

P.N. BALASUBRAMANIAN

B.Com., F.C.A.
CHARTERED ACCOUNTANT

Phone : 24981879

"Ananti Apartments"

Flat No. C-3,

New No. 2, Old No. 61 & 62,

Rakkiappa Street,

Mylapore, Chennai - 600 004.

THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA

AUDIT REPORT

I have audited the annexed Balance Sheet as at 31st March 2015 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 of the Federation 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 misstatement. An Audit includes examining on a 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 also obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of 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 appears from my examination of the books.

In view of the fact that the Company is incorporated as a non-profitable institution under section 8 of the Companies Act, 2015, The Companies (Auditor's Report) Order, 2015 as applicable is furnished. In the Annexure. 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 wherever necessary to make them comparable with those of the current year.

No employee had been paid salary, in excess of the limits specified under the Companies Act, 2015, either for a part or the whole year.

In my opinion and to the best of my information and explanations given to me the accounts together with the Notes there on give the information required by the Companies Act, 2015, and in the manner so required and give a true and fair view.

- (a) In the case of the Balance Sheet of the state of affairs of the company as on 31st March 2015 , 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: 25th SEPT 2015

P. N. Balasubramanian

CHARTERED ACCOUNTANT

P.N.BALASUBRAMANIAN

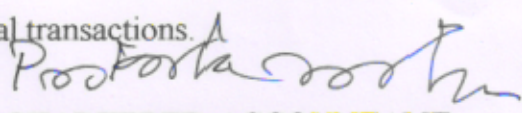
Membership No. 003606



ANNEXURE TO AUDITOR'S REPORT

(AS REQUIRED BY THE COMPANIES (AUDITOR'S REPORT) ORDER 2015.

1. The Company has maintained proper records of Fixed Assets and the management has physically verified the same and no discrepancies have been notified by them.
2. The Company is not doing trading or any other business activity.
3. The Company is regular in depositing all applicable statutory dues like provident fund, sales tax, etc. with the appropriate authorities.
4. In respect of income tax proceedings as stated in the previous year, part payment had been effected even for the disputed tax. The Company is agitating before the Income Tax Appellate Tribunal for total exemption from income tax and the same is pending.
5. The Company had not borrowed any loan from banks or financial institution. As per the information provided, the management had not come across any fraud in respect of financial transactions.


CHARTERED ACCOUNTANT

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M. No. 003606



THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA

SIGNIFICANT ACCOUNTING POLICIES:-

1. The method of Accounting is mercantile on accrual basis.
2. Depreciation on fixed assets had been provided under the written down value Method as provided in the Schedule to the Companies Act.
3. The Federation is availing of the Exemption under The Income tax Act as Sports Association with the object of controlling, supervising and monitoring Motorsports Activity in India affiliated to the world Body. The Federation is also Recognised as the only institution affiliated to the world organisation by the Ministry of Sports Hence no provision had been made for any Income tax liability For the current year.
4. The Federation is a non profitable company involved in the promotion of Motor sports and there is no equity share or shareholder and no distribution Of Dividend.
5. Transactions effected in foreign currencies are record at the rates prevailing on The dates and as recorded by the Bank. The Earnings and Expenditure in Foreign Currencies are furnished as under:-

EARNINGS

Reimbursement of Foreign Travel	Rs.	70,007 /-
Reimbursement of Riders Training-FIM, MX	Rs.	12, 87,132/-

EXPENDITURE

The expenditure in Foreign exchange is (Included under various heads)	Rs.	29, 62,833/-
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The Foreign Currency Expenditure mentioned above (Other Than Travel)

Represents out flow of Foreign Currency and the Expenditure in the Financial Statements is only the net amount spent under various expenses after adjusting the receipt from the member clubs in INR. Travel Expenses debited in the Financial Statement includes reimbursement of foreign travel expenses, to authorised members in INR.


