



DEHRA DUN CLUB LTD.

15, RB UGRASEN ROAD, DEHRA DUN. 248 001

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CIN - U91110UR1957NPL000040

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Directors' Report for the year ending 31st March, 2023

To,
The Members,
Dehradun Club Ltd.

On behalf of the managing committee (2022-2023) your directors have the pleasure of presenting the Annual Report together with the Audited Statement of Accounts of the company (Club) for the financial year 2022-2023 ending on 31st March, 2023.

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, 2023.

1. Membership Details as on 31st March, 2023

Opening balance of members – 01.04.2022	2378
Less:	
Termination	12
Death	34
Resignation	18
Total	2,314
Add:	
Dependent Members	15
Reinstated Member	5
Mess Members	6
Membership Transferred	23
Members as on 31st March, 2023	2,363
Regular Members	2289
Corporate Members	11
Lady Subscribers	36
Mess Members	27
Total Members as at Close of theYear	2,363

2. State of Companies Affairs

Your directors are optimistic about Company's business and hopeful of better performance with increased revenue in next year. During the period 29.05.2022 to 25.05.2023, there was no change in the business of the company.

3. Managing Committee Meetings

During the period 29.05.2022 to 25.05.2023, a total of 25 meetings of the Managing Committee were held and the attendance of the Managing Committee Members is as under—

Name	Designation	Total no of Meeting held	Attendance	Physical Meeting	Virtual Meeting
Mr. Deepak Nagalia	President	25	25	25	-
Mr. Bipin Berry	Vice President	25	25	25	-
Mr. Vijay Khanna	Member	25	24	23	1
Mr. Sunit Pal Agarwal	Member	25	23	23	-
Mr. Rajesh Kapoor	Member	25	24	24	-
Mr. Ajay Mankad	Member	25	25	25	-
Lt. Gen Harender Singh (Retired in Sep'22)	Member	8	-	-	-
Col. V.P.S. Jamwal	Member	23	8	7	1
Col. V.M. Naithani (Transferred in Oct.'22)	Member	8	2	2	-
Col. Sumit Sood	Member	15	7	7	-

4. Obituaries

1 Mr. KULDEEP KHERA, P0082	18 Mr. ARUN K SINGHAL, P1461
2 Mr. HARISH K GUPTA, P0185	19 Mr. R S S SHERGILL, P1095
3 DR. BHARAT SABHARWAL, P1121	20 Mr. KULWANT SINGH, P0211
4 Mr. ARUN BANSAL, P0702	21 Mr. RAMESH K SHARMA, P1150
5 Mr. SATYENDRA KUMAR GOYAL, P0795	22 LT COL A K PUNDIR, P0669
6 Mr. ROSHAN LAL NARULA, P0811	23 Mr. ANURAG CHADHA, P1178
7 Mr. SUNNY SHARMA, P2273	24 MRS MADHU KAPOOR, P1837
8 Mr. B B MITTAL, P1376	25 Mr. RAJ KANWAR, P0388
9 Mr. A K OBEROI, P0248	26 CAPT R. L. BAMBI, P0515
10 MS MANJU CHAWLA, P0247	27 Mr. AMAR PRATAP SINGH, P0802
11 Mr. SHIV PRAKASHSABHARWAL, P1564	28 MRS SHAM SIKAND, P0178
12 Mr. A K MITTAL, P0456	29 Mr. PRABHJOT SINGH, P00120
13 Mr. VINOD K. CHHABRA, P1488	30 Mr. NAVEEN GUPTA, P1063
14 Mr. RAMAN DUGGAL, P1888	31 Mr. RAVI KUMAR JAIN, P0819
15 LT COL SUDESH KUMAR, P1532	32 Mr. INDER MOHAN, P1054
16 Mr. P M SACHDEV, P0041	33 Mr. PANKAJ GUPTA, P0335
17 Mr. A K JAIN, P0363	34 Mr. DEEP MANCHANDA, P2947

5. Resignations.

1	MS REEMA SIAL	10	MS MOHANI HARNAL
2	MRS KAVITA TALWAR	11	Mr. VARUN DANDONA
3	MS KRITIKA PURI	12	MS SAPNA DANDONA
4	Mr. VIJAY K MADAN	13	MS NIRAN BADHWAR
5	COMMANDER ASHISH ARYA	14	LT COL KAPIL KHANDELWAL
6	MRS CHANDRA PRABHA SHARMA	15	LT COL NIKHIL PENDHARKAR
7	MS SANGEETA SHARMA	16	LT COL AMIT GARG
8	MS SHYAMA KAPOOR	17	COL VIKRAM RANA
9	MS VEENA KUMAR	18	DR. RAKESH GILHOTRA

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

i) Entertainment

President Mr. Deepak Nagalia as Convener Entertainment alongwith young Co - Convener Mr. Sunit Pal Agarwal provided a very healthy & family environment throughout the year. Starting with an evening of "Mango Mania" where the club served approx. 25 varieties of delicious Mangoes, out of which a few names of mangoes were never heard off. This was followed by two days medical camp by Medanta Hospital in which more than 150 members were checked free of cost.

