



Dehra Dun Club Ltd.

DEHRADUN

Annual Accounts & Report

For the Year ending 31“March’ 2020



Mr. Devinder Singh Mann
(President)



Mr. Suneet Mehra
(Vice-President)
Conv-Sports



Mr. Krishan K. Verma
Conv-BAR



Mr. Ajay Shangari
Conv -Messing



Mr. Sanjeev Bhasin
Conv-Finance



Mr. Raman Narula
Conv-H/B



Col. P.R.S. Rawat



Col. Pankaj Chaturvedi

Dehra Dun Club Ltd. Dehra Dun

MANAGING COMMITTEE 2019 -2020

MR. DEVINDER SINGH MANN	President (Convenor Administration & Entertainment & Co – Convenor House & Building)
MR. SUNEET MEHRA	Vice President Convenor Sports
COL. PANKAJ CHATURVEDI	Convenor Library & Convenor Garden
MR. KRISHANKUMAR VERMA	Convenor Bar & Co – Convenor Messing & Finance
MR. AJAY SHANGARI	Convenor Messing & Co – Convenor Bar
MR. SANJEEV BHASIN	Convenor Finance
MR. RAMAN NARULA	Convenor House & Building
COL. PRITHVIRAJ SRAWAT, VSM	
Secretary	Mr. Ashok Ahuja
Asst Secretary	Mr. Yashwant Singh
Auditors: Statutory	Anshul Agrawal & Co. 49, Keshav Vihar, Lane No. 3, Gms Road, Dehra Dun – 248006
Internal Auditor	Nikhil Sabharwal & Co 34 – Vijay Colony Phase I, New Cantt Road, Dehra Dun M/s R N S and Associates, 11B, First Floor, Shri Radha Palace, 7B Rajpur Road, Dehradun
Bankers	Oriental Bank of Commerce Canara Bank, Axis Bank, PNB, Yes Bank
Registered Office	15, R. B Ugersen Road, Dehra Dun Ph – 0135 – 2656660, 2655747, 7505775750 Website : www.Doonclub.com Email: - secretary@doonclub.com contact@doonclub.com

Dehra Dun Club Ltd. Dehra Dun

MANAGING COMMITTEE 2020 -2021

MR. SAMRAANT VIRMANI	PRESIDENT CONVENOR ADMINISTRATION & BAR CO- CONVENOR ENTERTAINMENT
MR.INDERKBATTACA	VICE PRESIDENT CONVENOR FINANCE CO - CONVENOR BAR & GARDEN
MR IQBAL WASU	CONVENOR SPORTS CO- CONVENOR ADMINISTRATION,H&B & MESSING
MR. ANURAG SANGALCA	CONVENOR ENTERTAINMENT CO-CONVENOR FINANCE & ADMINISTRATION
MR. VIMAL DEEP SINGH	CONVENOR MESSING CO- CONVENOR SWIMMING POOL
MR. ANIL AGARWAL	CONVENOR HOUSE & BUILDING CO- CONVENOR LIBRARY & SPORTS
COL. VIPUL SAINI	CONVENOR GARDEN
COL. J. S. BAJAJ	CONVENOR LIBRARY



DEHRA DUN CLUB LTD.

15, NEW SURVEY ROAD, DEHRA DUN. 248 001

Phones : 0135 2657353, 7505775750

www.dehradunclub.com, email : secretary@doonclub.com

Notice is hereby given that the 119th Annual General Meeting of the Members of Dehra Dun Club (which had been convened on Monday, June 29, 2020 at 11.30 am, whereas the consideration of the under noted items of business was adjourned sine die) will now be held on Monday, December 28, 2020 at 4:00 pm at the Club to transact the following businesses:

ORDINARY BUSINESS:

1. To appoint Auditors for the year 2020 – 2021 and to fix their remuneration.
2. To consider and adopt the Annual Report by the Committee, the Audited Balance Sheet and Statement of Income and Expenditure Account for the year ended 31st March 2020.

By Order of the Board of Directors,

Sd/-

Yashwant Singh
Asstt Secretary
Dehra Dun Club Ltd.

Date : 01/12/2020

Place : Dehradun

Please Note :

A) Explanatory Statement

During the year ending 31.03.2020 M/s Ansul Agrawal & Co., Chartered Accountants were appointed auditors for the year ending 31.03.2020. Consent received from them to act as auditors for the year 31.03.2021. Letter received from Members of the club dated 23.11.2020 received stating that M/s Ansul Agrawal & Co have being delaying matters. The Managing Committee deliberated the matter at length on 26.11.2020 and decided to appoint M/s Khattak Kochhar & Co, Chartered Accountants 41/1 Inder Road, Dehra Dun as Statutory Auditor for period of 3 years and consent has been obtained. Their remuneration for the Year 2020-21 shall be Rs 1,00,000/- (Rupees One Lakh Only) plus applicable GST.

B) Details for E Voting on Resolutions as per Agenda shall be sent separately.

DEHRADUNCLUB LTD(BY GUARANTEE), DEHRADUN
15, NEW SURVEY ROAD, DEHRA DUN

Ph : 0135 - 2657353, 2656660W : www.dehradunclub.com

M : secretary@doonclub.com, contact@doonclub.com

Directors' Report for the year ending 31st March, 2020

To,
The Members,
Dehradun Club Ltd.

Your Directors have pleasure in presenting the 119th Director's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your Company for the financial year ending 31st March, 2020.

Your Directors are presenting this Report on behalf of the Past Managing Committee since Accounts for the year ended 31st March, 2020 were not ready due to covid-19 pandemic as the Club was closed on 16th March, 2020 as per government orders and re-opened on 29th September, 2020.

1. Membership Details as on 29th June, 2020

Members at the beginning of the Year	2019-2020	2018-2019
Regular Members	2,368	2,405
Corporate Members	11	17
Lady Subscribers	35	38
Mess Members	27	27
Total Members as at close of the Year	2,441	2,487
Members as on 29th June, 2019		2,487
<i>Add : Admission from 30-6-19 to 29-9-20</i>		
Lady Subscriber	1	
Reinstated Member	1	
Mess Members	3	
Membership Transfer	4	9
Total		2,496
<i>Less : Owing to -</i>		
Termination	12	
Death	22	
Resignations	21	55
Members as on 29th June, 2020		2,441

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2. Managing Committee Meetings

During the period 1-7-2019 to 29-6-20, a total of 16 meetings of the Managing Committee were held and the attendance of the Managing Committee Members is as under –

<i>Name</i>	<i>Designation</i>	<i>Number of Meetings</i>
Mr D S Mann	President	16
Mr Suneet Mehra	Vice President	15
Mr Krishan Kumar Verma	Member	15
Mr Ajay Shangari	Member	11
Mr Sanjeev Bhasin	Member	15
Mr Raman Narula	Member	16
Col Pankaj Chaturvedi	Member	2
Col RPS Rawat, VSM	Member	0

3. Obituaries

1. Mr. Prem Bhatia - 0933	12. Mr. Surender N Sharma - 1627
2. Mr. Arvind Kumar Gandhi - 06	13. Mr. A.S. Bhartari - 0776
3. Mr. Ashok Kumar Aggarwal - 081	14. Mr. Gurmeet Singh - 1324
4. Mr. Samarth Pratap Singh -1926	15. Mr. P J Chauhan - 1416
5. Mr. Surinder Kumar Dua - 0907	16. Maj Ashok Kumar - 1227
6. Mr. Ram Swaroop Marwah - 1443	17. Mr. Nitin Puri - 1016
7. Mr. Brij Kaul - 1394	18. Mr. Krishan Kant - 0720
8. Mr. Ashish Wasu - 0121	19. Mr. Ranjit Singh Sikand - 0950
9. Mr. Kulvir Seth - 1703	20. Mr. M. K. Puri - 0158
10. Mr. Raj Issar - 1758	21. Mr. Anil Kumar Mittal - 1582
11. Ms. Renu Pandya - 1221	22. Mr. Krishan Veer - 0951