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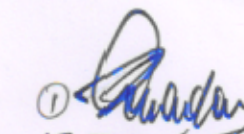
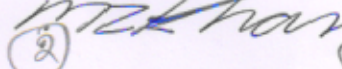
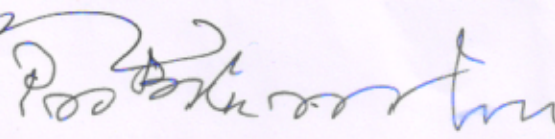


THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)

INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 st MARCH 2015

	NOTES	PREVIOUS YEAR 31.03.2014	CURRENT YEAR 31.03.2015
INCOME			
Revenue from Operations Motorsports Activity	1	14920604	22400585
Other Income	2	4572482	5107784
Total		19493086	27508369
EXPENSES/Application of the income			
Employee Benefits		2810456	3210450
Finance Cost		15643	
Depreciation		200975	97616
Income Tax Paid		2628154	
OTHER EXPENSES	3	11889201	19492467
Total		17544429	22800533
Company is seeking exemption under Incometax hence no tax provision			
Net Income / Transferred to Reserve		1948657	4707836
Earnings for Equity Shares		Not Applicable	Not Applicable

PLACE: CHENNAI
DATE: 25TH SEPT 2015

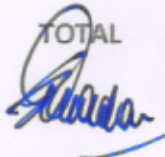
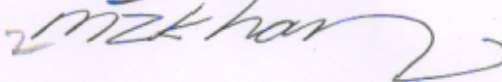
DIRECTORS

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



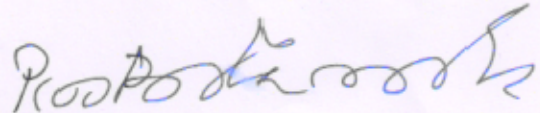
THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)
BALANCE SHEET AS AT 31st MARCH 2015

	NOTES	PREVIOUS YEAR 31.03.2014	CURRENT YEAR 31.03.2015
EQUITY AND LIABILITIES			
Share holder funds		--	--
(i) Share Capital			
(ii) Reserve and Surplus	4	41347723	46055559
(iii) Protest fund		213503	263503
NON-CURRENT LIABILITIES		NIL	NIL
CURRENT LIABILITIES			
Other Current Liabilities	5	11346746	3717877
TOTAL		52907972	50036939
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets Tangible		940292	506354
NON-CURRENT INVESTMENTS			
Bank of India Deposits	6	40423701	35553080
CURRENT ASSETS			
Loans and Advances		1792644	3311633
Cash & Cash Equivalent		22500	9665
Cash at Bank		279668	2296740
Accrued Bank interest Receivable		3919884	2837706
Sundry Debtors		5529283	5521761
TOTAL		52907972	50036939

TOTAL



PLACE: CHENNAI
DATE: 25TH SEPT 2015

DIRECTORS


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THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)
NOTES ON INCOME AND EXPENDITURE STATEMENT-2015

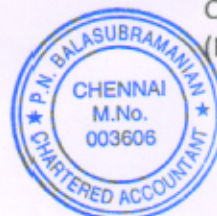
	NOTES	PREVIOUS YEAR 31.03.2014	CURRENT YEAR 31.03.2015
	1		
Revenue from Operations			
Motorsports Activity			
Competition License Fees		4617131	5357300
Entrance Fees		20000	75000
Fines		169400	184800
Homologation Fees		1191897	75000
INRC Registration		170000	
Membership Subscription		830000	1305000
Naming Rigts		1267000	2494000
Permit Fees		6655176	4387731
Track inspection and Renewel Fees			7500
Sponsorship INRC (2012)			8500000
Homologation Form sales			5500
FIM Official licenses			8754
Total		14920604	22400585
OTHER INCOME	2		
Interest		4400156	3552733
Appeal fees		120000	80000
FIA Inscription		35326	
Bad debt recover		17000	
Foreign Travel Expense Reimbursement			187919
FIM MX / SX riders training reimbursement / FIM			1287132
Total		4572482	5107784

