



Madras Race Club

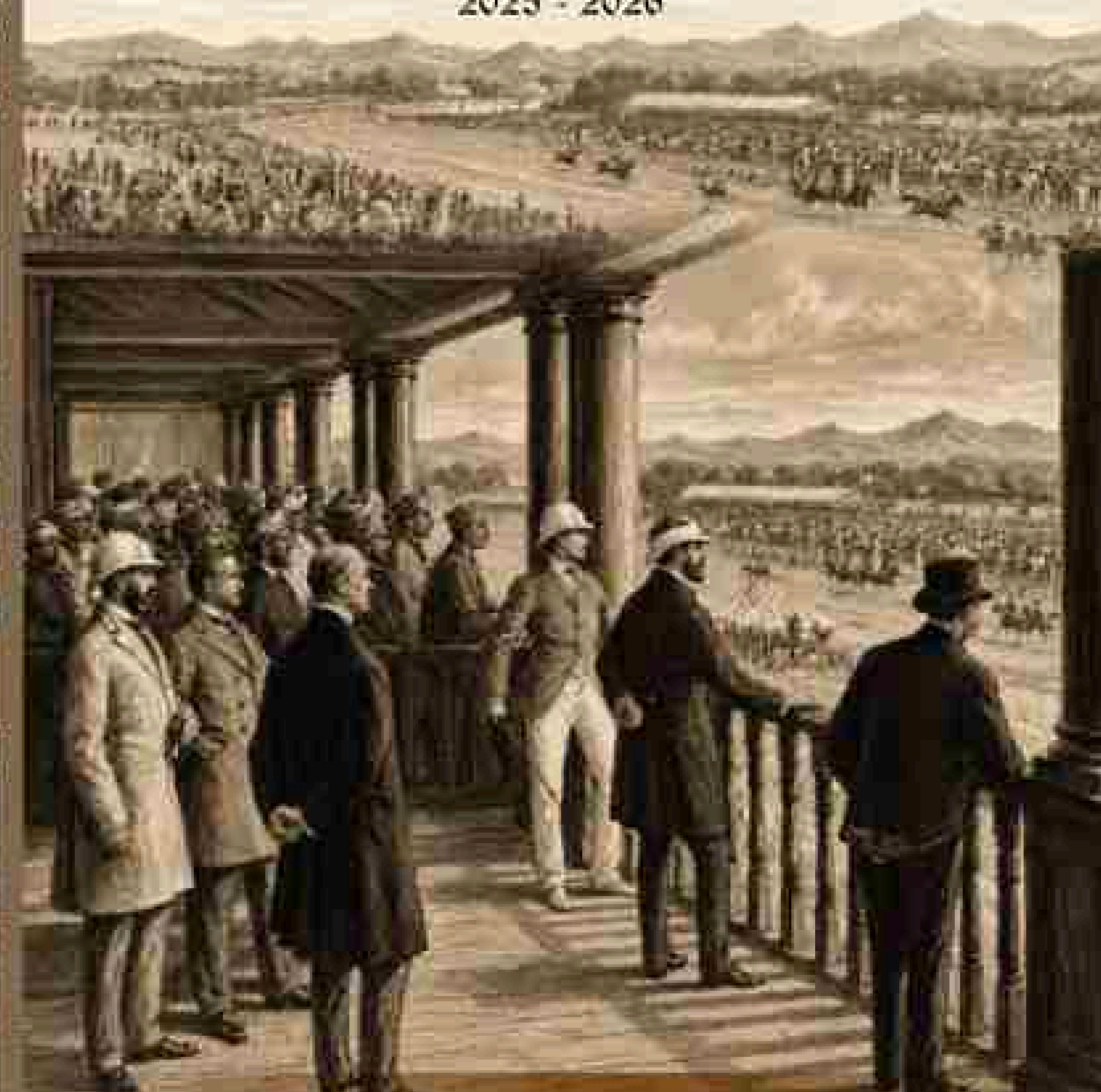


Hobart Park, Udthagamandalam - 1837



Madras Race Club

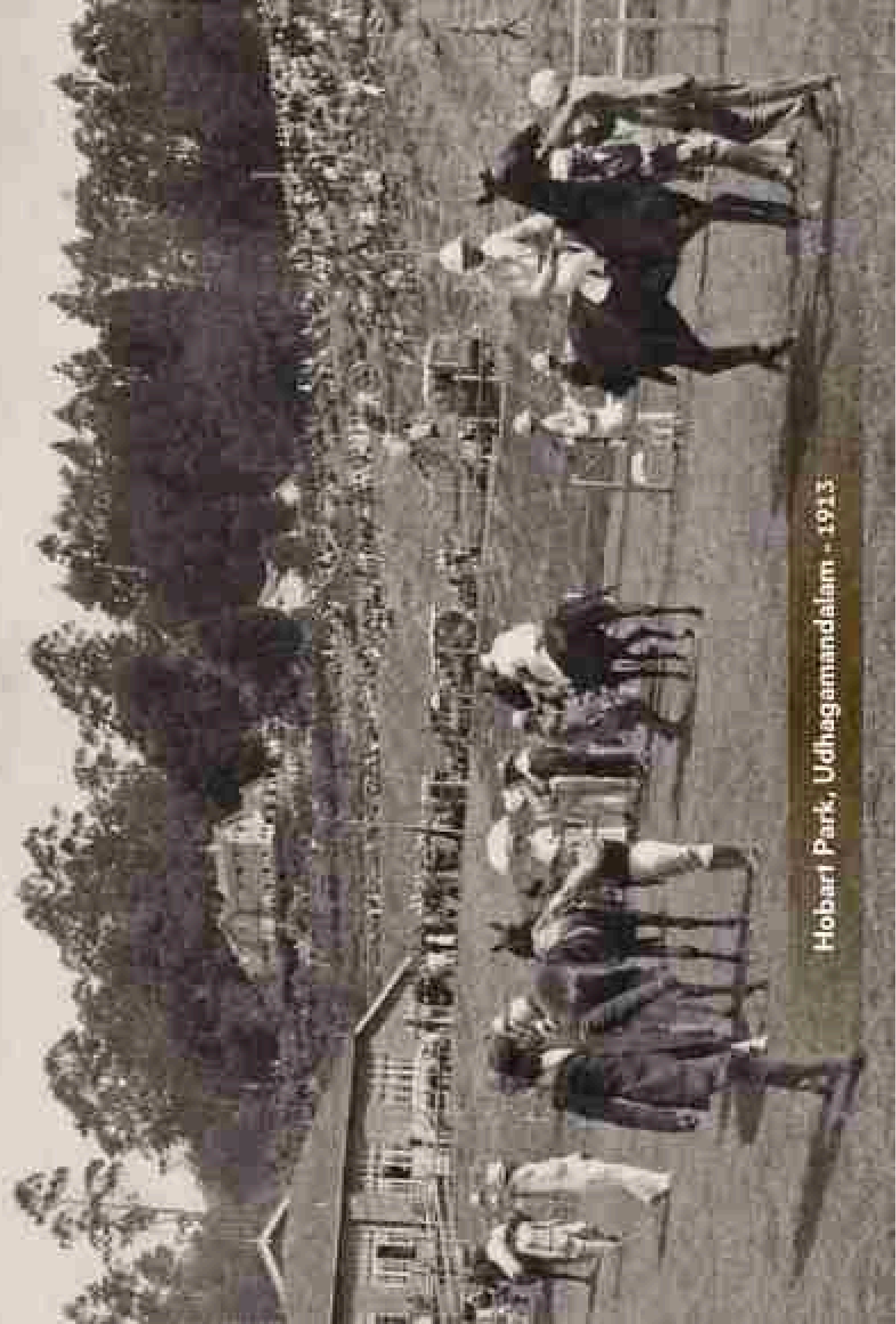
Annual Report & Accounts for the year
2025 - 2026



The Prince of Wales at Madras Race Club, Guindy - 1875



Madras Race Club, Guindy - 1837



Hobart Park, Udhagamandalam - 1913

Members of the Committee of Management

Dr. Muthiah Ramaswamy, Chairman

DN: 00802807

Dr. V. Annamalai

DN: 03165312

Mr. SP. Lakshmanan

DN: 02745821

Mr. Paul Antony

DN: 08071972

Mr. RM. Ramasamy

DN: 08566264

Mr. Ramesh Rangarajan

DN: 00141701

Mr. Ranjit Jesudasan

DN: 00020181

Mr. M. Rayi

DN: 1382764

Mr. Satyanarayana Murthy, M

DN: 01612799

Mr. M. Senthilnathan

DN: 02843571

Mr. M. Sridharan

DN: 02294399

Mr. N. Sudhakar

DN: 00195648

Mr. Sandeep Nanduri, I.A.S.

DN: 07511216

Dr. K.S. Palanisamy, I.A.S.

DN: 08619074

Dr. K. Manivaran, I.A.S.

DN: 01911593

Mr. J. Kumaragurubaran, I.A.S.

DN: 06702233

S.Nirmal Prasad

M/s. V.D.S.R. & Co. LLP

M/s. Bansi S. Mehta & Co.

M/s. S. Venkatram & Co., LLP

M/s. N.C. Rajagopal & Co.

M/s. P.B. Vijayaraghavan & Co.

Indian Bank

Kotak Mahindra Bank

Yes Bank Ltd.

HDFC Bank Ltd.

ICICI Bank Ltd.

