



6/9/2021

# THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA

AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST MARCH  
2021

P.N. BALASUBRAMANIAN  
G SUDHA & ASSOCIATES  
CHARTERED ACCOUNTANTS

P.N. BALASUBRAMANIAN B. Com., F.C.A.  
CHARTERED ACCOUNTANT

C-3, Ananthi Apartments  
New No. 2, Rakkiappa Street,  
Chennai-600 004  
Phone: 24981879

**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**

**AUDIT REPORT**

To  
The Members of M/s. Federation of Motor Sports Clubs of India

**Opinion**

We have audited the accompanying Standalone financial statements of M/s. The Federation of Motor Sports Clubs of India ("*the Company*") which comprises the Balance Sheet as at March 31, 2021, the Statement of Income and Expenditure, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its excess of Income over expenditure Income and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants

of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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 is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of the key audit matters as per SA701, are not applicable to the company as it is an unlisted company.

### **Information other than financial statements and auditor's report thereon**

The council of Members is responsible for the preparation of other information. The other information comprises the information included in the Council of members' Report including Annexures to Council's Report, responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of audit or otherwise appears to be materially misstated.

If based on the work we have performed, we conclude that if there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard as there is no material mis statement



## **Responsibility of management for the Financial Statements**

The Company's Council of Members is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless council either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Council of Members are also responsible for overseeing the company's financial reporting process

## **Auditor's Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the 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 SAs 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 based on these financial statements.

As part of audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit . We also:

- a. Identify and assess the risks of material mis statements of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material mis statement 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.
- b. 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- d. Conclude on the appropriateness of management's 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 Company's ability 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 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 Company to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure, and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation





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.

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.

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

As required by Section 143(3) of the Act, based on our audit we report that:

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit

In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

The Balance Sheet, the Statement of Income and Expenditure dealt with by this Report are in agreement with the relevant books of account.

In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

In our opinion, the provisions of Section 143(3)(i) with regard to opinion on internal financial controls with reference to financial statements and operating effectiveness of such controls is not applicable to the company.

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:

The Company has disclosed the impact of pending litigations on its financial position in its Financial Statements.

Annexure to this report also forms part of this report.

This report does not include a statement on the matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order, 2016, issued by the Central Government in terms of section 143(11) of the Companies Act, 2013, since in our opinion and according to the information and explanation given to us, the said Order is not applicable to the company.

*P.N. Balasubramanian*

PLACE: Chennai  
DATE: 06/09/2021  
UDIN:21003606AAAAAA6473

P.N. Balasubramanian  
Chartered Accountant  
Membership No. 003606

*G. Sudha*

For G. Sudha & Associates  
Chartered Accountant [F. No:014677S]  
G. Sudha [M. No:215533]

UDIN:21215533AAAAAQ6456



## ANNEXURE TO AUDITOR'S REPORT

(As Required by Companies (Auditor's Report) Order 2016)

1. The company has maintained proper record of fixed assets. The title deeds of immovable properties are held in the name of the company.
2. The Company is registered under Section 25 (Section 8 of the Companies Act, 2013) and is not doing any trading or business activity for profit. It is a National Sports Federation for control supervision and management of motor sports in India as per the National and International Rules and Regulations promulgated by the International bodies and by the Federation in India , as applicable to the sport. It is governed by sports development code,2011, as framed by Ministry of youth and Sports Affairs, Government of India. It does not have any physical inventories.
3. According to the information and explanation given to us, the Company has not granted unsecured loans to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013.
4. The company has not accepted any deposits during the year.
5. The Company is regular in depositing all applicable undisputed statutory dues with the appropriate authorities. But as on date the company has to pay GST of an amount of Rs.720117 and interest there on for the income pertaining to the financial year under report and the income is yet to be reported in the GST return pertaining to the current month.
6. A sum of Rs. 34771/- which was balance of grant from FIA which was omitted to be offered as income during the previous financial year 2019-20 is offered this year as prior year income.
7. The Company has not borrowed any loan from any bank or financial institution.





