost                               | 467                         | 211                         |
| Interest on obligation                             | 92                          | 62                          |
| Expected return on plan assets                     | 66                          | 47                          |
| Net actuarial (gain) / loss recognised in the year | 0                           | 71                          |
| Benefits paid directly by the Group                | -                           | -                           |
| <b>Total</b>                                       | <b>625</b>                  | <b>391</b>                  |

**Actuarial assumptions**

| Particulars                                                     | As at<br>31 March 2026                         | As at<br>31 March 2025        |
|-----------------------------------------------------------------|------------------------------------------------|-------------------------------|
| Discount rate                                                   | 6.40%                                          | 6.40%                         |
| Estimated rate of return on plan assets                         | 6.90%                                          | 6.90%                         |
| Attrition rate                                                  | M1 - M7: 30%<br>M8 - M12: 15%                  | M1 - M7: 38%<br>M8 - M12: 18% |
| Future salary increases                                         | 10% for the first<br>year and 8%<br>thereafter | 8.00%                         |
| Average longevity at retirement age - past service (in years)   | 5.07                                           | 2.60                          |
| Average longevity at retirement age - future service (in years) | 37.73                                          | 37.26                         |
| Retirement age                                                  | 58 years                                       | 58 years                      |

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. Assumptions regarding future mortality are based on published statistics and mortality tables. The calculation of the defined benefit obligation is sensitive to the mortality assumptions.

**Five year information**

| Gratuity                                   | As at<br>31 March 2026 | As at<br>31 March 2025 | As at<br>31 March 2024 | As at<br>31 March 2023 | As at<br>31 March 2022 |
|--------------------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| Defined benefit obligation                 | 2,551                  | 1,326                  | 944                    | 792                    | 813                    |
| Fair value of plan assets                  | 1,371                  | 1,010                  | 913                    | 867                    | 792                    |
| (Excess)/Deficit in plan                   | 1,180                  | 316                    | 30                     | (75)                   | 21                     |
| Experience adjustments on plan liabilities | 424                    | 173                    | 76                     | (13)                   | (58)                   |
| Experience adjustments on plan assets      | (15)                   | (1)                    | 4                      | (11)                   | (9)                    |

**Sensitivity analysis**

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonable possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is as follows:

|                                    | Year ended 31 March 2026 |          | Year ended 31 March 2025 |          |
|------------------------------------|--------------------------|----------|--------------------------|----------|
| 100 basis points increase/decrease | Increase                 | Decrease | Increase                 | Decrease |
| Discount rate                      | (73)                     | 78       | (34)                     | 36       |
| Future salary growth               | 64                       | (61)     | 32                       | (31)     |
| Attrition rate                     | (14)                     | 34       | (7)                      | 7        |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

**b) Defined benefit obligation (continued)**

INR in Lakhs

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

There is no change in the method of valuation for the prior periods in preparing the sensitivity analysis. For change in assumptions refer to note (a) above.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation asset recognised in the balance sheet.

**Maturity profile**

| Particulars                             | As at<br>31 March 2026 | As at<br>31 March 2025 |
|-----------------------------------------|------------------------|------------------------|
| Expected benefits for year 1            | 337                    | 235                    |
| Expected benefits for year 2            | 327                    | 191                    |
| Expected benefits for year 3            | 296                    | 177                    |
| Expected benefits for year 4            | 309                    | 144                    |
| Expected benefits for year 5            | 264                    | 137                    |
| Expected benefits for year 6            | 206                    | 111                    |
| Expected benefits for year 7            | 159                    | 81                     |
| Expected benefits for year 8            | 132                    | 55                     |
| Expected benefits for year 9            | 132                    | 46                     |
| Expected benefits for year 10 and above | 108                    | 37                     |

The weighted average duration of the payment of these cash flows is 4 years.

**c) Other long term employee benefits**

The liability for compensated absences as at 31 March 2026 is INR 1,214.66 lakhs and as at 31 March 2025 is INR 785 lakhs.

**Assumptions**

| Particulars             | Year ended<br>31 March 2026                    | Year ended<br>31 March 2025 |
|-------------------------|------------------------------------------------|-----------------------------|
| Discount rate           | 6.40%                                          | 6.40%                       |
| Future salary increases | 10% for the first<br>year and 8%<br>thereafter | 8.00%                       |

- d) On November 21, 2025, the Government of India notified four consolidated Labour Codes, viz., namely, the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020, replacing 29 existing labour laws. Pursuant to the draft Central Rules and FAQs issued by the Ministry of Labour & Employment to facilitate assessment of financial implications arising from the revised regulatory framework, the Company has evaluated the incremental impact based on the best information currently available and in line with the guidance issued by the Institute of Chartered Accountants of India. Accordingly, the company has recognised an estimated incremental impact of ₹864 lakhs on the basis of Actuarial Valuation during the year ended March 31, 2026. Considering the regulatory-driven and non-recurring nature of this impact, the Company has presented the same under "Exceptional Items" in the standalone financial statements for the year ended March 31, 2026. The incremental cost attributable to period post implementation of new Labour Codes has been included under Employee benefits expense for the year ended March 31, 2026.

The Company continues to monitor developments on the Rules to be notified by regulatory authorities, including clarifications/ additional guidance from authorities and will continue to assess the accounting implications, basis such developments/ guidance.

**36 Segment reporting**

The Group is primarily engaged into lending business. The Group has its operations within India and all revenues are generated within India. Also the company is not reliant on revenues from transaction with single external customer. As such, there are no separate reportable segment as per the provisions of Ind AS 108 'Operating Segments'.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

**37 Contingent liabilities and commitments**

INR in Lakhs

(a) Contingent Claims not provided for:

| Particulars                                                                | As at<br>31 March 2026 | As at<br>31 March 2025 |
|----------------------------------------------------------------------------|------------------------|------------------------|
| Claims against the Group not acknowledged as debts: Value added taxes      | 139                    | 139                    |
| Bank guarantee against securitisation transactions                         | 5                      | 205                    |
| Claims against the Group not acknowledged as debts: Direct taxes           | 819                    | 819                    |
| Disputed claims against the Group lodged by the customers under litigation | 744                    | 1,069                  |
| Employee State Insurance                                                   | 40                     | 40                     |

i) The Group is of the opinion that for the above demands, based on the management estimate no significant liabilities are expected to arise.

ii) It is not practicable for the Group to estimate the timings of the cashflows, if any, in respect of the above pending resolution of the respective proceedings.

iii) The Group does not expect any reimbursement in respect of the above contingent liabilities.

iv) Future Cash outflows in respect of the above are determinable only on receipt of judgements/decisions pending with various forums/authorities.

| Name of Statute              | Nature of Debt  | Period to which amount relates | Forum where the dispute is pending    | As at<br>31 March 2026 | As at<br>31 March 2025 |
|------------------------------|-----------------|--------------------------------|---------------------------------------|------------------------|------------------------|
| Income Tax                   | Income Tax      | 2017-18                        | CIT Appeal                            | 819                    | 819                    |
| *Odisha VAT Act, 2004        | Value Added Tax | 2012-13                        | High court of judicature at Orissa    | 0                      | 0                      |
| Andhra Pradesh VAT Act, 2005 | Value Added Tax | 2011-12                        | High court of judicature at Hyderabad | 18                     | 18                     |
| Karnataka VAT Act, 2003      | Value Added Tax | 2012-13 to 2016-17             | High court of judicature at Bangalore | 121                    | 121                    |

\*Represents amount less than rounding off norms.

(b) Commitments

| Particulars                   | As at<br>31 March 2026 | As at<br>31 March 2025 |
|-------------------------------|------------------------|------------------------|
| Capital commitments           | 876                    | 2,314                  |
| Other commitments - AIF       | 916                    | -                      |
| Disbursements - undrawn lines | 45,163                 | 43,288                 |





# HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for the year ended 31 March 2026

INR in Lakhs

## 18. Related party disclosures

### Name of the related parties and nature of relationship

Holding company / Ultimate Holding Company

Ashok Leyland Limited ("ALL") – Holding Company of Hinduja Leyland Finance Limited

Hinduja Automotive Limited ("HAL") – Holding Company of ALL

Marlen Holdings S.A. ("Marlen") – Holding Company of HAL

Marlen Development Corporation ("MDC") – Holding Company of Marlen

Ames Holdings S.A. – Holding Company of MDC

Associate company

HLP Services Limited ("HSL")

Fellow subsidiary

Hinduja Energy (India) Limited

Gulf Airway Motors Limited

Ashley Aviation Limited

Swish Mobility Automotive Limited

Hinduja Renewable Energy Private Limited

Joint venture

Geo Digital Platforms Limited ("GDPL")

Key management personnel (KMP)

Mr. Dharm G. Hinduja, Chairman

Mr. Sachin Pillai, Managing Director & CEO

Mr. Gopal Mahadevan, Non-Independent Director

Mr. Sridharan Tripathi, Non-Independent Director (Resigned on 25 November 2025)

Mr. G. R. Sundararajan, Independent Director

Mr. R. S. Sharma, Independent Director (Resigned on 22 July 2024)

Ms. Megha Agarwal, Independent Director

Mr. D. Satish, Independent Director (Resigned on 17 August 2025)

Mr. Juan Bruno, Independent Director (Resigned on 26 August 2024)

Dr. Manoj Kumar, Independent Director

Mr. Jose Maria Aguiar, Independent Director (Resigned on 3 September 2025)

Mr. Sridharan Kurnik, Independent Director (Appointed on 2 September 2025)

Mr. Kishore Murali Raju, Non-Independent Director (Appointed on 25 November 2025)

Mr. Bharathi Reddy, Independent Director

Mr. Srinivas Acharya, Independent Director (Resigned on 26 October 2024)

Mr. Subir Rao, Non-Independent Director (Appointed on 14th May 2024)