4. Resignations

1. Mr. Daljit Singh Sahni	12. Mr. Jatin Oberai
2. Lt. Col. Raj Chachra	13. Dr. R. B. S. Rawat
3. Col. Pankaj Chaturvedi	14. Mr. Ashwin Chopra
4. Col. M. Shivananda	15. Mr. Abhishek Ramola
5. Col. Vivek Kumar Gupta, VSM	16. Ms. Bindya Hari
6. Lt. Col. D.P.Pandit	17. Col. Nitin Sharma
7. Col. Sandeep	18. Brig. Atul Kumar Sood
8. Maj. B. L. Anand	19. Lt. Col. Kuldeep Singh
9. Lt. Col. Shyam Lal	20. Maj. Uma Ashish
10. Ms. Uma Sharma	21. Col. Raman Kumar Arora
11. Mr. Ashish Mehra	

5. Brief description of the working of the Club during this Year

i) Entertainment

The emphasis and focus were on wholesome family entertainment under leadership of President Mr D S Mann where the Members and their families thoroughly enjoyed themselves in an atmosphere of camaraderie and closeness, not hemmed in by unmanageable numbers. Bingo continued with its customary enthusiasm and attendance.

ii) Bar

Mr Krishan Kumar Verma reviewed the rates of liquor as the gross margins had dropped alarmingly in the previous year and ensured availability of all brands throughout the year.

iii) Messing

In keeping with the expectation of the Members Mr Ajay Shangari strived hard to improve the messing services. The Club Kitchen was given a much needed a facelift and renovation.

iv) Sports

Sports activities are the backbone of the Club attracting a daily attendance of over 150 Members and Dependents, especially during the swimming 'season'. Mr Suneet Mehra put emphasis this year on maintaining our excellent sports facilities. All tournaments held saw an enthusiastic participation.

v) House and Building

Regular attention was given by Mr Raman Narula for the maintenance and overall ambiance of the Club estate. Ours is a heritage estate and needs constant repairs and maintenance.

vi) Garden

The Club lawns were given special attention and post-monsoon, the flowers were in full bloom, thanks to the hard work put in by Col Pankaj Chaturvedi and the Club Garden Staff.

vii) Library

Col Pankaj Chaturvedi took special pains to ensure that the Library remained a peaceful haven for the reading enthusiasts.

6. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that –

- i) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanations relating to material departures;
- ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit and Loss of the Company for the that period;
- iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) The Directors have prepared the annual accounts on a going concern basis;
- v) Since the Company is not a listed company, the Company has not laid down internal financial Controls as applicable on a listed company;
- vi) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and are operating effectively.

7. Financial Performance for the FY 2019-2020

The Financial Result of the company for the Financial Year 2019-2020 are as under: -

Particulars	2019-2020 Rupees	2018-2019 Rupees
Total Income	4,25,55,991	4,26,73,384
Less: Expenditures	4,65,78,372	4,68,93,742
(Deficit) before Tax	(40,22,381)	(42,20,358)
Income Tax	21,15,785	13,85,962
(Deficit) after Tax	(61,38,166)	(56,06,320)

8. RESPONSE to STATUTORY AUDITORS' OBSERVATIONS

Legend = Auditors' Observation

Management Response

- a) *GST balances as per books of accounts are subject to reconciliation with the GST returns.*

The turnover as per books of accounts has since been reconciled with the GST Returns. The inadvertent mistake of filing the GST Return with a 'short'- sales of Rs 57,918/- for the financial year ending 31-3-2020 and consequent short deposit of GST by Rs 10,426/- has been rectified by depositing the entire tax due on 23-10-2020. Currently, the GST balances as per books of accounts and the GST Returns are reconciled and updated.

- b) *The Company has not properly complied with the TDS provisions of TDS deduction at the time of credit or payment whichever is earlier.*

These minor inadvertent errors have since been rectified and regularized with i) the short amount of TDS of Rs 16,228/- and Interest thereon of Rs 2,620/- duly paid on 24-10-2020 in addition to the original amount paid earlier, and ii) Revision of the TDS Returns on 3-9-2020 for Quarter 1, 3 and 4 vide Receipt # 151666, 151670 and 151681, respectively.

- c) *Sufficient information & explanation regarding Correction Account of Rs 5,40,301/- (Cr) as well as Pending for Confirmation of Rs 2,59,214/- (Cr) as on 31-3-20 was not provided to us.*

During the financial year 2018-19, there was a change in the Club Accounting Software which necessitated the transfer of Members' data to the Members' Account in Tally Software. There was a difference of Rs 5,40,300/- and an entry was created on 1-4-2019 to reconcile the data of Members' account as per the old software with the new Tally Software. Similarly, the Pending for Confirmation account of Rs 2,59,214/- pertains to previous years' representing the payment received from Members by the Club that could not be credited to 'the Member' for want of requisite details. Nevertheless, the Members' Account in Tally has now been reconciled with Members' data as on 31-7-2020 resulting in both these account(s) becoming infructuous. Accordingly, both these accounts now need to be written off in the current financial year 2020-21 and the same shall be done after getting the approval of Board of Directors in their next Meeting after these Accounts of the previous year 2019-20 have been passed by the Members.

- (d) *The Gratuity and Leave Encashment was accounted for on payment basis.*

This is consistent with the past practice followed by the Company.

- (e) *The coverage & scope of work of the Internal Auditor is not adequate. There were no comments of the Internal Auditor on many important aspects of internal control and checks. Steps have been taken to increase the coverage and scope of the Internal Audit by requesting them to additionally report on - (i) Daily Cash Collections, (ii) Bank Reconciliations including Entries that need immediate attention for remaining uncleared in the Bank Accounts, (iii) Filing of statutory returns viz., GST, TDS, EPF, ESI etc., and (v) Whether the necessary compliances have been initiated and completed on time. Nevertheless, all these statutory returns and bank reconciliations have been filed and/or made on time up to September 2020.*
- (f) *During the year, certain fixed deposits pre-matured, for which necessary Board/Members approval in AGM/ EGM was not obtained.*

The total Fixed Deposits of the Club have reduced by Rs 61.12 Lakhs on a year to year basis; this includes, as per Board Resolution of 11-5-2020, a premature encashment done on 18-3-20 of 3 FDRs dated 3-10-2019 amounting to Rs 51.00 Lakhs with IDFC Bank owing to the negative sentiment prevalent at that time about this Bank; where the reinvestment in FDR of another Bank could not be done owing to the Lockdown and the monies were authorized to be used for making Club payments. Separately, a premature encashment was done on 21-10-19 of 2 FDRs amounting to Rs 2.08 Crores in YES Bank owing to the negative sentiment prevalent at that time about this Bank and the said amount in-toto was invested in 2 FDRs with Oriental Bank of Commerce on 4-11-19 and 7-11-19, respectively. There appears to be no Board Resolution for this premature encashment with YES Bank and/or investment with Oriental Bank of Commerce. Steps are being taken to ensure that such a lapse does not happen again.

- (g) *The Club collects security deposits from applicants for Membership and also from applicants who become Members of the Club. Out of the balances mentioned in the balance sheet, the Club does not have any member wise breakup of Rs 1.48 crore and Rs 2.07 crore so received. Therefore, verification and the existence of this liability cannot be ascertained. Such amount could be related to Members who have been terminated / expired / transferred and hence adjustments should have been passed to this account on the occurrence of such event.*

Security Deposit/Membership Fee of Rs 2,12,75,000/- includes Rs 2,01,75,000/- (and not Rs 2.07 Crore pointed above), while the Security Deposit New Membership Fees Account of Rs 2,11,60,346/- includes Rs 1,48,81,846/- for which the Member-wise break up is not available owing to poor record keeping over the last many years since 2008-9 when the manual records on this accord were last independently audited and the reconciled balances were carried forward. Presently, these records are being verified for accuracy and completeness. Post verification, the Security Deposits will be computerised for a prompt retrieval and age-wise analysis and crediting any amount to Income if not payable, and clear this pendency.

- (h) *Regular reconciliation of trade payables is not undertaken by the Club. There are several ledgers appearing against which balance confirmations / ledger statements were not available for cross verification. Further, with the external confirmations available it was noticed that most of them did not tally with the balances as per the Club records.*

Efforts were made in the current year to obtain balance confirmation and/or statement of account from all suppliers and payments are being released only after reconciling the balance.

- (i) *The Fixed Assets register has been maintained by the Club; however, it does not show full particulars such as location of assets, date of purchase, bill particulars, and purchase amount. Further regular physical verification of the fixed assets was not undertaken by the management to ensure their existence and authenticity.*

The requisite steps are being taken in the current year to improve the Fixed Assets Register; physical verification has been done in August 2020 and all assets post verification are being mapped with a Unique Identification Number. Standard Operating Procedures are also being formulated to ensure future compliance with respect to maintenance of the Fixed Assets Register and periodic physical verification.