8. According to the information and explanations given to us, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
9. No employee has been paid salary in excess of the limits specified under the Companies Act, 2013, either for part or the whole year.
10. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
11. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
12. The company had credit balances of old years for Rs.22,05,792/- for licence fees and permit fees received. This was shown under current liabilities. It is stated that the licence fees are monies received by cheque and online, without proper information for allocation of licence and are still unclaimed. Some of the credits are adjusted when new application is made as far as possible. The balance is offered as income during the current financial year. GST on the same is payable as on the date of report.
13. The Company has disclosed the impact of pending income tax litigations on its financial position in the financial statements. (Note 9)
14. Details of income-tax dues which have not been deposited as of 31<sup>st</sup> March 2021 on account of disputes are to the extent of Rs.2.41 Crores. The appeals for the above dues are pending with National Faceless Appeal Centre (NFAC) of Income Tax Department.
15. The company's income tax proceedings are pending before NFAC of Income Tax Department as tabulated in the notes on accounts. Commissioner of Income tax



(Appeals) has passed orders for the assessment years 2010-11, 2008-09, 2005-06 and 2006-07 restoring exemption under section 11 on 02.07. 2018 and partial relief to many additions. Appeals filed by the Revenue against the order with the Income - tax Appellate Tribunal was dismissed on 28<sup>th</sup> October 2020 by the Income -tax Appellate Tribunal as the tax effect in all the appeals filed by the Revenue is less than the monetary limit of 50 Lakhs.

*P.N. Balasubramanian*

PLACE: Chennai  
DATED: 06/09/2021  
UDIN:21003606AAAAAA6473

P.N. Balasubramanian  
Chartered Accountant  
Membership No. 003606

*G. Sudha*

UDIN: 21215533AAAAAQ6456

for G. Sudha & Associates  
Chartered Accountants[F.No:014677S]  
G. Sudha[M.No:215533]





**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
[INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013]  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021**

	for the year ended 31.3.21 Rs. In Lakhs	for the year ended 31.3.20 Rs. In lakhs
<b>Cash flow from operating Activities</b>		
Excess of income over expenditure	32.77	53.32
<b>Adjustments</b>		
Depreciation	18.67	13.81
Income tax		5.00
Interest	-37.63	-50.18
operating profit before working capital changes	<b>13.81</b>	<b>21.96</b>
Increase in sundry debtors	-3.12	-6.39
increase in current liabilities	-23.55	-54.32
<b>cash generated from operations</b>	<b>-12.86</b>	<b>-38.75</b>
income tax paid		-5.00
<b>Net cash from operating activities-a</b>	<b>-12.86</b>	<b>-43.75</b>
<b>cash flow from investing activities</b>		
purchase of fixed assets	0.00	-181.07
Interest received	37.63	50.18
<b>Net cash from investing activities-b</b>	<b>37.63</b>	<b>-130.90</b>
<b>cash flows from financing activities</b>		
Increase in loans and advances[assets]	21.72	-57.88
Bid money received for future events		45.84
Application of protest fund		
Decrease in deposits	-32.54	170.71
<b>Net cash from financing activities-c</b>	<b>-10.82</b>	<b>158.66</b>
<b>Net increase in cash and cash equivalents[a+b+c]</b>	<b>13.95</b>	<b>-15.98</b>
<b>Add:</b>		
cash and cash equivalents at the beginning of the period-note 1	7.96	23.89
<b>cash and cash equivalents at the end of the period-note 2</b>	<b>21.90</b>	<b>7.96</b>
<b>Note 1</b>		
Cash and cash equivalents at the beginning of the period		
cash on hand	0.06	0
cash at bank	7.90	23.89
<b>Total</b>	<b>7.96</b>	<b>23.89</b>
<b>Note 2</b>		
cash on hand	0.14	0.06
cash at bank	21.77	7.90
<b>Total</b>	<b>21.91</b>	<b>7.96</b>

