

58TH **ANNUAL REPORT** 2020 - 2021



**OUR
DREAMS
WILL
BE BUILT
HERE!**



Board of Directors 2020-21



President addressing at Meeting of New Club Unit



Vice President I - addressing at EGM



Vice President II - addressing at EGM



Hon. Secretary at Flag Hoisting Ceremony



Jt. Hon. Secretary I
in action at Snooker Tournament



Jt. Hon. Secretary - II awarding Runner's Up trophy
at Golf Tournament



Hon. Treasurer
performing aarti at Navratri Festival

Registered Office

The Sports Club of Gujarat Limited
Sardar Patel Stadium, Post: Navjivan, Ahmedabad 380014 INDIA
Tel: +91 79 26440371/3 | Toll Free: 1800 233 7955
Email: mailbox@sportsclub-gujarat.com | Web: www.sportsclub-gujarat.com
CIN: U92411GJ1963PLC001183

Board of Directors 2020-21

Office Bearers	Board Members	Co-opted Board Members	Scrutiny Committee
President Narendra K. Patel	Anand N. Jhaveri Bhavin D. Mashruwala	Mahesh S. Desai Mayur V. Parikh	Chiranjiv C. Patel Naimish D. Marfatia
Vice President – I Chiranjiv C. Patel	Kirtan K. Shah Nehal K. Shah	Udeet A. Shah	Rajpal R. Dalal Anuja K. Shah
Vice President – II Naimish D. Marfatia	Nirav D. Godiwala Parag A. Patel	Shaishav R. Shah (Special Invitee)	Dr. Brijesh A. Patel Himanshu K. Parikh Jaikrishna S. Agarwal
Hon. Secretary Chintan J. Chokshi	Parthiv P. Jhaveri Pathik S. Patwari	Ex-Officio Members Kiritkumar J. Parmar (Mayor)	Nikhil K. Parikh Ronak A. Modi Shilpa S. Chokshi
Jt. Hon. Secretary – I Ayan S. Shah	Ronak A. Modi Sandip P. Shah	Mukesh Kumar, IAS (Municipal Commissioner)	Shrujal S. Patel Sohil R. Majmundar
Jt. Hon. Secretary – II Rajpal R. Dalal	Shrujal S. Patel Sushant S. Patel		Udit K. Setalvad
Hon. Treasurer Dipak S. Shah	Udit K. Setalvad Utkal R. Patel		Ex-officio Narendra K. Patel (President)
			Chintan J. Chokshi (Hon. Secretary)

Bankers	Year	President	Year	Hon. Secretary
Indian Overseas Bank	1963-67	Shri Chinubhai Chimnalal	1963-66	Shri Jayantilal Kusumgar
State Bank of India	1967-70	Shri Jaykrishna Harivallabhdas	1966-67	Shri Manmohan Parekh
HDFC Bank Ltd.	1971-74	Shri Arvind Narottambhai	1967-70	Shri Nanubhai Surti
Yes Bank Ltd.	1975	Shri Rohit Mehta	1971-73	Shri Jyotindra Mehta
The Kalupur Commercial Co-op Bank Ltd.	1976-77	Shri Mrugesh Harivallabhdas	1974-75	Shri Dinesh Shah
	1978-80	Shri Sudhir Nanavati	1976-77	Shri Dinesh Chokshi
	1981-83	Shri Gautam Shah	1978-82	Shri Vikram Patel
	1984-85	Shri Dinesh Shah	1983	Shri Rashmikant Patell
	1986	Shri Dinesh Chokshi	1984-89	Shri Jitendra Jhaveri
	1987-89	Shri Sudhir Nanavati	1989-91	Shri Ajit Kadikar
	1989-93	Shri Prashant Kinariwala	1991-93	Shri Pradip Shah
	1993-97	Shri Jitendra Jhaveri	1993-94	Shri Rashmikant Doctor(upto May '94)
Shreekant S. Shah & Co.	1997-03	Shri Dhruv Patel	1994-95	Shri Dhruv Patel
Chartered Accountants	2003-05	Shri Shrikant Jhaveri	1995-03	Shri Hemant Mehta
Auditors	2005-07	Shri Dhruv Patel	2003-07	Shri Bharat Patel
	2007-11	Shri Shrikant Jhaveri	2007-11	Shri Kamal Sheth
	2011-15	Shri Kamal Sheth	2011-15	Shri Mahesh Desai
	2015-	Shri Narendra Patel	2015-20	Shri Naimish Marfatia
			2020-	Shri Chintan Chokshi

CLUB NEWS



President performing Aarti at Navratri Festival



Vice President-I & Vice President -II performing Aarti at Navratri Festival



Hon. Secretary performing Aarti at Navratri Festival



Flag Hoisting Ceremony



Board Members at Flag Hoisting Ceremony on Republic Day & Independence Day



Musical Valentine Dinner



CLUB EVENTS



EGM of the Club



Board Members & Legal Advisor at AGM



Hon. Secretary awarding prize to Winner
at Handicap Snooker Tournament



Board Members & Snooker Players at Team Bidding Tournament



Chairman-Cricket Sub-committee & Board Members awarding
trophy to Winning Team of Tennis Ball Cricket Tournament



Chairman-Cricket Sub-committee & Board Members awarding
trophy to Winning Team of Tennis Ball Cricket Tournament



Sub Committee Members 2020-21

Aqua Point

Ronak A. Modi*
Shrujal S. Patel**
Amit G. Parikh
Anand N. Jhaveri
Hardik T. Shah
Mayur V. Parikh
Minaxi R. Panchal
Mittal A. Patel
Rupang V. Davawala
Samir N. Devetia
Uttej J. Rao
Yogini R. Raje
Monal D. Chokshi

Billiards

Parthiv P. Jhaveri*
Bhadresh B. Panchal**
Anand P. Sheth
Chintan N. Shah
Hardik R. Panchal
Jigesh H. Shah
Jignesh S. Shah
Paresh L. Chokshi
Premal P. Jhaveri
Sonic K. Multani

Card Room

Mahesh S. Desai*
Suresh P. Desai**
Anil G. Agarwal
Atul A. Shah
Birendra A. Chopra
Gaurang P. Patel
Harmit B. Patwa
Jayesh G. Desal
Ketan P. Modi
Kirti R. Parikh
Samir A. Shah
Vidyut M. Vora

Cinema

Bhavin D. Mashruwala*
Utkal R. Patel**
Kirtan K. Shah
Nehal K. Shah
Rajpal R. Dalal
Sandip P. Shah

Club Development

Bhavin D. Mashruwala*
Parag A. Patel**
Chirag M. Patel
Jayendra N. Patel
Kamal R. Sheth
Rajpal R. Dalal
Rupesh C. Shah
Saumil H. Shah
Shubhang M. Shah
Udeet A. Shah

Complain Redressal & Disciplinary

Shrujal S. Patel*
Ronak A. Modi*
Bhavin D. Mashruwala
Nirav A. Mansawala
Utkal R. Patel

Cricket

Udit K. Setalvad*

Udeet A. Shah**
Anand N. Jhaveri
Anmol A. Jhaveri
Gaurang S. Patel
Harshul M. Shah
Jay M. Shah
Karan M. Radhani
Mahendra B. Panchal
Mihir N. Sheth
Nikhil K. Parikh
Rajiv V. Vasa
Sanjay S. Patel
Saurin S. Shah
Shail S. Shah
Yunus Rushnaiwala

Entertainment

Mahesh S. Desai*
Bhavin D. Mashruwala**
Amol R. Dalal
Falgun P. Shah
Ketan H. Raval
Kirtan K. Shah
Mehul N. Patel
Mehul P. Shah
Pathik S. Patwari
Rushika V. Patel
Sandip P. Shah
Sneha A. Shah
Tej A. Shah
Vaishali K. Modi
Vina D. Shah

Finance

Dipak S. Shah*
Pathik S. Patwari**
Anurag H. Parekh
Ayan S. Shah
Bhupendra S. Shah
Bishan R. Shah
Darshil S. Shah
Mukesh M. Khandwala
Mukesh M. Shah
Savan R. Godiawala
Shatayu J. Desai
Sohil R. Majmundar

Food & Beverages

Nirav D. Godiawala*
Keyur H. Shah**
Anand N. Jhaveri
Ashit N. Shah
Mayur V. Parikh
Meendeep P. Shah
Parag H. Shah
Shrujal S. Patel
Udeet A. Shah

Health Centre

Parag A. Patel*
Kirtan K. Shah**
Akshar R. Contractor**
Anuja K. Shah
Hardik R. Panchal
Jay P. Panchal
Malav P. Patel
Nirav D. Godiawala
Nita M. Desai
Dr. Rajul K. Gajjar
Sanjay T. Patel
Sneha A. Shah
Utkal R. Patel

Housie

Ayan S. Shah*
Kamlesh F. Ramani**
Ajit J. Mehtani
Amol R. Dalal
Bhavin D. Mashruwala
Kamlesh G. Variyani
Murari S. Todl
Niketu R. Shah
Saurin R. Nagori
Surendra S. Shah
Vijay A. Shah

H.R.D.

Narendra K. Patel*
Mehul P. Shah**
Anuja K. Shah
Chirag M. Patel
Jaikrishna S. Agarwal
Mahesh S. Desai
Mukesh J. Shah
Nirav A. Mansawala
Sharad P. Shah

Indoor Sports

Mayur V. Parikh*
Ajay D. Shridhar**
Maulin S. Shah
Pankil B. Shah
Pranali A. Shah
Dr. Rushikesh M. Shah
Saumil S. Patel
Umang N. Makim

IT

Shrujal S. Patel*
Chirag A. Patel**
Amit N. Patel
Kamal D. Patel
Nirmal G. Shah
Nischaiy U. Patel

Ladies Wing

Vina D. Shah*
Nirja N. Patel**
Aarti P. Dave
Dr. Anar M. Patel
Daksha C. Patel
Pallavi A. Shridhar
Rekha J. Jhaveri
Seema U. Makim
Vaishali K. Modi
Zara Sheikh

Library

Sandip P. Shah*
Sharad G. Jain**
Alpana M. Shukla
Ayan S. Shah
Manish D. Marfatia
Priya A. Vakil
Rajan R. Patel
Ronak A. Modi
Yatrik G. Contractor

Maintenance

Utkal R. Patel*
Ronak A. Modi**
Bhavin D. Mashruwala
Paresh L. Chokshi
Rajpal R. Dalal

Magazine

Pathik S. Patwari*
Sandip P. Shah**
Ronak A. Modi

New Club

Parag A. Patel*
Pavan A. Bakeri**
Akshar G. Contractor
Bhavin D. Mashruwala
Monesh S. Mashruwala
Niketu R. Shah
Premal P. Jhaveri
Sohil R. Majmundar
Udeet A. Shah

Outdoor Sports

Anand N. Jhaveri*
Kirtan K. Shah**
Aadir R. Dalal
Amit N. Patel
Ayush G. Shah
Monesh S. Mashruwala
Rajiv V. Vasa
Rajpal R. Dalal
Udeet A. Shah
Yunus Y. Rushnaiwala

Residential Rooms & Affiliation

Rajpal R. Dalal*
Nehal K. Shah**
Anshul D. Shah
Girish Haria
Hemant S. Nagori
Jaikishan V. Jadwani
Sandip P. Shah
Suril D. Udeshi

Security & Housekeeping

Rajpal R. Dalal*
Sandip P. Shah**

Sports Complex

Nehal K. Shah*
Kirtan K. Shah**
Dipak S. Shah
Dr. Haren B. Pandya
Maulin S. Shah
Mayur V. Parikh
Rakesh B. Dalal

Chairman*
Co-chairman**

Note: The Office Bearers are ex-officio members of all sub-committees.