- (j) *The Club runs a parallel software with its accounting software for the collection from Members and loading such collection onto a smartcard. Upon reconciliation of the said software's it was noticed that the member balances between the smartcard software and the accounting software do not match hence the reliability of the Members balance in accounting system is doubtful.*

As mentioned in para c) above, the Members data as per Software and now stands reconciled with Members Accounts in Tally as on 31-7-2020.

- (k) *The Club held an internal enquiry against some scrupulous transactions (totaling to Rs 4.28 lacs) in FY 2017/18 which were later deemed to be done with a malafide intent by some of the Club officials. The final report on the same is pending to be formally tabled hence the exact quantum, modus operandi and accounts impacted cannot be gauged at this juncture and the impact if any on the current financial year.*

This pertains to the alleged misappropriation in the Financial Year 2016-17. The matter continues to be subjudice and the Management will take appropriate action based on the outcome of the legal process. In view of the revised representation done in the Annual Statements for year ending 31-3-18, the Management is of the view that it is unlikely to have any impact on the financial year under audit.

- (l) *The physical records of inventory maintained for various items such as Liquor, gifts, scheme stocks are not recorded accurately with significant differences between account books, physical inventory and manual registers were noticed. Thus, the reliability on these records is doubtful to ensure adequate control exists over inventory management.*

Liquor inventory in the Main Store are received and maintained in the prescribed format under the Excise regulations. This issue of discrepancy, if any, pertains to the Bar Store, even though the liquor stocks at the bar level are physically verified by the Management and differences, if any, are accounted for by the Barmen; and to scheme stocks and gifts even though all such receipts are recorded separately. The Management is in the process of formulating and implementing SOPs to further streamline its inventory process and to enhance internal controls so that records are maintained with more accuracy and pilferage is prevented.

- (m) *The recording of cash expenses and banking the collected cash has several gaps with regard to manner of it being recorded and deposited. This leads to a situation where in the controls over the cash in hand seem to be very porous and open to misappropriation.*

The Cash handling system has been covered thoroughly by the Internal Auditors and fortunately, it has worked well so far. Nevertheless, in response to this observation, the Management has instituted a system of Petty Cash wherein a replenishable petty cash amount of Rs 15,000/- has been fixed and handed over to the Cashier to make expenses therefrom. The daily collection of cash/cheque is now being deposited in full in the Bank as per the daily collection record maintained.

- (n) *As per the verification undertaken by us of the available records there is a possibility that the Club is in default to several statutory laws such as GST, Labour Laws etc. The magnitude of these defaults cannot be established in the wake of the above paragraphs stated.*

The compliance of statutory laws and dues has been covered thoroughly by the Internal Auditors and fortunately, it has worked well so far. As stated in para a) and e) above, the Club had made all statutory payments on time and further, for the current year statutory dues and returns have been paid and/or filed on time up to September 2020.

- (o) *The exact head wise expenses to be incurred with regard to various events of the Club were not recorded in the minutes of the various managing committee meetings. Hence, we cannot reliability establish if the same were done in consonance with concurrence of all the Members.*

Steps are being taken to ensure that going forward, head wise expenses incurred are recorded in the Minutes of the Managing Committee.

9. Your Directors further inform the Members that –

- i) The Managing Committee for FY 2018-19 has failed to include their comments to the Auditors' Report. These remained unanswered as on 30-6-2020. The major observations for FY 2018-19 were similar as in the present year, which have been addressed above; hence, the same needs no separate comment and be read for FY 2018-19 also.
- ii) Matters pertain to pending issues of EPF have been sorted out with the concerned authorities and there are no pending issues of EPF as on date.
- iii) The Club Balance Sheet as at 31-3-2019 shows that the Club is holding 203 Units of 6.75 % tax free UTI units amounting to Rs 20,799/-. It is now realized that these Units had matured on 1-6-2008 and till date the maturity amount has not been received. The UTI authorities were approached and it was informed to us that the amount of Rs 20,799/- remains due to the Club. Necessary steps are now being taken to recover this amount.

Notes on Accounts –

1. In view of the nationwide lockdown due to the outbreak of COVID-19 pandemic, the Company's operations at all its office locations were moved to employee home location considering the employee's health and safety as priority. Operations with adequate precautions being taken in accordance with Government guidelines and compliance requirements. Based on management evaluation, no material impact on the carrying amounts of current and non-current assets is expected. The Company has assessed its existing controls and internal financial reporting processes and made appropriate changes, as required, in view of the situation arising due to COVID-19 pandemic. The Company has also reviewed its contracts/ arrangements and does not expect any material impact on account of non-fulfilment of the obligations by any party. Management has considered various internal and external information available up to the date of approval of financial results in assessing the impact of COVID-19 pandemic in the financial statements for the year ended March 31, 2020 and will continue to monitor changes in future economic conditions. The eventual outcome of the impact of COVID-19 may be different from that estimated as on the date of approval of these financial statements.

- 2. Transfer to reserves**-The Club has transferred the amount to reserves during the financial year ending 31st March,2020. Details are given below:

RESERVES & SURPLUS

31-Mar-2020

Members General Reserve		
Opening balance	7,72,74,038.02	
Add : Entrance / Transfer Fee	12,00,500.00	
Add: Tax Refund Received	1,52,396.00	
Add: Difference in Opening Balance	14,324.26	
Add: Previous Year Difference in FDR	2,43,608.00	
Less: Self Assessment Tax	<u>85,310.00</u>	7,87,99,556.28
Less: Transferred from Income and Expenditure Account	(61,38,166.92)	
Less: Previos Year Adjustment for house tax	0.00	
		<u>(61,38,166.92)</u>
		<u>7,26,61,389.36</u>

- 3. Dividend** - Since your Club is a section 8 company, therefore, your directors do not recommend declaration of dividend for the financial year 2019-20.
- 4. Material changes between the date of the board report and end of financial year** - There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year to which this financial statements relate on the date of this report.
- 5. Significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future** - During the year under review there has been no such significant and material orders passed by the regulators or any courts or tribunals that impact the going concern status and Company's operations in future.
- 6. Disclosure, Maintenance of Cost Records** - A disclosure as to whether maintenance of cost records as specified by the Central Government under sub section (1) of section 148 of the Companies Act, 2013, is not required by the Company and accordingly such accounts and records are not made and maintained.
- 7. Constitution of Committee – Sexual Harassment at Workplace** - The Company has complied with the provision relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013.
- 8. Deposits** - Your company has not accepted any deposits during the year. Neither there is any unpaid or unclaimed amount as at the end of the year nor there has been any default in repayment of deposits or payment of interest during the year.

9. **Details in respect of adequacy of internal financial controls with reference to the Financial Statements** - The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its 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 timely preparation of reliable financial disclosure.
10. **Change in nature of business** - Your Directors are optimistic about Company's business and hopeful of better performance with increased revenue in next year. There was no change in the nature of the business of the Company done during the year.
11. **Details of Directors or Key Managerial Personnel (appointed or resigned)**
There was no change in the management of the Club by way of appointment and resignation of Directors.
12. **Statutory Auditors** - The present Auditors of the Club M/s Ansul Agrawal & Co., Chartered Accountants, DehraDun have consented to be available for the next year. However the club has received representation letter from the members of the club for the change of the Auditors. The Matter was discussed at length and M/S KHATTAK KOCHHAR & CO. have been appointed auditor for 3 year i.e, upto FY 31.03.2023 and their consent has been received.
13. **Particulars of loans, guarantees or investments under section 186** - During the year, your Company has not given any loans, guarantees, any kind of security or investments to any person or body corporate as per the Section 186 of the Act.
14. **Particulars of contracts or arrangements with related parties** - During the year, your Company has entered into contracts or arrangements with the related parties as referred to in sub-section (1) of Section 188 of the Companies Act, 2013 - Form AOC has been attached herewith at Annexure - 2.
15. **Company's Policy on directors' appointment and Remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of Section 178** - The Company was not required to constitute a Nomination and Remuneration Committee under Section 178(1) of the Companies Act,2013 and Rule 6 of the Companies (Meeting of Board and its powers) Rules, 2014 and Stakeholders Relationship Committee under Section 178(5) of the Companies Act,2013
16. **Particulars of Employees** - None of the employees has received remuneration exceeding the limit as stated in rule 5(2) of the companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.
17. **DECLARATION BY INDEPENDENT DIRECTORS:** Being a Section 8 Company, the provisions of Section 149 of the Companies Act, 2013 relating to appointment of Independent Directors are not applicable on the Company.
18. **THE CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION** – According to the particulars as required under the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of energy and technology absorption, the Company continued its efforts to conserve energy by the elimination of waste, reduction in the percentage of rejects and by keeping the plant and machinery in a fit state of maintenance.
19. **CORPORATE SOCIAL RESPONSIBILITY (CSR)**-The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within the purview of Section 135(1) of Companies Act, 2013 .
20. **FOREIGN EXCHANGE EARNINGS AND OUT GO**—There were no transactions involving foreign exchange earnings and outgo during the year under review.