State Bank of India

UCO Bank

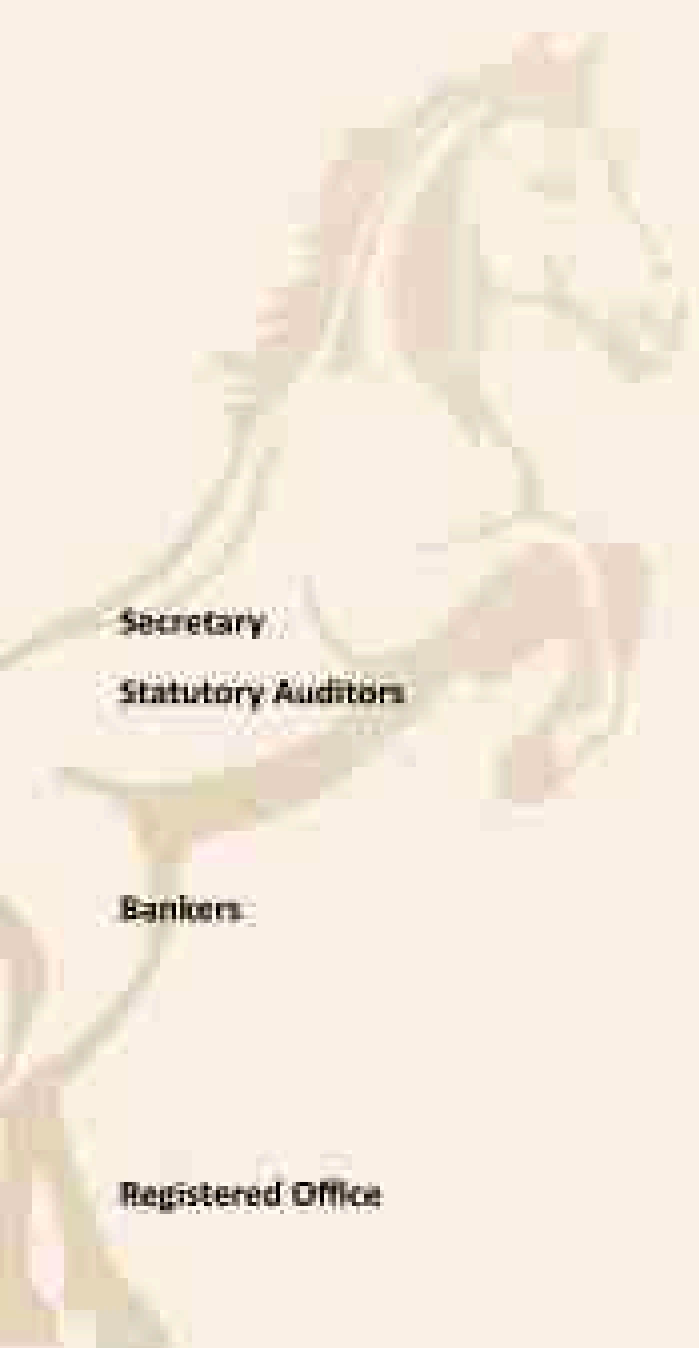
Guindy, Chennai - 600 032

Secretary

Statutory Auditors

Bankers

Registered Office



NOTICE TO MEMBERS

NOTICE is hereby given that the Annual General Meeting of the Members of the MADRAS RACE CLUB (CIN No. U74909TN19229PL001858) will be held at 4:45 PM (IST) on Tuesday, 18th July, 2024, at the Registered Office of the Club, situated at Sumbly, Chennai 600 032 and also through Video Conference ("VC") Facility/ Other Audio-Visual Means ("OAVM") to transact the following business:-

ORDINARY BUSINESS:

1. To consider and adopt the Income and Expenditure Account for the year ended 31st March 2024, Balance Sheet and Cash Flow Statement as at that date and also the Reports of the Committee of Management and Auditors thereon and in this regard to pass the following Resolution as an Ordinary Resolution:

"RESOLVED THAT the Audited Balance Sheet, Statement of Income & Expenditure and Cash Flow Statement for the year ended March 31st, 2024, and the Reports of the Committee of Management and the Auditors thereon be and are hereby considered and adopted."

2. To appoint a Member of the Committee of Management in the place of retiring Member, Dr. Muthiah Ramaswamy (DIN: 00802807) who, being eligible, offers himself for re-appointment.
3. To appoint a Member of the Committee of Management in the place of retiring Member, Mr. RM Ramasamy (DIN: 06506264) who, being eligible, offers himself for re-appointment.
4. To appoint a Member of the Committee of Management in the place of retiring Member, Mr. M. Senthilnathan (DIN: 02841971) who, being eligible, offers himself for re-appointment.
5. To appoint a Member of the Committee of Management in the place of retiring Member, Mr. M. Sridharan (DIN: 02294399) who, being eligible, offers himself for re-appointment.

On behalf of the Committee of Management
For Madras Race Club

Place : Chennai
Date : 10th June 2024.

S. Nirmal Prasad
Secretary

1. Members intending to ask any questions at the Annual General Meeting are requested to submit such questions to the Secretary on or before 4:45 PM (IST) on Friday, 10th July, 2026.
2. Members who would like to express their views during the Annual General Meeting are requested to register themselves as a speaker by mentioning the details in accordance with the registered membership details with the Club, such as the Name, Permanent Membership number and email ID.
3. The request for registration as a speaker should be submitted in writing or through e-mail to the Secretary of the Club before 4:45 PM (IST) on Friday, 10th July, 2026. Only those Members who have registered themselves as a speaker will be allowed to express their views/ ask questions during the Annual General Meeting.
4. In terms of Article No. 44 of the Articles of Association of the Club, there shall be no voting by proxy.
5. In terms of Section 160 of the Companies Act, 2013 and rules framed and notifications issued thereunder, read with Article 21 of the Articles of Association of the Club, any Club Member, other than a retiring member of the Committee of Management, who wishes to be elected as a Member of the Committee of Management, shall duly submit notice of proposal either by himself, or by some other Club Member, intending to propose him, as a Member of the Committee of Management, along with a Deposit of Rs.1,00,000/- (Rupees One lakh only) either by way of Demand Draft or Electronic transfer favouring MADRAS RACE CLUB. Such proposal in writing along with consent letter of such contesting member in Form DIR 2 will have to be submitted to the Club before 4:45 PM (IST) on Monday, 29th June, 2026. The valid nominations received will be displayed on the Notice Board of the Club at 10.00 AM (IST) on Tuesday, 30th June, 2026.
6. After such display of valid nominations on the Notice Board, as mentioned above, candidates whose nominations are declared valid shall be allowed to withdraw their nomination in writing at any time before 4:45 PM (IST) on Thursday, 2nd July, 2026.
7. The final list of Members who are eligible for election as Members of Committee of Management (including the retiring Members) will be thereafter notified to all the Club Members.
8. The above said deposit of Rs.1,00,000/- (Rupees One lakh only) shall be refunded to the concerned Member, if he is elected as a Member of the Committee of Management, or gets more than 25% of total valid votes cast for such election. In case, a Member fails to obtain more than 25% of total valid votes cast as stated above, the said Deposit of Rs.1,00,000/- (Rupees One lakh only) will be forfeited.

9. In terms of Section 152(3) of the Companies Act, 2013, no person shall be appointed as a Member of the Committee of Management, unless he has been allotted a Director Identification Number(DIN) under Section 154 and furnishes a declaration under Section 152 (4) that he has not been disqualified to be a Director under the Act.
10. In terms of Article 40 of the Articles of Association of the Club, no Club member shall be entitled to vote or take part in any General Meeting of the Club, until all monies due to the Club by him / her have been paid. Members are requested to ensure the payment of all dues in full, before the date of AGM, to be able to exercise the right to attend and vote at the meeting.
11. Members are requested to update their personal E-mail id's and mobile phone numbers with the Club for ease of communication.
12. Members whose email address are not registered can register the same with the Club by sending an email with their membership details at the email id of the club: secretary@madrasraceclub.com
13. Notice of the AGM along with the Annual Report for the year 2025-26 is being sent also through electronic mode to those Members whose e-mail addresses are registered with the Madras Race Club.
14. Members may note that the Notice and Annual Report for the year 2025-26 will also be available on the Club's website - <http://www.madrasraceclub.com/annualreport> and on the website of www.evoting.nsi.com
15. Relevant documents referred to in the accompanying Notice calling the Annual General Meeting are available on the website of the Madras Race Club for inspection by the Members.
16. The Club is also providing an alternative option to those members who may be unable to attend the Annual General Meeting to be held at the Club premises, to participate in the same through zoom video conferencing platform, which arrangement is in compliance with the circulars issued by the Ministry of Corporate Affairs and the provisions of the Companies Act, 2013.
17. Members opting to attend the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act and Articles of Association of the Club.

18. The Madras Race Club has engaged the services of National Securities Depository Limited (NSDL), as the authorized Agency, for conducting the Annual General Meeting through VC/OAVM and providing e-voting facility for the convenience of such Members who are not able to attend the Annual General Meeting at the Club or/ and such Members who wish to attend the Annual General Meeting through OAVM and participate in e-voting.
19. The user ID and Password will be forwarded by NSDL directly to the Members individually along with the Notice and shall be re-sent directly by NSDL to Members of the Club before the commencement of e-voting.
20. The list of Club Members as on the cut off date i.e. 30th June 2026 (728 Members) who are entitled to vote, subject to compliance with Article 40 of the Articles of Association of the Club, is also enclosed for ready reference of Members.
21. The Route Map to the venue of the Annual General Meeting of the Club is annexed to this Notice.
22. The following are instructions in connection with the Annual General Meeting:-
 - (a) Instructions for attending the Annual General Meeting in the premises of the Club:
 1. Members attending the meeting at the Registered Office of the Club are requested to bring a valid Membership Card issued by the Club as proof of identification.
 - (b) Instructions for attending the Annual General Meeting through VC/OAVM:
 1. Members will also be able to attend the AGM through VC/OAVM by using their remote e-voting login credentials and selecting the 'Event' for Madras Race Club's AGM at [https:// www.evoting-nsdl.com](https://www.evoting-nsdl.com)
 2. Members who do not have the user ID and password for e-voting or have forgotten the user ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notice. Further, Members can also use the OTP based login for logging into the voting system.
 3. The facility of joining the Annual General Meeting through VC/OAVM shall open at 4:30 p.m. i.e. 15 minutes before the time scheduled for the Annual General Meeting and will be closed on the expiry of 15 minutes from the conclusion of the Annual General Meeting. Members who want to ask questions may write to the Madras Race Club, Guindy, Chennai – 32 on or before 4:45 PM (IST) on Friday, 10th July, 2026 and the same will be answered during the Annual General Meeting.

4. The facility of joining the Annual General Meeting through VC/OAVM shall be available on first come first served basis. However, the Members of the Committee of Management, Key Managerial Personnel and Auditors are not restricted on first come first served basis.
5. Members who need technical assistance before or during the Annual General Meeting can contact 044-48867000 and via email at secretary@mrcl.com

(c) Instructions for voting at the Venue in the premises of the Club:

1. Members who have participated in e-voting are not entitled to participate in the voting to be held during the Annual General Meeting at the venue.
2. Only such Members, who have not participated in e-voting shall be eligible to participate in the voting at the venue, subject to verification of all data.
3. Scrutinizer shall allow only such Members to participate in venue voting who have not participated in the e-voting and subject to payment of all dues to the Club.