Notice for the 58th Annual General Meeting

"NOTICE is hereby given that the Fifty-Eighth Annual General Meeting of the Club will be held on Monday, the 27th September, 2021 at 4.00 p.m. through Video Conferencing mode at Club Premises, Sardar Patel Stadium, Ahmedabad-380 014 to transact the following business:

ORDINARY BUSINESS

1. To receive and adopt the Fifty-Eighth Annual Report of the Board of Directors, the Auditor's Report and the Audited Statement of Accounts for the year ended on 31st March, 2021.
2. To appoint Auditors for the year 2021-22 and fix their remuneration and in this regard to consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

R E S O L U T I O N

"RESOLVED THAT pursuant to the provisions of section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Companies (Audit and Auditors) Rule, 2014 (the Rules), (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), M/s. Ramanlal G. Shah & Co., Chartered Accountants, Ahmedabad (Firm Registration Number: 108517W) be and are hereby appointed as Statutory Auditors of the Club from the conclusion of the 58th Annual General Meeting till the conclusion of the 59th Annual General Meeting on such remuneration as may be mutually agreed between the Board of Directors and the Auditors."

3. To elect 6 (six) members of the Board of Directors in place of persons who retire by rotation and being eligible, offer themselves for re-appointment.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification the following resolution as Special Resolution for alteration of Articles of Association of the Club:

SPECIAL RESOLUTION:

"RESOLVED THAT pursuant to the provisions of Section 14 and other applicable provisions, if any, of The Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) read with applicable provisions, if any, contained in the Articles of Association of the Club and subject to the approval of the Registrar of Companies, the consent of the members of the Club, be and is hereby accorded for alteration, amendment and modification of the following existing clause 3 (O) of Articles of Association of the Club by addition of following at the end of the existing clause.

Sub Categories of membership for New Unit of the Club :

The Board of Directors may in its absolute discretion introduce and open such new class/category of membership for New Unit of the Club as may be determined in its meeting. The Board of Directors shall decide the entrance fee, eligibility and frame the bye laws with its terms and conditions while introduction of such new category of membership. The following class/category of membership of the existing Club shall be introduced in the New Unit of the Club by the Board of Directors as determined in its meeting from time to time.

- | | |
|------------------------------|------------------------|
| 1. Selected Relative Members | 6. Joint members |
| 2. Institutional Members | 7. Provisional members |
| 3. Honorary members | 8. Parental members |
| 4. Sports Members | 9. Temporary members |
| 5. Spouse members | |

By order of the Board,

Chintan J. Chokshi
Hon. Secretary
(DIN 02899112)

Ahmedabad, August 26, 2021

EXPLANATORY STATEMENT UNDER SECTION 102(1) OF THE COMPANIES ACT, 2013

ITEM No. 4:

The Articles of Association of the Club contains Clause 3 (O) for New Unit Members. The Club has received good response for membership for New Unit of the Club. However, in the coming times it will be necessary to enrol more members for strengthening the activities & effective utilisation of the New Unit of the Club. Therefore, the Board of Directors at its meeting held on 26th August, 2021 propose to introduce and open new categories as mentioned below for membership of New Unit of the Club and delegate powers to the Board to decide entrance fees, eligibility and frame the bye laws with its terms and conditions.

- | | |
|------------------------------|------------------------|
| 1. Selected Relative Members | 6. Joint members |
| 2. Institutional Members | 7. Provisional members |
| 3. Honorary members | 8. Parental members |
| 4. Sports Members | 9. Temporary members |
| 5. Spouse members | |

For the purpose of inclusion and introduction of above mentioned categories for the New Unit of the Club, it will be necessary to alter clause 3 (O) of the Articles of Association of the Club by addition of the sub clause related to sub categories for membership of New unit of the Club.

Pursuant to provisions of section 14 and other applicable provisions of The Companies Act, it shall be necessary to obtain consent of the members by way of special resolution at the Annual General Meeting of the Members of the Club. Therefore, resolution at item No. 4 has been recommended by the Board to be passed as special resolution.

None of the Directors are directly or indirectly concerned or interested in the proposed resolution

By order of the Board of Directors,

Chintan J. Chokshi

Hon. Secretary

DIN: 02899112

Ahmedabad, 26th August, 2021

Notes:

1. The names of members notifying their intention to stand as a Director of the Board shall be placed on the Notice Board of the Club, if there is a contest.
2. A Member, who desires to seek election to the office of Director of the Board shall file nomination form prescribed by the Bye-Laws of the Club at the Registered Office of the Club not less than 14 days before the date fixed for Annual General Meeting of the Club along with a deposit of Rs. 1,00,000/- (Rupees One Lac only) which will be refunded to such member if he succeeds in getting elected as a Director of the Board or gets more than twenty five per cent of total valid votes cast.
3. The candidate is required to furnish Director Identification Number (DIN) issued by the Ministry of Corporate Affairs and file declaration that he is not disqualified to become a director as required under the provision of section 152(4) of the Companies Act, 2013.
4. The candidate is required to submit completely filled Form DIR-2 (consent to act as director) as prescribed under the Companies Act, 2013 (including rules thereof) along with the candidature for election of Board of Directors.
5. In accordance with Article 42(a) of the Articles of Association of the Club, a member having five years of continuous membership of the Club shall be eligible to contest for elections for any post.
6. In accordance with Article 42(b) of the Articles of Association of the Club, no member shall be eligible to propose or second a candidate for election unless he/she himself/herself has been a member of the Club for a period of not less than 5 years on the date of the proposal.
7. In accordance with Article 42(c) of the Articles of Association of the Club, No candidate will file his nomination for more than one office.
8. Voting for election of the Board of Directors shall be by process followed under e-voting system when there are more candidates than the number of seats.
9. Members desiring any information pertaining to accounts and resolutions proposed to be passed at the meeting are requested to write to the Hon. Secretary not later than 13th September, 2021.

10. All documents referred to the accompanying Notice shall be open for inspection on website of the Club www.sportsclub-gujarat.com up to and including the date of Annual General Meeting of the Company.
11. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed, the Ministry of Corporate Affairs allowing conducting AGM through Video Conferencing (VC) or Other Audio Visual Means (OAVM) and dispensed the personal presence of the members at the meeting. Accordingly, the Ministry of Corporate Affairs issued vide General Circular nos. 14/2020, 17/2020, 20/2020 and 02/2021 dated April 8, 2020 April 13, 2020, May 5, 2020 and January 13, 2021 respectively ("Circulars") prescribing the procedures and manner of conducting the AGM through VC/OAVM. In terms of the said Circulars, the AGM of the members will be held through VC/OAVM. Hence, the members can attend and participate in the AGM through VC/OAVM only and the physical attendance of the members for the AGM is not required. The proceedings of the AGM conducted shall be deemed to be made at this venue.
12. In line with the aforesaid Circulars, the Notice of AGM is being sent only through electronic mode to those members whose email addresses are registered with the Club. Members may note that Notice of AGM is also available on the website of CDSL (agency for providing the Remote e-voting facility) i.e. www.evotingindia.com
13. The Members can join the AGM through the VC/OAVM mode 15 minutes before the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice of AGM. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members or total number of members of the Club whichever is less on first come first served basis.

PROCESS AND MANNER FOR MEMBERS OPTING FOR REMOTE VOTING ELECTRONICALLY:

- i. The voting period begins on September 23, 2021 from 9 AM (IST) and ends on September 26, 2021 at 5 PM (IST). The e-voting module shall be disabled for voting thereafter.
- ii. Voters should log on to the e-voting website www.evotingindia.com during the voting period.
- iii. Click on Shareholders/ Members.
- iv. Enter your User ID:
- v. Next enter the Image Verification as displayed and Click on Login.
- vi. Enter your password :
- vii. After entering these details appropriately, click on "SUBMIT" tab.
- viii. Select the EVSN of The Sports Club of Gujarat Limited on which you choose to vote.
- ix. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- x. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- xi. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xii. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xiii. You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

The facility for e-voting will also be made available at the venue of the Annual General Meeting (AGM). The Members attending the meeting who have not already cast their vote through remote e-voting will be eligible to exercise their e-voting rights at the AGM. The Members who have already cast their votes through remote e-voting may attend the AGM, but will not be entitled to cast their vote again and votes casting through remote e-voting system will be considered as valid vote.

The members whose name appears on the records of the Club as on the holding date (cut-off date) fixed by the club i.e. 20th September, 2021 and who has submitted valid KYC details to the Club will be eligible to exercise their vote through remote e-voting/ e-voting at the AGM.

Mr Ashish C Doshi, Partner of SPANJ & Associates, Practising Company Secretary, Ahmedabad (CP No: 2356) has been appointed as the Scrutinizer to scrutinize the remote e-voting and the e-voting process at the Annual General Meeting in a fair and transparent manner.

The Scrutinizer will within a period not exceeding two working days from the conclusion of the e-voting period unblock the votes in the presence of at least two witnesses not in the employment of the Club and make a Scrutinizer's Report of the votes cast in favour or against, if any, and forward it to the President of the Club.

The results will be declared at or after the AGM. The results declared along with the Scrutinizer's Report will be placed on the

website of the Club www.sportsclub-gujarat.com within two days of passing of the Resolutions at the AGM.