- 14th August- Independence Day celebration along with quiz program which was a big hit.
- Free pollution camp.
- Arm Wrestling – Introduced for the 1st time.
- Teachers Day Celebrations.
- Senior Citizen Nite.
- Dussehra Program with Russian Dancers.
- Diwali function which was super duper hit.
- Masquerade DJ party for the young members of the Club.
- X-Mas day celebration - more than 20 stalls were arranged by school children. These stalls were manned by children and products made for children, more than 200 prizes were distributed.
- New Year Eve Celebration – Johnnie Walker Nite having full range of Johnnie Walker brands of whiskies.
- Lohri Function
- Holi Milan – Traditional Indian foods were served.
- Car Rally was held successfully after gap of four years.

ii) Finance

Convener Finance Mr. Vijay Khanna kept strict and constant vigil of the club finances and work very hard to ensure the club funds were meticulously used and as such there is no deficit in this year.

iii) Bar

Vice President and Convener Bar Mr. Bipin Berry reviewed the liquor rate twice during the year and on both occasions reduced the prices of wines after taking into the consideration the incentives provided by the liquor companies and passing all benefits to the members. A Free Wine Tasting was held during the year. Over two dozen new premium brands of single malt and other wines were stocked in the Bar, which was appreciated by the members. Taking into the consideration the present day requirement, opening of a Pub and Beer Brewery in the club premises is under consideration of the Managing Committee.

iv) Messing

As convener Messing, Mr. Rajesh Kapoor implemented numerous improvement that enhanced both the culinary experience as well as efficiency of the operations which successfully elevated overall dining appearance, making the kitchen and food better. Further after years the leakage of the Kitchen was plugged by installing new roof on top of it. Regular rodent treatment was carried out and all RO machines were repaired and overhauled. Food quality was improved tremendously, thanks to the club caterers (M/s S.M. Caterers).

v) Sports

Convener Sports Mr. Sunit Pal Agarwal first and foremost got the complete roof repair work of Gym, Squash Courts and Badminton Courts. The Gym got a new set of Dumbbells and weights. Repair & painting of Squash Court, Badminton Halls & Swimming Pool were completed. Due to bad weather conditions there was a slight delay in opening of the Pool. Further the Billiards table got a new set of cloths to ensure smooth play for the members. Subsequently the Billiards & Snooker tournament was conducted successfully for the abide players followed by prize distribution and gala dinner. Apart from this a week long Yoga Camp was successfully conducted. For the first time a new sport was added in the club i.e. ARM WRESTLING and the same was conducted for all ladies and gentlemen under the guidance of National Arm Wrestling Champion Mr. Jitender Chauhan. Kudos to Mr. Sunit Pal for introducing this new sport in the Club.

vi) House and Building

Convener House & Building Mr. Ajay Mankad with full dedication and selfless hard work maintained the aura of the Club estate. Post pandemic, it was a herculean task to maintain every nook and corner of the Club. The works undertaken were, repairing of staff toilets, repair of complete tin roofing in the club, repair & painting work of new residential block, new crockery for the rooms, complete club lighting rejuvenation of the club fountain, servicing of both the generators and a new tin roof of North Point was laid. Finally the front lobby of the club was renovated, courtesy Godrej Interio.

vii) Library

Thanks to Col Sumit Sood, Convener Library for refurbishing and renovating the library after a gap of more than twenty years. This year the Club appointed a new M. Lib. Librarian. This year around 575 new and donated books were added in collection of the Club Library.

viii) Garden

Col. VPS Jamwal timely procured various new plants of all seasons. Under the able guidance of our esteem member Mr. Sunil Jolly, he gave new look to the front lawn with new fauna and flora.

Due to paucity of funds and time the work of back lawn & garden could not be undertaken this year.

7. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134 (5) of the Companies Act, 2013, the Directors here by 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 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.