Mr. S.V. Parthasarathy, Independent Director

Mr. Vikas Jain, Chief Financial Officer

Mrs. Srividya Ramasamy, Company Secretary

### Related party transactions

| Nature of transaction                                                                                                                          | Holding company (ALL) | Associate | Fellow subsidiary | Joint Venture    | KMP |
|------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|-----------|-------------------|------------------|-----|
| Investment in equity shares - Geo Digital Platforms Limited                                                                                    | -                     | -         | -                 | 1,080<br>(1,080) | -   |
| Equity infusion - Ashok Leyland Limited                                                                                                        | (20,000)              | -         | -                 | -                | -   |
| Inter-company deposits (Hinduja Energy (India) Limited, Geo Digital Platforms Limited & Hinduja Renewable Energy Private Limited)              | -                     | -         | (20,000)          | (5,000)          | -   |
| Repayment of inter-company deposits (Hinduja Energy (India) Limited, Geo Digital Platforms Limited & Hinduja Renewable Energy Private Limited) | -                     | -         | (20,000)          | (1,000)          | -   |

| Nature of transaction                                                                                      | Holding company (ALL) | Associate          | Fellow subsidiary | Joint Venture | KMP |
|------------------------------------------------------------------------------------------------------------|-----------------------|--------------------|-------------------|---------------|-----|
| - Hinduja Energy (India) Limited, Geo Digital Platforms Limited & Hinduja Renewable Energy Private Limited | -                     | -                  | (82)              | (38)          | -   |
| Purchase of services:                                                                                      |                       |                    |                   |               |     |
| a. Service provider fee                                                                                    | -                     | 29,794<br>(26,158) | -                 | -             | -   |
| b. Booking / marketing expenses                                                                            | 17                    | -                  | -                 | 53<br>(94)    | -   |
| c. Purchase of Assets                                                                                      | -                     | -                  | -                 | -             | -   |
| d. Security deposit received                                                                               | -                     | -                  | (7,387)           | -             | -   |
|                                                                                                            | -                     | -                  | (288)             | -             | -   |



| Nature of transaction                                   | Holding company (ALL) | Associate  | Former subsidiaries | Joint Venture | KMOP           |
|---------------------------------------------------------|-----------------------|------------|---------------------|---------------|----------------|
| Income from other services                              | 53<br>(70)            | 81<br>(74) | 1,531<br>(2,878)    | 94<br>(30)    | -<br>-         |
| Reimbursement to key management personnel               | -                     | -          | -                   | -             | 1,056<br>(913) |
| Commission and sitting fees to key management personnel | -                     | -          | -                   | -             | 827<br>(812)   |

|                                                                  |   |   |   |   |                 |
|------------------------------------------------------------------|---|---|---|---|-----------------|
| Shareholding as on 31 March 2028                                 |   |   |   |   |                 |
| - Mr. Anshu Pika - Managing Director and Chief Executive Officer | - | - | - | - | 1,55,815 shares |
| - Mr. Vikas Jain - Chief Financial Officer                       | - | - | - | - | 18,000 shares   |

Notes: Figures in bracket represent previous year figures.

#### Year end balances

| Particulars                                   | As at<br>31 March 2026 | As at<br>31 March 2025 |
|-----------------------------------------------|------------------------|------------------------|
| <b>Investment in related parties</b>          |                        |                        |
| - Gsa Digital Platforms Limited               | 4,500                  | 3,900                  |
| - SJLF Services Limited                       | 2                      | 2                      |
| <b>Amounts due to related parties</b>         |                        |                        |
| - Switch Mobility Automations Limited         | 1,250                  | 1,214                  |
| - Gsa Digital Platforms Limited               | -                      | -                      |
| <b>Amount receivable from related parties</b> |                        |                        |
| - Gsa Digital Platforms Limited               | -                      | -                      |
| - Ashok Leyland Limited                       | -                      | -                      |

There are no provisions for doubtful debts / advances or amounts written off or written back for debts due from/ due to related parties.

The transactions disclosed above are exclusive of GST.

The Company enters into transactions, arrangements and agreements involving directors, senior management and their business associates, or close family members, in the ordinary course of business under the same commercial and market terms, interest and commission rates that apply to non-related parties.

Long/short term service benefits are made for the Company as a whole and the amounts pertaining to the key management personnel are not specifically identified and hence are all included above.

Commission for the FY 2024-25 paid in FY 2023-24.

The amount outstanding are structured and will be settled in cash.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

INR In Lakhs

**39 Maturity analysis of assets and liabilities**

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Group uses the same basis of expected repayment behaviour as used for estimating the EIR.

| Particulars                                                                                 | As at 31 March 2026 |                  |                  | As at 31 March 2025 |                  |                  |
|---------------------------------------------------------------------------------------------|---------------------|------------------|------------------|---------------------|------------------|------------------|
|                                                                                             | Within 12 Months    | After 12 Months  | Total            | Within 12 Months    | After 12 Months  | Total            |
| <b>Assets</b>                                                                               |                     |                  |                  |                     |                  |                  |
| Cash and cash equivalents                                                                   | 3,72,564            | -                | 3,72,564         | 3,18,244            | -                | 3,18,244         |
| Bank balance other than cash and cash equivalents                                           | 3,39,281            | 2                | 3,39,283         | 50,016              | -                | 50,016           |
| Loans                                                                                       | 16,66,363           | 42,73,398        | 59,39,761        | 13,58,181           | 34,27,241        | 47,85,422        |
| Investments*                                                                                | 2,18,209            | 81,972           | 3,00,181         | 2,30,779            | 97,302           | 3,28,081         |
| Derivative financial instruments                                                            | 17,178              | 25,467           | 42,645           | -                   | 531              | 531              |
| Other financial assets                                                                      | 48,638              | 85,123           | 1,33,761         | 30,867              | 61,184           | 92,052           |
| Current tax assets (net)                                                                    | -                   | 7,044            | 7,044            | -                   | 9,739            | 9,739            |
| Property, plant and equipment                                                               | -                   | 47,144           | 47,144           | -                   | 42,668           | 42,668           |
| Capital work-in-progress                                                                    | -                   | 4,040            | 4,040            | -                   | 3,615            | 3,615            |
| Other intangible assets                                                                     | -                   | 420              | 420              | -                   | 168              | 168              |
| Intangible Assets Under Development                                                         | -                   | 50               | 50               | -                   | -                | -                |
| Right of use assets                                                                         | 1,365               | 6,745            | 8,110            | -                   | 7,043            | 7,043            |
| Other non-financial assets                                                                  | 2,262               | 15,100           | 17,362           | 1,512               | 14,175           | 15,688           |
| <b>Total Assets</b>                                                                         | <b>26,65,808</b>    | <b>45,46,795</b> | <b>72,12,595</b> | <b>19,89,599</b>    | <b>56,63,694</b> | <b>56,53,293</b> |
| <b>Liabilities</b>                                                                          |                     |                  |                  |                     |                  |                  |
| Derivative financial instruments                                                            | -                   | -                | -                | 2,789               | 79               | 2,868            |
| Other payables                                                                              | -                   | -                | -                | -                   | -                | -                |
| (i) Total outstanding dues of micro enterprises and small enterprises                       | -                   | -                | -                | -                   | -                | -                |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | 6,271               | -                | 6,271            | 8,526               | -                | 8,526            |
| Debt Securities                                                                             | 97,961              | 1,42,169         | 2,40,130         | 10,449              | 1,25,790         | 1,36,239         |
| Borrowings (other than debt securities)                                                     | 14,56,437           | 37,28,012        | 51,84,449        | 11,76,223           | 29,53,604        | 41,29,827        |
| Subordinated liabilities                                                                    | 34,617              | 4,41,707         | 4,76,324         | 2,651               | 3,21,257         | 3,23,888         |
| Other financial liabilities                                                                 | 1,04,959            | 23,167           | 1,28,126         | 74,973              | 16,877           | 91,850           |
| Provisions                                                                                  | 330                 | 2,045            | 2,395            | 557                 | 545              | 1,102            |
| Deferred tax liabilities (net)                                                              | -                   | 1,20,496         | 1,20,496         | -                   | 86,221           | 86,221           |
| Other non-financial liabilities                                                             | 2,683               | 1,298            | 3,981            | 2,733               | 1,061            | 3,794            |
| <b>Total Liabilities</b>                                                                    | <b>17,83,218</b>    | <b>44,58,894</b> | <b>62,42,112</b> | <b>12,78,282</b>    | <b>35,05,434</b> | <b>47,83,716</b> |
| <b>Net</b>                                                                                  | <b>8,82,590</b>     | <b>87,900</b>    | <b>8,91,490</b>  | <b>7,11,317</b>     | <b>21,58,260</b> | <b>8,69,577</b>  |

\* Including equity accounted investee





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for year ended 31 March 2026

**39.1 Additional informations**

Details of term loan undrawn limit as at 31 March 2026

INR In Lakhs

| S.No | Bank name           | Date of sanction letter/ Agreement | Sanction amount  | Amount for which agreement executed | Drawdown amount | Undrawn executed amount | Undrawn sanction amount |
|------|---------------------|------------------------------------|------------------|-------------------------------------|-----------------|-------------------------|-------------------------|
| 1    | SIDBI               | 24-Feb-26                          | 1,50,000         | 1,50,000                            | 1,00,000        | 50,000                  | 50,000                  |
| 2    | MUFG                | 12-Feb-26                          | 70,991           | 70,991                              | -               | 70,991                  | 70,991                  |
| 3    | State Bank of India | 09-Mar-26                          | 1,20,000         | 1,20,000                            | 20,000          | 1,00,000                | 1,00,000                |
| 4    | Bank of Baroda      | 29-Dec-25                          | 2,00,000         | 2,00,000                            | 1,14,000        | 86,000                  | 86,000                  |
| 5    | HDFC Bank           | 27-Mar-26                          | 4,00,000         | -                                   | -               | -                       | 4,00,000                |
| 6    | HDFC Bank           | 27-Mar-26                          | 40,000           | 40,000                              | 20,000          | 20,000                  | 20,000                  |
| 7    | NABARD              | 27-Mar-26                          | 3,00,000         | 3,00,000                            | 1,50,000        | 1,50,000                | 1,50,000                |
| 8    | ICICI Bank          | 26-Nov-25                          | 1,55,000         | 1,55,000                            | 1,13,000        | 42,000                  | 42,000                  |
| 9    | Bank of Maharashtra | 23-Dec-25                          | 20,000           | 20,000                              | 12,000          | 8,000                   | 8,000                   |
| 10   | Yes Bank            | 28-Nov-25                          | 10,000           | 10,000                              | 3,000           | 7,000                   | 7,000                   |
| 11   | State Bank of India | 18-Feb-26                          | 50,000           | 50,000                              | 5,000           | 45,000                  | 45,000                  |
| 12   | LIC Housing Finance | 27-Mar-26                          | 30,000           | 30,000                              | 5,000           | 25,000                  | 25,000                  |
| 13   | RBL                 | 02-Dec-25                          | 19,800           | 19,800                              | 8,968           | 10,832                  | 10,832                  |
|      | <b>Total</b>        |                                    | <b>15,65,791</b> | <b>11,65,791</b>                    | <b>5,50,968</b> | <b>6,14,823</b>         | <b>10,14,823</b>        |