INSTRUCTIONS FOR MEMBERS ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:-

1. Members will be provided with a facility to attend the EGM/AGM through VC/OAVM through the CDSL e-Voting system. Members may access the same using Remote voting credentials. The link for VC/OAVM will be available in Members login where the EVSN of Company will be displayed.

2. **Members are requested to download and install a Cisco WebEx application in Laptop / Mobile / Computer well in advance for joining the AGM.**

For Android (Google Play Store): <https://play.google.com/store/apps/details?id=com.cisco.webex.meetings>

For iPhone (Apple App Store): <https://apps.apple.com/us/app/cisco-webex-meetings/id298844386>

For Computer System: <https://www.webex.com/downloads.html> - download and run "Webex Meetings"

3. Members are encouraged to join the Meeting through Laptops / iPads for better experience.

4. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

5. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

6. Members who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 days prior to meeting mentioning their name, member id , email id, mobile number at mailbox@sportsclub-gujarat.com. The Members who do not wish to speak during the AGM but have queries may send their queries in advance 7 days prior to meeting mentioning their name, member id, mobile number at mailbox@sportsclub-gujarat.com. These queries will be replied to by the company suitably by email.

7. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

INSTRUCTIONS FOR MEMBERS FOR E-VOTING DURING THE AGM/EGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for Remote e-voting.

2. Only those Members, who are present in the EGM/AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.

3. If any Votes are cast by the Members through the e-voting available during the EGM/AGM and if the same Members have not participated in the meeting through VC/OAVM facility , then the votes cast by such Members shall be considered invalid as the facility of e-voting during the meeting is available only to the Members attending the meeting.

4. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.

If you have any queries or issues regarding attending EGM/AGM & e-Voting from the e-Voting System, you may write an email to helpdesk.evoting@cdslindia.com or contact Mr. Nitin Kunder (022- 23058738) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

By order of the Board,

Chintan J. Chokshi

Hon. Secretary

(DIN 02899112)

Ahmedabad, August 26, 2021

Annual Report of the Board of Directors

Dear Members,

It is great pleasure to present before you the performance report of our 58th Annual Report of our Club, together with the Audited Statement of Accounts for the 12 months period from 1st April, 2020 to the period ended on 31st March, 2021.

It has been almost eighteen months since we woke up to a pandemic which rapidly spread to the remotest corners of the planet and created impact of historic proportions. Human sufferings from loss of lives and livelihoods have been quite sobering to mention the least. Many members of our extended family and their near ones faced health emergencies. Members have to adjust to new ways of living, working and socialising. Here we place sense of sorrow for the members, their family members who lost their lives during this Pandemic. Despite all these the mankind has displayed remarkable resilience and we are sure we will come out of this very soon.

The operational activities of the Club were seriously affected due to frequent lockdowns and other measures to control the Covid-19 spread. Despite of all the odds we have managed the financials of the Club prudently. The Club has been managed on safety first principle, ensuring that our members and employees are safe by taking all necessary precautions

Considering the current situation we are expecting normalcy to return in coming years and accelerated growth in operational activities in general.

Particulars	Year ended 31st March, 2021		Year ended 31st March, 2020	
	₹	₹	₹	₹
Excess of Income over Expenditure (Expenditure over Income) before provision for Depreciation,		1,46,03,729		1,28,38,967
Income Tax				
Less: Provision for Depreciation	1,89,35,210		2,07,17,431	
Provision for Income Tax	<u>54,00,000</u>		<u>30,50,000</u>	
		2,43,35,210		2,37,67,431
Net (Deficit) / Surplus		(97,31,481)		(1,09,28,464)
Increase in General Reserve		2,19,98,900		16,09,99,700

Club New Unit Progress :

Though we all have witnessed a very challenging year full of uncertainties, the Club management has made sincere efforts and taken major steps to efficiently execute the significant decision taken last year regarding the development of New Unit of our Club. The Club has already entered into an MOU with Shantikrupa Estates Private Limited for the purchase of approximately 63,750 square yards land. So far the Club has made an advance payment of Rs 11,21,00,000/- against the said land purchase.

The Club had received Rs 40,16,75,000/- for the 1401 (net of application withdrawn) applications for new unit membership till 31st March 2021. So far, the management has decided to offer membership of new unit under two categories, one being membership to general public and another being membership to the son/daughter of our existing members. In future management will decide about opening various categories of membership as per the demands of the time.

Three architects for the New Unit of the Club have been shortlisted through a transparent process after inviting offers & conceptual designs from various architects and then considering all the concerns of members and technical advisors. Selection of an architect for New Unit is under process. Planning of phase-1 of New Unit building construction is in place and will be put in execution once all necessary approvals are obtained.

This all has been possible only because of the constant support and unconditional trust of the members and commendable efforts on the part of management.

Company's affairs:

As the pandemic unfolded, the lockdowns, in India as well as across almost all large economies, resulted in economic activity coming to a grinding halt. The economic toll from the pandemic was unprecedented. Operational challenges

mounted due to restricted movement, partially closed and substantial decrease in all the activities of Club. As a result this year we have decided not to allocate / charge (as in the past) payment to employees as well as electricity expenses to respective activities. The effect of reduced footfall owing to the pandemic is reflected in our revenue from operation that has gone down to Rs 151.37 lacs from Rs 615.59 lacs last year. However, operating expenditure has also gone down to 32.69 lacs from 437.62 lacs last year.

Fund Transfer to Reserve:

The entrance fee amount of Rs. 219.99 lacs received during the year is transferred to General Reserve. As on 31st March, 2021 the outstanding balance of General Reserve is Rs. 9416.13 lacs.

The net deficit of Rs. 97,31,481/- is transferred to Income & Expenditure Account. As on 31st March, 2021. The outstanding balance of Net Loss is Rs. 9,50,39,134/-.

Change in the nature of business:

During the year under review, there was no change in the nature of business of the Club.

Investment / Fixed Deposits:

Investment of the year ending 31st March, 2021 is Rs 52,36,53,143/- which along with fixed deposits of Rs 51,16,35,236/- is aggregating to Rs 103,52,88,379/-. As on 25th August, 2021, investment is Rs 52,36,53,143/- and fixed deposits is Rs. 55,28,94,798/- aggregating to Rs. 107,65,47,941/-.

Annual Return:

The Annual Return, pursuant to Section-92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014 is available at www.sportsclub-gujarat.com.

Meetings:

During the period 5 (Five) Board Meetings were convened and held. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013.

Income-Tax:

The club is providing liability for Income-tax in terms of the judgement of Hon'ble High Court of Gujarat. However, for Assessment Years 2003-04 to 2007-08, the Hon'ble High Court of Gujarat has dismissed the appeals filed by the department on the ground of tax effect being less than Rs.20 lacs. However, the appeal for assessment year 2007-08 have been restored by the Hon'ble High Court of Gujarat to the file on account of tax effect being more than Rs.20 lacs. However, on account of recent circular issued by Central Board of Income-tax, Tax effect limit is enhanced to Rs. 50 lacs, the Hon'ble High Court may again dismiss the appeal filed by the Department. The Principal Commissioner of Income-Tax of Ahmedabad-4 has initiated revisionary proceedings u/s 263 of Income-Tax Act, 1961 for A.Y. 2015-16, 31-03-2015 and passed order u/s 263 on 13-03-2020, treating the order of the Assessing Officer for the year erroneous and prejudicial to the interest of the revenue. Also Assessing officer directed to make the assessment de novo treating the entrance fees received from members as taxable receipt in order giving effect to the order dated 13-03-2020. Assessing Officer has not passed any order giving effect to the order dated 13-03-2020 till date. However, the Club has preferred appeal before the Income-Tax Appellate Tribunal, Ahmedabad, which is pending as of date. This is for member's information.

Service-tax:

The club has received till date refund of Service tax of Rs. 9,67,56,959/- for the period from 2005-2006 to 30-09-2016 in view of judgement of Hon'ble High Court of Gujarat. Thereafter during the year 2020-21 club has also received refund of Service-tax for the period 01-10-2016 to 31-03-2017 for Rs.29,88,957 and for the period 01-04-2017 to 30-06-2017 for Rs. 35,10,794. The Service-Tax Department has preferred Special Leave Application before the Hon'ble Supreme Court of India against the above decision of Hon'ble High Court of Gujarat. Now the Hon'ble Supreme Court has passed final order in the case and dismissed the Special Leave Petition of the Department. As the amount to be refunded is not a Service Tax but a deposit hence it was decided to account in the books as Amount payable to members (old Service-Tax refund) and accounting entry is passed by debiting Service Tax Refund and crediting Amount payable to Members. In respect of amount paid as arising out of Service-tax audit the Hon'ble Tribunal has held that Assessing Officer should decide the issue in the view of the judgement of Hon'ble Supreme-Court. Accordingly, the joint commissioner of Service tax has passed order in favour of the Club following the judgement of Hon'ble Supreme Court and consequently Club has

received the refund of amount paid of Rs. 53,96,474/- and Rs. 99,460/-.

As regards payment of Rs 10,57,830/- Club has filed an appeal which is heard, order is awaited.

Gratuity:

The club has created an Employees' Group Gratuity Fund under the Group Gratuity Scheme of Life Insurance Corporation of India to cover the risk of future payment of gratuity to employees of the Club.

Insurance:

All properties and assets of the Club are adequately insured including new Sports Complex.

Lease Agreement:

In terms of settlement, the provision of lease rent for the Club premises and car parking is made.

Auditors:

At the last Annual General Meeting, M/s. Ramanlal G. Shah & Co., Chartered Accountants were appointed as Auditors of the Club. They have shown their willingness to continue as Auditors for the year 2020-21. You are requested to appoint Auditors for the current year to hold office till the conclusion of the next Annual General Meeting.

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remark.

Board of Directors:

Following Directors are due to retire under Article 38 of the Articles of Association of the Club at the ensuing Annual General Meeting:

Kirtan K. Shah (DIN : 08512727), Parag A Patel (DIN : 00015794), Rajpal R Dalal (DIN : 02898899), Ronak A Modi (DIN : 03358766), Shrujal S Patel (DIN : 02087840) and Sushant S Patel (DIN : 02899070).

Following co-opted members are due to retire under Article 36(b) of the Articles of Association of the Club at the ensuing Annual General Meeting - Mahesh S. Desai (DIN 01827183), Mayur V. Parikh (DIN 02901769), Udit A Shah (DIN : 07579364).