*P. N. Balasubramanian*

(P.N. BALASUBRAMANIAN)

MEM NO:003606

*G. Sudha*

DATE:06/09/2021

UDIN:21003606AAAAAA6473

UDIN:21215533AAAAAQ6456

G SUDHA & ASSOCIATES(F.NO:014677S)

CHARTERED ACCOUNTANTS

(G. SUDHA-MEM NO: 215533)



**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021**

	NOTES	Current Year 31-3-2021	Previous Year 31-03-2020
(Amount in Rupees)			
<b>INCOME</b>			
Revenue From Operations			
Motor Sport Activity	1	1,68,71,652	2,28,32,562
Other Income	2	57,07,668	59,44,601
Prior year Income		34,771	
<b>TOTAL</b>		<b>2,26,14,091</b>	<b>2,87,77,163</b>

**EXPENSES/APPLICATION OF INCOME**

Employee Benefits		49,09,811	58,94,803
Depreciation		18,66,959	13,81,155
Income Tax Paid			5,00,440
<b>OTHER EXPENSES</b>	3	1,25,60,015	1,56,68,431
		<b>1,93,36,785</b>	<b>2,34,44,829</b>
<b>Net Income/Transferred to Reserve</b>		<b>32,77,306</b>	<b>53,32,334</b>

Earnings for Equity Shares

Not Applicable

Significant Accounting Policies and Notes to the Accounts

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*P. N. Balasubramanian*

PLACE: CHENNAI

DATE: 06/09/2021

DIRECTOR

CHARTERED ACCOUNTANT

(P.N. BALASUBRAMANIAN)

MEM NO:003606

UDIN:21003606AAAAAA6473

1. *[Signature]*

*[Signature]*  
G SUDHA & ASSOCIATES

Firm Regn No:014677S

CHARTERED ACCOUNTANTS

(G. SUDHA-MEM NO: 215533)

UDIN:21215533AAAAAQ6456

2. *[Signature]*





**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
**(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)**  
**BALANCE SHEET AS AT 31ST MARCH 2021**

	NOTES	current year 31-03-2021	Current Year 31-3-2020 (Amount in Rupees)
<b>EQUITY AND LIABILITIES</b>			
<b>Share holder Funds</b>			
(i) Share Capital	4		-
(ii) Reserves and Surplus	5	9,42,33,047	9,09,55,741
(iii) Protest Fund		3,01,503	3,01,503
<b>NON CURRENT LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Other Current Liabilities	6	72,63,131	96,18,627
<b>TOTAL</b>		<b>10,17,97,681</b>	<b>10,08,75,871</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed Assets Tangible	7	1,94,95,131	2,13,62,090
Stock of Race Wears		2,02,864	2,02,864
<b>NON -CURRENT INVESTMENTS</b>			
Bank of India Deposits		6,39,16,026	5,99,77,551
Accrued Bank Interest receivable		17,37,328	24,21,389
<b>CURRENT ASSETS</b>			
Loans and Advances	8	1,06,73,623	1,14,20,655
Electronic control units in stock with member clubs		13,46,812	27,72,000
Cash and Cash Equivalent		13,980	6,000
Cash at Bank		21,76,648	7,89,694
Sundry Debtors		22,35,269	19,23,628
<b>TOTAL</b>		<b>10,17,97,681</b>	<b>10,08,75,871</b>

Significant Accounting Policies and Notes to the Accounts

*P. N. Balasubramanian*

PLACE: CHENNAI  
DATE: 06/09/2021 DIRECTORS  
UDIN: 21003606AAAAAA6473

CHARTERED ACCOUNTANT  
(P.N. BALASUBRAMANIAN)  
MEM NO: 003606

1. *[Signature]*  
UDIN: 21215533AAAAAQ6456

*[Signature]*  
G SUDHA & ASSOCIATES (F.NO: 014677S)  
CHARTERED ACCOUNTANTS  
(G. SUDHA-MEM NO: 215533)

