

AUDIT REPORT

I have audited the annexed Balance Sheet as at 31st March 2012 and also the annexed Income and Expenditure Account for the year ended on that date of THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA. The Management is responsible for the preparation of the financial statements and my responsibility is to express an opinion on the financial statements based on my audit.

The audit was conducted in accordance with auditing standards generally accepted in India. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of any material misstatements. An audit includes examining on test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit.

The Balance Sheet and the Income and Expenditure Account dealt with by my report are in agreement with the books of account of the Company.

In my opinion proper books of accounts as required by law have been kept by the Company in so far as appear from my examination of the books.

In view of the facts that the Company is registered as a non-profitable institution under section 25 of The Companies Act 1956, The Companies (Auditors Report) Order 2003 (as amended) made by the Central Government under subsection (4A) of Section 227 of The Companies Act 1956 is not entirely applicable. Essential information had been furnished to the extent required and applicable.

All figures have been rounded off to the nearest Rupee.

Figures of the previous year have been regrouped, in conformity with the amended provisions, wherever necessary to make them comparable with those of the current year.

Depreciation has been provided under the written down value method as per the provisions of The Companies Act 1956.

No employee had been paid salary in excess of the limits specified under The Companies Act 1956, either for part or for the whole year.

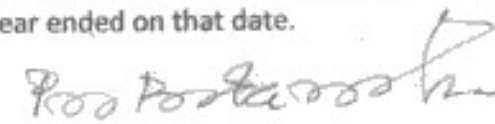
The company is not in arrear for any income tax or wealth tax demand as it is stated that the company is enjoying the benefits of exemption from income tax as a sports association.

In my opinion and to the best of my information and explanations given to me the accounts together with the Notes thereon give the information required by The Companies Act 1956 and in the manner so required and give a true and fair view of :

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as on 31st March 2012 and
- (b) In the Case of Income and Expenditure Account, of the Excess of Income over expenditure for the year ended on that date.

PLACE CHENNAI

DATED 11th NOV 2012



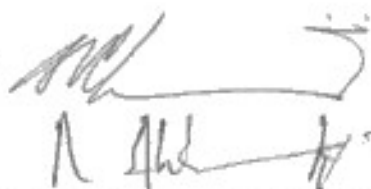
CHARTERED ACCOUNTANT

M. No. 003606

**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA
(COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET AS ON 31 ST MARCH 2012**

	PREVIOUS YEAR 2010-2011	CURRENT YEAR 2011-2012
EQUITY AND LIABILITIES		
SHARE CAPITAL		
GUARANTEED BY SIX MEMBERS NOT EXCEEDING Re 1 each on winding up.		
CAPITAL FUND	2,44,61,863	3,13,35,194
PROTEST FUND	1,68,503	1,83,503
NON CURRENT LIABILITIES		NIL
CURRENT LIABILITIES		
F I A PARIS		2,02,53,298
SUNDRY CREDITORS	25,000	5,000
ADVANCE RECEIVED FOR FUTURE EVENTS	2,00,23,420	1,27,72,160
PROVISION FOR CHAMPIONSHIP PRIZE GIVING CEREMONY		35,00,000
TOTAL	4,46,78,786	6,80,49,155
ASSETS - NON CURRENT ASSETS		
FIXED ASSETS TANGIBLE	6,12,292	5,82,515
CURRENT ASSETS		
SUNDRY DEBTORS	1,47,58,932	2,25,31,388
OTHER DEPOSITS AND ADVANCES	10,72,579	8,86,934
FIXED DEPOSITS BANK OF INDIA	2,27,82,176	3,94,84,876 ✓
CASH AT BANK OF INDIA	✓ 53,18,231	19,98,688 ✓
CASH ON HAND	✓ 15,000	15,000 ✓
ACCRUED INTEREST B O I	1,19,576	25,49,754 ✓
TOTAL	4,46,78,786	6,80,49,155

CHENNAI



DATE 11 TH NOV 2012 DIRECTORS



CHARTERED ACCOUNTANT
M. NO. 003606

THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA
(COMPANY LIMITED BY GUARANTEE)

INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2012

	PREVIOUS YEAR 2010-2011	CURRENT YEAR 2011-2012
INCOME		
REVENUE FROM OPERATIONS	1,51,34,548 ✓	1,48,83,497
OTHER INCOME	15,57,621 ✓	31,49,799
TOTAL	<u>1,66,92,169</u>	<u>1,80,33,296</u>
EXPENSES		
EMPLOYEES BENEFITS EXPENSES	21,01,750 ✓	20,78,350 ✓
DEPRECIATION	83,936 ✓	76,367 ✓
OTHER EXPENSES		
AFFILIATION AND INSCRIPTION EXPENSES	2,93,471 ✓	6,21,237 ✓
SEMINAR / COUNCIL MEETING EXPENSES	2,95,981	4,29,598 ✓
TRAVELLING AND CONVEYANCE	7,42,036 ✓	11,78,202 ✓
FOREIGN TRAVEL	5,70,819 ✓	1,61,619 ✓
ELECTRICITY CHARGES	39,717 ✓	48,194 ✓
RATES AND TAXES	13,839	5,178 ✓
POSTAGE AND TELEGRAMS	1,85,601 ✓	1,93,368 ✓
PRINTING AND STATIONERY	99,450 ✓	1,49,315 ✓
LEGAL AND PROFESSIONAL CHARGES	5,01,118 ✓	65,826 ✓
INSURANCE	3,58,076 ✓	3,30,900 ✓
OFFICE EXPENSES	1,21,021 ✓	2,01,863 ✓
COMPUTER AND WEBSITE EXPENSES		1,16,833 ✓
I N R C EXPENSES	2,40,901	8,00,283 ✓
TYRE AND TRANSPORT SUBSIDY COMPETITORS	1,17,000 ✓	3,84,883 ✓
SUNDRIES	11,69,598	2,97,038 ✓
U A M RIDERS EXPENSES		1,04,506 ✓
MEDIA EXPENSES		4,16,605 ✓
PROVISION FOR EXPENSES- FOR 2011 CHAMPIONSHIP CELEBERATION		35,00,000
TOTAL EXPENSES	<u>69,34,314</u>	<u>1,11,59,965</u>
NET INCOME	<u>97,57,855</u>	<u>68,73,331</u>
TOTAL	<u>1,66,92,169</u>	<u>1,80,33,296</u>
INCOME TAX	NIL	NIL
EARNINGS PER SHARE NOT APPLICABLE		
CHENNAI		
DATED 11TH NOV 2012	DIRECTORS	CHARTERED ACCOUNTANT
		M.No. 003606

**THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA
(COMPANY LIMITED BY GUARANTEE)**

**NOTES ON ACCOUNTS
BALANCE SHEET**

CAPITAL FUND OPENING	1,47,04,008	2,44,61,863
NET PROFIT FOR THE YEAR	97,57,855	68,73,331

	2,44,61,863	3,13,35,194
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INCOME AND EXPENDITURE ACCOUNT

FEE COLLECTIONS	30,54,105	66,84,610
PERMIT FEE	33,22,576	40,60,633
COMPETITION LICENCE FEE	9,45,000	11,32,000
NAMING RIGHTS	71,42,857	25,00,000
SPONSORSHIP IN R C	1,86,000	2,45,000
SUBSCRIPTION AND ENTRANCE FEES	2,26,400	1,08,800
FINES COLLECTED	1,04,810	1,32,914
HOMOLOGATION	1,52,800	19,540
SUNDRIES		

TOTAL	1,51,34,548	1,48,83,497
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OTHER INCOME		
BANK INTEREST	15,57,621	30,58,851
FOREIGN EXCHANGE GAIN		90,948

TOTAL		31,49,799
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THE FEDERATION IS AVAILING OF EXEMPTION UNDER THE INCOME TAX ACT AS SPORTS ASSOCIATION AND HENCE THERE IS NO PROVISION MADE FOR INCOMETAX.

THE FEDERATION IS A NON PROFITABLE ASSOCIATION IN THE PROMOTION OF INTERNATIONAL MOTOR SPORTS AND THERE IS NO EQUITY SHARES AND THERE IS NO INDIVIDUAL SHAREHOLDER . THERE IS NO DISTRIBUTION OF DIVIDEND .