Ayan S. Shah (DIN 02912203) Jt. Hon. Secretary-I, Rajpal R Dalal (DIN 02898899) Jt. Hon. Secretary-II & Dipak S Shah (DIN 02899006) Hon. Treasurer are also vacating their respective offices at the ensuing Annual General Meeting.

We wish to place on record our deep sense of appreciation for the devoted services and sincerity of all retiring members.

Scrutiny Committee

The Scrutiny Committee held 2 (Two) meetings during the period to elect 69 Ordinary Members in members' sons/daughters, selected relatives and general category, 4 Life Members and 1 Institutional Member. All members of the Scrutiny Committee retire at the ensuing Annual General Meeting. We wish to place on record our deep sense of appreciation for the devoted services and sincerity of all retiring members.

Total Membership of the Club upto Aug, 2021

Category	2019-20	Elected	Expired	Resigned	Ceased	Total
Honorary Members (Lifetime)	4	-	-	-	-	4
Honorary Members	8	-	-	-	-	8
Ordinary Members	6126	69	38	8	-	6149
CCA Members	127	-	52	-	-	75
Life Members	1121	4	5	-	-	1120
Institutional Members	123	1	-	-	-	124
Family Members	678	38	-	-	-	716
Service Members	94	5	-	4	-	95
AMC Members	38	18	-	18	-	38
TOTAL	8319	135	95	30	-	8329

Directors' Responsibility Statement:

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

- 1) In the preparation of the annual accounts, the applicable Accounting Standards have been followed.
- 2) Appropriate accounting policies have been selected and applied consistently and have 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 statement of Income & Expenditure of the Club for that period.
- 3) Proper and sufficient care has been taken 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.
- 4) The annual accounts have been prepared on a going concern basis.
- 5) The directors had devised proper systems to ensure compliance with the provisions of all applicable law and that such systems were adequate and operating efficiently.

Related party transactions:

There are no related party transactions with the Directors and their relatives except use of the Club as members.

Material Changes And Commitments:

There were no material changes and commitments which is affecting the financial position of the company which has occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

Particulars Regarding Conservation Of Energy, Technology Absorption And Foreign Exchange Earnings And Outgo:

The Club is not engaged in any manufacturing activity and hence the particulars regarding conservation of energy, technology absorption and foreign exchange earnings and outgo are nil.

Business risk management:

The Club has not constituted any Risk Management Policy. However the Club manages to monitor and report on the principal risks and uncertainties that can impact its ability to achieve its strategic objectives from time to time.

Employees:

Particulars of Employees under Rule 5(2) of The Companies (Appointment & Remuneration of Managerial Personal) Rules, 2014.

There was no employee, who was in receipt of remuneration exceeding Rs. 1,02,00,000/- per annum, if employed throughout the year or Rs. 8,50,000/- per month, if employed for part of the year.

Deposit:

The Company has not accepted any Deposits from the public falling within the ambit of section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

Significant and Material Orders Passed By the Regulators or Courts or Tribunals:

The Club has not received any significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Club's operations in Future.

Internal control system and their adequacy:

The Club has appointed pre Auditors Sonal Sanjay & Associates, Chartered Accountants, Ahmedabad for checking all payments. The Club has also appointed M/s. Shreekant S. Shah & Co., Chartered Accountants, Ahmedabad as Internal Auditors of the Club who are carrying out the internal audit of the Club on monthly basis. Internal Auditors are checking all the major area of operations and day to day activities of the Club.

Report on Activities

From the President's desk:

Year 2020 was all about life lessons and the year 2021 was all about learning it all the hard and the most painful way.

The year 2020-2021 has been all about building strong immunity. Still, I must say that over the years, we as a Club have built a solid immunity by implementing some earth-shattering decisions to keep the Club running successfully even during the crisis.

The Sports Club of Gujarat Limited ideology of building comfort to the members, safeguarding them from all the odds and bringing only the best to them remains intact. During the many sprees of lockdowns, we made sure to maintain calm and keep our members entertained with various online activities and initiatives. This year, we also made sure to take many baby steps for the New Club Unit. We planned various ideas for the development and progress of the Club even during the crisis. The online meetings of brainstorming to build without hassle have been very fruitful. And I am thankful for the trust and cooperation we received from the Club Committees and respected members for the whole year and since inception.

Kudos to the Club management and the Members of The Sports Club of Gujarat Limited for extraordinary support towards everything during the lockdown & for keeping the patience and following all the guidelines. If not physical, even the online activities and initiatives were a buzz in the city. We, as usual, stand out as the Best Family Club in the town.

Let us make the year ahead better than ever and may the innovations and ideas do great and we, as a Club, soar higher than ever.

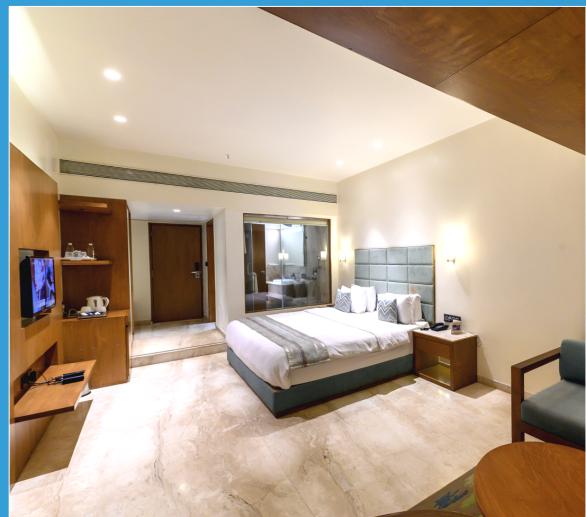
Wherever and however we are, let us support and uplift each other as this year is all about being more human than ever and uplift each other not just from materialistic losses but emotional ones too.

Because we are all in this together!

Sports Club during the Pandemic:

As our Club's motto is 'My City, My Life, My Club', this clearly states how the life, city and Club are interlinked since the inception of the Club which is not just the part of glorious part of the town but is also the most regal clubs of India.

In 2020-21, we reopened the Club with all the government SOPs and guidelines keeping all necessary safety and precautions measures. The members were thoughtful with each act at the Sports Club. We are glad to have



members who spread awareness and safety for others at the Club with their actions.

Looking at the scenario, we did celebrate specific festivals and few activities & competitions together at the Club.

With the severity of the second covid wave, we as a Club chose to join hands again to stand in solidarity with the city.

We organized a vaccination drive and provided vaccines to the members & their families. We also joined hands with the authorities to make the process better.

Thoughtful Initiatives by Sports Club in the year 2020-2021:

The Doctors' Committee was formed to guide for reopening of the Club & the Doctors' team was a constant help in the difficult times of sourcing medical help and advice during the second wave.

The Pandemic hit us all badly, but our frontline workers' lives were at stake too. And that's why, as a responsibility, we distributed PPE Kits to the Doctors of the Club.

The Historical Leap. Continues!

Cheers to the new beginning!

Thanks for your overwhelming response to the New Club Unit of our Club till today.

Our Team of SCG New Unit is constantly working to streamline all the processes of the enquiries and future scope.

Location of the New Unit of the Club

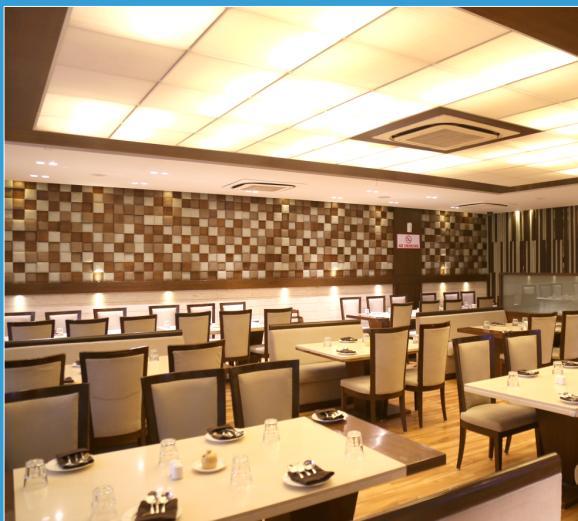
This new unit of the Club is situated beside the Otherside in Village Chekhla, beyond Shilaj and Rancharda, where development is at its peak. The number of members is on the rise, so eventually, it is a much-needed facility to be provided on the outskirt of the western suburbs where children of senior members have permanently settled there and would be able to use facilities regularly.

Other Salient Features of the New Unit of the Club

FREE MEMBERSHIP TO ALL THE MEMBERS OF THE SPORTS CLUB.

New Unit of the Club will be managed by the elected Board of Directors of the existing Sports Club.

Members of New Unit of the Club will not have voting rights and will have restricted rights to use the existing Club



activities like mega housie, rooms accommodation & Lawn booking etc., 100% owned assets of existing Sports Club members.

Members of New Unit of the Club will not have any right on assets of the Sports Club.

The existing Sports Club reserves will also increase by admission fees received under different categories due to the announcement of the New Unit of the Club.

Additional facilities like Tennis, Mega Events, Lawns, Jogging Track, Residential rooms/cottage, Party plot etc., will also be available at New Unit of the Club.

Affiliation:

Affiliation with other 124 clubs worldwide is a luxury and amenities to be enjoyed while holidaying so have fun.

Diligently Digital:

In new era, we made our digital presence strong. This helped us connect with members our social media platforms.

We have posted all the updates and notifications on the social media profiles and that's how we became Diligently Digital.

We loved the idea of resolving issues put on our social media messengers.

If you still aren't part of our social media pages, then this is the right time to join the bandwagon and know all the latest updates about the Club on your screen.

Facebook: The Sports Club of Gujarat ltd (Closed Group)

Instagram: The Sports Club of Gujarat

Kudos to Maana Patel

I am elated to make a special mention in this report that Ms. Maana Patel, our member, has made our Club proud by becoming India's first female swimmer participated in Tokyo Olympics 2020 held in July 2021. Our Club is her second home where she not only did swimming practice but also physical exercise at our Health Centre.



Acknowledgments

With sincere efforts of the Club management and continuous development in infrastructure as well as on-going enhancements, the Sports Club of Gujarat has become an important landmark.

The Board of Directors would like to acknowledge all the members for their patronage, guidance and support in organizing various activities. The Hon. Secretary : Chintan J. Chokshi who spared his valuable time to attend day-to-day affairs is greatly appreciated by one and all. The Club is thankful to the Vice President-I : Chiranjiv C. Patel, Vice President-II : Naimish D. Marfatia, Jt. Hon. Secretary-I : Ayan S. Shah, Jt. Hon. Secretary-II : Rajpal R. Dalal, Hon. Treasurer : Dipak S. Shah, the members of the Board, scrutiny committee, sub-committees and the ladies wing.