- 21. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES** - The provisions related to the establishment of vigil mechanism for directors and employees to report genuine concerns to be disclosed are not applicable to your Club.
- 22. MANAGERIAL REMUNERATION** - In the terms of the provisions of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, no employee of the Company is in receipt of remuneration in excess of the limits prescribed there under.
- 23. SECRETARIAL AUDIT REPORT** - Since your Club is a Section 8 Company, the provisions of section 204 are not applicable on your Club. Therefore, Secretarial Audit Report is not required.
- 24. CORPORATE GOVERNANCE CERTIFICATE** - Since your Club is a Section 8 Company therefore provisions of Clause 49 of the Listing Agreement are not applicable to Club. Therefore, Corporate Governance Certificate from the Auditors or practicing Company Secretary is not required.
- 25. RISK MANAGEMENT POLICY** - The Club does not have any Risk Management Policy as the elements of risk threatening the Club's existence are very minimal.
- 26. INCOME TAX** - Income tax Assessments of the Club has been completed upto AY 2019-20 and there are no outstanding Income Tax Demands on account of the Club.
- 27. ACKNOWLEDGEMENTS** - The Board Management places on record its appreciation for co-operation and continued support extended to the Club by its Members, Creditors, Bankers, Staff and the esteemed business associates.

For and on behalf of the Board of Directors of Dehradun Club Limited,

Samraant Virmani
Director
DIN - 06905676

Iqbal Wasu
Director
DIN - 00874333

Anurag Sangal
Director
DIN - 02843956

Anil Agarwal
Director
DIN - 01111999

Inder Kumar Batta
Director
DIN - 08761120

Vimal Deep Singh
Director
DIN - 03465467

Date: 26.11.2020

Place: Dehradun

Independent Auditor's Report

To the Members of

The Members of DEHRA DUN CLUB LIMITED (A company limited by Guarantee)

Report on the Financial Statements

We have audited the accompanying financial statements of **DEHRA DUN CLUB LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2020 and the Statement of Income and Expenditure for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013(the Act) with respect to the preparation of these financial statements that give a true and fair view of the financial position & financial performance in accordance with the Accounting Standards notified under section 133 of the Companies Act, 2013 ("the Act") read with rule 7 of the Companies (Accounts) Rules 2014 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

We draw attention to Note i of the accompanying financial statements which, describes the company's assessment of impact on the financial statements and uncertainties arising from the COVID 19 pandemic. Such estimates are based on current facts and circumstances and may not necessarily reflect the future uncertainties and events arising from the full impact of the COVID 19 pandemic.

Our opinion is not modified in respect of this matter.

OPINION

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India subject to the following :-

- a) GST balances as per books of accounts are subject to reconciliation with GST returns.
- b) The Company has not properly complied with the TDS provisions of TDS deduction at the time of credit or payment whichever is earlier.
- c) Sufficient information & explanation regarding correction account of Rs. 5,40,301/- (cr.) as well as pending for confirmation balance of Rs. 2,59,214/- (cr.) as on 31.03.2020 was not provided to us.
- d) The Gratuity and leave encashment was accounted for on payment basis,
- e) The Coverage & scope of work of the Internal Auditor is not adequate. There was no comments of the Internal auditor on many important aspects of internal control & checks. The Internal Auditors have not certified that the discrepancies observed during the Internal Audit have been rectified by the club. We have placed reliance on their Internal Audit report for the purpose of the audit of the Club.
- f) During the year, certain fixed deposits was pre- matured , for which necessary board approval was not obtained.
- g) The club collects security deposits from applicants for membership and also from applicants who become members of the club. Out of the balances mentioned in the balance sheet, the club does not have any member wise breakup of Rs. 1.48 crore and Rs. 2.07 crore so received. Therefore verification and the existence of this liability cannot be ascertained. Such amount could be relating to members who have been terminated / expired / transferred and hence adjustments should have been passed to this account on the occurrence of such event.
- h) Regular reconciliation of trade payables is not undertaken by the club. There are several ledgers appearing against which balance confirmations / ledger statements were not available for cross verification. Further, with the external confirmations available it was noticed that most of them did not tally with the balances as per the club records.
- i) The Fixed Assets register has been maintained by the club, however it does not show full particulars such as location of assets, date of purchase, bill particulars, and purchase amount. Further regular physical verification of the fixed assets were not undertaken by the management to ensure their existence and authenticity.
- j) The club runs a parallel software with its accounting software for the collection from members and loading such collection onto a smartcard. Upon reconciliation of the

said software's it was noticed that the member balances between the smartcard software and the accounting software do not match hence the reliability of the members balance in accounting system is doubtful.

- k) The club held an internal enquiry against some scrupulous transactions (totalling to Rs. 4.28 lacs) in FY 2017/18 which were later deemed to be done with a mala-fide intent by some of the club officials. The final report on the same is pending to be formally tabled hence the exact quantum, modus operandi and accounts impacted cannot be gauged at this juncture and the impact if any on the current financial year.
- l) The physical records of inventory maintained for various items such as Liquor, gifts, scheme stocks are not recorded accurately with significant differences between account books, physical inventory and manual registers were noticed. Thus the reliability on these records is doubtful to ensure adequate control exists over inventory management.
- m) The recording of cash expenses and banking the collected cash has several gaps with regard to manner of it being recorded and deposited. This leads to a situation wherein the controls over the cash in hand seem to be very poor and open to misappropriation.
- n) As per the verification undertaken by us of the available records there is a possibility that the club is in default to several statutory laws such as GST, Labour Laws etc. The magnitude of these defaults cannot be established in the wake of the above paragraphs stated.
- o) The exact head wise expenses to be incurred with regard to various events of the club were not recorded in the minutes of the various managing committee meetings. Hence, we cannot reliability establish if the same were done in consonance with concurrence of all the members.
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;and
 - b) in the case of the Statement of Income and Expenditure , of the deficit of the Company for the year ended on that date;

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section 11 of section 143 of the Act is not applicable as the Company is a Section 8 Company.
- 2. As required by section 143(3)of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) 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.
 - c) The Balance Sheet and the Statement of Income and Expenditure dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet and the Statement of Income and Expenditure comply with the Accounting Standards notified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rule 2014.
 - e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2020 from being appointed as a director in terms of Section 164 (2) of the Act;

- f) In accordance with MCA notification dated 13th June, 2017, (G.S.R.583 (E), separate reporting on internal financial controls over financial reporting of the Company and the operating effectiveness of such controls is exempt.
- g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies(Audit and Auditors) Rules, 2014:
- (i) The company has disclosed the impact, if any, of pending litigations on its financial positions in its financial statement.
 - (ii) The company has made provision, as required under any law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts;
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



For ANSUL AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 500112N

(ANSUL AGRAWAL)

PARTNER

Membership No. : 092048

Place : Dehradun

Date :23.11.2020

UDIN :20092048AAAAMZ6070

DEHRA DUN CLUB LIMITED (A company limited by Guarantee)
BALANCE SHEET AS AT 31-MAR-2020