(d) Instructions for E-Voting:

1. In compliance with the provisions of Section 108 of the Act, read with Rules made there under, the Madras Race Club is offering e-voting facility to all Members of the Madras Race Club. Only a Club Member as on the cut-off date i.e. 10th June 2026, shall be entitled to avail of the facility of remote e-voting in connection with the Annual General Meeting. Madras Race Club will be facilitating remote e-voting to enable the Members to cast their votes electronically.
2. Members can cast their vote online from 10.00 A.M.(IST) on Saturday, 11th July 2026, till 5.00 p.m.(IST) on Monday, 13th July 2026. At the end of remote e-voting period, the facility shall forthwith be blocked.
3. The Members who have cast their vote by remote e-voting prior to the Annual General Meeting may also attend / participate in the Annual General Meeting through VC/OAVM, but shall not be entitled to cast their vote again.

4. The procedure and instructions for e-voting are as follows:-

- (a) Once the home page of e-Voting system is launched, click on the icon "Login" which is available.
- (b) You will receive from NSDL the user id and password on your registered email id as an attachment and then please open the pdf file received on your email with your _____
- (c) Click on Login button at Shareholders/ Members tab.
- (d) Enter your user id provided in the PDF file attached in email.
- (e) Select either password or OTP based login.
- (f) Next enter the Verification Code as displayed on the screen.
- (g) Enter your password as provided in the PDF attached on your email /SMS.
- (h) After entering your password, tick on Agree to 'Terms & Conditions' by selecting the check box.
- (i) Click on "LOGIN" button.
- (j) After successful login, you will be able to see "EVEN" of Madras Race Club.
- (k) Select "EVEN" of Madras Race Club for which you wish to cast your vote.
- (l) Now you are ready for e-voting as the Voting page opens.
- (m) Cast your vote by selecting appropriate options for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
- (n) After clicking on the "Confirm" button, an OTP will be sent on your registered email id and / or mobile.
- (o) You can also take the print out of the votes cast by you by clicking on the print option on the confirmation page.
- (p) Once you confirm your vote on the resolution, you will not be allowed to modify your vote.
- (q) It is the responsibility of the voter to ensure security of his/her User ID and password/OTP.
- (r) Voter should cast his/her own vote and not share his/her credentials with others which include passwords, OTP etc.

5. In case of any query pertaining to e-voting, please visit Help and FAQs section available at website www.evoting.nsdl.com or contact Number 022-48867000 or via email at: evoting@nsdl.com
6. The Committee of Management of Madras Race Club has appointed Mr. Balu Sridhar, Practicing Company Secretary as the Scrutinizer to scrutinize the voting process in a fair and transparent manner. The Scrutinizer will submit his report to the Chairperson or any person authorized by him/ her after completion of the scrutiny and the results of voting will be announced within forty-eight hours from the conclusion of the Annual General Meeting of the Madras Race Club.
7. Subject to receipt of requisition number of votes, the resolutions shall be deemed to have been passed on the date of the Annual General Meeting.



ANNUAL REPORT FOR THE YEAR ENDED 31st MARCH 2026 TO THE MEMBERS OF THE MADRAS RACE CLUB

The Committee of Management has pleasure in presenting this Annual Report together with the Audited Financial Statements of the Madras Race Club for the financial year ended 31st March, 2026.

1. TERMINATION OF LEASE AT MADRAS RACE CLUB, GUINDY, CHENNAI:

- (a) The Club had entered into a lease agreement on 8th March 1946 with the Governor of Madras (now Government of Tamil Nadu), granting leasehold rights over the land situated at Guindy, Chennai, for a period of 80 years effective from 1st April 1945 to 31st March 2044.
- (b) The Club had paid lease rentals, including an advance payment of Rs. 25,215 in March 2003 covering the lease period from 1st May 2004 to 30th April 2004, in accordance with Government Letter No. A772094/90 dated 14.02.2005.
- (c) However, in August 2017, the Tahsildar, Veluchery Taluk, Chennai, Government of Tamil Nadu raised a demand for revised lease rentals, retrospectively effective from 1st July 1974 for Rs.73,095.81 lakhs for the period up to 30th June 2004, in terms of the principle outlined in Government Order No.3947 dated 18.12.1970, wherein the land was subject to revision of lease rentals at 10% of the market value of the land.
- (d) The Club disputed these retrospective and exorbitant revisions and filed Writ Petitions before the Hon'ble High Court of Madras and by its order dated 29th March 2023, the Hon'ble High Court of Madras finally dismissed the Writ Petitions and directed the Club to settle the arrears, failing which eviction proceedings could be initiated.
- (e) The Court vide order dated 29th March, 2023 further directed that demand notices be issued for the arrears of revised rent of Rs. 12,38,135.24 lakhs (roughly calculated by the Government of Tamil Nadu), covering the period from July 2004 to March 2023, in respect of which no demand order has been issued by the Government on the Club.
- (f) The Club filed Writ Appeals (WA Nos. 890, 897 & 898 of 2023), and the Division Bench of the Hon'ble High Court of Madras granted interim relief by ordering status quo and the matter is presently pending adjudication by the Hon'ble High Court of Madras.
- (g) Notwithstanding the pending litigation and during the validity of the lease in favour of the Club, the Government issued S.O.(Ms) No.343 dated 8th September, 2024 citing violations of the terms of agreement dated 8th March 1946, terminated the lease, while invoking certain clauses of the lease agreement and Revenue Standing Order 244.
- (h) On 9th September 2024, there was a temporary suspension of the Club activities due to intervention of the Government.
- (i) Access to entire premises was later restored, though however formal orders resuming possession of the lease land were served by the Government on the Club on 10th September 2024 by both the Revenue Department and the District Collector of Chennai.

(j) The Club initiated appropriate legal proceedings before the Hon'ble High Court of Madras challenging the lease termination and resumption of possession.

(k) In this connection, a Civil Suit filed by the Club challenging the termination was heard on 2nd and 6th July 2025 and the Hon'ble High Court of Madras in its Order dated 8th July 2025 in O.A. No. 401 & 402 of 2025 and A. Nos. 2037, 2038, 2039 and 2094 of 2025 in C.S. No.81 of 2025, had ordered as under:-

1. Learned Senior Counsel on either side had seriously disputed the claims about the possession of the lands. It is the case of the learned Senior Counsel appearing for applicants is that the plaintiff is still in possession of lands. However, the same was disputed by the respondents 1 & 2, that the possession of the lands had been taken by them as early as 09.09.2024 and therefore, ponds have also been dug up in the said lands, which has effectively prevented the water logging during the North East in the year 2024.

2. This Court can prima facie decide on the claim of the possession during the hearing of the application.

3. Since there are serious disputes with regard to the possession, the parties shall maintain status Quo as on today. However, the Horticulture Department is permitted to recover the tender documents and shall not further proceed to evolve any third party interest.

4. List the case on 16.07.2025*

(l) Subsequently, the plea of the Club seeking interim relief pending disposal of the suit as well as the plea of the Government to vacate the interim order of Status Quo and rejection of plaint was heard by the Single Judge on Monday, 18th August 2025 and thereafter, orders were reserved in the matter by the Hon'ble High Court of Madras.

(m) The Government filed an appeal in the Hon'ble High Court of Judicature at Madras, stating that the operation of the Order of Status Quo was impeding the works relating to development and strengthening of Ponds, apart from the proposed Eco park.

(n) The matter was heard and the Hon'ble High Court of Madras, consisting of Hon'ble Mr. Justice S.M. Subramanian and Hon'ble Mr. Justice Mohammed Shafiq vide its Order dated 22.10.2025 in OSA No.335 of 2025, modified the Order of Status Quo and permitted the State to carry out all works relating to strengthening/development of Ponds, and any other projects of Public Interest and directed that the Club shall cooperate and not obstruct such work.

(o) The Club filed a petition for a Special Leave to Appeal in the Hon'ble Supreme Court of India against the Order dated 22.10.2025 and after hearing the matter, the Hon'ble Supreme Court of India, consisting of Hon'ble Mr. Justice Purodgharman Sh Narasimha and Hon'ble Mr. Justice R.K. Jhadevan, passed the following Order in SLP No.31175/2025 on 30th October 2025:-

72. While we are not inclined to interfere with the impugned judgment and order passed by the High Court, we clarify that the portion in Paragraph No.25 which reads, ".....permit the State to carry out all works relating to strengthening/development of pond and any other project of public interest and the respondent Club shall cooperate and not obstruct such work....."

"shall entitle the respondents – State only to create what is required for the eco-park, and will be subject to final decision."

3. The Division Bench of the High Court shall endeavour to dispose of the application (a) expeditiously.
4. With these observations, the Special Leave Petition is disposed of.
5. Pending application (a), if any, shall stand disposed of."

(p) The Division Bench of the Hon'ble High Court of Madras further heard the matter briefly on 17th November 2025 and stayed further proceedings before the Single Judge in O.A. No. 401 & 402 of 2025, pending disposal of O.S.A. No. 2025 of 2025 by the Division Bench and adjourned the hearing to Wednesday, 19th November 2025 for final argument in O.S.No.335 of 2025.

(q) Thereafter, the Division Bench of Hon'ble High Court of Judicature at Madras consisting of Hon'ble Mr. Justice S.M. Subramaniam and Hon'ble Mr. Justice Muhammed Shafiq, after hearing the matter, finally passed an order on 25th November 2025 to the following effect in O.S.A. No.22 of 2025 and C.M.P. No.25667 of 2025:-

"1. We prima facie find that there is an overarching public interest in ensuring that the projects proposed in the suit schedule property are proceeded with unconsidered/unimpeded. We are thus inclined to modify the order of "Status Quo" and permit the State to carry out all works related to strengthening/development of ponds to store excess rain water while permitting the development of eco park, which is conceived to mitigate adverse impact of floods, promote tourism, reduce pollution and serve as a natural habitat for several flora and fauna species.

"2. Accordingly, the original title deed stands allowed. No costs. Consequently, sponsored simultaneous petition is closed."