Details of term loan undrawn limit as at 31 March 2025

| S.No | Bank name           | Date of sanction letter/ Agreement | Sanction amount | Amount for which agreement executed | Drawdown amount | Undrawn executed amount | Undrawn sanction amount |
|------|---------------------|------------------------------------|-----------------|-------------------------------------|-----------------|-------------------------|-------------------------|
| 1    | Yes Bank            | 15-Nov-24                          | 40,000          | 40,000                              | 5,000           | 35,000                  | 35,000                  |
| 2    | Axis Bank           | 06-Feb-25                          | 25,000          | -                                   | -               | -                       | 25,000                  |
| 3    | MUFG Bank Ltd       | 27-Mar-25                          | 65,250          | -                                   | -               | -                       | 65,250                  |
| 4    | Deutsche Bank       | 28-Mar-25                          | 55,134          | 55,134                              | -               | -                       | 55,134                  |
| 5    | HDFC Bank           | 31-Mar-25                          | 3,20,000        | -                                   | -               | -                       | 3,20,000                |
| 6    | State Bank of India | 10-Feb-25                          | 1,00,000        | 1,00,000                            | 17,500          | 82,500                  | 82,500                  |
| 7    | Bank of Baroda      | 08-Jan-25                          | 15,000          | 15,000                              | 5,000           | 10,000                  | 10,000                  |
|      | <b>Total</b>        |                                    | <b>6,20,384</b> | <b>2,10,134</b>                     | <b>27,500</b>   | <b>1,27,500</b>         | <b>5,92,884</b>         |





**HINDUJA LEVLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

INR In Lakhs

**40 Leases**

As a lessee, the Group's lease asset class primarily consist of buildings or part thereof taken on lease for office premises. In accordance with the requirements under Ind AS 116, Leases, the Group has recognised the lease liability at the present value of the future lease payments discounted at the incremental borrowing rate at the date of initial application as at 1 April 2019, and thereafter, at the inception of respective lease contracts. ROU asset equal to lease liability is recognised at the incremental borrowing rate provided during the relevant period subject to certain practical expedients as allowed by the standard.

The following is the summary of practical expedients elected on initial application:

- (a) Applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar date.
- (b) Applied the exemption not to recognise right to use assets and liabilities for leases with less than 12 months of lease term on the date of initial application.
- (c) Excluded the initial direct costs from the measurement of the right to use asset at the date of initial application.

Following are the changes in the carrying value of the right of use assets for the year ended 31 March 2026:

| Category of ROU Asset  | Gross Block        |           |           | Accumulated Depreciation |                    |           | Net Block           |                     |
|------------------------|--------------------|-----------|-----------|--------------------------|--------------------|-----------|---------------------|---------------------|
|                        | As at 1 April 2025 | Additions | Deletions | As at 31 March 2026      | As at 1 April 2025 | Additions | As at 31 March 2026 | As at 31 March 2026 |
| Office Premises & Yard | 11,285             | 3,708     | 1,150     | 13,843                   | 4,244              | 2,465     | 970                 | 8,310               |

| Category of ROU Asset  | Gross Block        |           |           | Accumulated Depreciation |                    |           | Net Block           |                     |
|------------------------|--------------------|-----------|-----------|--------------------------|--------------------|-----------|---------------------|---------------------|
|                        | As at 1 April 2024 | Additions | Deletions | As at 31 March 2025      | As at 1 April 2024 | Additions | As at 31 March 2025 | As at 31 March 2025 |
| Office Premises & Yard | 9,683              | 2,819     | 1,317     | 11,285                   | 3,181              | 2,189     | 1,126               | 7,041               |

The aggregate depreciation expenses on ROU assets is included under depreciation and amortization expenses in the Statement of Profit and Loss.

Table showing contractual cash maturities of lease liabilities on an undiscounted basis:

| Particulars                                 | As at 31 March 2026 | As at 31 March 2025 |
|---------------------------------------------|---------------------|---------------------|
| Within one year                             | 2,907               | 2,439               |
| After one year but not more than five years | 7,013               | 5,534               |
| More than five years                        | 1,145               | 1,097               |
| <b>Total</b>                                | <b>11,065</b>       | <b>9,070</b>        |

The company has taken office premises on lease. These leases are generally renewed on mutual consent and at prevailing market rate. Short term lease are recognised as an expense.

| Particulars                                                                                      | As at 31 March 2026 | As at 31 March 2025 |
|--------------------------------------------------------------------------------------------------|---------------------|---------------------|
| Expense relating to short-term leases                                                            | 432                 | 538                 |
| Expense relating to leases of low-value assets                                                   | -                   | -                   |
| Expense relating to variable lease payments not included in the measurement of lease liabilities | -                   | -                   |
| Income from subleasing right-of-use assets                                                       | -                   | -                   |
| <b>Total cash outflow for leases</b>                                                             | <b>2,954</b>        | <b>2,557</b>        |
| Gains or losses arising from sale and leaseback transactions                                     | -                   | -                   |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

**46 Leases (continued)**

**Lease liabilities**

| Particulars                                          | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|------------------------------------------------------|-----------------------------|-----------------------------|
| Balance at the beginning                             | 7,736                       | 6,968                       |
| Additions                                            | 3,645                       | 2,633                       |
| Finance cost accrued during the year (refer note 26) | 766                         | 739                         |
| Deletions                                            | (235)                       | (23)                        |
| Payments of lease liabilities                        | (3,954)                     | (2,337)                     |
| Balance at the end                                   | 8,968                       | 7,739                       |

**Classification of current and non current liabilities of lease liabilities**

| Particulars             | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|-------------------------|-----------------------------|-----------------------------|
| Current liabilities     | 2,307                       | 1,977                       |
| Non current liabilities | 6,753                       | 5,762                       |
| Total lease liabilities | 8,968                       | 7,739                       |

**In the cases where assets are given on operating lease (as lessor)**

Key terms of the lease are as below:

- i) New vehicles are offered on Lease for a tenure ranging from 24 to 84 months.
- ii) Customised leasing solutions are offered with value-added services like Fleet Management.
- iii) The consideration payable is the monthly lease rental which varies based on the make / model of the vehicle and tenure leased.

Rental income arising from these operating leases is accounted for on a straight-line basis over the lease term and is included in rental income in the Statement of profit and loss. All relevant costs, including depreciation, incurred in earning the lease income are recognised as an expense.

| Particulars                     | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|---------------------------------|-----------------------------|-----------------------------|
| New vehicles to non individuals |                             |                             |
| Gross carrying amount           | 47,038                      | 36,734                      |
| Depreciation for the year       | 6,870                       | 5,272                       |
| Accumulated depreciation        | 13,267                      | 7,128                       |

The total future minimum lease rentals (undiscounted) receivable for the non-cancellable lease period

| Particulars                                       | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|---------------------------------------------------|-----------------------------|-----------------------------|
| Lease rentals to non individuals                  |                             |                             |
| Not later than one year                           | 10,988                      | 9,786                       |
| Later than one year but not later than five years | 20,825                      | 21,401                      |
| Total                                             | 31,793                      | 31,687                      |

**41 Corporate social responsibility ("CSR") expenditure**

| Particulars                                                                                                                             | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|-----------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|-----------------------------|
| (a) Gross amount required to be spent by the Group during the year as per Section 135 of the Companies Act, 2013 read with schedule VII | 1,684                       | 1,300                       |
| (b) Amount spent during the year on:                                                                                                    |                             |                             |
| (i) Construction/acquisition of any asset                                                                                               | -                           | -                           |
| (ii) On purposes other than (i) above                                                                                                   | 1,373                       | 522                         |
| (c) Shortfall at the end of the year                                                                                                    | 321                         | 978                         |
| (d) Total of previous years shortfall                                                                                                   | 321                         | - 878                       |

**Details of ongoing projects**

| Year          | Opening Balance |                             | Amount required to be spent during the year | Amount spent during the year |                               | Closing Balance |                             |
|---------------|-----------------|-----------------------------|---------------------------------------------|------------------------------|-------------------------------|-----------------|-----------------------------|
|               | With Company    | In separate CSR Unspent A/c |                                             | From Company's Bank A/c      | From Separate CSR Unspent A/c | With Company    | In separate CSR Unspent A/c |
| 31 March 2025 | 792             | 230                         | 1,390                                       | 1,113                        | 258                           | 978             | 078                         |
| 31 March 2026 | 978             | 301                         | 1,684                                       | 1,373                        | 978                           | 321             | -                           |

The Group has unspent CSR provision of INR 321 lakh as on March 31, 2026 (31 March 2025: INR 978 lakh) which has been deposited subsequently in a separate bank account. The Group is in process of utilising against the approved projects.

Nature of CSR activities are promotion of Education, Environmental sustainability, Eradicating hunger, poverty, malnutrition and preventive health care etc.

**42 Expenditure in foreign currency**

| Particulars                    | Year ended<br>31 March 2026 | Year ended<br>31 March 2025 |
|--------------------------------|-----------------------------|-----------------------------|
| Legal and professional charges | -                           | 35                          |
| Commission to directors        | 46                          | 21                          |
| Sitting fees                   | 5                           | 13                          |
| Other financial expenses       | 1                           | 2                           |
| Repairs & maintenance- IT      | 12                          | 11                          |
| Travelling and conveyance      | -                           | 4                           |
| Interest on borrowings         | 40,499                      | 12,817                      |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

INR in Lakhs

**43 Financial instrument**

**A Fair value measurement**

*Valuation principles*

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions i.e., exit price. This is regardless of whether that price is directly observable or estimated using a valuation technique.