8. Financial Performance for the FY 2022-2023

The Financial Result of the company for the Financial Year 2022-2023 are as under:-

Particulars	2022-2023 Amount in Lakhs	2021-2022 Amount in Lakhs
Total Income	396.02	301.13
Less Prior Period Income		
Income for the year[A]	396.02	301.13
Total Expenditure	380.06	283.28
Less Depreciation	19.67	20.88
Total Expenses before depreciation [B]	360.39	262.40
Cash Profit (Deficit) C[A-B]	35.63	38.73
Less Depreciation	19.67	20.88
Profit / (Deficit)	15.96	17.86
Profit / (Deficit) before Tax	15.96	17.86
Income Tax	10.68	12.90
Profit / (Deficit) after Tax	5.28	4.96

In spite of all difficulties faced, the current committee in the current financial year has been able to generate a cash surplus of Rs 35.63 Lakhs as on 31.03.2023 and a net surplus of Rs. 15.96 Lakhs before payment of Income Tax.

Further, an FDR of Rs 26.50 lakhs has been made from the available funds with the Club. No FDR's have been encashed during the year by the committee

9. Statutory Auditors

M/S KHATTAK KOCHHAR & CO, Chartered Accountants, Statutory Auditors of the company, have confirmed their eligibility to be reappointed in the Annual General Meeting.

10. RESPONSE to STATUTORY AUDITORS' OBSERVATIONS

Legend = **Auditors Observation** - Management Response

- 1) The inventory records for Liquor maintained in a software depict negative quantities of inventory thus questioning the reliability on these records to ensure existence of adequate control over inventory management. Though the records of inventory maintained on the Software for Liquor are not in accordance with the account books and manual registers, the physical stock taken by the management has been relied upon for inventory valuation.

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 scheme stocks and gifts even though all such receipts are recorded separately. The management has formulated necessary changes in the software w.e.f. 01.04.2023 to overcome the discrepancies pointed out by the Auditors, the same will take care of expiry & breakage etc. in the coming years.

Due to fault in the software the quantity per bottle picked is 750 ML instead of our purchases made for 700 ML in certain brands which have already been informed to Software developer for rectification.

- 2) The Company has initiated the process of maintaining a Fixed Assets register during the year, however, the same was incomplete till the completion of audit. Fixed Assets have been valued at their cost of acquisition and include all direct expenses attributable to its acquisition till the asset is put to use, less depreciation accumulated thereon. Depreciation has been provided for on the written down value of the fixed assets as per Schedule II of the Companies Act'2013

Records for the ownership and determination of historical cost of Land are under assimilation in order to segregate the value of Land from the total value of immovable property appearing in the financial statements.

The requisite steps have been taken in the current year to maintain the Fixed Assets Register to ensure compliance with respect to maintenance of the Fixed Assets Register and periodic physical verification as per the Companies Act 2013.

- 3) The provisions of Article 90 of the Articles of Association of the Company (as amended up to March 30, 2013) requires an approval to be sought for the Capital Expenditure incurred.

We would like to clarify that the Kitchen Roof and North Point Roof were crumbling and leaking badly, we had to repair the roofs on war footing. These expenses were incurable and we had taken them up in Building Repair and Maintenance expenditure head whereas the statutory auditors are treating them as capital expenses, resulting of escalation in Capital Expenditure. Outside this adjustment by the Statutory Auditors the Capital Expenditure incurred by the Club is Rs. 4,59,963/- only.

11. Legal Matters-

Our committee this year took a various serious note on the above issue. The committee this year authorized the President to negotiate and settle the maximum possible cases in the court of law. The committee was successful in getting many cases dismissed and / or set aside during the year.

It is expected that the Club will save a lot of finances in future from above steps.

No.	Case Details	Forum	Relief sought	Current status	Remarks
1.	CS (Comm.) 150 of 2020 [B2C Systems Limited v. Shivam Malla & Others]	Commercial Court at Saket	Civil Suit against Shivam Malla for restraining him from using the software of B2C. Doon Club terminated services of B2C and is using software provided by Shivam Malla.	Next date is not fixed.	We have filed our Written Statement with the prayer, the same be taken on record.
2.	Complaint Case No. 1177/ 2018 [Bharat Naithani v. Rohit Jain & Anr]	ADDL. C.J.M-IV, Dehradun	Application for compounding the case with Mr. B. S. Rawat and continuing the proceedings against Mr. Rohit Jain.	Next date fixed 12.07.2023	We have argued the matter before the Learned Court.
3.	Case No. 02/2023, Devendra Singh Aswal v. Dehradun Club and Anr.	Learned Labour Court Dehradun	Case against termination of Mr. Aswal alleging unfair treatment and arbitrary termination.	Next date fixed 27.05.2023	We have to file Written Statement and Vakalatnama.
4.	Case No. 15/2022, Sanjay Joshi v. Dehradun Club Ltd.	Labour Court, Dehradun	Case against the termination of Mr. Sanjay Joshi. Mr. Joshi prays that his service be deemed to be continuation from 15.01.2021 and he be provided all the consequential benefits thereof.	The next date is not fixed.	We have filed the Written Statement on behalf of the Club.
5.	Criminal Revision No.	Learned Additional	Criminal Revision	The next date is	The matter is listed for final

