



## DEPOSIT SCHEMES

**RATED t AA + (Ind) (FD) (HIGH CREDIT QUALITY) by FITCH Ratings India Private Limited**

<b>SCHEME I : FIXED DEPOSITS</b>						
(In multiples of Rs.1000/- subject to a minimum of Rs.5000/- for FRESH Deposits)						
Period	Rate of Interest p.a.			Rate of interest p.a. [For Senior Citizens (age of 60 & above) & for Deposit amount of Rs.50,000/- & above]		
	Monthly	Quarterly	Yearly	Monthly	Quarterly	Yearly
1 year	<b>6.50%</b>	6.54%	6.70%	<b>7.50%</b>	7.55%	7.76%
18 Months	<b>7.00%</b>	7.04%	7.23%	<b>8.00%</b>	8.05%	8.30%
2 years	<b>7.50%</b>	7.55%	7.76%	<b>8.50%</b>	8.56%	8.84%
3,4 & 5 years	<b>8.00%</b>	8.05%	8.30%	<b>9.00%</b>	9.07%	9.38%

- Interest will be paid monthly, once in two months, quarterly, half-yearly and annually on a monthly compounded basis.
- No tax will be deducted at source on interest payments upto Rs.5,000/- per financial year viz. Fixed Deposits upto Rs.64,000/- for 1 Yr, Rs.60,000/- for 18 Months, Rs.56,000/- for two years, 53,000/- for 3 years and above.
- On Single Deposits of Rs.50,000/- and above Depositors will be eligible for monthly interest at their option.
- On Single deposits of Rs.25,000/- and above placed for 36 months and above will be eligible for monthly interest at their option.
- Interest will be remitted only through Electronic Credit Clearing for the depositors residing at , Ahmedabad, Bangalore, Chennai, Coimbatore, Hyderabad, Mumbai, and New Delhi .
- Premature withdrawal subject to RBI Directions.
- Loan Facility up to 75% of the deposit subject to RBI directions.
- Post dated interest warrants are issued on SBI payable at par at selected branches except for the depositors residing at Ahmedabad, Bangalore, Chennai, Coimbatore, Hyderabad, Mumbai and New Delhi.

<b>SCHEME II : CASH CERTIFICATE/CUMULATIVE DEPOSIT</b>						
(Renewal of Deposits can be done for the full maturity amount payable to the depositor)						
Minimum Deposit Rs.5,000/-	1 year	18 months	2 years	3 years	4 years	5 years
<b>Rate of Interest p.a.</b>	<b>6.50%</b>	<b>7.00%</b>	<b>7.50%</b>	<b>8.00%</b>	<b>8.00%</b>	<b>8.00%</b>
Yield	6.70%	7.36%	8.06%	9.01%	9.39%	9.80%
For Senior Citizens (age 60 & above) & for Deposit amount of Rs.50,000/- & above						
<b>Rate of Interest p.a.</b>	<b>7.50%</b>	<b>8.00%</b>	<b>8.50%</b>	<b>9.00%</b>	<b>9.00%</b>	<b>9.00%</b>
Yield	7.76%	8.47%	9.23%	10.29%	10.79%	11.31%

- No tax will be deducted at source on interest payments up to Rs.5,000/- on Cash Certificates per financial year ;

**For Senior Citizens**

Rs.64,000/- for 1 year	Rs.44,000/- for 3 years
Rs.57,000/- for 18 months	Rs.40,000/- for 4 years
Rs.51,000/- for 2 years	Rs.37,000/- for 5 years

- Outstation depositors may remit the deposit amount less bank charges by demand drafts/cheques payable at Ahmedabad, Bangalore, Baroda, Coimbatore, Chennai, Ernakulam, Hyderabad, Kolkatta, Madurai, Mangalore, Mumbai, New Delhi, Pondicherry, Pune, Salem, Tirunelveli and Trichy.
- Repayment of outstation deposits other than Ahmedabad, Bangalore, Chennai, Hyderabad, Kolkatta, Mumbai, New Delhi, Pune, Trivandrum and Visakapatnam will be made by demand draft.