*Financial instruments by category*

The carrying value and fair value of loans measured at fair value as of 31 March 2026 and 31 March 2025 were as follows:

| Particulars         | Carrying amount | Fair value |         |           |           |
|---------------------|-----------------|------------|---------|-----------|-----------|
|                     |                 | Level 1    | Level 2 | Level 3   | Total     |
| As at 31 March 2026 |                 |            |         |           |           |
| Loans               | 35,02,388       | -          | -       | 35,02,388 | 35,02,388 |
| As at 31 March 2025 |                 |            |         |           |           |
| Loans               | 36,61,887       | -          | -       | 36,61,887 | 36,61,887 |

*Reconciliation of level 3 fair value measurement is as follows:*

| Loans                                                               | As at         |               |
|---------------------------------------------------------------------|---------------|---------------|
|                                                                     | 31 March 2026 | 31 March 2025 |
| Loans, measured at FPOCI                                            |               |               |
| Balance at the beginning of the year                                | 1,09,566      | 1,63,280      |
| Total gains measured through OCI for additions made during the year | 80,345        | 1,66,236      |
| Balance at the end of the year                                      | 1,89,911      | 3,29,516      |

*Sensitivity analysis*

| 31 March 2026                | Equity, net of tax* |          |
|------------------------------|---------------------|----------|
|                              | Increase            | Decrease |
| Loans                        |                     |          |
| Interest rates (1% movement) | 85,294              | 80,039   |

\*represents the impact on profit

The carrying value and fair value of financial instruments measured at fair value as of 31 March 2026 were as follows:

| Particulars                      | Carrying amount | Fair value |         |         |          |
|----------------------------------|-----------------|------------|---------|---------|----------|
|                                  |                 | Level 1    | Level 2 | Level 3 | Total    |
| As at 31 March 2026              |                 |            |         |         |          |
| <b>Assets:</b>                   |                 |            |         |         |          |
| Investment in listed shares      | 4,210           | 4,210      | -       | -       | 4,210    |
| Investment in mutual fund        | 1,00,067        | 1,00,067   | -       | -       | 1,00,067 |
| Investment in fund               | 2,358           | -          | -       | 2,358   | 2,358    |
| Investment in security receipts  | 27,261          | -          | -       | 27,261  | 27,261   |
| Derivative financial instruments | 42,645          | -          | 42,645  | -       | 42,645   |
| <b>Liabilities:</b>              |                 |            |         |         |          |
| Derivative financial instruments | -               | -          | -       | -       | -        |
| As at 31 March 2025              |                 |            |         |         |          |
| <b>Assets:</b>                   |                 |            |         |         |          |
| Investment in listed shares      | 4,119           | 4,119      | -       | -       | 4,119    |
| Investment in mutual fund        | 1,24,713        | 1,24,713   | -       | -       | 1,24,713 |
| Investment in fund               | 1,765           | -          | -       | 1,765   | 1,765    |
| Investment in security receipts  | 46,571          | -          | -       | 46,571  | 46,571   |
| Derivative financial instruments | 531             | -          | 531     | -       | 531      |
| <b>Liabilities:</b>              |                 |            |         |         |          |
| Derivative financial instruments | 2,868           | -          | 2,868   | -       | 2,868    |

The carrying value and fair value of other financial instruments by categories as of 31 March 2026 were as follows:

| Particulars                                       | Carrying amount | Fair value |         |           |           |
|---------------------------------------------------|-----------------|------------|---------|-----------|-----------|
|                                                   | Amortised cost  | Level 1    | Level 2 | Level 3   | Total     |
| Financial assets not measured at fair value:      |                 |            |         |           |           |
| Loans                                             | 22,16,275       | -          | -       | 22,16,275 | 22,16,275 |
| Investments                                       | 1,63,111        | 77,882     | -       | 85,229    | 1,63,111  |
| Total                                             | 23,79,386       | 77,882     | -       | 85,229    | 23,79,386 |
| Financial liabilities not measured at fair value: |                 |            |         |           |           |
| Debt securities                                   | 2,40,070        | 2,40,070   | -       | -         | 2,40,070  |
| Borrowings (other than debt securities)           | 51,84,449       | -          | -       | 51,84,449 | 51,84,449 |
| Subordinated liabilities                          | 4,76,324        | 4,76,324   | -       | -         | 4,76,324  |
| Total                                             | 58,99,843       | 752,274    | -       | 51,84,449 | 58,99,843 |





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2026

INR in Lakhs

**43 Financial instrument (continued)**

The carrying value and fair value of financial instruments by categories as of 31 March 2025 were as follows:

| Particulars                             | Carrying amount  | Fair value |         |           |           |
|-----------------------------------------|------------------|------------|---------|-----------|-----------|
|                                         | Amortised cost   | Level 1    | Level 2 | Level 3   | Total     |
| <b>Assets:</b>                          |                  |            |         |           |           |
| Loans                                   | 19,77,418        | -          | -       | 22,09,115 | 22,09,115 |
| Investments                             | 1,48,232         | 35,983     | -       | 72,249    | 1,48,232  |
| <b>Total</b>                            | <b>21,25,650</b> |            |         |           |           |
| <b>Liabilities:</b>                     |                  |            |         |           |           |
| Debt securities                         | 1,36,240         | 1,36,240   | -       | -         | 1,36,240  |
| Borrowings (other than debt securities) | 41,29,827        | -          | -       | 41,29,827 | 41,29,827 |
| Subordinated liabilities                | 3,23,288         | 2,99,082   | 24,206  | -         | 3,23,288  |
| <b>Total</b>                            | <b>45,89,355</b> |            |         |           |           |

**B Measurement of fair values**

Valuation methodologies of financial instruments not measured at fair value

Below are the methodologies and assumptions used to determine fair values for the above financial instruments which are not recorded and measured at fair value in the financial statements. These fair values were calculated for disclosure purposes only.

The fair values above are estimated using discounted cash-flow models, with the following significant assumptions:

| Inputs / Assumption         | Basis and source                                                                                                                                         |
|-----------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------|
| Discount rate               | Risk-free yield curve plus credit spread. Government bond yields for term matching, plus a appropriate spread reflecting its own instrument credit risk. |
| Credit spread               | Derived from the company's own credit rating.                                                                                                            |
| Probability of default (PD) | Internal rating-based PDs calibrated to historical defaults.                                                                                             |
| Loss given default (LGD)    | Based on long-run recoveries of similar instruments.                                                                                                     |
| Prepayment assumption       | Portfolio average annual prepayment rate of 7 %.                                                                                                         |
| Cash-flow model             | Projected contractual cash flows, adjusted for prepayments and expected defaults.                                                                        |

**Short-term financial assets and liabilities**

The Group has not disclosed the fair values for financial instruments which are short term in nature because their carrying amounts are a reasonable approximation of fair value.

**Borrowings**

The debt securities, borrowings and subordinated liabilities are primarily variable rate instruments. Accordingly, the fair value has been assumed to be equal to the carrying amount.

**Loans**

The fair values of loans and receivables are estimated by discounted cash flow models that incorporate assumptions for credit risks, foreign exchange risk, probability of default and loss given default estimates.

**Investments**

For the held-to-maturity investments the fair value has been assumed to be equal to the carrying amount.

**Transfers between levels I and II**

There has been no transfer in between level I and level II.

**C Capital management**

The Group maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of the local banking supervisor, Reserve Bank of India (RBI). The adequacy of the Group's capital is monitored using, among other measures, the regulations issued by RBI.

The primary objectives of the Group's capital management policy are to ensure that The Group complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximize shareholder value.

The Group manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, The Group may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.





**HINDUJA LEYLAND FINANCE LIMITED**  
Notes to consolidated financial statements for the year ended 31 March 2025

**12. Financial instruments**

INR in Lakhs

**Financial instruments by category**

| Type of instruments                          | Fair value as at |               | Fair value hierarchy | Valuation technique(s)                                                                                                                       | Significant unobservable inputs                                                                                                                         | Relationship to fair value                                                                                                   |
|----------------------------------------------|------------------|---------------|----------------------|----------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------|
|                                              | 31 March 2025    | 31 March 2024 |                      |                                                                                                                                              |                                                                                                                                                         |                                                                                                                              |
| - Loans                                      | 38,65,685        | 29,12,680     | Level 3              | Income approach - Under this approach, the discounted cashflow method used to capture the present value of expected future economic benefits | The significant inputs were:<br>a) the estimated cash flows; and<br>b) the discount rate to capture the present value of the future expected cash flows | Decrease in the discount rate used would result in increase in the fair value                                                |
| - Interest free receivables                  | 1,00,067         | 1,24,713      | Level 1              | Net asset value at closing balance                                                                                                           | NA                                                                                                                                                      | NA                                                                                                                           |
| - Investments in equity shares of Yash Steel | 4,218            | 4,119         | Level 1              | State price in active market                                                                                                                 | NA                                                                                                                                                      | NA                                                                                                                           |
| - Investments in equity receipts             | 17,260           | 46,571        | Level 3              | The discounted cashflow method used to capture the present value of expected future economic benefits also providing for the impairment loss | a. Estimated future cash flows and its variability value;<br>b. Estimated selected loss of underlying assets                                            | Increase in the recovery rate would increase the fair value, while increase in the discount rate would reduce the fair value |

| Financial liabilities                       | Fair value as at |               | Fair value hierarchy | Valuation technique(s)                                                                                                                                                                                                                                                 |
|---------------------------------------------|------------------|---------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                             | 31 March 2025    | 31 March 2024 |                      |                                                                                                                                                                                                                                                                        |
| - Derivative instrument(s) - Currency swaps | 42,645           | 1,868         | Level 2              | In swap contracts, the future estimated cashflows also consider forward interest rates (from observable yield curves at the end of reporting period) and contract forward rates, discounted at a rate that reflects the credit risk of the counterparty/counterparties |
|                                             | -                | 331           |                      |                                                                                                                                                                                                                                                                        |

Foreign currency risk for the Group arises mainly on account of foreign currency borrowings. The Group manages this foreign currency risk by entering in to cross currency swaps. When a derivative is entered in to for the purpose of being a hedge, the Group negotiates the terms of these derivatives to match with the terms of the hedge exposure. The Group holds derivative financial instruments such as Cross currency interest rate swap to mitigate risk of changes in exchange rate in foreign currency and floating interest rate. The counterpart for these contracts is generally a bank. These derivative financial instruments are valued based on quoted prices for similar assets and liabilities in active markets or inputs that are directly or indirectly observable in market place.

**Hedging policy**

The Group's policy is to fully hedge its foreign currency borrowings at the time of disbursements and remain so till repayment and hence the hedge ratio is 1:1.