	123/2019, Rohit Jain v. The State of Uttarakhand	District Judge-II	challenging the summoning orders issued by the Learned Magistrate in Complaint Case No. 1177/ 2018 [Bharat Naithani v. Rohit Jain & Anr]	02.06.20 23	arguments.
6.	Mr. Rohit Jain V/S Doon Club Case No.77 Of 2017 Case No.13 of 2017	Commercial Court	Embezzlement and Fraud	Next date fixed is 10/05/20 23	
7.	D.P. SATTI V/S DOON CLUB WPMS/965/2 011	(IN HIGH COURT)	LABOUR CASE	Date Awaited	

Notes on Accounts –

1. **Transfer to reserves**-The Club has transferred the amount to reserves during the financial year ending 31st March,2023. Details are given below:

RESERVES & SURPLUS

31-Mar-2023

Opening balance

Add : Entrance / Transfer Fee

Add: Tax adjustment of Prior years

Add: Profit/(Loss) during the year

Amount in Lakhs

739.57

23.75

(2.46)

5.28

766.14

2. Fixed Deposits held by Club as on 31.03.2023

With IDFC Bank		With Canara Bank		With PNB/OBC Bank	
FDR Nos.	Amount(Rs)	FDR Nos.	Amount(Rs)	FDR Nos.	Amount(Rs)
10121180854	3,29,71,927.00	6308/10	1,03,159.00	0645/2	17,19,643.00
10120405177	75,71,665.00	6308/11	10,20,242.00	12213	1,75,963.00
10120414057	27,80,538.00	6308/12	15,02,660.00	14619	1,01,726.00
10120414591	48,21,560.00	6308/13	5,31,387.00	3117/1	27,00,000.00
10120415062	10,43,843.00	6308/8	2,60,459.00	3929/1	4,59,030.00

10120442472	6,45,174.00	6308/9	51,579.00	4143/2	1,98,00,000.00
10120442653	7,75,020.00	6309/22	21,43,443.00	4150/2	10,00,000.00
10120442868	6,22,857.00	6309/23	10,66,060.00	5554/4	5,47,593.00
10120443022	5,21,414.00	6309/26	3,14,289.00	9446	2,06,320.00
10129964466	11,01,681.00	6309/27	8,19,740.00		
		6309/28	6,43,923.00		
		8947/6	11,06,305.00		
		8947/7	10,98,058.00		
		8947/8	1,09,805.00		
TOTAL	5,28,55,679.00	TOTAL	1,07,71,109.00	TOTAL	2,67,10,275.00

Grand Total of Fixed Deposits as on 31.03.2023 - Rs. 9,03,37,063/-

3. **Dividend** - Since your Club is a section 8 company, therefore, your directors do not recommend declaration of dividend for the financial year 2022-23.
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. During the year an Inspection u/s 206 (5) of the Companies Act'2013 was carried by the Joint Director, MCA Mr. A.K. Sahoo on 27th & 28th Feb.'2023. Subsequent to the inspection the Club received a letter no.1831/JDI/I/2020/u/s-206(5) 15456 dated 13.03.2023. The Club has filed suitable replies to MCA in the matter as per their queries with all the required details.
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. **Statutory Auditors** - The present Auditors of the Club M/S KHATTAK KOCHHAR & CO have consented to be available for the next year.
12. **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.
13. **Particulars of contracts or arrangements with related parties** - During the year, your Company has not entered into contracts or arrangements with the related parties as referred to in sub-section (1) of Section 188 of the Companies Act, 2013.
14. **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.
15. **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.
16. **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.
17. **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,

CONSERVATION OF ENERGY

S.NO	Particulars	Disclosures
(i)	Steps taken or impact on conservation of energy.	I. In the lighting system, LED bulbs are introduced for new requirements and it continues. II. 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.
(ii)	Steps taken by the company for utilizing alternate sources of energy	Due to paucity of funds no new steps were taken by the company for utilizing alternate sources of energy during the year.