EARNINGS IN FOREIGN EXCHANGE	1949899
EXPENSES IN FOREIGN EXCHANGE	1288607

A SUM OF RS. 2,02,53,298 /- PAYABLE TO F.I.A. PARIS TOWARDS PERMIT AND INSCRIPTION CHARGES DUE BY J. P. S. K DELHI FOR THE FORMULA 1 CARS EVENTS TO BE HELD IN OCTOBER 2012 HAD BEEN SHOWN UNDER "CURRENT LIABILITES " AND THE SAID DUE AMOUNTING TO RS. 2,01,33,121 /- HAD BEEN SHOWN UNDER " CURRENT ASSETS".

A SUM OF RS. 35,00,000 /- HAD BEEN DECIDED TO BE SPENT FOR CELEBRATING THE PRIZE DISTRIBUTION FUNCTION FOR 2011 NATIONAL CHAMPIONSHIP AND THE SAME HAD BEEN PROVIDED IN THE INCOME AND EXPENDITURE ACCOUNT. THE AMOUNT HAD NOT BEEN SPENT.

CHENNAI

DATED 11 TH NOV 2012

DIRECTORS

CHARTERED ACCOUNTANT

M.No. 003606

FEDERATION OF MOTOR SPORTS CLUBS OF INDIA

FIXED ASSETS SCHEDULE 3 FOR THE YEAR ENDED 31 ST MARCH 2012

S.NO	Description	DEPRECIATION			Written Down Value		
		Cost as at 1.4.2011	Till 31.3.2011	Depn for the year	Total	31.3.2012	31.3.2011
1	Land	178700				178700	178700
2	Building	329960	253807	7615	261422	68538	76153
3	Furniture	74315	72026	412	72438	1877	2289
4	Cycle	1042	1030	2	1032	10	12
5	Scrutinizing Tools	111455	92350	2675	95025	16430	19105
6	Electrical Fittings	20288	18921	190	19111	1175	1365
7	Cassette Tape Recorder	1266	1205	8	1213	53	61
8	Office Equipments	34212	31518	374	31892	2320	2694
9	Computers ETC.,	216300	216049	100	216149	151	251
10	Fax and Cell Phone	34500	29100	701	29801	4699	5400
11	U P S and Scanner	41750	35391	885	36276	5474	6359
12	Hard Disk	6900	5835	136	5971	929	1065
13	Lamination Machine	14415	8508	821	9329	5086	5907
14	Timer Clocks,Printer	552278	458277	13066	471343	80935	94001
15	Acer Scanner	4075	3206	121	3327	748	869
16	Printer	3500	2697	112	2809	691	803
17	Computer (2003)	15000	14832	67	14899	101	168
18	Cannon Printer	3000	2084	126	2220	780	906
19	Nokia 3310	8362	3983	611	4574	3788	4399
20	Weighing Machine	7032	4567	343	4910	2122	2465
21	Digital Copier	60000	41142	7543	48685	11315	18858
22	Computers	104700	70175	4799	74974	29726	34525
23	Airconditioners	36000	9628	3073	12701	23299	26372
24	LapTop	43269	27692	6231	33923	9346	15577
25	Panasonic Fax	7019	1817	723	2540	4479	5202
26	Samsung Fridge	10250	2346	1099	3445	6805	7904
27	Scooty	39800	8316	4376	12692	27108	31484
28	Ken Wood Base Stations	90000	20602	9646	30248	59752	69398
	TOTAL	2049386	1437094	65855	1502949	546437	612292
	ADDITIONS DURING THE YEAR						
29	HP Lazer Printer M1005	12000		556		11444	
30	Lazer Printer LBP 2900	6600		229		6371	
31	Samsung Laptop	27990		9727		18263	
	GRAND TOTAL	2095976		76367		582515	612292

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DIRECTORS

CHARTERED ACCOUNTANT

M.No. 003606

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FEDERATION OF MOTOR SPORTS CLUBS OF INDIA

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