We also appreciate guidance of Doctor's committee to unlock the Club activities smoothly & phase-wise during the Covid19 pandemic.

As a result of constant support from members and efforts of management, the development of New Unit of our Club is in process. This giant leap will ensure benefits to the coming generation and many more. The facilities of the New Club will be useful to all age groups, especially people living on the western outskirts.

The Board of Directors appreciates the honorary service of legal advisor Shri Sudhir I Nanavati offered during the year.

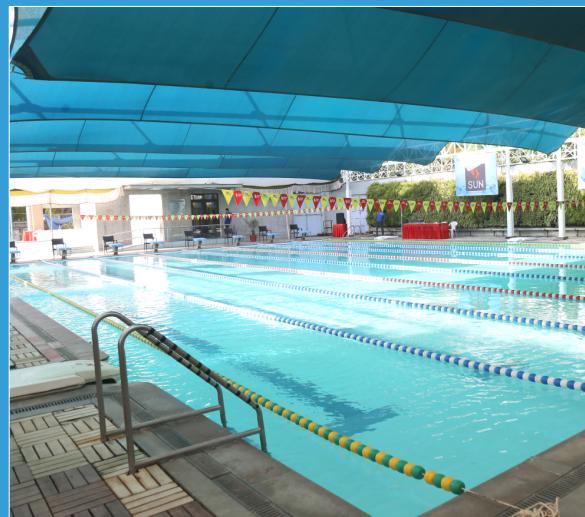
Our Club enjoys cordial relations with its employees. The Board wishes to place on record its appreciation for the contribution made by the General Manager, the office staff, our sports coaches and all the staff members in ensuring high level of performance and growth during the year.

I would like to put on record my appreciation and gratitude to all members for their wholehearted support, cooperation and confidence reposed in the Club management. Without your valuable cooperation, the progress of the Club would not have been possible.

You are now requested to follow the procedure for election of Directors on the Board mentioned in the footnote of the notice.

For and on behalf of the Board,

Narendra K. Patel
President
(DIN : 001195474)
Ahmedabad, August 26, 2021



Independent Auditors' Report

To the Members of The Sports Club of Gujarat Ltd.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The Sports Club of Gujarat Ltd. ('the Club'), which comprise the Balance Sheet as at 31st March, 2021, and the Statement of Income & Expenditure, and Statement of Cash Flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Club as at 31st March, 2021, and its excess of expenditure over income, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

- 1) We draw attention to 4(a) of Note 19 to the financial statements regarding refund of service tax received Rs. 9,67,56,969/- has been shown as 'Payable to members' and shown under 'Other Current Liabilities' for the reasons stated therein. Our opinion is not qualified in respect of this matter.
- 2) We draw attention to 13 of Note 19 to the financial statements regarding various expenses incurred with respect to setting up of the new unit of the Club being treated as pending for capitalization and shown under 'Other Current Assets' for the reasons stated therein. Our opinion is not qualified in respect of this matter.

Key Audit Matters

Since the Club is an unlisted Company, reporting of Key Audit matters is not applicable.

Information Other than the Financial Statements and Auditor's Report Thereon

The Club's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report and Annexures thereto but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Financial Statements

The Club's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Club in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Club and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are

reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the Club's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Club to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication. However, since the

Club is an unlisted Company, reporting of Key Audit matters is not applicable.

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 in terms of scheme 143(II) of the Act, we give in the "Annexure-A" statement on the matter specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Club so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Income & Expenditure and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Club and the operating effectiveness of such controls, refer to our separate report in 'Annexure B' to this report.
 - (g) We report the provisions of S.197 (16) of the Act regarding remuneration are not applicable as the Club has not paid any remuneration to its Directors.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Club has disclosed the impact of pending litigations on its financial position in its financial statements-Refer 3 & 4 of Note No. 19;
 - ii. The Club did not have any long-term contracts including derivative contracts, for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Club for the year ended 31st March, 2021.

For Ramanlal G. Shah & Co
Chartered Accountants
Firm Registration No.108517W

(Vivek S. Shah)
Partner
Membership No. 112269
UDIN: 21112269AAAACC7721

Place: Ahmedabad
Date: 27th August, 2021

Annexure 'A' to Independent Auditors' Report

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" of our report of even date)

- (i) (a) The Club has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified at the year end by the management. The discrepancies noticed on such verification, which were not significant, have been properly dealt with in the books of account.
 - (a) The Buildings as disclosed in Fixed Assets (Note 6) to the Financial Statements are in the name of the Club.
- (ii) The inventory has been physically verified at the end of the year by the management. In our opinion the frequency of verification is reasonable and adequate in relation to the size of the Club and the nature of its activities and no material discrepancies were noticed on verification between the physical stocks and book records.
- (iii) According to the information and explanations given to us, the Club has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, sub-clauses (a), (b) and (c) are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the provisions of section 185 and 186 of the Act have been complied with in respect of the investments made. The club has not given any loans or guarantees or provided any security.
- (v) The Club has not accepted deposits from the public.
- (vi) The maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of the Act.
- (vii) (a) The Club is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, goods & service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it. There were no arrears as at 31st March, 2021 for a period of more than six months from the date they became payable.
 - (b) According to the information and explanations given to us there are no dues of sales tax or goods & service tax or duty of customs or duty of excise or value added tax which have not been deposited as on 31st March, 2021 on account of any dispute. Details of dues of Income tax which have not been deposited on account of dispute as on 31st March, 2021 are as under:

Particulars	Period to which the amount relates	Forum where the dispute is pending	Amount (₹ lacs)
Income tax	A.Y. 2017-18	Commissioner of Income tax (Appeals)	50.53

- (viii) On the basis of records examined by us and the information and explanations given to us, the Club has not borrowed any funds during the year from financial institutions, banks or government.
- (ix) In our opinion and according to the information and explanations given to us, the Club has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans.
- (x) According to the information and explanations given to us no fraud by the Club or any fraud on the club by its officers or employees has been noticed or reported during the year.

- (xi) The Club has not paid or provided any managerial remuneration.
- (xii) The Club is not a Nidhi Club and hence Clause (xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us, there are no related party transactions with the directors or their relatives except use of the Club as members.
- (xiv) The Club has no Share Capital and has also not made any preferential allotment or private placement of fully or partly convertible debentures during the year.
- (xv) In our opinion and according to the information and explanations given to us, the Club has not entered into any non cash transactions during the year with the directors or persons connected with them and hence provisions of section 192 of the Act are not applicable.
- (xvi) The Club is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Ramanlal G. Shah & Co
Chartered Accountants
Firm Registration No.108517W

(Vivek S. Shah)
Partner
Membership No. 112269
UDIN: 21112269AAAACC7721

Place: Ahmedabad
Date: 27th August, 2021

Annexure 'B' to Independent Auditors' Report

(Referred to in paragraph 2 (f) under "Report on Other Legal and Regulatory Requirements" of our report of even date)

Report on Internal Financial Controls under Clause (i) of sub section 3 of section 143 of the Act.

We have audited the internal financial controls over financial reporting of THE SPORTS CLUB OF GUJARAT LIMITED ("the Club") as at 31st March, 2021 in conjunction with our audit of the financial statements of the Club for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Club's Board of Directors is responsible for establishing and maintaining internal financial controls based on principles as codified under the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Club's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Club's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Club's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Club's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Club's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Club; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance

with generally accepted accounting principles, and that receipts and expenditures of the Club are being made only in accordance with authorizations of management and directors of the Club; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Club's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Club has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021, based on Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ramanlal G. Shah & Co
Chartered Accountants
Firm Registration No.108517W

Place: Ahmedabad
Date: 27th August, 2021

(Vivek S. Shah)
Partner
Membership No. 112269
UDIN: 21112269AAAACC7721

Balance Sheet as at 31st March, 2021

Particulars	Note No.	Figures as at the end of current reporting period 31 March 2021 Amt. in ₹	Figures as at the end of previous reporting period 31 March 2020 Amt. in ₹
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
Reserves and Surplus	1	846574396	834306977
2. Non-Current Liabilities			
Other Long Term Liabilities	2	57385	152763
3. Current Liabilities			
(a) Trade Payables	3	6258570	13181017
(b) Other Current Liabilities	4	518589261	283263550
(c) Short Term Provision	5	2308556	2513436
TOTAL		1373788168	1133417743
II. ASSETS			
1. Non-Current Assets			
(a) Property, Plant & Equipments	6	150129898	164238296
(i) Tangible Assets			
(b) Non-Current Investments	7	523653143	523653143
(c) Long Term Loans and Advances	8	2049890	2049890
2. Current Assets			
(a) Inventories	9	1816187	2223998
(b) Trade Receivables	10	8153119	14483959
(c) Cash and Cash Equivalents	11	528166346	385113869
(d) Short Term Loans & Advances	12	139404611	26006930
(e) Other Current Assets	13	20414974	15647658
TOTAL		1373788168	1133417743

Significant Accounting Policies and Other Notes 19

As per our report of even date attached,	Narendra K. Patel President (DIN: 01195474)	Anand N. Jhaveri (DIN: 00489833)	Sandip P. Shah (DIN: 07287166)
For, Ramanlal G. Shah & Co. Chartered Accountants	Chiranjiv C. Patel Vice President - I (DIN: 01252668)	Bhavin D. Mashruwala (DIN: 0055910)	Shrujal S. Patel (DIN: 02087840)
(Vivek S. Shah) Partner	Naimish D. Marfaria Vice President - II (DIN: 07194354)	Kirtan K. Shah (DIN: 08512727)	Sushant S. Patel (DIN: 02899070)
UDIN: 21112269AAAACC7721	Chintan J. Chokshi Hon. Secretary (DIN: 02899112)	Mahesh S. Desai (DIN: 01827183)	Udeet A. Shah (DIN: 07579364)
Ahmedabad, 27th August, 2021	Ayan S. Shah Jt. Hon. Secretary - I (DIN: 02912203)	Mayur V. Parikh (DIN: 02901769)	Udit K. Setalvad (DIN: 01391707)
	Rajpal R. Dalal Jt. Hon. Secretary - II (DIN 02898899)	Nehal K. Shah (DIN: 07282961)	Utkal R. Patel (DIN: 07610638)
	Dipak S. Shah Hon. Treasurer (DIN: 02899006)	Parag A. Patel (DIN: 00015794)	
	Ahmedabad, 26th August, 2021	Parthiv P. Jhaveri (DIN: 07903953)	
		Pathik S. Patwari (DIN: 02428297)	