Particulars	Note No	Figures as at the end of current reporting period 31-Mar-2020		Figures as at the end of current reporting period 31-Mar-2019	
I. EQUITY AND LIABILITIES					
(1) Member's Fund					
(a) Share Capital		-		-	
(b) Reserves & Surplus	3	7,26,61,389.36	7,26,61,389.36	7,72,74,038.02	7,72,74,038.02
(2) Non-Current Liabilities					
(a) Long-term borrowings		-		-	
(b) Deferred tax liabilities (Net)		-		-	
(c) Other Long term liabilities	4	2,12,75,000.00		2,14,35,000.00	
(d) Long-term provisions		-	2,12,75,000.00	-	2,14,35,000.00
(3) Current Liabilities					
(a) Short-term borrowings		-		-	
(b) Trade payables	5	34,39,652.52		24,92,053.80	
(c) Other current liabilities	6	2,63,99,191.65		2,26,87,298.71	
(d) Short-term provisions	7	21,15,785.73	3,19,54,629.90	6,80,177.00	2,58,59,529.51
TOTAL			12,58,91,019.27		12,45,68,567.53
II. ASSETS					
(1) Non-Current Assets					
(a) FIXED ASSETS					
(i) Tangible assets	8	3,30,11,390.62		3,45,32,027.18	
(ii) Intangible Assets	8	1,85,264.01		63,303.49	
(iii) Capital Work-in-Progress		-		-	
(iv) Intangible assets under development		-		-	
(b) Non-current investments	9	20,799.57		20,799.57	
(c) Deferred Tax Assets (net)		-		-	
(d) Long term loans and advances	10	2,15,012.00		2,15,012.00	
(e) Other Non-current assets	11	4,11,42,015.80	7,45,74,482.00	2,25,43,115.00	5,73,74,257.24
(2) Current Assets					
(a) Current investments		-		-	
(b) Inventories	12		9,29,915.45		24,15,893.11
(c) Trade Receivables	13		41,80,336.00		45,04,079.78
(d) Cash and Bank Balances	14		4,33,48,287.42		5,84,82,909.97
(e) Short term loans and advances	15		21,59,577.07		6,95,719.10
(f) Other current assets	16		6,98,421.33		10,95,708.33
TOTAL			12,58,91,019.27		12,45,68,567.53

Significant Accounting Policies

1

See accompanying notes to the financial statements which form part of these accounts

AUDIT REPORT

In terms of our Report of even date attached




For Ansil Agrawal & Co.
CHARTERED ACCOUNTANTS
FRN NO. 500112N

Ansil Agrawal (M.No. 092048)
Partner

Place: Dehradun
Date : 23.11.2020

Samraant Virmani
Director
DIN - 06905676

Inder Kumar Batta
Director
DIN - 08761120

Iqbal Wasu
Director
DIN - 00874333

Anil Agarwal
Director
DIN - 01111999

Anurag Sangal
Director
DIN - 02843956

Vimal Deep Singh
Director
DIN - 03465467

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR

Particulars	Note No	Figures for the current reporting period 31-Mar-2020	figures for the current reporting period 31-Mar-2019
INCOME			
I. Revenue from Operations	21	3,52,74,663.43	3,86,97,229.89
II. Other Income	22	72,81,327.60	69,76,154.35
III. Total Revenue (I+II)		4,25,55,991.03	4,26,73,384.24
IV. EXPENSES			
Cost of materials consumed	23	75,68,080.26	79,03,128.89
Other Direct Expenses	24	1,25,00,687.27	1,11,76,859.00
Employee benefit expenses	23	1,71,16,404.00	1,72,83,314.00
Depreciation and amortization expense	8	26,90,963.04	32,71,174.60
Other expenses	26	66,92,237.64	62,59,066.26
Total expenses		4,65,78,372.21	4,68,93,742.75
V. items and tax (HI-IV)		(40,22,581.18)	(42,20,358.51)
VI. Exceptional items	27		0.00
Ve. W - VI)		(40,22,181.18)	(42,20,358.51)
VIII. Extraordinary items	27		0.00
IX. Income before tax (VII- VIII)		(40,11,81.18)	(42,20,358.51)
X. Tax expense			
(1) Current Tax			
for the Period		21,15,785.73	11,85,961.77
Tax relating to earlier year		0.00	0.00
Less MAT Credit entitlement		0.00	0.00
(2) Deferred Tax		0.00	13,85,961.77
xi. Income / (Loss) for the period from		(61,38,166.92)	(54,06,320.28)
xii. Income / (loss) from discontinuing		0.00	0.00
III. Tax expense of discontinuing operations		0.00	0.00
Income / (loss) from Discontinuing		0.00	0.00
XV. Income / (Loss) for the period (XI + XIV)		(61,38,166.92)	(56,06,320.28)
XVI Earnings per equity share:			
(1) Basic		N.A.	N.A.
(2) Diluted		N.A.	N.A.

See accompanying notes to the financial statements which form part of these accounts

AUDIT REPORT

In terms of our Report of even date attached



For Anshul Agrawal & Co.
CHARTERED ACCOUNTANTS
FRN NO. 500112N

Samraant Virmani
 Director
 DIN - 06905676

Inder Kumar Batta
 Director
 DIN - 08761120

Iqbal Wasu
 Director
 DIN - 00874333

Anshul Agrawal (M.No. 092048)
 Partner

Place: Dehradun
 Date: 23.11.2020

Anil Agarwal
 Director
 DIN - 01111999

Anurag Sangal
 Director
 DIN - 02843956

Vimal Deep Singh
 Director
 DIN - 03465467

DEHRA DUN CLUB LIMITED (A company limited by Guarantee)

Significant Accounting Policies and Notes forming part of the Financial Statements

Year Ending: 31-Mar-2020

1. SIGNIFICANT ACCOUNTING POLICIES

a) General

The financial statements of the Club have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Club has prepared these financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act, 2013, read together with Rule 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year. All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Club in terms with the guidance as set out in the Schedule III to the Companies Act, 2013.

b) Contingent Liabilities

As per the Accounting Standard 29 (Provisions, Contingent liabilities and Contingent Assets) notified under the Companies (Accounting Standards) Rules, 2006 which are applicable on the Company in terms of Rule 2 of the Companies (Indian Accounting Standards) Rules 2015 notified under Companies Act, 2013 the club recognize provisions only when it has a present obligation as a result of a past event it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reasonable estimate of the amount of the obligation can be made. Contingent Liabilities have been disclosed by way of notes in Notes on Account here below. Contingent Assets are not recognized in the financial statements.

c) Use of Estimates

The preparation of the financial statements in conformity with the GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities as at the date of the financial statements and reported amount of income and expenses for the period. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, Income tax and the useful lives of fixed assets. Management periodically assesses using external and internal sources whether there is an indication that an asset may be impaired. Impairment occurs when the carrying value exceeds the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. The impairment loss to be expensed is determined as the excess of the carrying

amount over the higher of the assets net sale price or present as determined above. Contingencies are recorded when it is probable that the liability will be incurred, and the amount can be reasonably estimated. Actual results could differ from those estimates.

d) Revenue Recognition

- i. Members subscription fee, Club facility charges, sponsorship income is accounted for on accrual basis.
- ii. The entrance / transfer fee from members admitted is credited to the members' general reserve directly.
- iii. Revenue from sales is stated net of GST wherever applicable.
- iv. Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the Income and Expenditure Account.

e) Property, Plant & Equipment & Depreciation

- i. Fixed assets are stated at cost (or revalued amounts, as the case may be); less accumulated depreciation and impairment losses. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets are also included to the extent they relate to the period till such assets are ready to be put to use in accordance with Account Standard 16. At the end of each year, the club determines whether a provision should be made for impairment of loss on its fixed assets by considering the indications that an impairment loss may have occurred in accordance with Accounting Standard (AS 28 "Impairment of Asset") notified under the Companies (Accounting Standards) Rules, 2006 which are applicable on the Club in terms of Rule 2 of the Companies (Indian Accounting Standards) Rules 2015 notified under Companies Act, 2013, where the recoverable amount of any fixed asset is lower than its carrying amount. There exists no indication for the management to conclude that any of its cash generating units are impaired and accordingly no provision for impairment has been made in the financial statements.
- ii. The depreciation has been charged on Written down value method as per the rates derived from useful lives prescribed in schedule II of the Companies Act. 2013. The Depreciation on the additions during the year has been charged on pro rata basis. As mandated in Para 7 of the Schedule II of the Companies, Act, 2013 a) the carrying amount of the assets as on 1st April 2014 is being depreciated over the remaining useful life of the assets as per Schedule-II b) where the remaining useful life of the assets is nil, after retaining the residual value the carrying amount has been recognised in the opening balance of retained earnings.
- iii. Leases Finance leases, which effectively transfer to the club substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are

apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalized. Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss account on a straight-line basis over the lease term.

f) Employee Retirement Benefits

- i. Benefits such as salaries, wages, and short term compensated absences, etc. and the expected cost of bonus and ex-gratia are recognised in the year in which the employee renders the related service.
- ii. Gratuity is a post employment defined benefit plan. The present value of obligation for employees gratuity is determined by Life Insurance Corporation, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. Accordingly, the club discharges its obligation in favor of LIC which fulfills the same in case of any event.

g) Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

h) Income Tax

Charge for current tax is determined based upon the provisions of Income-tax Act, 1961 to the extent applicable to the Club. The club has created the provision of taxation on Interest Income on FDR only.