(r) In the meantime, the Government of Tamil Nadu inaugurated on 1st November 2025, a horticulture nursery, launched a tree plantation drive and initiated bund-strengthening works for the development of ponds at the proposed eco-park in the 118-acre parcel of land at the Madras Race Club, Guindy, Chennai, housing the Race Track, Walking Rings, Swimming Pool etc.

(s) Alogosida, the Department of Horticulture and Plantation Crops, Government of Tamil Nadu on 31st October 2025, locked all gates leading into the area of 118 acres, thereby totally restricting all activities of the Club in the 118 acres of land, including exercising, training and racing of Race Horses and completely prohibited movement of all personnel and Race Horses into the Race Course.

(t) In the light of the above developments, the Madras Race Club perforce had to suspend racing activity at the Race Course at Guindy, Chennai with effect from 1st November 2025.

(u) However, all activities and facilities at the Club, including inter venue betting, other than physical racing, remain uninterrupted, as hitherto, at the existing premises in the Club.

- (v) The Record of Rights maintained by the Revenue Department, Government of Tamil Nadu presently discloses the title entitlement, as under, in respect of the Race Course:

S.NO.	Particulars	Area
1.	Department of Horticulture Department and Plantation Crops Government of Tamil Nadu	118 acres
2.	Madras Race Club	22.01 acres

- (w) The entire written down value of the property, plant and equipment to an extent of Rs.119.35 lakhs, situated in the 118 acres of parcel of land in the Race Course, Guindy Chennai, not in possession of the Club, has been recognized and written off in the book of accounts, following the change in the possessory status of the said 118 acres of land and the restrictions on the use of the property in the said land.
- (x) In view of the exceptional nature, the said amount has been disclosed as an Exceptional Item in the Statement of Income and Expenditure for the year 2020-2025.

2. DISCUSSIONS WITH THE GOVERNMENT OF TAMILNADU:

- (a) As Members are aware, the issues relating to revision of lease rentals coupled with the alleged violations of the Lease Agreement of 8th March 1945 are legacy matters, which have been continuously and vigorously contested by the Club in all fora.
- (b) The Club had earlier pursued all available avenues, both conciliatory and legal to retain the existing premises, pending relocation or allotment of alternate land.
- (c) With this objective, all earnest efforts by the Club are underway, as part of a continuing exercise, to impress upon the Government of Tamil Nadu to facilitate peaceful and harmonious co-existence of horse racing and the Eco Park, in perpetuity, over an area of 30 acres, limited to race tracks and training area, in the 118 acres parcel of land in the physical possession of the Government of Tamil Nadu, towards jointly promoting green cover, in a manner mutually beneficial to both the Government and the Club.
- (d) The Madras Race Club is also engaged in discussion with the Government of Tamil Nadu towards arriving at a possible arrangement covering the following:
- Enabling relocation of the Race Course on suitable Government land on mutually acceptable terms.
 - Facilitating hosting of other income generating activities in the existing remaining land or in part of the existing remaining land, housing the enclosures, presently in physical possession of the Club, in the premises of the Madras Race Club, beyond the extent of 118 acres of land.
- (e) The Club also continues to seriously explore the option of sourcing private land for relocating the Race Course, in terms of resolution passed by the Members of the Madras Race Club at the Extra Ordinary General Meeting held on 10th December 2025, towards securing the longevity of Horse Racing in the State of Tamil Nadu.

- (f) The Club is committed to ensuring that the racing Centre under the auspices of the Madras Race Club will undoubtedly become the racing Hub of South India, in the years to come.

3. AMENDMENTS TO RATES UNDER THE GOODS AND SERVICES TAX ACT:

- (a) In terms of Schedule III of Notification No. 09/2025 – Central tax (Rate) 18th September 2025, the rates, under the Goods and Services Tax Act, applicable to specified activities such as gambling and horse racing were increased from 28% to 40%, with effect from 22nd September 2025.
- (b) As a consequence, the rate of taxes were revised from 28% to 40% in respect of the activity at the Totalizators and Bookmakers, apart from stall fee, entry fee etc.
- (c) The buoyancy of activity at the totalizator is under severe strain, following the increase in rates, coupled with the rigid stand of the Government determining the amounts staked, in lieu of commission, as consideration for the purpose of valuation under the provisions of the Act.

4. THE PROMOTION AND REGULATION OF ONLINE GAMING ACT 2025 :

- (a) The Government of India notified the Promotion and Regulation of Online Gaming Act 2025, with effect from August 22nd 2025, to the following effect –
- “1. No person shall offer, aid, abet, induce or otherwise or otherwise induce or engaged in the offering of online money game and online money gaming service”
- (b) The relevant definitions under the provisions of the above Act, are reproduced here under :-
- “(g) online money game” means an Online game, irrespective of whether such game is based on skill, chance or both, played by a user by paying fees, depositing money or other stakes in expectation of winning which entails monetary and other enrichment as return of money or other stakes; but shall not include E-Sports.
- “(h) online money gaming service” means a service offered by a person for entering or playing the online money game;”
- (c) The arrangement of accepting bets on races at the totalizators, through online mode, was voluntarily discontinued by the Club, on an uniform basis, across race clubs in India, with effect from August 22nd 2025, towards ensuring compliance with the statutory provisions, notified by the Government of India.

5. FINANCIAL OPERATIONS

- (a) The scale of betting operations at the Club was significantly affected during the year, following the temporary suspension of Racing under the Rules of Racing of Madras Race Club and part cancellation of race meetings at other Race Clubs, in the southern part of India, during the period between November 2025 and March 2026, following veterinary restrictions at certain racing centres.
- (b) The reduction in the number of betting days, reduction in the net rate of deductions in the Club operated Totalisators and the discontinuation of online mode of betting at the Totalisators, has considerably impacted the income accruing to the Club during the year.
- (c) In the context of the above factors, the financial performance of the Club during the year, as compared with that during the previous year, is summarized below:

Particulars	(Rs. in lakhs)	
	2025-26	2024-25
Revenue from Racing Activity	2,496.56	4,457.52
Revenue from Club Activity	1,364.23	1,175.39
Other Income	2,974.64	2,875.89
Total Revenue	6,835.43	8,508.80
Racing Activity Expenditure	1,480.04	5,297.45
Club Activity Expenditure	661.82	692.13
Employee Expenses	880.52	857.09
Exceptional Item	893.19	0.00
Other Expenses	1646.20	1,331.27
Less Total Expenditure	5,461.77	8,177.94
Surplus Before Depreciation and Tax	1117.25	330.86
Less: Depreciation	234.33	267.50
Surplus before Tax	882.93	63.36
Less: Tax	705.32	43.10
Surplus/(Deficit) after Tax	177.61	20.26

(d) The following are the significant changes during the year:

(Rs. in Lakhs)

Sl.No	Particulars	2023-24	2024-25	(Difference)
Increase in income				
1	Interest on Term Deposit	2,798.76	2,476.58	322.21
2	Direct Income from Riding School	147.80	135.90	11.90
3	Income from Sales of Food & Liquor	560.16	540.11	15.94
Decrease in income				
1	Income from Bookmakers	713.19	969.02	-255.83
2	Income from Sponsorship	3.81	474.11	-470.32
3	Income from Rentals	127.62	293.38	-165.77
4	Income from Live Streaming	4.98	77.04	-72.06
5	Recovery of Horse Treatment Charges	171.67	484.49	-312.82
6	Income from Lawn Usage	113.95	124.86	-11.50
7	Income from Gate Money	129.11	145.78	-16.67
8	Income from Tote Commission (Net of GST paid under protest)	505.61	743.95	-237.34
Increase in Expenditure				
1	Legal and Professional Charges	211.09	207.10	24.19
2	Expenses of Riding School (Direct Expenses)	59.02	31.52	27.50
3	Income Tax	705.11	43.10	662.21
Decrease in Expenditure				
1	Stakes	265.48	2,850.41	-2585.02
2	Indian Turf Invitation Cup Weekend Expenditure	0	355.74	-355.74
3	Equine Laboratory Testing Charges	8.60	20.17	-89.57
4	Purchase of Medicines	139.71	186.23	-256.52
5	Cups and Trophies	20.15	64.51	-44.43
6	Course Maintenance	57.31	104.78	-47.47

(a) Income from Totalizators (Net of GST paid under Protest) was Rs. 505.61 lakhs, as against Rs.743.95 lakhs in the previous year.

(b) Income from Bookmakers was Rs. 713.19 lakhs, as against Rs.969.02 lakhs in the previous year.

(c) Income from permitting the temporary use of Race Pelt was Rs. 127.62 lakhs, as against Rs.293.38 lakhs in the previous year.

- (i) Income from Room Complex was Rs. 133.56 lakhs, as against Rs. 129.73 lakhs in the previous year.
- (ii) Income from Parties and Functions hosted in the premises of the Club was Rs.111.38 lakhs, as against Rs.124.86 lakhs in the previous year.
- (iii) Provision of Rs.705.31 Lakhs towards Rates and Taxes resulted in increased expenditure during the year, as compared to the previous year.
- (iv) Overall, the income during the year reduced by about 27% as compared to the previous year, while expenditure during the year reduced by about 42% as compared to the previous year.

6. WORKING RESULTS:

(a) The following details represent the scale of operations at the Club during the year:

Year	Udhagamandalam / Madras Races	Other venue Betting days	Total
2025-26	6	210	216
2024-25	47	248	295
2023-24	42	248	290
2022-23	63	251	294
2021-22	40	164	204

(b) The following are the details of Betting Race days at the Club:

Particulars	At Chennai		At Udhagamandalam	
	2025-26	2024-25	2025-26	2024-25
Mysore	38	35	0	0
Bangalore	29	36	0	0
Hyderabad	20	49	0	0
Mumbai	27	26	0	2
Pune	30	30	0	0
Calcutta	42	40	0	4
Delhi	35	40	0	10
Madras	6	0	0	0
Udhagamandalam	0	15	0	0
TOTAL	216	261	0	14

- (c) The Club realized a total revenue of Rs.6,639.42 lakhs, during the year from its overall operations, as compared to Rs. 6,508.80 lakhs during the previous year.
- (d) The Club earned a surplus of Rs. 882.83 lakhs, during the year, after providing for a depreciation of Rs. 234.33 lakhs, as against a surplus of Rs. 43.36 lakhs, after providing for a depreciation of Rs. 267.50 lakhs, during the previous year.
- (e) In the final analysis, the Club recorded a net surplus of Rs.177.63 lakhs, after tax, of Rs.705.30 lakhs, as against Rs.20.76 lakhs, after tax of Rs.43.10 lakhs, in the previous year.