Board of Directors



Statement of Income & Expenditure for the year ended 31st March, 2021

Particulars	Note No.	Figures for current reporting period 31 March 2021 Amt. in ₹	Figures for previous reporting period 31 March 2020 Amt. in ₹
Revenue			
I. Revenue from Operations	14	15136886	61558909
II. Other Income	15	55172372	47089848
III. Total Revenue (I + II)		70309258	108648757
Expenses			
(a) Operating Expenditure	16	3521910	43762599
(b) Employees' Benefits Expenses	17	22788782	11582536
(c) Depreciation and Amortisation Expense	6	18935210	20717431
(d) Other Expenses	18	29394837	40464655
IV. Total Expenses		74640739	116527221
V. Excess of Expenditure over Income (III-IV)		4331481	7878464
VI. Tax Expenses			
Current Tax		5400000	3050000
VII. Excess of Expenditure over Income for the year (V+VI)		9731481	10928464
Significant Accounting Policies and Other Notes	19		
As per our report of even date attached,	Narendra K. Patel President (DIN: 01195474)	Anand N. Jhaveri (DIN: 00489833)	Sandip P. Shah (DIN: 07287166)
For, Ramanlal G. Shah & Co. Chartered Accountants	Chiranjiv C. Patel Vice President - I (DIN: 01252668)	Bhavin D. Mashruwala (DIN: 0055910)	Shrujal S. Patel (DIN: 02087840)
(Vivek S. Shah) Partner	Naimish D. Marfaria Vice President - II (DIN: 07194354)	Kirtan K. Shah (DIN: 08512727)	Sushant S. Patel (DIN: 02899070)
UDIN: 21112269AAAACC7721	Chintan J. Chokshi Hon. Secretary (DIN: 02899112)	Mahesh S. Desai (DIN: 01827183)	Udeet A. Shah (DIN: 07579364)
	Ayan S. Shah Jt. Hon. Secretary - I (DIN: 02912203)	Mayur V. Parikh (DIN: 02901769)	Udit K. Setalvad (DIN: 01391707)
	Rajpal R. Dalal Jt. Hon. Secretary - II (DIN: 02898899)	Nehal K. Shah (DIN: 07282961)	Utkal R. Patel (DIN: 07610638)
	Dipak S. Shah Hon. Treasurer (DIN: 02899006)	Parag A. Patel (DIN: 00015794)	
Ahmedabad, 27th August, 2021	Ahmedabad, 26th August, 2021	Parthiv P. Jhaveri (DIN: 07903953)	
		Pathik S. Patwari (DIN: 02428297)	
			Board of Directors

Cash Flow Statement for the year ended 31st March, 2021

Particulars	2020-21 ₹	2019-20 ₹
A. Cash Flow from Operating Activities		
Excess of Income over Expenditure(Excess of Expenditure over Income) before Tax	(43,31,481)	(78,78,464)
Adjustments for:		
Depreciation and Amortisation Expense	1,89,35,210	2,07,17,431
(Profit) / Loss on sale of Investments	--	2,21,840
(Profit) / Loss on sale of Assets (Net)	(58,882)	7,09,012
Interest Income	(5,44,68,229)	(4,30,72,129)
	(3,55,91,901)	(2,14,23,846)
Operating Profit before Working Capital changes	(3,99,23,382)	(2,93,02,310)
Adjustments for:		
(Decrease) / Increase in Other Long term Liabilities	(95,378)	(593)
(Decrease) / Increase in Trade Payables	(69,22,447)	(28,57,036)
(Decrease) / Increase in Other Current Liabilities	23,53,25,711	17,20,70,486
(Decrease) / Increase in Short Term Provision	(2,04,880)	4,37,730
Decrease / (Increase) in Inventories	4,07,811	4,30,526
Decrease / (Increase) in Trade Receivables	63,30,840	29,86,208
Decrease / (Increase) in Short Term Advances	(11,44,97,681)	(1,62,804)
Decrease / (Increase) in Long term Advances	--	(3,99,610)
Decrease / (Increase) in Other Current Assets	1,11,24,710	2,72,93,942
	13,14,68,686	19,97,98,849
Cash generated from Operations	9,15,45,304	17,04,96,539
Direct Taxes paid	(43,00,000)	(19,43,000)
B Net Cash from Operating Activities	8,72,45,304	16,85,53,539
B Cash Flow from Investing Activities		
Entrance Fees	2,19,98,900	16,09,99,700
Interest Received	3,85,76,203	2,74,24,471
Proceeds from sale of Non-Current Investments	--	2,60,07,160
Proceeds from sale of Fixed Assets	82,811	5,81,795
Purchase of Fixed Assets including CWIP	(48,50,741)	(2,67,54,740)
Purchase of Current Investments	--	(3,50,00,000)
Other Bank Deposits (Having original maturity more than 3 months)	(18,72,07,818)	(26,94,82,635)
B Net Cash From / (Used in) Investing Activities	(13,14,00,645)	(11,62,24,249)
C Cash Flow from Financing Activities	--	--
D Net increase in Cash and Cash Equivalents	(4,41,55,341)	5,23,28,290
Cash and Cash Equivalents at the Beginning of the Year	6,06,86,451	83,57,161
Cash and Cash Equivalents at the End of the Year	1,65,31,110	6,06,86,451

As per our report of even date attached,

Narendra K. Patel
President
(DIN: 01195474)

Anand N. Jhaveri
Bhavin D. Mashruwala

Sandip P. Shah
(DIN: 07287166)

For, **Ramanlal G. Shah & Co.**
Chartered Accountants

Chiranjiv C. Patel
Vice President - I
(DIN: 01252668)

(DIN: 0055910)

Shrujal S. Patel
(DIN: 02087840)

(Vivek S. Shah)
Partner
UDIN: 21112269AAAACC7721

Naimish D. Marfaria
Vice President - II
(DIN: 07194354)

Kirtan K. Shah
(DIN: 08512727)

Sushant S. Patel
(DIN: 02899070)

Ayan S. Shah
Jt. Hon. Secretary - I
(DIN: 02912203)

Mahesh S. Desai
(DIN: 01827183)

Udeet A. Shah
(DIN: 07579364)

Rajpal R. Dalal
Jt. Hon. Secretary - II
(DIN 02898899)

Mayur V. Parikh
(DIN: 02901769)

Udit K. Setalvad
(DIN: 01391707)

Dipak S. Shah
Hon. Treasurer
(DIN: 02899006)

Nehal K. Shah
(DIN: 07282961)

Utkal R. Patel
(DIN: 07610638)

Ahmedabad,
27th August, 2021

Ahmedabad,
26th August, 2021

Board of Directors

Notes forming part of Balance Sheet as at 31st March, 2021

Particulars	Amt. in ₹	Figures as at the end of current reporting period 31 March 2021 Amt. in ₹	Figures as at the end of previous reporting period 31 March 2020 Amt. in ₹
Note No. 1			
Reserves & Surplus			
General Reserve:			
Balance as per last Balance Sheet	919614630		758614930
Add: Entrance Fees received during the year	<u>21998900</u>		<u>160999700</u>
		941613530	919614630
Statement of Income and Expenditure:			
Balance as per last Balance Sheet	(85307653)		(74379189)
Add : Excess of Expenditure over Income	<u>(9731481)</u>		<u>(10928464)</u>
		(95039134)	(85307653)
TOTAL	846574396		834306977
Note No. 2			
Other Long Term Liabilities			
Advance received from members		57385	152763
TOTAL	57385		152763
Note No. 3			
Trade Payable			
Sundry Creditors		6258570	13181017
TOTAL	6258570		13181017
Note No. 4			
Other Current Liabilities			
1. Advance received from members		6787400	7350552
2. Provision for Expenses		4263631	4511476
3. Creditors for Capital Goods		35924	35924
4. Other Liabilities (Including Rs. 40,16,75,000 received as application fees from prospective members of new unit of the Club, Previous year Rs. 15,80,00,000)		403210782	158980085
5. Security Deposits		1670544	1850544
6. Statutory Dues		4679048	18092788
7. Other payables (Including payable to Members - Service Tax Refund Rs. 9,67,56,969 (Refer 4 (a) of Note 19), Previous year Rs. 9,02,57,218).		97941932	92442181
TOTAL	518589261		283263550
Note No. 5			
Short Term Provision			
Employee Benefits			
Leave Encashment		2308556	2513436
TOTAL	2308556		2513436

Note No. 6
Property, Plant & Equipments : Tangible Assets

ASSETS	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK	
	As at 31.03.20	Additions	Sales/ Adjust- ments	As at 31.03.21	Up to 31.03.20	Sales/ Adjust- ments	For the year	Up to 31.03.21	As on 31.03.21	As on 31.03.20
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Club Building	130422741	700138	23189	131099690	35071989	94	4751506	39823401	91276289	95350752
Swimming Pool	20074823	--	--	20074823	6728211	--	650048	7378259	12696564	13346612
Filtration Plant for Sw. Pool	1175150	--	--	1175150	896865	--	52899	949764	225386	278285
Furniture & Fixtures	50531612	2015287	165432	52381467	35399490	83887	4701366	40016969	12364498	15132122
Electric Installations	42873401	1046084	64581	43854904	29824929	59060	3313570	33079439	10775465	13048472
Air-conditioners	26561414	--	--	26561414	17337034	--	1653992	18991026	7570388	9224380
Office Equipments	6598851	969707	50400	7518158	5284613	47880	589797	5826530	1691628	1314238
Sports Equipments	2190002	--	--	2190002	523425	--	306741	830166	1359836	1666577
Kitchen Equipments	5097207	208033	--	5305240	2371353	--	496933	2868286	2436954	2725854
Garden Equipments & Fittings	63552	--	--	63552	46502	--	3120	49622	13930	17050
Library Books	142743	750	--	143493	142743	--	750	143493	--	--
Boring	849794	--	--	849794	807807	--	--	807807	41987	41987
Cinema Projectors & Equipments	705606	--	--	705606	586355	--	12183	598538	107068	119251
Diesel Generator Set	1712985	--	--	1712985	1348004	--	94494	1442498	270487	364981
Water Softening & Pressure System	1770825	--	--	1770825	1294960	--	85672	1380632	390193	475865
Health Centre Equipments	21998285	32710	219200	21811795	15689260	185984	1177861	16681137	5130658	6309025
Solar Power Plant	3929380	--	--	3929380	534781	--	614422	1149203	2780177	3394599
Car Parking Area	1694654	--	--	1694654	1539307	--	155347	1694654	--	155347
Swimming Pool Net	690184	--	--	690184	137285	--	34509	171794	518390	552899
New Software	1200000	--	--	1200000	480000	--	240000	720000	480000	720000
TOTAL	320283209	4972709	522802	324733116	156044913	376905	18935210	174603218	150129898	164238296
2019-20	297219888	28402932	5339611	320283209	139376286	4048804	20717431	156044913	164238296	