2. *[Signature]*



**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)

NOTES TO INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

NOTES	Current Year 31-3-2021	Previous Year 31-03-2020
	(Amount in Rupees)	
<b>Revenue from Operations</b>	1	
<b>Motor Sports Activity</b>		
Competition Licence Fees	51,18,317	6195219
FIM Officials and riders licence		556340
Entrance Fees	60,000	150000
FIA Inscription charges(Net)	9,71,820	
FIM Sx riders [Net]	2,75,106	
Fines	1,59,636	542754
Homologation Fees	14,000	309987
INRC Registration	20,000	215000
Membership Subscription	10,62,000	1008000
Naming Rights	11,07,750	3265500
Permit Fees	12,13,877	5481600
Protest Fee	18,000	24000
Track Inspection and Renewal fees	42,90,138	46000
Sale of Homologation form	11,008	11847
Sponsorship	25,50,000	
Bid Fees		1173800
Motor sport Development Grant-FIA-2018		1548557
Motor sport Development Grant-FIA-2019		1542841
Motor Sport Development Grant FIA-2019- GOT event-Share of Grant of Motor sports Clubs of Srilanka as per cluster programme agreement with FIA		318600
Road safety program Grant-FIA		384000
FIA Motor Sport entry fee collected and paid		58517
<b>Total</b>	<b>1,68,71,652</b>	<b>22832562</b>





**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
**(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)**

NOTES TO INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

NOTES	Current Year	Previous Year
	31-3-2021	31-03-2020
(Amount in Rupees)		
<b>OTHER INCOME</b>	2	
Interest from Bank of India	37,63,124	5017504
Timing and Result Services	3,81,356	635593
Record Ratification Fees	1,38,000	30000
Rental Services		14491
Income from use of extrication equipment		114406
Miscellaneous Income		17107
Electronic control unit - at cost to member clubs	14,25,188	115500
<b>Total</b>	<b>57,07,668</b>	<b>5944601</b>

*P. N. Balasubramanian*

PLACE: CHENNAI

DATE: 06/09/2021

DIRECTORS

CHARTERED ACCOUNTANT

P.N. BALASUBRAMANIAN)

M.NO: 003606

UDIN:21003606AAAAAA6473

*G. Sudha*

G SUDHA & ASSOCIATES

Firm Regn No:014677S

CHARTERED ACCOUNTANTS

(G. SUDHA-MEM NO: 215533)

UDIN:21215533AAAAAQ6456

*2. 7/9/2021*



**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)

NOTES TO INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

NOTES	Current Year 31-3-2021	Previous Year 31-03-2020
	(Amount in Rupees)	
<b>OTHER EXPENSES</b>	<b>3</b>	
<b><u>Office administration expenses</u></b>		
Postage	2,69,729	4,74,193
Telephone Expenses	46,713	51,407
Commission Expenses-Paytm	21,092	42,293
Office Expenses	93,210	90,648
Building Maintenance	69,529	35,800
Electricity charges	33,846	62,747
printing and stationery	83,779	1,37,014
Computer Consumables	76,100	29,250
Income Tax Appeal Fees		1,000
Tally ERP Upgradation	16,949	10,800
Godown rent	12,000	11,000
Advertisement		14,123
Annual Maintenance charges	15,800	15,800
Bank charges	41,566	36,323
Total-a	7,80,313	10,12,398
<b><u>Consultancy and professional charges</u></b>		
Legal and Professional Charges	11,39,500	5,14,000
Audit Fees	45,000	45,000
Total-b	11,84,500	5,59,000
<b><u>Seminars and Meeting Expenses</u></b>		
Expenses	2,27,613	5,29,159
Rally commssion Meeting	23,400	74,526
2W Technical Racing Commission		29,734
FMSCI IMSAC Hearing		9,450
Offroad Commission		17,035
Regularity Commission hearing		27,737
Regulairty Run Seminar		50,000
Sub Committee Meeting		58,150
Women in Motor Sport Meeting		24,420
Total-c	2,51,013	8,20,211