As at 31 March 2025

| Foreign exchange risk                      | Nominal value of hedging instruments (No. of contracts) |           | Carrying value of hedging instruments (in Lakhs) |           | Maturity date                         | Changes in fair value of hedging instrument (in lakhs) |
|--------------------------------------------|---------------------------------------------------------|-----------|--------------------------------------------------|-----------|---------------------------------------|--------------------------------------------------------|
|                                            | Asset                                                   | Liability | Asset                                            | Liability |                                       |                                                        |
| <b>Cash flow hedge</b>                     |                                                         |           |                                                  |           |                                       |                                                        |
| Cross currency interest rate swap          | 1                                                       | -         | 27,567                                           | -         | 30 March 2027 to 28 September 2028    | 27,158                                                 |
| Currency Swap Swaps                        | 2                                                       | -         | 145                                              | -         | 25 September 2028 to 10 November 2028 | 169                                                    |
| Interest Rate Swaps                        | 1                                                       | -         | 92                                               | -         | 28 September 2029                     | 92                                                     |
| Forward Contracts                          | 14                                                      | -         | 9,360                                            | -         | 2 April 2025 to 18 November 2025      | 9,308                                                  |
| Cash Flow Hedge Forward Contract Hedge     | 17                                                      | -         | 7,872                                            | -         | 27 April 2028 to 29 May 2028          | 7,814                                                  |
| Cash Flow Hedge Forward Contract Hedge     | 22                                                      | -         | 303                                              | -         | 02 April 2028 to 30 February 2027     | 309                                                    |
| Cash Flow Hedge Forward Contract Hedge     | 2                                                       | 1         | 70                                               | (31)      | 18 May 2026                           | (31)                                                   |
| Interest rate Hedge-Forward Contract Hedge | 1                                                       | -         | 147                                              | -         | 23 December 2030                      | 137                                                    |

As at 31 March 2024

| Foreign exchange risk             | Nominal value of hedging instruments (No. of Contracts) |           | Carrying value of hedging instruments (in Lakhs) |           | Maturity date                      | Changes in fair value of hedging instrument (in lakhs) |
|-----------------------------------|---------------------------------------------------------|-----------|--------------------------------------------------|-----------|------------------------------------|--------------------------------------------------------|
|                                   | Asset                                                   | Liability | Asset                                            | Liability |                                    |                                                        |
| <b>Cash flow hedge</b>            |                                                         |           |                                                  |           |                                    |                                                        |
| Cross currency interest rate swap | 1                                                       | 1         | 610                                              | 178       | 28 March 2027 to 24 September 2027 | 617                                                    |
| Forward contracts                 | -                                                       | 8         | -                                                | (2,048)   | 29 April 2025 to 11 July 2025      | (2,048)                                                |
| Forward contracts                 | -                                                       | 8         | -                                                | 74        | 30 July 2022                       | 74                                                     |





**INDIRA LEYLAND FINANCE LIMITED**  
 Notes to consolidated financial statements for the year ended 31 March 2025

INR in Lakhs

**40 Financial instrument**

**Cash flow hedge**

| March 31, 2025                         | Foreign currency   | Nominal value    | Fair value*   | Maturity date          |
|----------------------------------------|--------------------|------------------|---------------|------------------------|
| Buy USD - Sell INR                     | USD 21 million     | ₹ 26,671 Lakhs   | ₹ 2,644 Lakhs | 30-Mar-27              |
| Buy USD - Sell INR                     | USD 21 million     | ₹ 26,680 Lakhs   | ₹ 2,714 Lakhs | 21-May-27              |
| Buy USD - Sell INR                     | USD 58 million     | ₹ 41,088 Lakhs   | ₹ 1,867 Lakhs | 23-Aug-27              |
| Buy USD - Sell INR                     | USD 11.4 million   | ₹ 17,518 Lakhs   | ₹ 2,581 Lakhs | 24-Sep-27              |
| Buy USD - Sell INR                     | USD 88 million     | ₹ 42,679 Lakhs   | ₹ 5,203 Lakhs | 18-Nov-28              |
| Buy EUR - Sell INR                     | EUR 28 million     | ₹ 18,180 Lakhs   | ₹ 1,869 Lakhs | 09-Jan-28              |
| Buy EUR - Sell INR                     | EUR 48 million     | ₹ 38,228 Lakhs   | ₹ 5,907 Lakhs | 30-Jun-28              |
| Buy USD - Sell INR                     | USD 3 million      | ₹ 4,407 Lakhs    | ₹ 76 Lakhs    | 23-Sep-28              |
| Buy USD - Sell INR                     | USD 3.2 million    | ₹ 4,887 Lakhs    | ₹ 89 Lakhs    | 18-Nov-28              |
| Interest Rate Swap - Floating to Fixed | N/A                | ₹ 5,690 Lakhs    | ₹ 92 Lakhs    | 09-Sep-30              |
| Buy USD - Sell INR                     | USD 180.4 million  | ₹ 1,65,892 Lakhs | ₹ 1,181 Lakhs | 02-Apr-25 to 15-Nov-28 |
| Buy USD - Sell INR                     | USD 183.84 million | ₹ 1,69,438 Lakhs | ₹ 1,072 Lakhs | 27-Apr-26 to 30-May-26 |
| Buy USD - Sell INR                     | USD 12.35 million  | ₹ 11,475 Lakhs   | ₹ 383 Lakhs   | 02-Apr-26 to 02-Feb-27 |
| Buy USD - Sell INR                     | USD 9.3 million    | ₹ 8,866 Lakhs    | ₹ 311 Lakhs   | 18-Jun-2029            |
| Buy USD - Sell INR                     | N/A                | ₹ 12,809 Lakhs   | ₹ 177 Lakhs   | 10-Dec-30              |

| March 31, 2024     | Foreign currency  | Nominal value  | Fair value*   | Maturity date          |
|--------------------|-------------------|----------------|---------------|------------------------|
| Buy USD - Sell INR | USD 25 million    | ₹ 30,831 Lakhs | ₹ 299 Lakhs   | 30-Mar-27              |
| Buy USD - Sell INR | USD 21 million    | ₹ 26,680 Lakhs | ₹ 799 Lakhs   | 21-May-27              |
| Buy USD - Sell INR | USD 59 million    | ₹ 41,363 Lakhs | ₹ 1,82 Lakhs  | 23-Aug-27              |
| Buy USD - Sell INR | USD 21.4 million  | ₹ 17,818 Lakhs | ₹ 187 Lakhs   | 24-Sep-27              |
| Buy USD - Sell INR | USD 87.65 million | ₹ 42,242 Lakhs | ₹ 2,848 Lakhs | 18-Aug-25 to 15-Feb-28 |
| Buy USD - Sell INR | USD 38.15 million | ₹ 21,082 Lakhs | ₹ 751 Lakhs   | 31-Jul-28              |

Hedge ratio 1:1

\*Fair value represents loss or gain on closing value of hedging instrument as on the reporting date.





#### 44 Financial risk management objectives and policies

The Group's principal financial liabilities comprise borrowings from banks and debentures. The main purpose of these financial liabilities is to finance the Group's operations and to support its operations. The Group's financial assets include loans and advances, investments and cash and cash equivalents that derive directly from its operations.

The Group is exposed to credit risk, liquidity risk and market risk. The Group's board of directors has an overall responsibility for the establishment and oversight of the Group's risk management framework. The board of directors has established the risk management committee and asset liability committee, which is responsible for developing and monitoring the Group's risk management policies. The committee reports regularly to the board of directors on its activities.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

The Group's risk management committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group.

#### (i) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counter-party to financial instrument fails to meet its contractual obligations and arises principally from the Group's receivables from customers and loans.

The credit risk for cash and cash equivalents, fixed deposits are considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

The Group holds investments in non-convertible debentures (NCDs) and pass-through certificates (PTCs) issued by entities with strong credit profiles and high credit ratings from recognized rating agencies. These instruments are assumed to have low credit risk as the issuers are well-established entities with a consistent track record of financial stability, robust governance practices, and market reputation. The Group continues to monitor the credit risk of these investments on an ongoing basis and will reassess the classification and measurement as necessary.

Other financial assets mainly comprises of security deposits which are given to service centers, receivable from insurance company & brokers in relation to contracts executed and are assumed by the Company for credit risk on a continuous basis.

The carrying amounts of financial assets represent the maximum credit risk exposure.

#### Loans and advances

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each business. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry.

The Board has established a credit policy under which each new customer is analysed individually for creditworthiness before the Group's standard payment and delivery terms and conditions are offered. The Group's review includes external ratings, if they are available, financial statements, credit agency information, industry information etc.

The Group's exposure to credit risk for loans and advances by type of counterparty is as follows. All these exposures are with in India.

| Particulars                     | As at<br>31 March 2026 | As at<br>31 March 2025 |
|---------------------------------|------------------------|------------------------|
| Fixed loans                     | 99,37,981              | 47,33,707              |
| Term loans                      | 1,34,795               | 1,40,538               |
| Repossession loans              | 30,351                 | 13,798                 |
|                                 | <b>1,30,47,127</b>     | <b>48,88,043</b>       |
| Less: Impairment loss allowance | (1,45,194)             | (1,04,597)             |
|                                 | <b>1,29,01,933</b>     | <b>47,83,446</b>       |

An impairment analysis is performed at each reporting date based on the facts and circumstances existing at that date to identify expected losses on account of time value of money and credit risk. For the purpose of this analysis, the loan receivables are categorised into groups based on days past due. Each group is then assessed for impairment using the Expected Credit Loss (ECL) model as per the provisions of Ind AS 109 - Financial Instruments.

#### Staging

As per the provisions of Ind AS 109 general approach all financial instruments are allocated to stage 1 on initial recognition. However, if a significant increase in credit risk is identified at the reporting date compared with the initial recognition, then an instrument is transferred to stage 2. If there is objective evidence of impairment, then the asset is credit impaired and transferred to stage 3.

The Group considers a financial instrument default and therefore Stage 3 (credit-impaired) for ECL calculations in all cases when the borrower becomes 90 days past due on its contractual payments.

For financial assets in stage 1, the impairment calculated based on defaults that are possible in next twelve months, whereas for financial instrument in stage 2 and stage 3 the ECL calculation considers default event for the lifespan of the instrument. It excludes the financial instruments - Investment in PTC and SRA.