Income Tax expenses is accrued in accordance with AS 22 -"Accounting for taxes on income" which includes current taxes and deferred tax. Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing difference of earlier years. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be taxable. Deferred tax and liabilities are measured using the tax rates and tax laws that have been enacted or subsequently enacted by the balance sheet date.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Club will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the club.

i) Impact of COVID-19

In view of the nationwide lockdown due to the outbreak of COVID-19 pandemic, the Company's operations at all its office locations were moved to employee home location considering the employee's health and safety as priority. Operations with adequate precautions being taken in accordance with Government guidelines and compliance requirements.

Based on management evaluation, no material impact on the carrying amounts of current and non-current assets is expected.

The Company has assessed its existing controls and internal financial reporting processes and made appropriate changes, as required, in view of the situation arising due to COVID-19 pandemic. The Company has also reviewed its contracts/ arrangements and does not expect any material impact on account of non-fulfillment of the obligations by any party. Management has considered various internal and external information available up to the date of approval of financial results in assessing the impact of COVID-19 pandemic in the financial statements for the year ended March 31, 2020 and will continue to monitor changes in future economic conditions. The eventual outcome of the impact of COVID-19 may be different from that estimated as on the date of approval of these financial statements.

NOTES ON ACCOUNTS

2 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

3	RESERVES & SURPLUS	31-Mar-2020	31-Mar-2019
	Members General Reserve		
	Opening balance	7,72,74,038.02	7,85,31,858.30
	Add : Entrance / Transfer Fee	12,00,500.00	43,45,500.00
	Add: Tax Refund Received	1,52,396.00	0.00
	Add: Difference in Opening Balance	14,324.26	0.00
	Add: Previous Year Difference in FDR	2,43,608.00	0.00
	Less: Self Assessment Tax	85,310.00	0.00
		<u>7,87,99,556.28</u>	<u>8,28,80,358.30</u>
	Less: Transferred from Income and Expenditure Account	(61,38,166.92)	(56,06,320.28)
	Less: Prs Year Adjustment for house tax	0.00	0.00
		<u>(61,38,166.92)</u>	<u>(56,06,320.28)</u>
		<u>7,26,61,389.36</u>	<u>7,72,74,038.02</u>

4	Other Long Term Liabilities	31-Mar-2020	31-Mar-2019
	a) Trade Payable	0.00	0.00
	b) Security Deposits (members)	2,12,75,000.00	2,14,35,000.00
		<u>2,12,75,000.00</u>	<u>2,14,35,000.00</u>

5	Trade Payables	31-Mar-2020	31-Mar-2019
	Due to Micro and Small enterprises	0.00	0.00
	Due to Others	34,39,652.52	24,92,053.80
		<u>34,39,652.52</u>	<u>24,92,053.80</u>

Note -

a) The Micro, small and Medium Enterprises development Act 2006, mandates the Club to identify the Micro, small and medium suppliers and pay them interest on overdues beyond the specified period, irrespective of the terms agreed with the suppliers. The Club is yet to initiate the process of identification of such suppliers. In view of non-receipt of critical inputs and response from several such potential parties, the liability of interest cannot be reliably estimated, nor required disclosures can be made. Accounting in this regard will be carried out after process is complete and reliable estimates can be made in this regard.

b) Regular reconciliation of trade payables is not undertaken by the club. There are several ledgers appearing against which balance confirmation / ledger statements are not available for cross verification. Hence the balance is subject to these reconciliations which, the management is striving to reconcile.

6	Other Current Liabilities	31-Mar-2020	31-Mar-2019
	a) Other payables		
	New Applicant deposits	2,11,60,346.00	1,75,90,346.00
	Smart Card Recharge A/c	11,62,619.83	0.00
	Correction Account	5,40,300.77	0.00
	Amounts pending confirmation	2,59,214.00	2,44,616.00
	Expenses & Taxes payable	19,14,655.18	16,91,732.44
		<u>2,50,37,135.78</u>	<u>1,95,26,694.44</u>
	b) Advance from Members	12,90,631.87	30,40,254.27
	c) Others (Rooms Advances)	71,424.00	1,20,350.00
		<u>2,63,99,191.65</u>	<u>2,26,87,298.71</u>

Note -

- a) Out of Rs. 2.11 crore mentioned in "New Applicant deposits" the club does not have a reliable breakup of Rs. 1.48 crores. The last reconciliation of the same was undertaken in the year 2009 and since then it has not been reconciled.
- b) The amount as appearing under the head "Amounts pending confirmation" are credits as appearing in the bank statements of the club which cannot be mapped to any particular member and the same have not been claimed from the club. These are pending reconciliation with few entries relating to previous

7	Short Term Provisions	31-Mar-2020	31-Mar-2019
	a) For Income Tax	21,15,755.73	0.00
	b) Provisions for Staff Bonus	0.00	6,80,177.00
		<u>21,15,755.73</u>	<u>6,80,177.00</u>

8	Tangible & Intangible Assets	
		Refer to Annexure "A" to these notes

9	Non Current Investments	31-Mar-2020	31-Mar-2019
	a) In Government or trust securities;	20,799.57	20,799.57
		<u>20,799.57</u>	<u>20,799.57</u>

Note:- Investments have been valued at their cost as has been carried since many years. However, this value is subject to verification with the agency.

	<u>31-Mar-2020</u>	<u>31-Mar-2019</u>
Quoted Investments	0.00	0.00
Un Quoted Investments	20,799.77	20,799.57
	<u>20,799.57</u>	<u>20,799.57</u>
Less: Aggregate provision for diminution in value of investments	0.00	0.00
	<u>20,799.57</u>	<u>20,799.57</u>

Note:- Investments have been valued at their cost as has been carried since many years. However, this value is subject to verification with the agency.

10	Long term loans and advances	<u>31-Mar-2020</u>	<u>31-Mar-2019</u>
a)	Capital Advances;	0.00	0.00
b)	Security Deposits;	2,15,012.00	2,15,012.00
c)	Loans and advances to related parties	0.00	0.00
		<u>2,15,012.00</u>	<u>2,15,012.00</u>
	Less Provision for Doubtful Advances	0.00	0.00
		<u>2,15,012.00</u>	<u>2,15,012.00</u>
	Of the above		
	Secured, Considered Good	0.00	0.00
	Un-Secured, Considered Good	2,15,012.00	2,15,012.00
	Doubtful	0.00	0.00
		<u>2,15,012.00</u>	<u>2,15,012.00</u>
	Loans & Advances		
1	Due from Directors or other officers of the Club	0.00	0.00
2	Due by fines in which any director is a partner	0.00	0.00
3	Due by private companies in which any director is	0.00	0.00
11	Other Non-Current Assets	<u>31-Mar-2020</u>	<u>31-Mar-2019</u>
a)	Fixed Deposits	4,11,42,011.80	2,21,43,115.00
		<u>4,11,42,011.80</u>	<u>2,21,43,115.00</u>
	Less:- Provision for Bad & Doubtful Debts	0.00	0.00
		<u>4,11,42,011.80</u>	<u>2,21,43,115.00</u>
	Debts Due by		
1	Due from Directors or other officers of the Club	0.00	0.00
2	Due by fines in which any director is a partner	0.00	0.00
3	Due by private companies in which any director is a director or member	0.00	0.00
12	Inventories	<u>31-Mar-2020</u>	<u>31-Mar-2019</u>
		In- Transit	In- Transit
a)	Consumables (Liquor, Food Items etc.)	6,04,733.00	22,85,617.11
b)	Sports Equipment's	0.00	16,312.00
c)	Other Items	3,25,182.45	1,13,964.00
		<u>9,29,915.45</u>	<u>24,15,893.11</u>

Note:-

- Inventories are valued at the lower of cost (on FIFO) and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including Octroi, taxes, other levies, transit insurance and receiving charges.
- Physical verification of the bar stock was carried out and shortages / discrepancies were observed. The managing committee will take action accordingly to strengthen inventory controls.