**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)

NOTES TO INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

	NOTES	31-3-2021	31-03-2020
		(Amount in Rupees)	
<b>OTHER EXPENSES</b>	<b>3</b>		
<u>Motor sport development expenses</u>			
Electronic control unit at cost-		14,25,188	1,15,500
Event sponsorship-GOT-fia grant-2019			15,42,841
GOT event-Share of Grant of Motor sports program -2018			3,18,600
			15,48,557
Insurance		8,63,170	7,54,020
Motor Insurance Policy		28,256	29,800
Technical co-ordinator fees		6,74,000	7,80,000
Rally Safety Tracking System		8,76,000	
Asia Auto Gymkhana			41,960
2018 FIM ARRC			2,650
Timing and Result Services		9,32,108	12,50,000
FIA motor sports games entry fees collected and paid			58,517
Homologation charges			19,405
Track Inspection Expenses		33,92,595	
CIK FIA Prize money			21,485
FIM Rider Licence-Expenses		64,280	
Prize Distribution Expenses-2019			20,15,086
FIA Inscription charges		9,91,905	93,710
FIA/FIM Subscription			1,75,225
Road Safety grant program-FIA			3,83,210
<b>Travelling and Conveyance</b>			
Local Travel & Conveyance		2,35,787	11,44,998
Foreign Travel Expenses[Net]		70,875	17,36,732
Media Expenses		3,20,000	4,60,399
Website Maintenance		4,70,025	7,84,127
Total-d		1,03,44,189	1,32,76,822
Other expenses-Total(a+b+c+d)		1,25,60,015	1,56,68,431

*P. N. Balasubramanian*

PLACE: CHENNAI

DATE: 06/09/2021

DIRECTORS

UDIN:21003606AAAAAA6473

UDIN:21215533AAAAAQ6456

CHARTERED ACCOUNTANT

(P.N. BALASUBRAMANIAN)

MEM NO.003606

*G. Sudha*

G SUDHA & ASSOCIATES

Firm Regn No:0146775

CHARTERED ACCOUNTANTS

(G. SUDHA-MEM NO: 215533)

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1. *AKH*

2. *Tamoharan*



**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)

**NOTES TO BALANCE SHEET-31-03-2021**

LIABILITIES	NOTES	Current Year 31-3-2021	Previous Year 31-03-2020
		(Amount in Rupees)	
<b>Share Capital</b>			
Private Company with out share capital and Limited by Guarantee	4		-
<b>Reserves and Surplus</b>	5		
Opening Capital Fund		9,09,55,741	8,56,18,957
Less: Mistake in previous years			4,450
Excess of Income over Expenditure for the year		32,77,306	53,32,334
<b>Total</b>		<u>9,42,33,047</u>	<u>9,09,55,741</u>
<b>Current Liabilities</b>	6		
Sundry Creditors		38,19,428	11,81,952
Licence Fees received(old years)			10,79,350
Permit fees received(Old Years)			11,26,442
Part payment for Electronic control units			6,20,000
Balance in FIA MSD Grant 2019			36,835
GST payable		2,08,880	
FIA Inscription Charges Payable		87,510	87,510
FIM Subscription Payable		1,02,945	1,02,945
Service charge-97-2000- P.N. Balasubramanian		5,000	5,000
Bid money for events 2021-22		20,84,000	45,84,000
Permit Fees-balance			95,575
Naming rights-balance			
Fines received Pending Litigation		5,00,000	5,00,000
Audit fees payable		45,000	45,000
ASN Reward Programme		4,10,368	1,54,018
<b>Total</b>		<u>72,63,131</u>	<u>96,18,627</u>