PLACE : CHENNAI
DATED : 26TH SEPT 2015

DIRECTORS

① *[Signature]*
② *[Signature]*

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THE FEDERATION OF MOTOR SPORTS CLUBS OF INDIA
(INCORPORATED UNDER SECTION 8 OF THE COMPANIES ACT 2013)
NOTES ON INCOME AND EXPENDITURE STATEMENT-2015

	NOTES	PREVIOUS YEAR 31.03.2014	CURRENT YEAR 31.03.2015
OTHER EXPENSES	3		
Postage & Telegrams		287162	204207
Seminar Expenses/Council Meeting Exp		283120	533845
Travelling & Conveyance			
Local Travel & Conveyance		1641444	1819700
Foreign Travel Expenses		1285872	1479775
Legal & Professional Charges		799436	966397
Insurance		623598	414732
Office Expenses		124000	104477
FIM WRC		175242	
Media Expenses		519573	
UAM Riders Expenses		22000	
Building Maintenance		52635	34800
Computer consumables		49413	76933
FIA Meeting		534928	
FIA,FIM Subscription		827449	477372
Prize Distribution		1346092	
FIM Official license		205548	
Audit fees		20000	20000
Homologation Charges			379500
INRC Sponsorship / Expenses			
Sponsorship Payment to Clubs			3000000
Prize Money paid competitors			2190000
TV Production Expenses		1293263	2313493
Results Expenses		250000	390000
Timing equipment hiring charges		1000000	1500006
Prize Distribution function			1100000
Sundry Expenses		548426	2487230
Total		11889201	19492467

PLACE: CHENNAI
DATE: 26TH SEPT 2015

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

NOTES ON BALANCE SHEET

LIABILITIES

	Notes	Previous Year 31.03.2014	Current Year 31.03.2015
Reserves & Surplus	4		
Opening Capital Fund		39399066	41347723
Net Profit for the year		1948657	4707836
Total		41347723	46055559

Other Current Liabilities

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Sundry Creditors	126646	482147
Advance Received for INRC 2013-14	8500000	NIL
FiA Inscription Charges payable	301669	501919
FIA, FIM Subscription Payable	679560	102945
Media Expenses Payable	42000	NIL
Received in Advance Naming Rights	200000	348000
Service Charges 97-2000 PN Balasubramanian	25000	NIL
Telephone Charges Rajan Syal Payable	550	NIL
Advance Received Clubs / Members	NIL	1182866
Travel & Conveyance Others Payable	53614	NIL
Advance - INTSRDC	200000	NIL
FIA Commission Meeting Payable	81600	NIL
Permit fees received in advance	1134000	NIL
Price Giving Ceremony Payable	2107	NIL
Provisions for Prize giving Ceremony-2014		1100000
Total	11346746	3717877

ASSETS

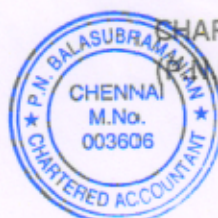
Non Current Investments

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Fixed Deposits in Bank of India, Adyar Branch	40423701	35553080
Total	40423701	35553080

PLACE : CHENNAI
DATED : 25TH SEPT 2015

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FEDERATION MOTORSPORT CLUBS OF INDIA
CASH FLOW STATEMENT 31-03-2015

NET INCOME	4707836
DEPRECIATION	97616
PROTEST FUND RECEIPT	50000
DECREASE IN FIXED DEPOST BANK OF INDIA	4870620
DECREASE IN ACCURED INTEREST	1082178
SALE OF FIXED ASSETS	414622
CASH AND CASH EQUIVALENTS AT THE BEGINNING	302168
DECREASE IN SUNDRY DEBTORS	7522
TOTAL	11532562

DECREASE IN

CURRENT LIABILITIES	7628869
LOANS AND ADVANCES (ASSETS)	1518989
PURCHASE OF ASSETS	78300
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	2306404
TOTAL	11532562

PLACE: CHENNAI
DATE: 25TH SEPT 2015

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