13	Trade Receivables		31-Mar-2020		31-Mar-2019
		Secured	Un-Secured	Secured	Un-Secured
	Considered Good				
	Members	0.00	41,55,489.76	0.00	44,61,685.05
	Non members (sponsorship)	0.00	24,846.24	0.00	42,394.73
	Doubtful				
	Members	0.00	11,36,747.64	0.00	11,36,747.64
	Non members (sponsorship)	0.00	10,30,956.00	0.00	10,30,956.00
			63,48,039.64	0.00	66,71,783.42
	Less:- Provision for Bad & Doubtful Debts		21,67,703.64		21,67,703.64
	Balance	0.00	41,80,336.00	0.00	45,04,079.78
	Note:-		31-Mar-2020		31-Mar-2019
	1 Aggregate amount of Trade Receivables outstanding for a period exceeding 6 months from		3,66,554.00		30,51,711.46
	2 Due from Directors or other officers of the Club		24,064.09		41,402.61
	3 Due by firms in which any director is a partner				0.00
	4 Due by private companies in which any director is a director or member				0.00
	5 The balances mentioned above are subject to confirmations from the respective parties. The management is striving to reconcile the same at the earliest. Those balances which are outstanding for greater than 6 months and which have a remote possibility of being recovered have been provided for the sake of prudence. The management is still hopeful of recovering the same.				
	6 The club has a smart card system wherein member recharges are recorded to avail the various club facilities. However, discrepancies have been noticed in the balances between the said software and the accounting software. Currently a reconciliation between the same is underway to ensure parity in member accounts.				
14	Cash & Bank Balances		31-Mar-2020		31-Mar-2019
	1 Balance with scheduled Banks in		0.00		0.00
	Fixed Deposits (less than 12 months)		3,62,08,317.20		5,64,23,237.48
	2 Cash and Cash equivalents				
	--- Bank Accounts		70,53,225.96		18,64,851.49
	--- Cheques in Hand		0.00		0.00
	--- Cash		86,744.26		1,94,821.00
			4,33,48,287.42		5,84,82,909.97
	Note:- of the above				
	1 Earmarked balances with bank.		0.00		0.00
	2 Balances with bank held as margin money or security against borrowing, guarantees and other		0.00		0.00
	3 Repatriation restrictions, if any, in respect of Cash		0.00		0.00
	4 Bank deposits with more than 12 months maturity.		0.00		0.00
	5 Cash in hand as on 31st March has been				
15	Short term loans and advances		31-Mar-2020		31-Mar-2019
	a) Loans and advances		0.00		0.00
	b) Security Deposits		0.00		0.00
	c) Advance to staff		1,56,838.00		1,19,800.00
	d) Advance to suppliers				
	e) Others				
	Advances recoverable in cash or in kind or for value to be received		5,95,409.00		11,71,328.10
	Card Swap Account		7,241.98		
	Frankie Machine Charged		25,002.00		
	Balance with Revenue\Govt. authorities		19,70,495.09		
			27,54,986.07		12,91,128.10
	Less:- Provision for Bad & Doubtful loans and advances		5,95,409.00		5,95,409.00
			21,59,577.07		6,95,719.10
	Of the above				
	Secured, Considered Good		0.00		0.00
	Un-Secured, Considered Good		21,59,577.07		6,95,719.10
	Doubtful		5,95,409.00		5,95,409.00
			27,54,986.07		12,91,128.10
	Note:- out of the above				
	1 Due from Directors or other officers of the Club		0.00		0.00
	2 Due by fines in which any director is a partner		0.00		0.00
	3 Due by private companies in which any director is a director or member		0.00		0.00

16	Other Current Assets	0.00	
a)	Unbilled Revenue	0.00	0.00
b)	Unamortized Expenses	0.00	0.00
c)	Interest Accrued on Deposits and Investments etc.		0.00
d)	Others	0.00	
i)	Insurance Claims	0.00	0.00
ii)	Due from Government	3,16,672.33	6,27,342.33
iii)	Others- Prepaid Expenses	3,79,949.00	4,68,366.00
	-Unused TDS Challan	1,800.00	0.00
		<u>6,98,421.33</u>	<u>10,95,708.33</u>

17	a) Contingent Liabilities (to the extent not provided for)		
i)	Claims against the Club not acknowledged as debt;	0.00	0.00
ii)	Guarantees;	0.00	0.00
iii)	Other money for which the Club is contingently liable	0.00	0.00
jt)	Impact, if any, of pending litigations on financial position of the Club.	3,21,047.00	3,21,047.00

1.) The club does not discharge GST on the amount collected towards enrollment fees for new members on the concept of mutuality. The GST liable on the same in case disputed by the department would be Rs. 7.82 lacs for this year. Further the club does not reverse GST on the sale of hard liquor having common credits due to legal interpretation.

2.) The club has outsourced kitchen with manpower provided by the person. In the absence of providing any payment challans of ESI, PF and other labor related compliances the impact of such levy (if any) initiated against the club cannot be quantified.

b) Commitments (to the extent not provided for)

i)	Estimated amount of contracts remaining to be executed on capital account and not provided for;	0.00
ii)	Uncalled liability on shares and other investments partly paid	0.00
iii)	Other commitments (specify nature).	0.00

18	Dividend	Per Share	Amount
a)	Proposed on Equity shares	0	0.00
b)	Proposed on Preference shares	0	0.00
c)	Arrears of fixed cumulative dividends on preferences shares		0.00

19 In the opinion of the Board, all of the assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the financial statements.

20 The Club has made provision, as required under any law or accounting standards, for material foreseeable losses, if any on long term contracts including derivatives contracts.

21	Revenue from Operations	<u>31-Mar-2020</u>	<u>31-Mar-2019</u>
	From Services	1,97,99,192.15	2,07,10,777.87
	From Subscriptions	1,54,75,471.28	1,49,86,452.02
		<u>3,52,74,663.43</u>	<u>3,56,97,229.89</u>
22	Other Intome		
	Interest Income	57,21,901.00	51,44,683.15
	Sponsorship Income	3,67,170.44	4,55,881.84
	Others	11,92,256.16	13,75,589.36
		<u>72,81,327.60</u>	<u>69,76,154.35</u>

a.) The management in its meeting held that the club has several outstanding creditors since long which are not payable nor the said parties have approached the club for their reconciliation.

23	Cost of materials consumed		
	Opening Stock	24,15,593.11	31,39,259.00
	Add: Purchases (Including Inward Expenses)	60,82,102.60	71,79,963.00
		84,97,995.71	1,03,19,222.00
	Less:- Closing Stock	9,29,915.45	24,15,893.11
		<u>75,68,080.26</u>	<u>79,03,328.89</u>
	<u>Material consumed comprises</u>		
	Liquor & Bar purchases	58,85,268.60	71,34,349.00
	Others	16,82,811.66	7,68,979.89
		<u>75,68,080.26</u>	<u>79,03,328.89</u>
24	Other Direct Expenses		
	Utility Charges (Net of recoveries)	25,67,062.97	25,76,212.00
	Entertainment Activity	50,42,682.30	38,46,739.00
	Sporting Activity	6,23,202.00	8,27,830.00
	Liquor procurement expenses	42,67,740.00	49,26,078.00
		<u>1,25,00,687.27</u>	<u>1,21,76,859.00</u>
25	Employee benefit expenses		
	Salary & Wages	1,44,10,566.00	1,42,87,574.00
	Contribution to Employee Benefit schemes	17,65,471.00	20,06,662.00
	Staff Bonus	0.00	6,80,177.00
	Staff Welfare	4,71,332.00	3,05,901.00
	Staff Gratuity	4,79,035.00	0.00
		<u>1,71,26,404.00</u>	<u>1,72,83,314.00</u>
26	Other Expenses		
	Legal and Professional Fees	8,76,791.00	11,91,395.00
	Rates & Taxes	5,06,542.00	5,48,318.00
	Insurance Charges	67,255.00	1,04,703.00
	Printing & Stationary	4,87,211.00	3,09,758.00
	Provision for Doubtful debts and advances	0.00	5,08,699.32
	Repairs & Replacements	20,18,096.00	20,04,595.14
	Payment to Statutory Auditors as audit fees	1,00,000.00	75,000.00
	Administrative and General Exp.	26,36,342.64	15,16,597.80
		<u>66,92,237.64</u>	<u>62,59,066.26</u>
27	Additional Information	<u>31-Mar-2020</u>	<u>31-Mar-2019</u>
a	Adjustments to the carrying amount of investments	0.00	0.00
b	Prior period Adjustments	0.00	0.00
c	Prior period expenses	2,02,548.00	1,02,540.00
d	Exceptional and Extraordinary Items		
	Loss on account of fire or other natural calamity	0.00	0.00
	Attachment of property of enterprise	0.00	0.00
	Litigation Settlement	0.00	0.00
	In the case of Service		
e	Services Rendered	<u>31-Mar-2020</u>	<u>31-Mar-2019</u>
	Service at Bar	1,37,25,351.05	1,34,12,344.67
	Rooms and Accommodation	42,75,219.30	46,07,755.00
	Members subscription	1,54,75,471.28	1,49,86,452.02
	Others	17,98,621.80	26,90,678.20
		<u>3,52,74,663.43</u>	<u>3,56,97,229.89</u>
f	Value of imports calculated on C.I.F basis in respect of		
	I. Raw materials;	0.00	0.00
	II. Components and spare parts;	0.00	0.00
		<u>0.00</u>	<u>0.00</u>
g	Expenditure in foreign currency		
	On account of Royalty	0.00	0.00
	On account of know-how	0.00	0.00
		<u>0.00</u>	<u>0.00</u>