As per Ind AS 109, Group assesses whether there is a significant increase in credit risk at the reporting date from the initial recognition. The Group has staged the assets based on the days past due and other market factors which significantly impacts the portfolio.

#### Staging Company

| Days past due status | Stage   | Provision           |
|----------------------|---------|---------------------|
| Current              | Stage 1 | 12 Months Provision |
| 1-30 Days            | Stage 1 | 12 Months Provision |
| 31-90 Days           | Stage 2 | Lifetime Provision  |
| 90+ Days             | Stage 3 | Lifetime Provision  |





**Subsidiary Group**

| Days past due status | Stage   | Provision           |
|----------------------|---------|---------------------|
| Current              | Stage 1 | 12 Months Provision |
| 1-30 Days            | Stage 1 | 12 Months Provision |
| 31-60 Days           | Stage 2 | Lifetime Provision  |
| 61-90 Days           | Stage 2 | Lifetime Provision  |
| 91+ Days             | Stage 3 | Lifetime Provision  |

**44 Financial risk management objectives and policies**

**Grouping**

As per Ind AS 109, Group is required to group the portfolio based on the shared risk characteristics. Group has assessed the risk and its impact on the various portfolio and has divided the portfolio into following groups:

- Commercial vehicle loans (ECV, LCV, MCV, MLV, Buses)
- Heavy commercial vehicles
- Small commercial vehicles
- Two wheeler loans
- Tipper
- Tractor
- Car
- Construction equipments
- Three wheeler loans
- Housing Loans
- Loans against property
- Term Loans
- Unsecured Loans

**Expected credit loss ("ECL"):**

ECL on financial assets is an unbiased probability weighted amount based on all possible outcomes after considering risk of credit loss over its probability is low. ECL is calculated based on the following components:

- a. Marginal probability of default ("MPD")
- b. Loss given default ("LGD")
- c. Exposure at default ("EAD")
- d. Discount factor ("DF")

**Probability of default**

PD is defined as the probability of whether borrowers will default on their obligation in the future. Historical PD is derived from the interest data which is calibrated with forward looking macroeconomic factors.

For computation of probability of default ("PD"), Through the Cycle (TTC), PD was calculated based on average of Observed Default Rates (ODR) using transition matrix approach. This is based on the delinquency status of accounts tracked at a time horizon of one year, the yearly migration of borrowers in each DPD bucket to default (NPA or greater than 90 DPD). The model rolls this behavior forward until all receivables are either paid or written off or closed. The output of the model is the probability of an account in each state rolling to Closure stated as a %.

The transition matrix was calculated for each financial year and TTC PD was calculated as average of ODR. The PDs for each bucket was calibrated to form an exponential PD curve.

As per Vasiolek model, given long term PD and current macroeconomic conditions, conditional PD corresponding to current macroeconomic condition is estimated.

The probability of default was calculated for 3 scenarios: upside (100%), downside (100%) and base (100%). This weighting has been decided on best practices and expert judgment. Marginal conditional probability was calculated for all 3 possible scenarios and second conditional PD was arrived as conditional weighted probability. Macroeconomic variables have been selected for all portfolio based on the business and statistical significance of such correlation with the respective portfolio. The forecasted values of macroeconomic variables were used as an input to generate base set of macroeconomic forecasts based on the Vasiolek methodology.

**LGD:**

LGD is an estimate of the loss from a transaction given that a default occurs. Under Ind AS 109, lifetime LGDs are defined as a collection of LGDs estimates applicable to different time periods. Various approaches are available to compute the LGD. The Group has considered the various LGD approach by considering historical losses and recoveries. The following steps are performed to calculate the LGD:

- 1) Analysis of historical trends impacted accounts at cohort level.
- 2) The computation consists of five components, which are:
  - a) Outstanding balance (POS)
  - b) Recovery amount (discounted yearly) by initial contractual rate.
  - c) Expected recovery amount (for incomplete recoveries), discounted to reporting date using initial contractual rate
  - d) Collateral (security) element
  - e) Total losses cases

The formula for the computation is as below:

$$\% \text{ Recovery rate} = (\text{discounted recovery amount} + \text{security amount} + \text{discounted estimated recovery}) / (\text{total POS})$$

$$\% \text{ LGD} = 1 - \text{recovery rate}$$





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**EAD:**

As per Ind AS 109, EAD is estimation of the extent to which the financial entity may be exposed to counterparty in the event of default and at the time of counterparty's default, the Group has modified EAD based on the contractual and behavioural cash flows till the lifetime of the loans.

The Group has considered expected cash flows for all the loans at DPD bucket level for each of the segments, which was used for computation of ECL. Moreover, the EAD comprised of principal component and accrued interest for the outstanding exposure. So discounting was done for computation of expected credit loss.

**Discounting:**

As per Ind AS 109, ECL is computed by estimating the timing of the expected credit shortfalls associated with the defaults and discounting them using effective interest rate.

**ECL computation:**

Conditional ECL at DPD pool level was computed with the following method:

Conditional ECL for year (y) = EAD (y) \* conditional PD (y) \* LGD (y) \* discount factor (y)

The calculation is based on provision matrix which considers annual historical data adjusted appropriately for the future expectations and probabilities. Proportion of expected credit loss provided for across the stage is summarized below:

| Stage                                       | Provision           | As at 31 March 2024 | As at 31 March 2025 |
|---------------------------------------------|---------------------|---------------------|---------------------|
| Stage 1                                     | 12 month provision  | 0.24%               | 0.39%               |
| Stage 2                                     | Life time provision | 3.25%               | 2.89%               |
| Stage 3                                     | Life time provision | 42.24%              | 42.49%              |
| Amount of expected credit loss provided for |                     | 1,46,188            | 1,84,897            |

The loss rates are based on actual credit loss experience over past years. These loss rates are also adjusted appropriately to reflect differences between current and historical economic conditions and the Group's view of economic conditions over the expected time of the loan receivables. Movement in provision of expected credit loss has been provided in below note.

**44. Financial risk management objectives and policies**

Analysis of changes in the gross carrying amount and the corresponding ECL allowances:

| Particulars                           | As at 31 March 2024 |            |          |            | As at 31 March 2025 |            |          |             |
|---------------------------------------|---------------------|------------|----------|------------|---------------------|------------|----------|-------------|
|                                       | Stage 1             | Stage 2    | Stage 3  | Total      | Stage 1             | Stage 2    | Stage 3  | Total       |
| Gross carrying amount opening balance | 42,63,388           | 4,58,454   | 1,71,258 | 48,93,100  | 34,51,338           | 3,51,753   | 1,55,283 | 39,38,374   |
| Assets derecognised or repaid         | (1,57,980)          | (2,06,895) | (90,154) | (3,54,929) | (12,62,986)         | (1,38,254) | (43,216) | (14,44,456) |
| Transfers from Stage 1 **             | (5,28,634)          | 2,58,424   | 46,372   | (2,23,838) | (4,91,798)          | 2,72,763   | 32,345   | (1,86,690)  |
| Transfers from Stage 2 **             | 1,13,245            | (1,47,563) | 29,498   | (4,729)    | 89,488              | (1,27,344) | 21,288   | (39,588)    |
| Transfers from Stage 3 **             | 4,447               | 2,373      | (4,316)  | 2,584      | 8,559               | 957        | (8,254)  | 1,262       |
| New assets originated*                | 83,34,573           | 1,78,826   | 29,874   | 85,43,273  | 24,06,859           | 1,18,682   | 6,817    | 25,32,358   |
| Gross carrying amount closing balance | 53,01,977           | 5,46,418   | 1,03,599 | 59,51,994  | 42,63,388           | 4,58,454   | 1,55,283 | 48,77,125   |

\* New assets originated are those assets which have originated during the current year and outstanding as at the balance sheet date.

\*\* Represents the balance outstanding as at beginning of the year, net of repayments made during the year, if any. The repayments are forming part of "Assets derecognised or repaid".

Reconciliation of ECL balance is given below:

| Particulars                                                  | As at 31 March 2024 |         |          |          | As at 31 March 2025 |         |         |          |
|--------------------------------------------------------------|---------------------|---------|----------|----------|---------------------|---------|---------|----------|
|                                                              | Stage 1             | Stage 2 | Stage 3  | Total    | Stage 1             | Stage 2 | Stage 3 | Total    |
| ECL allowance - opening balance                              | 15,986              | 16,109  | 72,363   | 1,04,458 | 16,418              | 16,167  | 38,419  | 70,604   |
| Assets derecognised or repaid (including write offs)         | (1,983)             | (2,376) | (11,857) | (15,216) | (883)               | (1,649) | (8,212) | (10,742) |
| Transfers from Stage 1                                       | (3,484)             | 6,851   | 16,344   | 13,711   | (2,253)             | 2,144   | 2,142   | 1,033    |
| Transfers from Stage 2                                       | (1,391)             | 2,384   | 3,361    | 4,354    | (1,965)             | 2,972   | 3,972   | 4,979    |
| Transfers from Stage 3                                       | (538)               | (1,167) | 5,862    | 4,157    | 41                  | (1,379) | 6,451   | 5,113    |
| New assets originated and incremental change during the year | (6,183)             | (5,080) | (13,823) | (25,086) | 7,429               | 1,141   | 8,590   | 17,160   |
| Closing provision of ECL                                     | 21,657              | 27,121  | 96,212   | 1,44,990 | 18,699              | 16,355  | 75,942  | 1,11,096 |

**Collateral and other credit enhancements**

The amount and type of collateral required depends on an assessment of the credit risk of the counterparty. Guidelines are in place covering the acceptability and valuation of each type of collateral. The main types of collateral obtained are, vehicles, loan portfolio and mortgaged properties based on the nature of loans. Management requires the market value of collateral and will request additional collateral in accordance with the underlying agreements. The Group advances loan to maximum extent of 70% of the value of the mortgaged properties and 100% in case of vehicles respectively.

The Group also physically replaces commercial vehicles for the economy of loans. These vehicles are also disclosed in loan to customers as both replacement events are disposed.

**Exposure to credit risk**

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure is the total of the carrying amount of the financial assets.





#### Incorporation of forward-looking statements in ECL model

The Group considers a broad range of forward-looking information with reference to external forecasts of economic parameters such as GDP growth, Government Expenditure etc., as considered relevant so as to determine the impact of macro-economic factors on the Group's ECL estimates.