7. RACING :-

- (a) The Club published a Prospectus for Madras Races 2025-2026, comprising 30 race days, commencing from Saturday, 30th August 2025 and concluding on Saturday, 14th March 2026.
- (b) 6 race days were conducted at Guindy, Chennai, from 30th August 2025 to 10th October, 2025.
- (c) In the light of the subsequent legal and administrative developments pertaining to the 118 acres of land in the Race Course, racing activities at the Club remained suspended from 1st November 2025 at the Club.
- (d) The Club, thereafter, extended all assistance to Race Horse Owners/Race Horse Trainers based at Chennai, towards facilitating transition of Chennai based forces to other racing centers for being raced under the Rules of Racing of other Race Clubs.
- (e) The particulars of the race meetings held under the Rules of Racing of the Madras Race Club are as under:-

Particulars	Udhagamandalam Races		Madras Races	
	2025-2026	2024-2025	2025-2026	2024-2025
Number of race days	-	15	4	32
Number of races run	-	90	57	227
Aggregate number of runners	-	783	289	3081
Horses which participated in races	-	304	180	478
Average number of runners per race	-	8.07	7.81	8.16

- (f) The Indian Turf Invitation Cup Weekend Races scheduled on Saturday, 28th February 2026 and Sunday, 1st March 2026 at Mysore Race Club has been rescheduled, owing to Veterinary restrictions and will now will be held on Saturday, 24th October 2026 and Sunday, 25th October 2026 at Mysore Race Club.

B. PARI-MUTUEL BETTING:

(a) The following are the details of the collections, pool-wise:

(Rs. in Lakhs)

Particulars	2023-24	2024-25	2023-24	2022-23
Win Pool	145.83	117.30	296.82	424.51
S.H. Pool	58.58	105.16	114.11	168.29
Place Pool	46.93	126.00	145.81	217.13
Forecast pool	134.98	184.06	185.68	178.91
Quinella Pool	124.56	150.00	153.83	164.23
Tanala Pool	968.55	1086.26	1162.28	1116.46
Treble Pool	443.58	516.61	550.87	591.09
Mini Jackpot Pool	307.80	309.91	304.46	286.90
Jackpot Pool	0.00	107.04	0.00	708.21
Combined Jackpot Pool	1048.97	1160.68	1236.58	538.85
Third Horse Pool	14.38	00.49	55.05	11.14
Show	0.00	0.19	0.42	0.05
Exacta	0.00	14.01	66.23	26.54
TOTAL	3326.14	4137.75	4272.55	4631.3

(b) The details of collections at the Totalizators are furnished below :

(Rs. in Lakhs)

YEAR	TURNOVER OFF-LINE	TURNOVER ON-LINE	TOTAL COLLECTION	REVENUE
2022-2023	8,084.79	546.52	8,631.30	769.27
2023-2024	1,616.12	658.11	4,272.23	253.28
2024-2025	3,362.42	776.33	4,137.75	732.64
2025-2026	3,143.64	184.49	3,328.14	306.61

C. NET RATE OF DEDUCTIONS AT TOTALIZATORS:

(a) The Club towards minimizing the impact of the rate of taxes on Totalizator activity, which were revised from 28% to 40%, has largely absorbed the increase, by reducing the net level of deductions accruing to the Club at the Totalizators.

(b) In this background, the percentage of net deductions from various pools at the Totalizators was revised as under, effective from 21st September 2023. ➤

Pool/Field	Percentage of total Deductions including Commission @ 2% (As on 31 st September 2023)	Percentage of total Deductions including Commission @ 2% (As on 31 st September 2022)	Percentage of Deductions (As on 31 st September 2023)	Percentage of Deductions (As on 31 st September 2022)
Win Pool	11	11	4.125	5.125
1st Heat	10	5	4.125	10.125
Foreign Pool	11	11	3.443	10.125
Quartets Pool	12	5	3.443	10.125
Series Pool	19	19	7.500	14.800
Treble Pool	48	48	17.429	24.125
Mini Jackpot Pool	46	46	17.029	24.125
Jackpot Pool	48	48	17.429	24.125
Combined Jackpot Pool	46	46	17.029	24.125

- (c) The modalities of implementing the National Totalizator Computerized System across all Race Clubs in the Country are under finalization by the Turf Authorities.
- (d) Pursuant to this objective, totalizator operations were initially combined on the Jackpot Pool during the year amongst the majority of the Racing Centers in the Country.
- (e) The arrangement is proposed to be extended to other Pools, in a phased manner, after extensive testing and in the meantime, totalizator operations have been combined between Madras Race Club and Bangalore Turf Club on Treble Pool and Mini Jackpot Pool.

10. STATUS OF THE LEGAL CHALLENGE TO THE AMENDED PROVISIONS OF THE GOODS AND SERVICES TAX ACT.

- (a) All the Race Clubs in India had individually filed Writ Petitions at their respective racing centers, seeking a declaration that Rule 31 (A) (I) of the Central Goods and Services Rules, 2017, as amended, in terms of the Notification dated 23rd January 2018, was ultra vires the provisions of the Central Goods and Services Act and to quash the same.
- (b) In addition, the amendments effected to the CGST Rules vide Notification No.11/2023 dated 29th September 2023, levying tax on the entire amount deposited into the Totalizator was also challenged.
- (c) Each of the Race Clubs had moved the Hon'ble Supreme Court of India, seeking transfer of both sets of Writ Petitions filed in their respective Centers to the Hon'ble Supreme Court of India.

- (d) Initially, the above Writ Petitions, were clubbed along with Civil Appeal No. 547 (C) Nos. 19966 – 19969 of 2023 and taken up for hearing along with the matter involving Director General of Goods and Services Tax Intelligence and others Vs. Gameskraft Technologies Private Limited and others, which petitions were also before the Hon'ble Supreme Court of India.
- (e) However, when the petitions were subsequently taken up for hearing on 12th August 2023, the Hon'ble Supreme Court of India, consisting of Hon'ble Mr. Justice J.B. Pardiwala and Hon'ble Mr. Justice R. Mahadevan mentioned that the petitions pertaining to Horse racing shall be de-tagged and heard separately.
- (f) In the meantime, the Hon'ble Supreme Court of India, after hearing the matter at length, delivered a judgment on 27th May 2024, in the matter involving Director General of Goods and Services Tax Intelligence and others Vs. Gameskraft Technologies Private Limited and others.
- (g) The salient features of the above judgement are summarized below:
- (i) Games with money/stakes to be treated as "betting and gambling" under the provisions of Goods and Services Tax, representing an actionable claim.
 - (ii) The activity requires the character of "betting and gambling" under the provisions of Goods and Services Tax, even if the activity involves skill.
 - (iii) The levy of GST on actionable claim was constitutionally valid.
 - (iv) The amount staked constituted consideration, rejecting the contention that only platform fee or commission retained should constitute the taxable field.
 - (v) The valuation frame work under Rule 31 A, Rule 31 B; and Rule 31 C, was upheld.
 - (vi) Rule 31 A of the CGST Rules, 2017 was intra vires the parent enactment.
 - (vii) Rule 31 B and Rule 31 C could operate retrospectively.
 - (viii) The amendments to the provisions of the Goods and Services Tax Act in the year 2023, were clarificatory in nature.
 - (ix) Online gaming Platforms were suppliers under the provisions of the Goods and Services Tax.
- (h) The petitions of the Race Clubs which were earlier de-tagged on 12th August 2023, are likely to be heard in due course in the Hon'ble Supreme Court of India.
- (i) The existing manner of remitting tax under the provisions of Goods and Service Tax in respect of the activity of totalisator at the Madras Race Club is broadly on par, with the principle, outlined in the judgement dated 27th May 2024 of the Hon'ble Supreme Court of India.

- (ii) However, the Clubs would have to legally contend, as under, in the overall interest of the Sport of Horse-Racing:
 - (i) Betting on horse racing under the auspices of licensed Race Clubs, regulating the sport needs to be distinguished from Online betting, in view of the peculiar and distinct character of the computerized totalizator activity at the Club.
 - (ii) Rule 11 (A) (3) cannot have retrospective applicability.
 - (iii) Betting activity does not constitute the business of the Club.
 - (iv) Stark difference between horse racing and online gaming.
 - (v) Totalizator activity has the character of services and to be distinguished from the Race Club.
 - (vi) Amount deposited into the totalizators does not constitute the income of the club.
 - (vii) Amount finally retained by the Club, actually represents the consideration for the services rendered in connection with activity of totalizators.
- (ix) The individual writ petitions of various race clubs challenging the classification of Race Clubs as "Suppliers", under provisions of Goods and Services Tax Act are pending hearing before the Hon'ble High Courts at their respective centers.
- (x) The Hon'ble Supreme Court of India also affirmed the validity of the legislation passed separately in the State of Karnataka and State of Tamil Nadu prohibiting real money gaming platform in their respective States.

11. PROPERTY AND METRO TAX:

- (a) The Club had filed a Writ Petition No. WP 14152 of 2020 in the Hon'ble High Court of Madras challenging the Notices issued earlier by the Greater Chennai Corporation, seeking payment of Property Tax by the Club for twelve identified properties, in respect of which Property Tax had been disputed by the Club, with effect from 1st April 2001.
- (b) After hearing the matter on 3rd April 2023, the Hon'ble High Court of Madras had ordered that the Madras Race Club could remit an amount of Rs. 36.00 lacs towards payment of Property Tax for the past period, calculated at the old rates towards arrears, pending reassessment by the Authorities, subject to the basis of revision basis being disclosed to the Club and the Club being given an opportunity to submit their objections, if any, in respect of the Twelve identified properties under dispute.
- (c) The Club, however, in the meantime, had been remitting Property Tax and Metro Tax annually in respect of twenty one other identified properties at the Club, as the assessment has not been disputed by the Club.