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FMSCI 2020-21 FIXED ASSETS SCHEDULE-NOTE 7									
FIXED ASSETS SCHEDULE FOR THE YEAR ENDED 31 ST MARCH 2021									
S.No	Description	Cost as at 01.04.2020 (Rs.)	Additions during the year (Rs.)	Total Cost 31.03.2021 (Rs.)	Depreciation		Total (Rs.)	W.D.V	
					Till 31.03.2020 (Rs.)	Depn for The Year (Rs.)		31.03.2021 (Rs.)	31.3.2020 (Rs.)
1	Land	1,42,55,690		14255690					1,42,55,690
2	Building	3,29,960		329960	2,84,179	2230	286409	43551	45,781
3	office equipments	11,01,859		1101859	10,54,094	21527	1075621	26238	47,765
4	computers	6,40,559		640559	6,10,616	18907	629523	11036	29,943
5	Equipments	92,01,817		9201817	29,90,131	1608206	4598337	4603480	62,11,686
6	Furniture-f	1,42,715		142715	91,086	13367	104453	38262	51,629
7	Machinery and other equipments	4,86,268		486268	3,18,665	30336	349001	137267	1,67,603
8	Motor Cars	10,39,176		1039176	4,87,184	172387	659571	379605	5,51,993
	Total	2,71,98,044	-	27198044	58,35,955	18,66,959	77,02,913	19495131	2,13,62,090

Place:Chennai

Date:06/09/2021

UDIN:21003606AAAAAA6473

DIRECTORS

1.

*[Signature]*

2.

*[Signature]*

CHARTERED ACCOUNTANT

(P.N. BALASUBRAMANIAN)m.no:003606

*P. Balasubramanian*

G SUDHA & ASSOCIATES(F.NO:014677S)

CHARTERED ACCOUNTANTS

(G. SUDHA-MEM NO: 215533)

UDIN:21215533AAAAAAQ6456





**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA**  
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)  
**NOTES TO BALANCE SHEET-31-03-2021**

LIABILITIES	NOTES	Current Year 31-3-2021	Previous Year 31-03-2020
		(Amount in Rupees)	
<b><u>Loans and Advances (Current Assets)</u></b>	8		
<b><u>Deposits</u></b>			
Electricity deposit		10,650	10,650
Krishna Towers		470	470
Rental deposit		8,600	8,600
<b><u>Balances with revenue authorities</u></b>			
Tax deducted at source-old		4,57,560	4,57,560
Tax Deducted at source		96,97,546	89,25,409
GST-paid on Reverse Charge Mechanism			2,64,600
Input tax credit-GST			6,09,690
<b><u>Advances</u></b>			
MSD Grant receivable-2019			9,76,676
Mahindra Thar LX- Adv		42,000	
2021-FIA subscription-Adv		4,56,797	
Advance for rally tracking system			1,67,000
		<b>1,06,73,623</b>	<b>1,14,20,655</b>

*P. N. Balasubramanian*

PLACE: CHENNAI  
DATE: 06/09/2021

DIRECTORS

UDIN:21003606AAAAAA6473

CHARTERED ACCOUNTANT  
P.N. BALASUBRAMANIAN)  
M.NO: 003606

1. *Atul H*

UDIN:21215533AAAAAQ6456

*G. Sudha*  
G SUDHA & ASSOCIATES  
Firm Regn No:014677S  
CHARTERED ACCOUNTANTS  
(G. SUDHA-MEM NO: 215533)