(iii)	Capital investment on energy conservation equipment's.	No new Capital investment on energy conservation equipment's were made during the year.
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Technology Absorption

SI No.	Particulars	Disclosures
(i)	Efforts made towards technology absorption;	No technology or knowhow is brought from external bodies or imported.
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution;	In house developmental activities are carried out on regular basis but no imports were made during the year.
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): (a) the details of technology imported; (b) the year of import (c) whether the technology has been fully absorbed (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof.	No technology was imported during the last year.
(iv)	The expenditure incurred on Research and Development	No expenditure is incurred on Research and Development.

18. 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.

19. FOREIGN EXCHANGE EARNINGS AND OUT GO—There were no transactions involving foreign exchange earnings and outgo during the year under review.

20. 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.

21. 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.

22. 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.

23. 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.

24. 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.

25. INCOME TAX – ASSESSMENT YEAR 2017-2018

We would like to inform the members that during the financial year 2016-2017 then Managing Committee had accepted a sum of Rs 36,17,746/- on 08.11.2016 from members of the club in the form of Specified Bank Notes [SBN] reported by the bank to the Income Tax Department/competent authorities Notice dated 23/02/2021 and 02/03/2021 were received from Assistant Director of Investigation-1 Dehradun to explain and file reply. Necessary replies dated 02/03/2021 and 12/03/2021 were filed. Income Tax Department has not accepted our version and has opened the assessment u/s 147/148 of the Income Tax citing as under:

"In this case information was received that the assessee has deposited cash in his Current Accounts to the tune of Rs 39,50,500/- during demonization period [F.Y. 2016-17 relevant to A.Y.2017-18] and on enquiry assessee submitted that this cash deposit in the form of Specified Bank Notes were received from Club Members and deposited by the Club in Bank Account. The information provided by the assessee is not tenable as Club's were not allowed to accept Specified Bank Notes during the demonetization period. Therefore, the amount of Rs 39,50,000/- should be considered as undisclosed income of the assessee. Looking to the transactions done by the assessee company in cash and depositing the Specified Bank Notes in his bank accounts, I have reason to believe that income chargeable to tax to the tune of Rs 39,50,000/- has escaped assessment within the meaning of section 147. In order to assess the above income or any other income which comes to the notice subsequently in the course of assessment proceedings u/s 147, I proceed to initiate proceeding u/s 147"

Notice u/s 147 of the Income Tax Act was received on 30.03.2021. Further notice u/s 142[1] was received on 26.11.2021 for compliance. Income Tax site was not functional due to change over and loading of documents of previous years was not operational.. Requisite replies were furnished when the Income Tax site became operational thru Club Counsel M/s Khattak Kochhar & Co. which the Income Tax Department has not accepted and vide orders dated 26.03.2022 has enhanced Income of the Club to Rs 95,37,510/- from Rs 55,87,510/- by making an addition of Rs 39,50,000/- against the Specified Bank Notes. Club is in receipt of Notice of Demand for Rs 48,78,362/-. Further penalty proceedings u/s 271AAC of the Income Tax Act, 1961 have been initiated separately.

Club has filed an appeal before National Faceless Appeal Centre (NFAC) in form 35, and Club has deposited Rs. 9.80 lacs being 20% of total demand for the stay of the demand as stipulated under the act. The proceedings are in progress wherein the last submission was

made in December 2022. Further, the application for keeping the demand in abeyance has also been submitted

26. ACKNOWLEDGEMENTS – On behalf of the committee, I would like to make some serious observations, in general, for the incoming Managing Committee team. During the inspection by Joint Director, MCA Mr. A.K. Sahoo, it was observed that the Club has not taken regular members from last twenty years and the holding of security amount of approx. Rs. 2.39 cr. received from these applicants is not in compliance of the Companies Act.

This year the committee is of the view to initiate the process of refund of such security amount received from the dependent and regular applicants. Further we also feel that for the consistent growth of the club we should induce fresh blood in form of new members for which our Articles of Association requires drastic changes.

Your directors are very pleased to inform to members that out of 17 legal cases we have resolved eleven cases during this year. Your directors also recommend to incoming committee to take up the remaining cases and bring our esteemed club to a clean slate.


The Managing Committee places on record its deep appreciation for the support and cooperation from its members, bankers, suppliers, the club staff, other business associates and Internal & Statutory Auditors

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


DEEPAK NAGALIA
Director
DIN - 02475495


BIPIN BERRY
Director
DIN - 00181537

VIJAY KHANNA
Director
DIN - 00961794


SUNIT PAL AGARWAL
Director
DIN - 00910611


RAJESH KAPOOR
Director
DIN - 09600981


AJAY MANKAD
Director
DIN - 09598447

Date: 26th MAY' 2023

Place: Dehradun