Particulars	Figures as at the end of current reporting period 31 March 2021		Figures as at the end of previous reporting period 31 March 2020	
	Nos.	Amt. in ₹	Nos.	Amt. in ₹
Note No. 7				
Non-Current Investments (At Cost)				
Quoted				
A. Investments in Tax Free Bonds				
7.51% PFC Tax Free Bond of ₹ 1,00,000 each	120	12000000	120	12000000
8.09% PFC Tax Free Bond of ₹ 1,00,000 each	125	12500000	125	12500000
8.20% NHAI Tax Free Bond of ₹ 1,000 each	2472	2472000	2472	2472000
8.76% National Housing Bank Bond ₹ 5,000 each	181	905000	181	905000
8.66% IIFCL Tax Free Bond ₹ 1,000 each	5000	5000000	5000	5000000
8.55% IIFCL Tax Free Bond ₹ 1,000 each	15000	15000000	15000	15000000
8.46% IIFCL Tax Free Bond of ₹ 10,00,000 each	6	6156000	6	6156000
8.46% National Housing Bank Bond of ₹ 10,00,000 each	30	33084990	30	33084990
7.41% IIFCL Tax Free Bond of ₹ 10,00,000 each	8	8032000	8	8032000
7.40% IIFCL Tax Free Bond of ₹ 1,000 each	7000	7030800	7000	7030800
7.34% IRFC Tax Free Bond of ₹ 1,000 each	6000	6496884	6000	6496884
8.63% IRFC Tax Free Bond of ₹ 1,000 each	10000	11902090	10000	11902090
8.50% NHAI Tax Free Bond of ₹ 1,000 each	20000	23804920	20000	23804920
7.35% NHAI Tax Free Bond of ₹ 1,000 each	14425	15935586	14425	15935586
7.28% NHAI Tax Free Bond of ₹ 10,00,000 each	55	58835960	55	58835960
8.76% HUDCO Tax Free Bond of ₹ 1,000 each	15000	19311000	15000	19311000
7.19% HUDCO Tax Free Bond of ₹ 1,000 each	500	540510	500	540510
8.51% HUDCO Tax Free Bond of ₹ 1,000 each	13000	15331095	13000	15331095
7.51% HUDCO Tax Free Bond of ₹ 1,000 each	55000	59286700	55000	59286700
8.66% NTPC Tax Free Bond of ₹ 1,000 each	3166	3981951	3166	3981951
7.64% NABARD Tax Free Bond of ₹ 1,000 each	50000	55015763	50000	55015763
7.35% NABARD Tax Free Bond of ₹ 1,000 each	81000	88480494	81000	88480494
	461103743		461103743	
Unquoted				
B. Debentures (Perpetual Bond)				
10.90% Punjab & Sindh Perpetual Bond of ₹ 10,00,000 each	27	26981500	27	26981500
	26981500		26981500	
C. Investments in Units of Mutual Fund				
Reliance ETF Junior Bees	8000	567900	8000	567900
UTI Treasury Advantage Fund Growth	13387.40	35000000	13387.40	35000000
	35567900		35567900	
Total		523653143		523653143
Market Value of Quoted Investments		553954555		565962882

Particulars	Figures as at the end of current reporting period 31 March 2021 Amt. in ₹	Figures as at the end of previous reporting period 31 March 2020 Amt. in ₹
Note No. 8		
Long Term Loans and Advances (Unsecured, considered good)		
Security Deposits	2049890	2049890
Total	2049890	2049890
Note No. 9		
Inventories		
Crockery, Cutlery, Linens, Utensils etc.	1515490	1825911
Sports and Games Accessories and other stores	300697	398087
Total	1816187	2223998
Note No. 10		
Trade Receivables (Unsecured)		
1. From Members		
Debts outstanding for more than 6 months from the date they are due for payment (considered good)	6626912	3602554
Considered doubtful	5118961	3295766
Less: Provision for doubtful debts	11745873	6898320
	5118961	3295766
	6626912	3602554
2. Other debts (Considered Good)		
a. From Members	1435889	10638386
b. From Directors (since received)	90318	243019
	1526207	10881405
Total	8153119	14483959

Particulars	Amt. in ₹	Figures as at the end of current reporting period 31 March 2021 Amt. in ₹	Figures as at the end of previous reporting period 31 March 2020 Amt. in ₹
Note No. 11			
Cash and Cash Equivalents			
Cash and Bank Balances			
Cash on hand	52737		436489
Balance with Banks In Current Accounts	16478373		60249962
		16531110	60686451
Other Bank Balances			
Fixed Deposits with more than 12 months from Balance sheet date		--	--
Fixed Deposits for less than 12 months		511635236	324427418
		511635236	324427418
Total	528166346		385113869
Note No. 12			
Short Term Loans & Advances			
Other Loans and Advances		120285687	7401846
Advance Income Tax (net of provision ₹ 3,80,45,000 previous year ₹ 3,26,45,000)		10992920	10479080
Service Tax paid under protest (Refer Note no.4 (b) & (c) of notes to accounts No.19)		8126004	8126004
Total	139404611		26006930
Note No. 13			
Other Current Assets			
Interest accrued on Investments		13299303	14304256
Interest accrued on Bank Fixed Deposits		2524227	76682
Interest accrued on Other Deposits		68496	90057
New Unit Expenses pending for capitalization (Refer Note No.13 of notes to account No. 19)		4522948	1176663
Total	20414974		15647658

Notes forming part of Statement of Income & Expenditure for the year ended 31st March, 2021

Particulars	Figures for current reporting period 31 March 2021 Amt. in ₹	Figures for previous reporting period 31 March 2020 Amt. in ₹
Note No. 14		
Revenue from Operations		
Subscriptions	12314064	14849198
Penalty from Members	13984	47155
Guest Fee from Members	93856	1672456
Hire Charges from Members in respect of Club Property	123825	1073835
Income from Club Activities		
Rooms	593975	13708167
Catering	--	5325162
Cricket	344436	1268410
Badminton	102482	532574
Billiards	129863	689185
TT & Minor Games	17400	662254
Housie (Including Participation fees)	265233	3561008
Card Room	56332	1693058
Swimming Pool	2538	1389014
Health Centre	999065	10780071
Entertainment	68633	469274
Satellite Theatre	--	3400786
Squash	11200	316350
Library	--	120952
Total	15136886	61558909
Note No. 15		
Other Income		
Interest on Tax Free Bonds	31646224	35164287
Interest on Perpetual Bonds	2943001	3487702
Interest on Bank Deposits	19804954	4320077
Other Interest	74050	100063
Profit on sale of Fixed assets sold / written off	58882	--
Miscellaneous Income	645261	3620850
Sundry Debit/Credit Balance Written off	--	396869
Total	55172372	47089848

Particulars	Amt. in ₹	Figures for current reporting period 31 March 2021 Amt. in ₹	Figures for previous reporting period 31 March 2020 Amt. in ₹
Note No. 16			
Expenses on Club Activities			
Rooms		404819	5878826
Catering		681607	5613695
Cricket		793089	2211789
Badminton		83555	1294279
Billiards		175000	2255239
TT & Minor Games		5390	775205
Housie		114550	1966543
Card Room		28114	2535744
Swimming Pool		135243	3357616
Health Centre		630546	11427270
Entertainment		412420	2576496
Satellite Theatre		--	2360213
Library		--	259923
Squash		--	498291
Cultural Activities (Net)		57577	751470
Total	3521910	43762599	
Note No.17			
Employees' Benefits Expenses			
Salaries, Wages & Bonus (after credit of ₹ Nil; previous year ₹ 1,16,500)	19577680		21808019
Less: Allocated to departments (Refer 1 (g) of Note 19)	--		11543197
		19577680	10264822
Provident Fund & Family Pension Fund Contributions	1529187		1680346
Less: Allocated to departments (Refer 1 (g) of Note 19)	--		938130
		1529187	742216
Contribution to Group Gratuity Scheme	383062		--
Less: Allocated to departments (Refer 1 (g) of Note 19)	--		--
		383062	--
Contribution to Employees' State Insurance Scheme	313893		346396
Less: Allocated to departments (Refer 1 (g) of Note 19)	--		193391
		313893	153005
Staff Welfare Expenses	984960		950143
Less: Allocated to departments (Refer 1 (g) of Note 19)	--		527650
		984960	422493
Total	22788782	11582536	

Particulars	Amt. in ₹	Figures for current reporting period	Figures for previous reporting period
		31 March 2021 Amt. in ₹	31 March 2020 Amt. in ₹
Note No. 18			
Other Expenses			
Ground Rent		3055093	3404018
Rates & Taxes		1983780	2487642
Insurance		248635	223416
Repairs and Maintenance:			
On Building (after credit of ₹ Nil; previous year ₹ 53,500)	1739608		2532891
On Other Assets	2890707		3268576
		4630315	5801467
Electricity Charges (including maintenance and after crediting recoveries ₹ Nil and ₹ Nil; previous year ₹ 3,85,358 and ₹ 7,94,400 respectively)	5116319		15297042
Less: Allocated to departments (Refer 1 (g) of Note 19)	--		12850974
		5116319	2446068
Garden and Ground Maintenance Including Vertical Gardens (after credit of ₹ Nil; previous year ₹ 53,500)		20050	755818
Auditors' Remuneration: (excluding GST)			
a. Audit Fees	200000		200000
b. Taxation Matters	--		115000
c. Tax Audit	35000		35000
d. Other matters	15000		15000
		250000	365000
Interest on late payment of statutory dues		123624	584937
Stationery and Printing		155834	633186
Sundry Stores		248505	894096
Postage, Telegram and Telephone		540180	1269252
Professional Fees		2220000	6284671
Club Housekeeping Charges		2060039	3995014
Traveling and Conveyance		83540	296440
Laundry Expenses		7467	142965
Legal Expenses		22300	35170
Club Security Service Charges (After credit of ₹ Nil; previous year ₹ 91,000)		1962977	4062011
Uniforms		15068	246090
Newspapers and Periodicals		64123	248488
Provident Fund Administrative Charges (after allocating ₹ Nil; Previous year ₹ 39,366 to departments)		66446	31144
Internet Expenses		679645	859162
Miscellaneous Expenditure		4012941	4063378
Provision for Doubtful Debts		1823196	404370
Loss on Fixed Assets Sold / Discarded (Net)		--	709012
Loss on sale of Investment		--	221840
Sundry Debit/Credit Balance Written off		4760	--
Total		29394837	40464655

Note No. 19 : Significant Accounting Policies & Other Notes

1. Significant Accounting Policies

- a. Fixed Assets - Fixed assets are stated at cost. Renewals and replacements are either capitalised or charged to revenue, as appropriate, depending upon the nature and long term utility of such renewals / replacements. In respect of assets scrapped, discarded or retired during the year, the net book value of such assets is written off as loss on discarded fixed assets. The receipts on sale of such scrapped assets are accounted for as and when realized.