The inputs and models used for calculating ECLs are recalibrated periodically through the use of available incremental and recent information. Further, internal estimates of PD, LGD ratio used in the ECL model may not always capture all the characteristics of the market / economic environment as at the date of the financial statements. To reflect this, qualitative adjustments or overlays are made as temporary adjustments to reflect the emerging risks reasonably.

Time series macroeconomic data was sourced from economist intelligence unit (EIU) which is a reliable source for historical economic data. Correlation with macro-economic variables was calculated in order to see which variables are statistically good with the portfolio. From the initial set of variables chosen for the correlation assessment, the variables were selected based on their absolute correlation values with the default rate of the respective segment. For periods where forecast was not available from EIU, mean reversion technique was used to forecast the macroeconomic variables for the residual maturity of loans. Business intuition based on experience from the past is also considered for the selection of macro-economic variables (MEVs).

The Group has considered macro economic factors such as Gross Domestic Product and Industrial Production for calculation of Probability of Default (PD) all the financial year 2023-24. During the current year and previous year, the following macro economic variables has been considered.

| Segment                         | Macro-Economic Variables correlated for each segment |                                        |                                               |                                               |
|---------------------------------|------------------------------------------------------|----------------------------------------|-----------------------------------------------|-----------------------------------------------|
| Three Wheelers                  | Average real wages (% change pa)                     | Nominal GDP (US\$)                     | Consumer expenditure: Total (US\$)            | Gross personal income (US\$)                  |
| Small Commercial Vehicle        | Real personal disposable income (% change pa)        | Real GDP (% change pa)                 | Industrial production (% change pa)           | Private consumption (real % change pa)        |
| Two Wheeler                     | Effective interest rate (%)                          | Petroleum production (b/d)             | Gross personal income (US\$)                  | Real personal disposable income (% change pa) |
| Heavy Commercial Vehicle        | Average real wages (% change pa)                     | Consumer expenditure: Total (US\$)     | Real GDP (% change pa)                        | Nominal GDP (US\$)                            |
| Intermediate Commercial Vehicle | Real GDP (% change pa)                               | Private consumption (real % change pa) | Real personal disposable income (% change pa) | Industrial production (% change pa)           |
| Light Commercial Vehicle        | Real GDP (% change pa)                               | Private consumption (real % change pa) | Real personal disposable income (% change pa) | Industrial production (% change pa)           |
| Medium Commercial Vehicle       | Real GDP (% change pa)                               | Private consumption (real % change pa) | Real personal disposable income (% change pa) | Industrial production (% change pa)           |
| Multi Utility Vehicle           | Real GDP (% change pa)                               | Private consumption (real % change pa) | Real personal disposable income (% change pa) | Industrial production (% change pa)           |
| Bus                             | Real GDP (% change pa)                               | Private consumption (real % change pa) | Real personal disposable income (% change pa) | Industrial production (% change pa)           |
| Construction Equipments         | Private consumption (real % change pa)               | Industrial production (% change pa)    | Real GDP (% change pa)                        | Real personal disposable income (% change pa) |
| Tractor                         | Real GDP (% change pa)                               | Average real wages (% change pa)       | Employment growth (% pa)                      | Industrial production (% change pa)           |
| Farm Equipment & Tractor        | Petroleum production (b/d)                           | Effective interest rate (%)            | Gross personal income (US\$)                  | Nominal GDP (US\$)                            |
| Car                             | Employment growth (% pa)                             | Domestic demand (% of GDP)             | Real GDP (% change pa)                        | Average real wages (% change pa)              |
| Loan Against Property (LAP)     | Effective interest rate (%)                          | Petroleum production (b/d)             | Gross personal income (US\$)                  | Nominal GDP (US\$)                            |
| Unsecured loans                 | GDP (% real change pa)                               | Consumer prices (% change pa)          | Policy interest rate (%)                      | Real private consumption                      |

Since the Group has used Real GDP as a predominant macro-economic variable the sensitivity around the same is given below:

| Year ended     | Increase/ (Decrease) | Impact on ECL Increase/ (Decrease) Real GDP |
|----------------|----------------------|---------------------------------------------|
| March 31, 2026 | Decrease by 5%       | 781.08                                      |
| March 31, 2026 | Increase by 5%       | 712.49                                      |

#### (ii) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting its obligations associated with its financial liabilities. The Group's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due.

The Group is monitoring its liquidity risk by estimating the future inflows and outflows during the start of the year and planned accordingly the funding requirement. The Group manages its liquidity by utilised cash credit facility, term loans and direct assignment and market instruments.

The composition of the Group's liability mix assures healthy asset liability maturity pattern and well-diverse resource mix.

The total cash credit along with overdraft limit available to the Group is INR 3,61,500 lakhs spread across 12 banks. The utilization level is maintained in such a way that ensures sufficient liquidity on hand.

The Group's portfolio is loans which qualifies as Priority Sector Lending. The Group has also made sales through direct assignment route (off book) approximately 10% to 25% of assets under management. This further strengthens the liability management.

The table below summarizes the maturity profile of the Group's financial liabilities based on contractual undiscounted payments along with its carrying value as at the balance sheet date.

| As at 31 March 2026                                      | Contractual cash flows |           |           |           |                   |
|----------------------------------------------------------|------------------------|-----------|-----------|-----------|-------------------|
|                                                          | Carrying amount        | 0-1 year  | 1-3 years | 3-5 years | More than 5 years |
| <b>Financial liabilities</b>                             |                        |           |           |           |                   |
| Trade Payables                                           | -                      | -         | -         | -         | -                 |
| Borrowings (other than debt securities)                  | 6,271                  | 6,271     | -         | -         | -                 |
| Debt Securities                                          | 31,84,449              | 17,59,407 | 27,77,846 | 10,44,474 | 3,21,173          |
| Subordinated liabilities                                 | 3,40,070               | 1,10,517  | 80,878    | 80,998    | -                 |
| Derivative financial instruments                         | 4,76,324               | 71,815    | 79,031    | 1,78,254  | 4,63,499          |
| Lease liability                                          | -                      | -         | -         | -         | -                 |
| Other financial liabilities (other than lease liability) | 8,960                  | 2,207     | 3,881     | 2,070     | 802               |
| <b>Total</b>                                             | 1,19,166               | 1,02,137  | 11,879    | 4,997     | 204               |
| <b>Financial assets</b>                                  |                        |           |           |           |                   |
| Cash and Cash Equivalents                                | 68,35,240              | 10,54,554 | 29,53,515 | 13,10,783 | 7,65,679          |
| Bank balances other than cash and cash equivalents       | 3,72,564               | 3,72,564  | -         | -         | -                 |
| Loans                                                    | 3,39,283               | 2,39,283  | -         | -         | -                 |
| Investments                                              | 39,39,261              | 46,66,364 | 16,63,158 | 8,46,033  | 17,18,241         |
| Derivative financial instruments                         | 2,06,181               | 2,18,305  | 34,490    | 7,952     | 19,070            |
| Other financial assets                                   | 43,645                 | 43,645    | 25,376    | 92        | 7,451             |
| <b>Total</b>                                             | 1,33,761               | 24,62,135 | 17,73,495 | 4,78,657  | 1,61,808          |





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INR in Lakhs

| As at 31 March 2026                                | Contractual cash flows |                  |                  |                 |                   |
|----------------------------------------------------|------------------------|------------------|------------------|-----------------|-------------------|
|                                                    | Carrying amount        | 0-1 year         | 1-2 years        | 2-5 years       | More than 5 years |
| <b>Financial liabilities</b>                       |                        |                  |                  |                 |                   |
| Trade Payables                                     | 8,528                  | 8,528            | -                | -               | -                 |
| Borrowings (after due date securities)             | 41,29,827              | 14,62,935        | 22,49,418        | 8,91,348        | 3,90,937          |
| Debt Securities                                    | 1,26,240               | 16,455           | 1,14,584         | 19,372          | -                 |
| Subordinated liabilities                           | 3,23,288               | 3,893            | 32,508           | 51,606          | 2,38,797          |
| Derivative financial instruments                   | 2,848                  | 2,789            | 79               | -               | -                 |
| Lease liability                                    | 1,728                  | 1,901            | 2,788            | 1,452           | 858               |
| Other financial liabilities                        | 86,113                 | 73,109           | 9,265            | 3,714           | 1,801             |
| <b>Total</b>                                       | <b>46,87,899</b>       | <b>15,64,745</b> | <b>24,68,712</b> | <b>8,65,899</b> | <b>6,76,896</b>   |
| <b>Financial assets</b>                            |                        |                  |                  |                 |                   |
| Cash and Cash Equivalents                          | 3,18,244               | 3,18,244         | -                | -               | -                 |
| Bank balances other than cash and cash equivalents | 90,816                 | 98,016           | -                | -               | -                 |
| Loans                                              | 47,85,428              | 13,58,180        | 14,96,817        | 8,41,843        | 13,91,881         |
| Investments                                        | 2,26,881               | 2,38,779         | 43,898           | -               | 33,281            |
| Derivative financial instruments                   | 891                    | 891              | -                | -               | -                 |
| Other financial assets                             | 93,852                 | 76,867           | 26,879           | 14,316          | 10,379            |
| <b>Total</b>                                       | <b>55,74,344</b>       | <b>19,88,617</b> | <b>16,68,406</b> | <b>8,56,177</b> | <b>14,84,781</b>  |

**99) Market risk**

Market risk is the risk that the fair value of financial instrument will fluctuate because of changes in market prices. Market risk includes interest rate risk and foreign currency risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

**100) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates arises primarily from the Group's investment in bank deposits and variable interest rate lending (as applicable). Whenever there is a change in borrowing interest rate for the Group, necessary change is reflected in the lending interest rates over the period in order to mitigate the risk of change in interest rates of borrowings.

**Fair value sensitivity analysis for floating-rate instruments**

Loans awarded by the Group are fixed and floating rate loans.

The sensitivity analysis has been carried out based on the exposure to interest rate for bank deposits, lending and borrowings carried at variable rate.

| Particulars                       | Year ended 31 March 2026 |          | Year ended 31 March 2025 |          |
|-----------------------------------|--------------------------|----------|--------------------------|----------|
|                                   | Increase                 | Decrease | Increase                 | Decrease |
| Change in interest rates (25 bps) |                          |          |                          |          |
| Impact on profit for the year*    | (10,399)                 | 80,399   | (4,227)                  | 4,227    |

\*The impact to the equity is as much as that of impact to the profit.