h Imported & indigenous Raw Material, Components Stores & Spares Consumed:

Imported	0.00	0.00
Indigenous	75,68,080.26	79,03,328.89
	<u>75,68,080.26</u>	<u>79,03,328.89</u>

i Earning in Foreign Exchange

Export of Goods on FOB basis	0.00	0.00
Other income, indicating the nature thereof	0.00	0.00
	<u>0.00</u>	<u>0.00</u>

- 28 The balance in Trade Payables, Trade Receivables and Loans and Advances etc. are subject to their confirmation and require an extensive exercise to be undertaken to reconcile with the available third party confirmations.
- 29 The Micro, Small and Medium Enterprises Development Act, 2006, the Club is required to identify the Micro, Small and Medium suppliers and pay them interest on over dues beyond the specified period, irrespective of the terms agreed with the suppliers. As informed to us the Club has initiated the process of identification of such suppliers. In view of large number of suppliers and non-receipt of critical inputs and response from several such potential parties, the liability of interest cannot be reliably estimated, nor required disclosures can be made. Accounting in this regard will be carried out after process is complete and reliable estimates can be made in this regard.
- 30 The Related parties are defined by the Accounting standard 18 "Related Party Disclosure" notified under the Companies (Accounting Standards) Rules, 2006 which are applicable on the Club in terms of Rule 2 of the Companies (Indian Accounting Standards) Rules 2015 notified under Companies Act, 2013 in respect of which the disclosure has been made, have been identified on the basis of disclosures made by the key management person and taken on record by the Board. The related party disclosure are as under: -

A) List of related parties and nature of relationship where control exists and with whom transactions have taken place:**Name of the Related Party**

Mr. D.S. MANN Col. Pankaj Chaturvedi Mr. Krishan Kumar Verma Mr. Ajay Shangari Mr. Sanjeev Bhasin Mr. Suneet Mishra Mr. Raman Narula Col. P.R.S. Rawat	Key Managerial Personnel (KMP)
Nil	Enterprises over which Key Managerial Personnel are able to exercise significant influence
Mr. D.S. MAIN Mr. Harbhajan Singh Mann - Brother Mr. Harinder Singh Mann - Son Mr. Charanjit Singh Mann - Son Mr. Gagan Jyot Mann - Daughter Mr. Krishan Kumar Verma Mr. Gautam Kuamr Verma - Son Mr. Ashok Kumar Verma - Brother Mr. Rajendra Kumar Verma - Ms. Pooja Arya - Daughter Mr. Sanjeev Bhasin Capt IR Bhasin Brid Anurag Bhasin Mr. Kunal Bhasin Mr. Ajay Shangari Mr. Raman Narula Mr. Sumit Mehra	Relatives of Key managerial Personnel

B) List of related parties and nature of relationship where control exists and with whom transactions have taken place:

Nature of Transactions		KMP	Associates	Relatives of KMP	Total
a) Sale of Services		2,53,329.70	0.00	1,15,090.77	3,68,420.47
	Pr Yr.	1,91,467.84	0.00	1,50,912.87	3,42,380.71

C) Balances as at 31-03-2020

a) Amounts due as members		24,064.09	0.00	21,028.47	45,092.56
	Pr Yr.	41,402.61	0.00	38,364.23	79,766.84

For Ansul Agrawal & Co.
CHARTERED ACCOUNTANTS
FRN NO. 500112N

Samraant Virmani
Director
DIN - 06905676

Inder Kumar Batta
Director
DIN - 08761120

Iqbal Wasu
Director
DIN - 00874333

Ansul Agrawal (M.No. 092048)
Partner

Place: Dehradun
Date : 23.11.2020

Anil Agarwal
Director
DIN - 01111999

Anurag Sangal
Director
DIN - 02843956

Vimal Deep Singh
Director
DIN - 03465467

DEHRA DUN CLUB LIMITED (A company limited by Guarantee)
ANNEXURE "A" to Notes

PROPERTY, PLANT & EQUIPMENT		GROSS BLOCK				
Description	Opening Balance	Additions	Acquisitions through Business combination	Other Adjustments	Less Disposals / Write-offs	At year end
	01/04/2019					31/03/2020
TANGIBLES ASSETS						
Building, Jogging track & Swimming pool	5,03,08,396.82	31,045.00			0.00	5,03,39,441.82
Filtration Plant, Gym & Library	67,91,950.52				0.00	67,91,950.52
Furniture & Fixtures	57,43,974.00	1,81,800.00			0.00	59,21,774.00
Sports, Kitchen, Electricals & Garden Equipment's	1,42,28,885.00	7,75,241.00			0.00	1,50,04,126.00
Vehicles	81,117.00				0.00	81,217.00
Smart Cards System	11,53,818.00				0.00	11,53,818.00
Computer System	9,17,472.00	38,563.00			0.00	9,56,035.00
Household Items	4,66,008.00				0.00	4,66,008.00
Library Books	0.00	35,638.00				35,638.00
INTANGIBLES ASSETS						
Computer Software's	3,51,300.00	2,30,000.00			0.00	5,62,300.00
TOTAL	8,00,25,021.34	12,92,287.00	0.00	0.00	0.00	8,13,17,308.34
Previous Yr.'s figure	7,93,59,511.82	6,85,001.51	0.00	0.00	19,491.00	8,00,25,011.34

DEPRECIATION\AMORTIZATION						NET BLOCK	
Description	Opening	For the	Impairment/	Adjustment on	Total Upto	As At	As At
	01-4-1019	year	Adjustment	Sale	31/03/2020	31/03/2010	31/03/2019
TANGIBLES ASSETS							
Building, Jogging track & Swimming pool	2,00,35,612.00	14,75,012.62			2,15,10,624.62	2,88,28,817.20	3,02,72,784.82
Filtration Plant, Gym & Library	49,38,113.00	3,35,723.78			52,73,846.78	15,19,103.74	18,54,827.52
Furniture & Fixtures	56,37,577.00	61,846.00			56,99,423.00	2,26,351.00	1,06,397.00
Sports, Kitchen, Electricals & Garden Equipment's	1,22,11,564.16	6,23,731.37			1,28,35,295.53	11,68,830.47	20,17,320.84
Vehicles	26,525.00	14,159.76			40,684.76	40,532.24	54,692.00
Smart Cards System	9,41,143.00	38,494.18			9,79,637.18	1,74,180.83	2,12,675.00
Computer System	9,04,142.00	21,791.00			9,26,933.00	29,102.00	13,330.00
Library Books	0.00	11,164.86			11,164.86	24,473.14	
INTANGIBLES ASSETS							
Computer Software's	2,68,996.51	1,08,039.48			3,77,035.99	1,85,164.01	63,303.49
TOTAL	4,49,61,617	16,90,63,04	0.00	0.00	4,76,54,645.71	3,31,96,654.63	3,45,95,330.67
Previous Yr.'s figure	4,16,92,508.07	32,71,174.60	0.00	0.00	4,49,63,682.67	3,45,91,330.67	3,72,00,995.75