### FIRST LEASING COMPANY OF INDIA LIMITED (Since 1973)

Regd. Office No.749, Anna Salai, Chennai - 600 002. Fax : 28523257 / 28522757

Phone : 28520705, 30220705 Ph: Fixed Deposit Department 28526303

Please visit us at : [www.firstleasingindia.com](http://www.firstleasingindia.com); e-mail: [flcindia@vsnl.net](mailto:flcindia@vsnl.net); [flci@dishnetdsl.net](mailto:flci@dishnetdsl.net); [fd@flcindia.com](mailto:fd@flcindia.com)

## TERMS AND CONDITIONS FOR ACCEPTANCE OF DEPOSITS

### 1. Interest

Interest will be calculated from the date of realisation of the cheque / draft/receipt of cash. Interest warrants will be issued on SBI " payable at par" at selected branches.

Demand drafts shall be issued at the request of the depositor wherever branches of SBI are not available.

**Monthly Payment** : Interest is payable monthly (first of every month)

**Once in two months** : Interest will be paid on 1st June, 1st August, 1st October 1st December, 1st February and 31st March.

**Quarterly Payment** : Interest will be paid on 1st July, 1st October, 1st January and 31st March.

**Half Yearly Payment** : Interest will be paid on 1st October and 31st March.

**Annual Payment** : Interest will be paid on 31st of March.

The first month/once in two months/quarterly interest will be for the proportionate period i.e. from the date of realisation of cheque/DD till the end of the month/once in two months/quarter. Deposits received after the 10th of the month immediately preceding the month/once in two months/quarter in which the interest is payable will receive interest only in the following month/once in two months/quarter.

#### Payment of Interest

Interest will be remitted only through Electronic Credit Clearing for the depositors residing at Ahmedabad, Bangalore, Chennai, Coimbatore, Hyderabad, Mumbai, and New Delhi and post dated interest warrants will be issued for the other places for each financial year in advance..

### 2. Tax deduction at source :

Income-tax as per the provisions of the Finance Act in force will be deducted at source where the aggregate amount of interest paid or payable during a financial year exceeds Rs.5,000/- unless a declaration in the prescribed form under the Income Tax Act 1961, is furnished to the Company. The aforesaid form should be furnished atleast 30 days in advance in respect of each financial year (i.e. for the period 1st April to 31st March of the succeeding year). The company will issue Certificates in the prescribed form specifying the amount of tax deduction at source on accrued / paid interest.

### 3. Joint deposits

- ii) Fixed Deposits may be made in joint names not exceeding three.
- iii) All correspondence will be addressed to the person whose name appears first on the application form and any discharge given by such person for payment of interest or repayment of principal amount will be valid and binding on all joint Depositors.
- iiii) All cheques, warrants for interest payment and repayment of deposits will be issued in favour of the first named depositor.
- v) Nomination facility is available. Nomination form can be obtained from our Offices.

### 4. Transmission of Deposit

- i) In the event of death of the first named depositor, the repayment of Deposit and the payment of interest will be made to the person first in the order of survivor(s) on the production of the death certificate without reference to the heirs and/or legal representative(s) of the deceased.
- ii) In the event of death of the sole depositor, the Deposit amount, together with the interest due thereon, will be paid to the legal representatives of the deceased on production of proper Legal Representation such as Probate of the Will, Succession Certificate or Letter of Administration granted by a Court of competent jurisdiction, provided that the Company may in its absolute discretion dispense with the production of such legal representation upon such terms and conditions as it may consider adequate.
- iii) The Company reserves the right to effect premature repayment of deposits on the death of the depositor subject to RBI Guidelines. In the event of death of the depositor, the deposit shall be repaid prematurely to the surviving depositor(s), in the case of joint holding with survivor clause or his legal heir(s) with interest at the contracted rate up to the date of repayment.