- b. Depreciation - Depreciation on fixed assets is provided to the extent of depreciable amount on the Written Down Value (WDV) method.

Depreciation is provided based on useful life of the assets as prescribed in Schedule-II to the Companies Act, 2013 except in respect of Library Books; which are depreciated @100% in the year of purchase. Depreciation on additions is charged for the full month from the month in which asset is put to use. No depreciation is provided in respect of assets disposed of / written off during the year. Car parking area is amortized over a period of ten years. Swimming pool net and software development amortized over five years.

- c. Investments -

(i) Long Term Investments are stated at cost. The diminution in value, if any, is provided where the diminution is other than of a temporary nature.

(ii) Current Investments are stated at lower of cost or fair value.

- d. Inventories - Stocks of Crockery, Cutlery, Linens, Utensils, Sports & Games accessories and other stores are valued at or below cost after revaluation. Cost is arrived at on FIFO basis.

- e. Entrance Fees - Entrance fees are accounted for on cash basis.

- f. Revenue Recognition - Expenses and Income are accounted for on accrual basis except the following which are accounted on cash basis:

(i) Activities of the Club and Entertainment Programs where it is not possible to ascertain Income / Expenditure with reasonable accuracy.

(ii) Penalty on Readmission.

(iii) Sale of scrapped / disposed of / discarded articles.

(iv) Write off of dues from members on cessation of membership and subsequent recovery on readmission is accounted through respective Income Account.

(v) Income from sponsorship related to various activities and events is recognized on cash basis.

- g. The management of the Club has decided not to allocate / charge (as in the past) payment to employees and electricity expenses to respective activities as the Club was not operational for substantial period in the year in view of guidelines issued by Central and State Govt. from time to time. In view of the above, previous year expenses of activities are not comparable with current year to that extent.

- h. Retirement Benefits - Annual contribution as determined by Life Insurance Corporation of India towards the gratuity liability is funded with them in accordance with the gratuity scheme.

- i. Leave encashment benefit is provided on accrual basis as determined by Club.

- j. Borrowing cost - The Club follows the practice of capitalizing interest on borrowings for qualifying assets up to the date the assets are ready for use. All other borrowing costs are charged to revenue.

- k. Provision for Doubtful Debts - As per the consistent practice of the Club, members' dues outstanding for over one year from the Balance Sheet date are considered doubtful and are fully provided for.

2. Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. Nil (Previous year Rs.Nil).

31.03.2021	31.03.2020
Rs.in lacs	Rs.in lacs

3. Contingent Liabilities - Claims not acknowledged by the Club.
Income-Tax

- (a) Decided in Club's favour and the Department is in appeal / may appeal to higher authorities.

428.13 428.13

- (b) For A.Y. 2017-18, the Department had raised demand against which the Club had filed appeal before the Commissioner of Income Tax (Appeals).

50.53 50.53

The Club has succeeded on similar grounds in earlier years and hope to succeed in this appeal also.

- (c) The Income-Tax Department has filed review / recall petition before the Hon'ble High Court of Gujarat for A.Y. 2007-08 and consequently tax appeal is ordered to be restored to file. The Income Tax Department may review similar appeals for other assessment years also. This is for members' information while respecting Hon'ble High Court appeal / order / observation.
 - (d) The Principal Commissioner of Income-Tax of Ahmedabad-4 has initiated revisionary proceedings u/s. 263 of Income-Tax Act, 1961 for A.Y. 2015-16, 31-03-2015 and passed order u/s. 263 on 13-03-2020, treating the order of the Assessing Officer for the year erroneous and prejudicial to the interest of the revenue. Also Assessing Officer directed to make the assessment de novo treating the entrance fees received from members as taxable receipt in light of findings and directions in relation to issue of taxing receipts from members discussed therein for the year. Assessing Officer has not passed any order giving effect to the order dated 13-03-2020 till date. However, the Club has preferred appeal before the Income-Tax Appellate Tribunal, Ahmedabad, which is pending as of date. This is for members' information.
4. (a) Till the date of balance sheet the Club has received service tax refund of Rs 9,67,56,969 which has been shown under the head "Other Current Liabilities".
- (b) The Club has now received refund of Rs.54,29,981/- from Service Tax Department during F.Y. 2021-22 and same is credited to Service Tax paid under protest.
- (c) The Club has now received refund of Rs.99,460/- from Service Tax Department during F.Y. 2021-22 and same is credited to Service Tax paid under protest.
- (d) As against the demand raised of Rs 10,57,836/- on account of service tax audit conducted by the service tax department, for period 2012-13 to 2016-17, the club has filed an appeal before commissioner of Service Tax (Appeals). The matter is heard. Club hopes to get the refund of amount of Rs 10,57,836/- paid based on the judgement of Hon'ble Supreme Court of India in club's favour.
5. With all activities of the club remaining substantially closed during the year in view of central and state govt. covid guidelines from time to time, the club has made detailed assessment of its liquidity position for the next year including its investments and funds, recoverability of the assets comprising of property, plant and equipment, intangible assets, right of use of assets, investments, inventories and trade receivables. Based on current indicators of future economic conditions and estimates made by the management of the Club, the Club expects to recover the carrying amount of these assets.

The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 on regular revenues and recoverability of investments and receivables. The outcome of the same may be different from the estimated as at the date of approval of these financial statements. The Club will continue to closely monitor any material changes arising of future economic conditions and impact on its activities.

6. Disclosure pursuant to Accounting Standards:

- (a) Employee Benefits [AS-15 (Revised)] Gratuity [Defined Benefit Plan] Principal actuarial assumptions as at Balance Sheet date:

	31.03.2021	31.03.2020
i) Discount rate	7%	7.25%
ii) Salary escalation	7%	7%

- (b) Related Party Transactions (AS 18)

There are no related party transactions with the members of the Board of Directors and their relatives except use of the Club as members.

7. The Club has not received any information from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, and hence disclosure, if any, relating to amounts unpaid as at the year-end together with the interest paid / payable as required under the said Act has not been given.
8. The Club is a Small- and Medium-Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. Accordingly, the Club has complied with the Accounting Standards as applicable to a Small- and Medium-Sized Company.
9. Write-offs from Sports & Games accessories, etc., on revaluation have been grouped under the respective heads of expenditure.
10. Balances of Sundry Creditors, Loans & Advances and Sundry Deposits are subject to confirmation and adjustment, if any.
11. In the opinion of the Board of Directors, Current Assets, Loans & Advances are approximately of the value stated, if realized in the ordinary course of business.
12. In view of the Covid-19 pandemic, the Ahmedabad Municipal Corporation has availed residential rooms of the Club under the Disaster Management Act to be used as quarantine facilities till 5th February, 2021. The club management has decided not to charge the rent and other related charges to AMC for accommodation and hospitality.

13. Till the completion of the new unit of the Club and its capitalization in the books, the expenses incurred thereon along with the incidental incomes if any are treated as pending for capitalization in accordance with the generally accepted accounting principles in India and the balance of such expenses, net of incidental incomes if any is carried forward in the Balance Sheet till such capitalization takes place in the books.

Particulars	Amount (Rs)	Amount (Rs)
Expenses incurred till 31/03/2020		1176664
Expenses incurred during the FY 2020-21:		
Advertisement Expenses	42732	
Stationery Expenses	360	
Professional Fees	2969600	
Telephone / Fax / SMS Charges	4856	
Staff Salary Expense	276000	
Other Misc. Office & Meeting expenses	50136	
Registration and Fees	2600	3346284
Balance Carried over to Balance Sheet		4522948

14. C.I.F. Value of imports (excluding purchase of items imported by other agencies) Nil Nil
 15. Expenditure in foreign currency Nil Nil
 16. Earning in foreign exchange Nil Nil
 17. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date attached,	Narendra K. Patel President (DIN: 01195474)	Anand N. Jhaveri (DIN: 00489833)	Sandip P. Shah (DIN: 07287166)
For, Ramanlal G. Shah & Co. Chartered Accountants	Chiranjiv C. Patel Vice President - I (DIN: 01252668)	Bhavin D. Mashruwala (DIN: 0055910)	Shrujal S. Patel (DIN: 02087840)
(Vivek S. Shah) Partner	Naimish D. Marfaria Vice President - II (DIN: 07194354)	Kirtan K. Shah (DIN: 08512727)	Sushant S. Patel (DIN: 02899070)
UDIN: 21112269AAAACC7721	Chintan J. Chokshi Hon. Secretary (DIN: 02899112)	Mahesh S. Desai (DIN: 01827183)	Udeet A. Shah (DIN: 07579364)
	Ayan S. Shah Jt. Hon. Secretary - I (DIN: 02912203)	Mayur V. Parikh (DIN: 02901769)	Udit K. Setalvad (DIN: 01391707)
	Rajpal R. Dalal Jt. Hon. Secretary - II (DIN: 02898899)	Parag A. Patel (DIN: 00015794)	Utkal R. Patel (DIN: 07610638)
	Dipak S. Shah Hon. Treasurer (DIN: 02899006)	Parthiv P. Jhaveri (DIN: 07903953)	
		Pathik S. Patwari (DIN: 02428297)	

Ahmedabad,
27th August, 2021

Ahmedabad,
26th August, 2021

Board of Directors



THE SPORTS CLUB OF GUJARAT LIMITED



www.sportsclub-gujarat.com



Registered Office: Sardar Patel Stadium, Post: Navjivan, Ahmedabad 380014 INDIA | Tel: +91 79 26440371/3 | Toll Free: 1800 233 7955
Email: mailbox@sportsclub-gujarat.com | CIN: U92411GJ1963PLC001183