- (d) The Club had filed objections after receiving measurements from the Corporation Authorities, following a joint inspection and thereafter detailed orders were passed by the Additional Commissioner (Revenue & Finance) Greater Chennai Corporation, Chennai-600003, on 30th October 2023, notifying the revised assessments, after granting an opportunity of hearing to the Club in respect of twelve identified properties.
- (e) The Club, after receiving the Order dated 30th October 2023, on 1st February 2024, filed detailed objections within the stipulated time, property-wise, disputing the assessment.
- (f) The Corporation while rejecting the contention of the Club, finally determined that an amount of Rs. 562.31 lakhs was payable by the Club towards Property Tax for twelve properties for the period from 1st April 2001 to 31st March 2025, after considering and adjusting the amounts paid by the Club over the years, including the amount of Rs.50.00 lakhs paid on an adhoc basis earlier and under protest.
- (g) In terms of the Property tax determined by the Authorities, an amount of Rs. 383.19 lakhs was also payable towards Metro Water Tax for the period from 1st October 2001 to 31st March 2025, in respect of the twelve properties.
- (h) However, in relation to the remaining Eighteen Properties at the Club, in respect of which assessments were not in dispute, Property Tax and Metro Water Tax had been remitted regularly on an annual basis by the Club.
- (i) Thereafter, the Greater Chennai Corporation in the month of February 2026, raised a demand towards Property and Metro Tax, in respect of eleven properties at the Club, covering the period from 1st October 2001 to 31st March 2026, and notified to recover the said amount as arrears of Land revenue under Section 11b of the Tamil Nadu Local Bodies Act 1998 (Tamil Nadu Act-9, 1999).
- (j) The demand was raised, as detailed below, after adjusting the amount of Rs. 50.00 lakhs paid earlier by the Club, on an adhoc basis, and under protest and which amount of Rs. 50.00 lakhs had been subsequently adjusted by the Corporation against the Equine Hospital at the Club.

(Rs. in Lakhs)		
S.No.	Particulars	Amount
1	Property Tax	541.88
2	Metro Water Tax	429.52
	Total	1,073.40

- (k) The Club filed a Writ Petition in the Hon'ble High Court of Judicature at Madras, challenging the demand dated 6th February 2026, for payment of Property Tax and W.P. No. 7385 of 2026 and W.M.P. Nos. 7930 & 7932 of 2026, challenging the demand was heard by the Hon'ble High Court of Judicature at Madras on 24th February 2026.

- (h) The Club contended that the Demand Notices had been issued without hearing the Club in respect of the objections filed on 12th February 2024.
- (i) After hearing the matter, the Hon'ble High Court of Judicature at Madras ordered that all further recovery proceedings be kept in abeyance till further orders, in terms of its initial order dated 24th February 2025 and subsequent order dated 27th March 2025.
- (j) The matter has been listed for hearing on Friday, 12th June 2025, pending filing of the counter by the Greater Chennai Corporation.
- (k) Pending further hearing of the objections filed by the Club on 12th February 2025, the Club, as a matter of abundant caution, has made a total provision of Rs. 1,073.40 lakhs being Rs. 247.87 lakhs created in the current year and Rs. 825.71 lakhs as on 31st March 2025, in relation to the demand of the Greater Chennai Corporation, towards payment of Property Tax and Metro Water Tax.

12. LEASE RENTALS IN RESPECT OF HOBART PARK, UDHAGAMANDALAM

- (a) The lease agreement executed by the Madras Race Club with the Government of Tamil Nadu for the property at Hobart Park, Udhagamandalam, of 52.34 acres (wherein the activities of the Club had been conducted earlier) had expired in the year 1979, and the lease agreement was not renewed.
- (b) The Club had continued to hold the property till June 2024 and was receiving demands towards arrears of lease rentals for past several years, in respect of which the Club's petitions were pending before the Hon'ble High Court of Madras.
- (c) The petitions of the Club challenging the arrears of lease rentals were finally dismissed by the Hon'ble High Court of Madras on 21st June 2024.
- (d) The Collector of Udhagamandalam, issued a Show Cause Notice dated 4th July, 2024 to the Club and resumed the entire property along with the Club's moveable and immovable assets located in the premises of Hobart Park, Udhagamandalam.
- (e) The Club had also appealed before the Hon'ble Supreme Court of India against the orders dated 21st June 2024 of the Hon'ble High Court of Madras.
- (f) The Hon'ble Supreme Court of India in its order dated 30th August 2024, permitted the Club to respond to the aforementioned Show Cause Notice and held that the arrears of lease rent will then be adjudicated by due process, by the competent Authority of the Government.
- (g) Based on the above directions of the Hon'ble Supreme Court of India, the Club is awaiting the appointment of the competent Adjudicating Authority to submit a suitable response to the Show Cause Notice.

- (f) Further, the Club has also received a fresh demand order dated 22nd September 2024 from the Collector of Udhagamandalam to remit the lease rent arrears, in respect of which a Writ Petition has been filed before the Hon'ble High Court of Madras.
- (g) The entire written down value of the property, plant and equipment to an extent of Rs.753.83 lakhs situated in the Race Course at Hobart Park, Udhagamandalam, not in possession of the Club, has been recognized and written off in the book of accounts, following the change in the possessory status of the said land and the restrictions on the use of the property in the said Land at Hobart Park, Udhagamandalam.
- (h) In view of the exceptional nature, the said amount has been disclosed as an Exceptional Item in the Statement of Income and Expenditure for the year 2025-2026.
- (i) The Club is attempting to secure permission from the Authorities to conduct horse racing at Hobart Park, Udhagamandalam, during the summer months, on an annual basis, on mutually acceptable terms, especially as Hobart Park at Udhagamandalam has reportedly not been put to alternate use by the Authorities.

13. DEMAND UNDER REVERSE CHARGE MECHANISM UNDER THE GOODS AND SERVICE TAX:

- (a) The Club had earlier received a Show Cause Notice from the GST Department demanding GST liability of Rs. 8,084.20 lakhs under the Reverse Charge Mechanism in respect of renting of land from the Government of Tamil Nadu at Hobart Park, Udhagamandalam, for the period from 21.01.2018 to 30.06.2023.
- (b) The Joint Commissioner of GST and Central Excise, Chennai, had thereafter confirmed the demand of Rs. 8,084.20 lakhs and applicable interest and also imposed a penalty of Rs.8,084.20 lakhs.
- (c) Against the said order, the Club had filed a Writ Petition before the Hon'ble High Court of Madras contending, inter alia, that there was no supply of service, as the lease itself had expired and that the lease arrears were yet to be determined by the competent adjudicating authority.
- (d) The Hon'ble High Court of Madras had granted stay of the Order, subject to deposit of Rs.200 lakhs, which has been complied with by the Club.
- (e) There has been no further material development in the matter during the current year and the matter continues to remain sub-judice before the Hon'ble High Court of Madras.

14. SPEECH CIRCUIT CHARGES:

- (a) In the dispute between BSNL and the Club, regarding the use of Speech Circuit, the BSNL had held that the technical character of the Speech Circuit fell within the purview of closed under group, attracting higher charges.

(b) The Club, however, had contended that the Speech Circuit was in the technical nature of a point to point service, since the Madras Race Club, was the owner of both the circuits, notwithstanding the fact, that the two Speech Circuits were located at two different premises.

(c) The Club also submitted that the Speech Circuit connecting the following points at different locations had been allotted in the name of Madras Race Club and the bills had been accordingly settled by the Madras Race Club, in respect of both the points of the three separate Speech Circuits, connecting different locations, as under:-

- (i) Chennai - Mumbai
- (ii) Chennai - Hyderabad
- (iii) Chennai - Bangalore

(d) The Arbitrator, however, held that the following claims raised by BSNL, Chennai Telephones, on Madras Race Club were in order:-

(Rs. in Lakhs)				
Circuit No.	Bill date	Amount	Surcharge	Total
SP 307	16.06.1998	13,85,689	2000	19,87,689
SP 181	16.06.1998	34,57,880	3000	34,98,880
SP 547	07.04.1998	10,72,350		10,72,350
Total		65,55,919	4000	65,55,919

(e) The Club filed a Writ Petition in the Hon'ble High Court of Madras under Section 34 of the Arbitration and Conciliation Act, 1996, challenging the arbitral award dated 10.11.2023 passed in favour of BSNL against the Club.

(f) The Club challenged the arbitral award on the ground that the arbitrator who had passed the arbitral award, was appointed unilaterally by the respondent which was contrary to the well settled law laid down by the Hon'ble Supreme Court in *Peckins Eastman Architects DPC & Another vs. HSCC (India) Ltd.*, reported in AIR 2020 SC 59.

(g) The Club argued that BSNL's own employee had been appointed as an arbitrator and the employee had passed the arbitral award and such an appointment was also contrary to the decision rendered by the Hon'ble Supreme Court in *Central Organization for Railway Electrification Vs. ECI (PFC-SMO MCM) (JV) A Joint Venture Company* (2025) 4 SCC 641.

(h) The Club also submitted that an execution petition involving prosecution had also been filed by BSNL to execute the Arbitral award and the same was pending before the IX Assistant City Civil Court, Chennai (E.P. No. 1041 of 2025).

(i) The Hon'ble High Court of Judicature at Madras after hearing the arguments in Writ Petition No.526 of 2025 and Application No.4287 of 2025 had entered, on 28th August 2025, an interim stay of the operation of the impugned arbitral award, until further orders.