### 5. Deposit Receipt

- i) Deposit Receipts are neither transferable nor negotiable and the Company will not recognise any lien or assignment of the deposit or interest thereon.
- ii) Interest will cease from the due date of the deposit if withdrawal is made after the maturity date or if the deposit is not renewed on or before the date of maturity.
- iii) In the event of loss, destruction or mutilation of Deposit Receipt, the Company may at its discretion issue a duplicate Receipt, subject to compliance by the depositor on such terms and conditions included in the form prescribed by the Company. All expenses in this connection will have to be borne by the depositor.

### 6. Loan

Loan against deposits subject to Reserve Bank of India Directions will be permitted upto 75% of the deposit amount carrying interest @ 2% above the interest payable on such deposit provided the deposit has run for a minimum period of 3 months. The outstanding loan together with interest shall be settled/adjusted automatically on maturity of the deposit.

The Deposit Receipt should be surrendered to the Company duly discharged by all the depositors, along with loan documents available with the Company.

### 7. Premature withdrawal

Premature withdrawals are allowed at the sole discretion of the Company and cannot be claimed as a matter of right by the depositors :

Upto 3 Months	No repayment (Not applicable in case of repayment in event of the death of the depositor)
After 3 Months but before 6 months	No Interest
After 6 Months but before the maturity date	The interest payable shall be 2% lower than the interest rate applicable to a public deposit for the period for which the public deposit has run or if no rate has been specified for that period, then 3% lower than the minimum rate at which public deposits are accepted by the NBFC.

Provided that in the event of death of depositor, the deposit may be repaid prematurely to the surviving depositor/s in the case of joint holding with survivor clause, or to the nominee or to legal heir/s with interest at the rate which the Company would have ordinarily paid, had such deposit been accepted for the period for which such deposit had run, upto the date of repayment.

In case of premature withdrawal, outstanding post dated warrants along with the Deposit Receipt should be surrendered duly discharged by all the Depositors.

In case of non-repayment of the deposit or part thereof as per the terms and conditions of such deposit, the depositor may approach the Southern Region Bench of Company Law Board, Shastri Bhavan, 'A' Wing, V Floor, Block 8, No.26 Haddows Road, Chennai 600 006.

### 8. General

The application for Deposits shall be in the Company's prescribed form and should be complete in all respects.

Cheques/drafts should be made payable to First Leasing Company of India Limited and Crossed A/c payee only

Cheques/drafts are accepted at the Registered Office of the Company and at the Company's branches in Ahmedabad, Bangalore, Baroda, Mumbai, Coimbatore, Ernakulam, Hyderabad, Madurai, Mangalore, New Delhi, Pondicherry, Pune, Salem, Trichy and Tirunelveli.

Deposits from Minors are acceptable, provided the application form is signed by the natural guardian.

The company will not entertain any request for change in scheme once preferred.

If the due date for any payment falls on a Saturday, Sunday, Bank Holiday or any other day on which the office remains closed, payment will be made on the next working day.

The company reserves the right to reject any application for a fresh deposit or renewal without assigning any reason whatsoever.

The Company reserves the right to alter or amend any application without notice any/or all the conditions stipulated for accepting deposits so long as they are not inconsistent with the Reserve Bank of India Directions 1977.

In case of any deficiency of the Company in servicing its deposit, the depositor may approach the National Consumer Redressal Forum, the State level Consumer Redressal Forum or the District Level Consumer Redressal Forum for relief.

The financial position of the Company as disclosed and the statements, made in the application form are true and correct. The Company and its Board of Directors are responsible for the correctness and veracity thereof.

The financial activities of the company are regulated by Reserve Bank of India. It must, however, be distinctly understood that Reserve Bank of India does not undertake any responsibility for the financial soundness of the Company or for the correctness of any of the statements or the representations made or opinions expressed by the Company and for repayment of deposit / discharge of liabilities by the Company.

Any deposit/interest which remains unclaimed and unpaid for a period of 7 years from the date it becomes due for payment will be transferred to 'The Investor Education and Protection Fund' established by the Central Government under Section 205C(1) and (2) of the Companies Act, 1956.

### 9. Change of address

Depositors are requested to intimate any change of address or instructions regarding interest remittance before the 10th of the month preceding the month in which interest becomes due.