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INR in Lakhs

**45 Unhedged foreign currency exposure:**

The Company has a process and procedure for managing currency induced credit risk. The Company enters into cross currency swaps, Coupon only swaps and forward contracts to mitigate interest rate risk on its borrowings, as hedging instruments. The Company undertakes such transactions for hedging its balance sheet. The total borrowing covered under hedged exposure is Rs.5,54,197 lakhs and unhedged exposure to borrowing is Nil as on 31 March 2026.

**46 There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.**

**47 The Audit Committee and Board of Directors of Hinduja Leyland Finance Limited (HLF) and NDV Ventures Limited (NDV), at their respective meetings held on 25 November 2025, approved a Scheme of Merger by Absorption under Sections 230 to 252 of the Companies Act, 2013, for the merger of Hinduja Leyland Finance Limited with NDV Ventures Limited.**

The Audit Committee and Board of Directors of HLF and NDV also approved share exchange ratio of 25 equity shares of NDV for every 10 equity shares of HLF. The Board also approved the conversion of each NCD of Hinduja Leyland Finance Limited into one equivalent NCD of NDV Ventures Limited on similar terms and conditions.

During FY 2025-26, the Scheme received the no-objection certificate from the Reserve Bank of India and approval from the Competition Commission of India. The BSE Limited vide letter dated May 18, 2026 has conveyed its "No-objection / No Adverse Observation letter", for the proposed scheme. The Scheme will be filed with the National Company Law Tribunal, Mumbai for final approval.

**48 The Group has registered all the charges with ROC within the statutory period.**

The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**49 The Group holds immovable property as on 31 March 2026 and 31 March 2025. All the title deeds for the immovable property are in the name of the Group and all the leases agreements are duly executed in favour of the Group for properties where the Group is the lessee.**

The Group is not a declared wilful defaulter by any bank or financial institution or other lender, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India, during the years ended 31 March 2026 and 31 March 2025.

**50 The Group does not have any transactions with the companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956 during the years ended 31 March 2026 and 31 March 2025.**

**51 No proceedings have been initiated or pending against the Group for holding any benami property under the Benami Transactions (prohibition) Act 1988 and rules made thereunder, as at 31 March 2026 and 31 March 2025.**

The Group has sanctioned facilities from banks on the basis of security of current assets. The monthly returns filed by the Group with such banks are in agreement with the unaudited books of accounts of the Company.

The Group does not have any investment property and hence its related disclosure is not applicable.

As per the Company's accounting policy, Property, Plant and Equipment (including Right of Use Assets) and intangible assets are carried at historical cost less accumulated depreciation and impairment, if any; hence the revaluation related disclosures required as per Additional Regulatory Information of Schedule III (revised) to the Companies Act, is not applicable.

**52 Reporting under rule 11(e) and 11(f) of Companies (Audit and Auditors) Rules, 2014**

As a part of normal lending business, the Group grants loans and advances on the basis of security / guarantee provided by the borrower/ co-borrower. These transactions are conducted after exercising proper due diligence.

a. No funds have been advanced or loaned or invested by the Group to or in any other person(s) or entity(ies) including foreign entities ("Intermediaries") with the understanding that the Intermediary shall lend or invest in a party identified by or on behalf of the Group (Ultimate Beneficiaries);

b. No funds have been received by the Group from any party(s) (Funding Party) with the understanding that the Group shall whether, directly or indirectly, lend or invest in other persons or entities identified by or on behalf of the Group ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**53 The companies in the group have used an accounting software(s) for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded without tampering in the software. Additionally, the audit trail has been reserved by the group as per the statutory requirements for record retention.**





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INR In Lakhs

54 Share of individual companies in the consolidated net assets and consolidated profit or loss

a) Share in net assets i.e. total assets minus total liabilities as a % of consolidated net assets

| Particulars                           | As at 31 March 2026 |                  | As at 31 March 2025 |                 |
|---------------------------------------|---------------------|------------------|---------------------|-----------------|
|                                       | %                   | Amount           | %                   | Amount          |
| <b>Parent</b>                         |                     |                  |                     |                 |
| Hinduja Leyland Finance Limited       | 77.37%              | 8,12,729         | 77.88%              | 6,77,124        |
| <b>Subsidiary</b>                     |                     |                  |                     |                 |
| Hinduja Housing Finance Limited       | 22.33%              | 2,34,571         | 21.81%              | 1,89,671        |
| <b>Subsidiary</b>                     |                     |                  |                     |                 |
| Gaadi Mandi Digital Platforms Limited | 0.00%               | 9                | 0.00%               | 11              |
| <b>Associate</b>                      |                     |                  |                     |                 |
| HLF Services Limited                  | 0.12%               | 1,268            | 0.11%               | 946             |
| <b>Joint venture</b>                  |                     |                  |                     |                 |
| Gro Digital Platforms Limited         | 0.18%               | 1,906            | 0.20%               | 1,735           |
| <b>Total</b>                          | <b>100%</b>         | <b>10,50,483</b> | <b>100%</b>         | <b>8,69,487</b> |

b) Share in profit or loss as a % of consolidated net profit

| Particulars                           | As at 31 March 2026 |               | As at 31 March 2025 |               |
|---------------------------------------|---------------------|---------------|---------------------|---------------|
|                                       | %                   | Amount        | %                   | Amount        |
| <b>Parent</b>                         |                     |               |                     |               |
| Hinduja Leyland Finance Limited       | 56.33%              | 49,076        | 52.76%              | 40,824        |
| <b>Subsidiary</b>                     |                     |               |                     |               |
| Hinduja Housing Finance Limited       | 44.38%              | 38,663        | 48.04%              | 37,174        |
| <b>Subsidiary</b>                     |                     |               |                     |               |
| Gaadi Mandi Digital Platforms Limited | 0.00%               | (2)           | 0.00%               | -1            |
| <b>Associate</b>                      |                     |               |                     |               |
| HLF Services Limited                  | 0.26%               | 224           | 0.18%               | 141           |
| <b>Joint venture</b>                  |                     |               |                     |               |
| Gro Digital Platforms Limited         | -0.97%              | (848)         | -0.98%              | (759)         |
| <b>Total</b>                          | <b>100%</b>         | <b>87,113</b> | <b>100%</b>         | <b>77,380</b> |

c) Share in Other comprehensive income as a % of consolidated other comprehensive income

| Particulars                           | As at 31 March 2026 |               | As at 31 March 2025 |               |
|---------------------------------------|---------------------|---------------|---------------------|---------------|
|                                       | %                   | Amount        | %                   | Amount        |
| <b>Parent</b>                         |                     |               |                     |               |
| Hinduja Leyland Finance Limited       | 93.21%              | 87,167        | 106.01%             | 96,310        |
| <b>Subsidiary</b>                     |                     |               |                     |               |
| Hinduja Housing Finance Limited       | 6.67%               | 6,237         | -6.02%              | (5,469)       |
| <b>Subsidiary</b>                     |                     |               |                     |               |
| Gaadi Mandi Digital Platforms Limited | 0.00%               | -             | 0.00%               | -             |
| <b>Associate</b>                      |                     |               |                     |               |
| HLF Services Limited                  | 0.10%               | 97            | 0.01%               | 9             |
| <b>Joint venture</b>                  |                     |               |                     |               |
| Gro Digital Platforms Limited         | 0.02%               | 19            | 0.00%               | 2.00          |
| <b>Total</b>                          | <b>100%</b>         | <b>93,520</b> | <b>100%</b>         | <b>90,852</b> |

d) Share in Total comprehensive income as a % of consolidated total comprehensive income

| Particulars                           | As at 31 March 2026 |                 | As at 31 March 2025 |                 |
|---------------------------------------|---------------------|-----------------|---------------------|-----------------|
|                                       | %                   | Amount          | %                   | Amount          |
| <b>Parent</b>                         |                     |                 |                     |                 |
| Hinduja Leyland Finance Limited       | 75.42%              | 1,36,244        | 81.52%              | 1,37,134        |
| <b>Subsidiary</b>                     |                     |                 |                     |                 |
| Hinduja Housing Finance Limited       | 24.86%              | 44,900          | 18.84%              | 31,704          |
| <b>Subsidiary</b>                     |                     |                 |                     |                 |
| Gaadi Mandi Digital Platforms Limited | 0.00%               | (2)             | 0.00%               | (1)             |
| <b>Associate</b>                      |                     |                 |                     |                 |
| HLF Services Limited                  | 0.18%               | 321             | 0.09%               | 150             |
| <b>Joint venture</b>                  |                     |                 |                     |                 |
| Gro Digital Platforms Limited         | -0.46%              | (829)           | -0.45%              | (755)           |
| <b>Total</b>                          | <b>100%</b>         | <b>1,80,633</b> | <b>100%</b>         | <b>1,68,232</b> |





# HINDUJA LEYLAND FINANCE LIMITED

Notes to consolidated financial statements for the year ended 31 March 2026

## 55 Subsequent events

There are no significant subsequent events that have occurred after the reporting period till the date of these consolidated financial statements which either requires disclosures or adjustment to carrying value of asset and liability as at balance sheet date.

## 56 Previous year figures

Previous year figures have been restated / regrouped / re-classified wherever necessary in line with the consolidated financial statements for the year ended 31 March 2026. The impact of restatements / regroupings / reclassification are not material to consolidated financial statements.

As per our report of even date

For ASA & Associates LLP

Chartered Accountants

Firm Registration No: 009531/01/200006

  
G N Ramaswami  
Partner  
Membership No: 202363

For R. Subramanian and Company LLP

Chartered Accountants

Firm Registration No: 0041378 / S200041

  
R Kumarasubramanian  
Partner  
Membership No: 021888

Place : Chennai

Date : 20 May 2026

For and on behalf of the Board of Directors of

Hinduja Leyland Finance Limited

CIN : U65993MH2008PLC384221

  
Dhruvraj G Hinduja  
Chairman  
DIN No : 00133410

  
Sachin Pillai  
Managing Director & CEO  
DIN No : 06400793

  
Vikas Jain  
Chief Financial Officer

  
R Srividhya  
Company Secretary  
Membership No: A22261