2. *Tanushree*



## THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA

### Note No.9-Significant Accounting Policies: -Financial year:01.04.2020-31.03.2021

- 1.The method of accounting is on mercantile basis and on accrual system of accounting.
2. Depreciation on fixed assets had been provided under the written down value Method as provided in the Schedule II to the Companies Act.
3. The Federation of Motor Sports Clubs of India is availing of the Exemption under The Income-tax Act as National Sports Federation with the object of controlling, supervising, and monitoring motorsports Activity in India and is affiliated to the international sports associations for motor sports. The Federation of Motor Sports Clubs of India is recognised as the National Sports Federation for motor sports by the Ministry of Youth Affairs and Sports, Government of India. Hence no provision had been made for any Income tax liability for the current year.
4. The Federation is a not-for-profit company limited by guarantee involved in the promotion of Motor sports in India incorporated in the year 1976. There is no equity share or shareholder and there is no distribution of dividend.
5. The sum of accrued interest is as certified by the bank for the current year.
6. A sum of Rs.34,771/- grant income from FIA pertaining to the previous financial year has been offered as income of the current financial year.
7. Licence fees received during the previous years which could not be allocated to applicant for want of information, has been allocated as when request were received. The balance has been offered as income. GST on the same is payable as on date.
8. GST of Rs.7,20,117/- is payable as on the date of report along with interest on the same on income which are omitted to be disclosed in the GST return of March 21. This is yet to be paid and disclosed in GST return of September 2021.



9. There is a contingent liability towards income tax demand for various years as below. The commissioner Appeals has restored the exemption under section 11 on 02.07.2018 for assessment years 2005-06,2006-07,2008-09 and 2010-11 and has granted partial relief to most of the additions made by the assessing officer. The assessing officer filed appeal against the above said order before the Income Tax Appellate Tribunal and was dismissed by the Income Tax Appellate Tribunal for low tax effect on 28<sup>th</sup> October 2020.

The proceedings for other years are in progress before The National Faceless Appeal Centre(Income Tax Department). Assessments for other years are for the similar issues, so tax liability is not provided in the books of accounts.

Assessment year	Outstanding Demand	Present status
2009-10	784489	pending before NFAC
2012-13	7501496	Pending before NFAC
2013-14	3287291	pending before NFAC
2014-15	1236299	Pending before NFAC
2015-16	2677570	pending before NFAC
2016-17	3327750	Pending before NFAC
2017-18	2001750	pending before NFAC
2018-19	3326470	Pending before NFAC

The balance of tax demand had been stayed, pending disposal of appeal.

10. Transactions effected in foreign currencies are recorded at the rates prevailing on the dates and as recorded by the Bank. The Earnings and Expenditure in Foreign Currencies are furnished as under:-

#### **EXPENDITURE**

The Outflow in Foreign exchange is (€48488)

Rs.49,69,857

(Included under various heads)





The Foreign Currency Expenditure mentioned above (other than stay allowance for Travel) represents out flow of Foreign Currency for remittances of funds to the affiliated international motor sports association(FIA and FIM) for international motor sport related activities in Indian Motor Sports, as per rules framed there in by international and national sports federation and the amount is remitted out of funds collected from member clubs. membership subscription to the international clubs to which the organisation is affiliated, is paid by the organisation as per the conditions applicable to National Sports Federation, framed by Ministry of Youth and Sports Affairs(National Sports Development Code,2011). Expenditure in the Financial Statements is only the net amount spent under various expenses after adjusting the receipt from the member clubs in INR, if any.

11. All figures have been rounded off to the nearest rupee.

12. Figures of the previous year have been regrouped wherever necessary to make them comparable with those of the current year.

*P.N. Balasubramanian*

Place: Chennai

Dated:06/09/2021

UDIN: 21003606AAAAAA6473

DIRECTORS

CHARTERED ACCOUNTANT

P.N. BALASUBRAMANIAN

M. No. 003606

*G. Sudha*

G. SUDHA AND ASSOCIATES(F.No:014677S)

CHARTERD ACCOUNTANTS

UDIN :21215533AAAAAQ6456

G. SUDHA(M.No:215533)

1. *[Signature]*

2. *[Signature]*