COMPANY'S OFFICE : **Ahmedabad** : 115, Chinubhai Tower, Ashram Road, Ahmedabad - 380 009. Tel : 2658539 **Bangalore** : 4409, High Point IV, 4th Floor, 45 Palace Road, Bangalore 560 001. Tel : 22260290, 22202712. **Baroda** : 319, 3rd Floor, Phonex Complex, Near Suraj Plaza, Sayajigunj, Baroda - 390 005. Tel : 2362869 **Coimbatore** : 160/23, Second Floor, Srinivasa Trade Centre, D.B. Road, R.S.Puram, Coimbatore 641 002. Tel : 2473602. **Ernakulam** : Room No.3, First Floor, Sayeed Complex, XL-7629, Duraiswamy Iyer Road, Ernakulam 682 035. Tel : 2366438. **Hyderabad** : Shop No.15, First Floor, Panchasheela Towers H.No.1-7-323, Parklane Secunderabad - 500 003. Tel: 27846445/55319648 **Madurai** : 54, (Upstairs) North Veli Street, Madurai 625 001. Tel: 2340518. **Mangalore**: 402,2nd Floor, Kunil Complex, Bendoor Well, Mangalore 575 002. Tel : 2437238. **Mumbai** : 103 Rustom Court, Opp. Poddar Hospital, Dr.A.B. Road, Worli. Mumbai 400 025. Tel : 24912185 / 89/91. **New Delhi**: Flat No.311, 3rd Floor, "Surya Kiran", 19, Kasturba Gandhi Marg, New Delhi 110 001. Tel 23358976/23358978 Fax : 23738759 **Pondicherry**: 103, (Upstairs), Vellala Street, Pondicherry 605 001 Tel: 2331363 **Pune** :No 7, Ground Floor, Sunbeam Apartment Plot No.29/49/A, Gulmohar Path, Off Law College Road, Eradavana, Pune - 411 004. Tel : 25438192 / 25438207 **Salem**: No.V-1, A-1, Bharathi Street. Opp. Gowri Theatre Swarnapuri, Salem - 636 004. Tel : 2334240. **Trichy** : Room No.A-1, First Floor, S.V.V. Complex, Opp. Sippy Theatre, No.9, Shastri Road, Trichy 620 017. Tel : 2743423. **Tirunelveli** : Room No.7, 1st Floor, S.R.C. Complex, 25-B, S.N. High Road, Tirunelveli - 627 001. Tel 2335098.

Information required to be specified as per Non-Banking Financial Companies (Reserve Bank) Directions, 1977 and Non-Banking Financial Companies and miscellaneous Non-Banking Companies (Advertisement) Rules, 1977 is given below:

- A. Name of the Company First Leasing Company of India Limited
- B. Date of Incorporation September 10, 1973
- C. Business carried on by the Company and its subsidiaries With details of branches or Units if any.
- (i) Leasing of movable and immovable assets along with other permitted activities provided in the Company's Memorandum and Articles of Association.
- (ii) Offices :  
Ahmedabad, Bangalore, Baroda, Mumbai, Coimbatore, Ernakulam, Hyderabad, Madurai, Mangalore, New Delhi, Pondicherry, Pune, Salem, Trichy, Tirunelveli.
- D. Brief particulars of Management **The Company is managed by the Director under the supervision and control of The Board of Directors.**

**E. Name, Address and Occupation of Directors**

Mr. A.C. Muthiah (Chairman)	Adyar Villa, Kotturpuram Chennai 600 085.	Industrialist
Mr. Farouk Irani (Managing Director)	"La Reve" 10, River View Road Kotturpuram Chennai 600 085	Executive
Mr. M.D. Narayan (Director)	60, 9th Main Road Rajmahal Vilas Bangalore 560 080	Company Director
Mr. V.S. Dhanasekar (Director)	32, South Boag Road T. Nagar, Chennai 600 017	Businessman
Maharaj Jai Singh (Director)	Bungalow No. 12, Civil Lines, Jaipur-6	Businessman

**F & G. Profits & Dividends**

(Rupees in Lacs)

Year ended Mar 31	Profits				Dividend Paid		
	Before Depn. and tax	Before tax	After tax	Amount	% Equity	Pref.	Cum Conv. Pref.
2002	7842.67	2254.40	1787.89	565.08	26.67	-	-
2003	5462.44	2152.56	1910.94	478.11	20	-	-
2004	4843.12	2361.53	2157.50	478.66	20	-	-

**H. Summarised financial position of the Company as presented in the Audited Balance Sheet for the last two fiscal years**

(Rupees in Lacs)

Liabilities	As on March 2004	As on March 2003	Assets	As on March 2004	As on March 2003
Share Capital	2279.06	2118.89	Fixed Assets	10579.70	12605.24
Reserves & Surplus	13028.91	11174.69	Investments	1133.41	1378.53
<b>Secured Loans</b>	35310.97	30800.32	current Assets, Loans & Advances	63636.93	53542.95
Unsecured Loans	11161.72	10543.04			
Current Liab & Provision	13569.38	12889.78			
	<b>75350.04</b>	<b>67526.72</b>		<b>75350.04</b>	<b>67526.72</b>

**Contingent Liabilities**

(Rs. In lacs)

	March 2004	March 2003
i) a) Estimated amount of contracts remaining to be executed on capital account not provided for	4.63	23.66
b) Outstanding Bank Guarantees	455.58	408.69

**Claims against the Company not Acknowledged as debts.**

Tax Demands against the Company not acknowledged as debts

- a. Income Tax Demand of Rs.5,05,77,440/- (Rs.5,05,77,440) against the Company and not provided for in respect of which appeals have been preferred and are pending with appellate authorities. The Company has paid Rs.4,45,99,554/- (Rs.4,40,99,554/-) under protest against this demand. No provision for the balance amount of Rs.59,77,886/- has been made in the books of account. The Company has received expert legal opinion that it has a fair chance of success in the appeals and hence there would be no liability on this account.
- b. Against interest tax demand of Rs.48,93,766/- (Rs.77,21,013/-) which have been contested in appeals, the Company has paid Rs.39,13,402/-. The Company is of the view that it has a fair chance of success in the appeals and hence no provision has been made for the balance amount of Rs.9,80,364/- in the books of account.
- c. Sales tax demands of various states aggregating to Rs.10,20,80,685/- (Rs.9,61,98,281/-) have been contested before different Appellate authorities including the Hon'ble Supreme Court. These demands have been stayed by respective Appellate Authorities. The Company is confident of successful outcome in the appeals and in the event of any liability arising the same would devolve upon the ultimate hirers/lessees and hence no provision has been made in the books of account.
- i.a) The amount which the Company Can raise by way of deposits together with specified borrowings under Reserve Bank of India Directions Rs.61,231.88 lakhs
- b) The aggregate of deposits held as on 31st March 2004 Rs.88,89.72 lakhs

**J. OVERDUE DEPOSITS**

The Company held no overdue deposits other than unclaimed deposits.

**K. The Company hereby declares:**

- i) That it has complied with the provisions of the directions applicable to it.
- ii) That the compliance with the directions does not imply that repayment of deposits is guaranteed by the Reserve Bank of India
- iii) That the deposits to be accepted by the Company will be unsecured and shall rank pari passu with other unsecured liabilities.
- iv) That there is no dues from the companies in the same group and other entities.
- v) Deposits are not insured. At present insurance coverage is not available for NBFCs.

L. The amount of deposits received and proposed to be received will be utilised for the operations of the company.

M. Issued under the Authority of and in the name of Board of Directors of the Company who approved the above text at their meeting held on 27.09.2004.

A copy of this advertisement duly signed by the majority of Directors of the Company has been filed with Reserve Bank of India. Department of Non-Banking Supervision, Chennai.

/By order of the Board/  
for **FIRST LEASING COMPANY OF INDIA LIMITED**

Chennai  
Date : 27.09.2004

A.C. MUTHIAH  
(CHAIRMAN)