15. AMNESTY SCHEME NOTIFIED BY THE EMPLOYEES STATE INSURANCE CORPORATION:

- (a) The Club disputed the coverage under the ESI Act, 1948 for the period between March 1985 to March 2005, on the following grounds:-
- (i) The Club was a Government Undertaking between the period from the year 1985 to the year 1996 and that therefore the Employees of the Club were Government Employees.
 - (ii) The Club had neither remitted contribution nor availed of medical coverage during this period of dispute.
- (b) The Club, however, agreed to be brought under the coverage of ESI in respect of its employees from the year 2005 and onwards.
- (c) The Club has been paying ESI contribution from their bill date, considering that the request from the Club for exemption from the ESI Act was rejected by the State Government of Tamil Nadu.
- (d) During the interim period, the ESI Corporation had issued a notice on 25th October 2017 under Section 45A of the Act, regarding the contribution payable by the Club for the above said period and a reply was also furnished by the Club.
- (e) The ESI Corporation then proceeded to determine the contribution on 26.3.2018 and accordingly computed a demand of Rs. 122.85 lakhs, being the ESI contribution for the period from the year 1985 to the year 2005.
- (f) The Club approached the Employees State Insurance Corporation Court (Principal Labour Court) in 2018 and filed a petition under Section 75 of the Employees State Insurance Act.
- (g) While the matter was pending disposal before The Employees Insurance Court (Principal Labour Court) in I.A. No: 71 of 2018 in E.S.I.D.P Nil of 2018, the ESI Corporation raised a demand of Rs. 654.12 lakhs on the Club, towards payment of contribution and interest for the period from 1985 to 2005, excluding penalty and damages.
- (h) During the pendency of the proceedings, the ESI Corporation notified a NEW AMNESTY SCHEME 2025 for settlement of cases filed under Section 75 of the ESI Act, with the primary operative provisions being notified under Circular No. P-11/14/Amnesty Scheme 2023 (Rev.0) (Para A-II)(iv) dated 24th July 2025, as under:-
- (i) The New Amnesty Scheme 2025 provides the opportunity for the withdrawal of prosecution cases filed u/s 84 and 85 of ESI Act and court cases u/s 71 and 82 of the ESI Act up to 31.03.2025.
 - (ii) The New Amnesty Scheme 2025 will be in force from 01.10.2025 to 30.09.2026.

- (iii) The pending cases will be considered for withdrawal, subject to payment of 30% of the contribution and resultant interest till the date of payment.
- (j) The option of availing of the benefits under the Amnesty Scheme was evaluated particularly with reference to the following factors:
 - (i) The uncertainty about the litigation being concluded in favour of the Club; especially as all Race Clubs had been covered from a similar date under the ESI Act.
 - (ii) The risk of damages and penalty, apart from compounding levy of interest on a daily basis, in the event of adverse findings in the litigation, in the final analysis.
 - (iii) The difficulty in contesting the claim between 1986 and 1996, during the period the Government managed the Club, in view that the Club was the successor for many ongoing obligations.
- (j) The Club, after considering all factors, especially taking into account the estimated liability of Rs. 6.75 crores, including interest and penalty, decided not to pursue with the litigation and accordingly withdrew the petition filed in the Principal Labour Court and opted to avail of the benefits under the ESI Scheme.
- (k) The Club has since remitted a total amount of Rs. 173.59 lakhs including Rs. 36.85 lakhs towards contribution and Rs. 136.74 lakhs, as interest, towards delayed payment for the contribution under the ESI Act, in respect of the period between 1985 and 2005.
- (l) The Club would also be separately seeking refund of an amount of Rs. 24.57 lakhs earlier deposited with the ESI Court on 14th November 2019, after formal closure of the proceedings by the ESI Corporation.

16. DEMANDS UNDER APPEAL UNDER INCOME TAX ACT, 1961:

- (a) The Income Tax Department conducted a survey at the premises of the Madras Race Club on 7th and 8th February 2021.
- (b) During such survey, the Income Tax Department had observed that there was a need to review the manner of apportionment of the common expenses of the Club to the financial operations at Guindy Lodge, as in the view of the Department, the Club had allocated a disproportionately higher share of common expenditure to taxable operations vis-à-vis mutuality related activities, non-taxable in nature.



- (c) In these circumstances, the Club thereafter voluntarily remitted an amount of Rs. 72.80 lakhs being the amount payable in respect of the additional disallowance for the Assessment year 2018-19.
- (d) At this time, the Club formulated a view, based on discussions with the Authorities, that additional disallowances in respect of other Assessment years 2018-19, 2019-20, 2020-21, 2021-22, 2022-23 and 2023-24 would not be subject to any tax impact, in view of the Book Profit / Loss and MAT Credit adjustments during the year concerned.
- (e) The Income Tax Department, however, issued notices under Section 148 A of the Income Tax Act, 1961, relating to the above Assessment Years and the Club filed revised returns with the Department for the years in question.
- (f) The Income Tax Department, after reopening the assessment, raised demands against the Club in respect of the above years and the Club filed separate appeals before the Commissioner of Income Tax (Appeals), with regard to re-assessment by the IT Department for the above Assessment Years.
- (g) The Commissioner of Income Tax (Appeals), dismissed the Appeals for the above Assessment Years on 27th April 2025 and held that such additional allocation was disallowed under normal provisions and further, the Department extended this disallowance to MAT (Minimum Alternate Tax) provisions, with consequential increased tax liability.
- (h) The Club proposes to file an Appeal before the Income Tax Appellate Tribunal, challenging the order of the Commissioner of Income Tax (Appeals), primarily on the following grounds:-
- (a) The Club paid tax under the MAT provisions for all the relevant Assessment years, since Taxable income did not arise under normal provisions of the Income Tax provisions.
- (b) The allocation was accepted by the Income Tax Department under normal tax provisions and therefore the addition of such allocated expenses to book profits under MAT (115 JB) by treating them as relating to exempted income was lacking in consistency.
- (i) In these circumstances, the following items of demands amounting to Rs. 517.94 lakhs under the Income Tax Act 1961, are being disputed by the Club:-

(Rs. in Lakhs)

Sl.No	Assessment Year	Amount of Demand (including interest, penalties if any.)
1	2018-2019	177.56
2	2019-2020	19.07
3	2020-2021	23.90
4	2021-2022	148.56
5	2022-2023	17.90
6	2023-2024	60.95

- (i) As a matter of financial prudence, a provision of Rs. 517.94 lakhs has been made during the year in respect of the above demands.

17. CONTINGENT LIABILITY:

The following demands are under dispute and are being contested legally and are sub-judice and hence in the opinion of the Management, based on legal advice, no provision is considered necessary at this stage:-

(Rs. in Lakhs)

Claims against the Club not acknowledged as debts	As on 31 st March 2019	As on 31 st March 2023
(a) Lease Rent with respect of land earlier occupied by the Club at Hubert Park, Odhagamandalam - Excluding yearly accretions demanded.	92,305.54	92,305.54
(b) Arrears of revised lease rent as demanded on 31 st August, 2017 - from 01.07.1978 to 30.06.2004 in respect of the registered Leasehold land of the Club at Chennai.	72,096.81	72,096.81
(c) Arrears of revised lease rent from 01.07.2004 till March 2023 in respect of the registered Leasehold land of the Club at Chennai.	12,38,175.24	12,38,175.24
(d) GST Demand including penalty on Odhagamandalam lease rentals for the period 25.01.2018 to 30.06.2023	12,308.40	12,308.40
(e) Speech Circuit Charges demanded by SIV.	85.00	85.00

18. STATUTORY COMPLIANCES:

- (a) During the year, the Club paid taxes to the Central and State Governments, in compliance with various statutes, as detailed below:

(Rs. in Lakhs)

S.No	Particulars of Taxes	2025-26	2024-25	2023-24	2022-23
1	Entertainment Tax	2.00	15.52	14.08	17.41
2	Value Added Tax	23.17	21.52	23.82	21.85
3	Central Goods & Service Tax	613.61	600.08	538.88	424.23
4	State Goods & Service Tax	613.61	600.08	518.88	429.94
5	Integrated Goods & Service Tax	42.11	48.85	0.00	24.08

- (b) The Club deducted a sum of Rs. 84.10 lakhs under Section 194BB of the Income Tax Act, 1961, on winnings in the integrated totalizators system, including online betting and duly remitted the same to the Government of India, as against Rs. 185.04 lakhs in the previous year.

19. MEETINGS

- (a) The details of the Meetings of the Committee of Management held during the year are as under:

S.No	Date	Number in Attendance	Mode - Place
1	10 th April 2025	8	Zoom Network
2	7 th July 2025	10	Zoom Network
3	9 th August 2025	10	Corporate Office
4	3 rd November 2025	10	Corporate Office
5	21 st November 2025	7	Corporate Office
6	22 nd December 2025	8	Corporate Office
7	24 th December 2025	8	Corporate Office
8	6 th January 2026	8	Zoom Network
9	19 th January 2026	7	Corporate Office
10	13 th February 2026	7	Corporate Office

- (b) The intervening duration between two meetings was within the prescribed period by the Companies Act, 2023.

- (c) The Annual General Meeting of the Club was held on Friday, 8th August, 2025 at the Registered Office situated at Gundy, Chennai – 600 032, and also through Video Conference (“VC”) facility / Other Audio Visual Means (“OAVM”).
- (d) An Extra-Ordinary General Meeting of the Club was held on Thursday, 18th December 2025 at the Registered Office of the Club situated at Gundy, Chennai – 600 032 and also through Video Conferencing (“VC”) Facility /Other Audio Visual Means (“OAVM”).

20. RE-APPOINTMENT / ELECTION OF MEMBERS OF THE COMMITTEE OF MANAGEMENT:

- (a) In terms of the Article 22 of the Articles of Association of the Club, one third of the Members of the Committee of Management who have been in office for the longest period are liable to retire on rotation and are ordinarily eligible for re-appointment, unless otherwise found ineligible, under the provisions of the Companies Act, 2013 or under the Articles of Association.
- (b) Accordingly, the following Members of the Committee of Management have been in office for the longest period and are therefore liable to retire by rotation, out of the present Members of the Committee of Management, at the ensuing Annual General Meeting to be held on TUESDAY, 14th JULY 2026 at the premises of the Club and also through Video Conference (“VC”) facility / Other Audio-visual Means (“OAVM”):

Sl.No	Retiring Member of the Committee of Management	Appointed in the Annual General Meeting Held On	No. of Years in the Committee of Management
1	Dr. Mythiah Ramaswamy (DIN: 00802807)	16 th August 2023	3
2	Mr. RM. Ramasamy (DIN: 08596204)	16 th August 2023	3
3	Mr. M. Senthilnathan (DIN : 02842572)	16 th August 2023	1
4	Mr. M. Sridharan (DIN : 03204398)	16 th August 2023	3

- (c) The above Members of the Committee of Management are eligible for re-appointment and have notified the Club in writing of their intention to seek re-election as a Member of the Committee of Management at the ensuing Annual General Meeting.
- (d) Mr. Chaduranga Kanthraj Urs resigned from the Office of the Member of the Committee of Management during the year and Mr. Satyanarayana Murthy M was appointed as Member of the Committee of Management in the casual vacancy and holds office for the remainder of the tenure of Mr. Chaduranga Kanthraj Urs.
- (e) Dr. T. Dhevanathan Yadav resigned from the Office of the Member of the Committee of Management during the year and Dr.V. Annamala was appointed as Member of the Committee of Management in the casual vacancy and holds office for the remainder of the tenure of Dr. T. Dhevanathan Yadav.

21. DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED BY THE COMPANIES ACT, 2013:

In terms of Section 134(1) of the Companies Act, 2013, the Committee of Management make the following statements to the best of their knowledge, belief and according to the information and explanations obtained: -

- (a) That in the preparation of Annual Accounts, the applicable accounting standards have been followed and no material departures have been made from the same.
- (b) That the Directors have selected appropriate accounting policies and consistently applied them and made judgements 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 income and expenditure account of the Company for that period.
- (c) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) That the Annual Accounts for the year ended 31st March, 2024 have been prepared on a going concern basis.
- (e) That the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and the systems were adequate and operating effectively.
- (f) That the fund flow is more than adequate to meet the obligations of the Company to run its business during the year, and the Company is able to generate funds, without resorting to borrowings from bank etc.

22. INTERNAL CONTROLS:

- (a) The Club has adequate financial controls over financial reporting, following operational procedures having been formalized and standardized, with sufficient inbuilt controls.
- (b) Standard Operating Procedures (SOP) have been further refined for regulating purchases and processing payments towards achieving a transparent, efficient and compliant procurement process at the Club.
- (c) The Assets of the Club are well protected from pilferage/loss under the existing system, and towards achieving better control and as part of a sturdy internal control mechanism, a system is in the process of being evolved to tag and physically verify Fixed Assets, including Land and Properties on a periodic basis at the Club, so as to ensure due and adequate compliance in the long run.

23. JOINT STATUTORY AUDITORS:

- (a) In terms of the relevant provisions of the Companies Act, 2013, the Statutory Auditors shall hold office for a term of five years, from the date of appointment in a particular AGM to the Sixth Annual General Meeting of the Club.

(b) The following firms of Chartered Accountants earlier appointed as Joint Statutory Auditors will hold office till the conclusion of the Annual General Meeting to be held in the year 2025.

Sl.No	Name of the Auditor	Regn. No. of the Auditor
1.	M/s. V.G.S.R. & Co. LLP	FRN0016265 / 5300985
2.	M/s. Bansi S. Mehra & Co.	FRN100951W
3.	M/s. S. Venkatram & Co. LLP	FRN0040565 / 5200070
4.	M/s. P.B. Vayyaraghavan & Co.	FRN0047215
5.	M/s. N.C. Rajagopal & Co.	FRN0031585

(c) The independent Auditors' Report of the Joint Statutory Auditors for the financial year ended 31st March 2024, forms part of this report.

34. COMMENTS ON AUDITORS' REPORT:

- (a) The Auditors have drawn attention to the status of verification of fixed assets, including landed properties and the aspect of compliance in their report.
- (b) A system is in the process of being evolved to tag and physically verify Fixed Assets including Land and Properties on a periodic basis at the Club, so as to ensure due and adequate compliance in the long run.
- (c) The Auditors have drawn attention to the contingent liability on the arrears of revised Lease rent of the land in Chennai as demanded on 31st August 2017 and arrears of Lease Rent up to the year 2024 and subsequently up till the year 2023.
- (d) The matter is sub-judice and the demands are not tenable in Law, based on legal advice.
- (e) The Auditors have drawn attention to the contingent liability on the arrears of revised lease rent of the land from 1st January 2001 at Hobart Park in Madhavaram.
- (f) The Club is awaiting the appointment of a Competent Authority for determining the arrears by due process, in terms of the order dated 30th August 2024 of the Hon'ble Supreme Court of India.



25. GUNDY LODGE:

The financial operations are summarized below:

Particulars	(Rs. in Lakhs)	
	2023-2024	2024-2025
Income from Sale of Liquor & Food	560.15	540.18
Income from Sports Activity	42.91	42.14
Income from Subscription, Maintenance, Minimum Billing Income from Members	259.72	264.17
Income from Room Complex	113.56	129.73
Income from Lawn Usage	113.26	124.86
Other Income	58.52	74.33
Total Income	1,168.22	1,175.39
Total Expenditure (Competition & other Income Tax)	1,270.37	1,236.53
Net Loss	-102.15	-61.13

26. CHENNAI RIDING SCHOOL:

(a) The financial operations are summarized below:

Particulars	(Rs. in Lakhs)	
	2023-2024	2024-2025
Riding Fee (horse based)	122.80	123.64
Admission Fee (horse based)	25.00	12.25
Other income	0.33	0.76
Total Income	152.13	136.65
Total Expenditure (horse based expenses)	117.43	93.45
Net Income	34.70	43.21

(b) The details of the prevailing structure of Riding Fee and Admission Fee are detailed below:

Particulars	(Rs. in Lakhs)	
	Court Fee	Admission Fee
Basic Rider - 3 days a week	16,000	1,25,000
Basic Rider - 6 days a week	24,000	1,25,000
Student Rider - 3 days a week	12,000	1,25,000
Pony Rider - 2 days a week	10,000	1,25,000
Introduction Riding	77,500	NA
Guest Rider	5,300	NA

(c) A Polo ground in collaboration with the Army Authorities is being developed at the multi purpose sports ground at the Military Hospital Complex in Nandambakkam, Chennai from the surplus funds generated at the Riding School.

27. ADMINISTRATION:

- (a) The App developed for Members is now in operation for accepting Room Booking, Banquets and Sports facilities, through Online mode, including viewing availability of facilities date wise at the Club, towards averting manual intervention, so as to secure ease of operations at the Club.

- (b) The expenditure on deployment of human resources at the Club for the month of March 2025, is summarized below:

(Rs. in Lakhs)

Particulars	March 2024		March 2025	
	Number	Amount	Number	Amount
Staff – Race Club	81	37.76	37	37.03
Staff – Gundy Lodge	81	20.67	35	21.53
Consolidated Staff	5	4.03	4	3.14
Contract Staff – Race Club	170	22.71	239	30.68
Contract Staff – Gundy Lodge	36	6.31	42	7.72
Total	380	91.47	478	100.10

- (c) The Order of the Special Tahsildar CMIL dated 14.12.2013 awarding (Award No.5) compensation of Rs. 409.40 lakhs to Madras Race Club for a total area of 8903 sq.ft. acquired from the Club, adjoining the Gundy Lodge, Chennai, has been challenged by the Club before the VI Assistant City Civil Judge and is pending disposal.

- (d) The Compensation of Rs. 7852 per sq.ft. has been challenged and the Club has sought the following:

- (i) Enhancing the compensation from Rs. 7852 per sq.ft. to Rs. 40,000 per sq.ft. including escalation cost.
- (ii) Additional compensation for special locational advantages of Rs. 40,000 per sq.ft.
- (iii) Payment of 12% additional Market value per annum from date of Notification.
- (iv) Payment of Solatium of 20% with interest at 9% from the date of award.

- (e) In the matter of the petition filed by the Horse Maintenance Staff (Syccat) seeking to be considered as employees of the Club, a Writ has been filed by the Club before the High Court and the matter is pending disposal.

- (f) 41 Race Day employees have filed applications individually before the Controlling Authority, Payment of Gratuity Act, seeking payment of gratuity from the date of appointment.

- (g) The matter is being contested by the Club and the claim is being disputed in the absence of submission of details by the former race day employees relating to date of appointment, age, and date of retirement/resignation in the Company.

- (h) In the circumstances and pending adjudication of the Claim, the amount cannot be conclusively determined at this stage.
- (i) The Civil Suit filed by Mr Victor, former employee of the Club along with 163 former employees seeking reinstatement of their services was dismissed by the XXI Additional Judge Civil Court, Chennai.
- (j) The judge while dismissing O5 No. 7586/2019 (CS No. 72 of 2015) CNR No. TNCH02-033568-2019, filed by the former employees held as under:-

"a) This Court holds that the Club had denied the plaintiff's access to place of work from 17.12.2012, which amounts to oral termination of service from 17.12.2012 and that the plaintiffs are not entitled to declaration, injunction is prayed for, as the relief claimed by the plaintiffs is an industrial dispute which the Civil Court has no jurisdiction to decide the industrial dispute.

b) The plaintiff cannot seek declaration without challenging termination of service and that the claim of the plaintiffs is barred u/s 14(1)(b) of the Specific Relief Act, as the declaratory relief claimed by the Plaintiff is an enforcement of contract of personal service and hence, the plaintiffs are not entitled to the relief of declaration and injunction as prayed for."

28. WIDENING OF THE RACE COURSE ROAD:

- (a) Under the proposed redevelopment of the Race Course Road, under Sustainable Urban Service Programme, civil works were undertaken by the Greater Chennai Corporation on the drainage, adjoining the car park area in the premises of the Club.
- (b) As a result, the existing Compound wall over 475 meters was demolished and reconstructed by the Greater Chennai Corporation at its end at the existing location for ensuring better stability in the structure and securing the safety of the pedestrians.
- (c) Under the above project, the Race Course road is proposed to be widened from the area abutting Gate No 2 and about 10.80 grounds in the enclosures, in the premises of the Club, have been taken physical control of by Greater Chennai Corporation for this purpose recently.
- (d) The matter relating to relocation of transformers belonging to the Tamil Nadu Electricity Board and the power house of the Club, in this earmarked area of about 10.80 grounds, is also receiving attention of the authorities.

29. RELATED PARTY TRANSACTIONS:

- (a) The particulars required to be disclosed in respect of contracts and arrangements entered in to by the Company with related parties referred to in Section 188(1) of the Companies Act, 2013 are reported in Form AOC - 2 and the same is attached to this Annual Report as Annexure 1.
- (b) During the year under review, the contracts or arrangements or transactions with the related parties, as above, were at Arm's Length basis and the particulars of the same are given in Note No. 31 forming part of the Financial statements.

30. DISCLOSURE UNDER VARIOUS SECTIONS OF THE COMPANIES ACT, 2013 AND OTHER COMPLIANCES:

(a) Key Managerial Personnel:

The provisions of section 203(1) of the Companies Act, 2013 in respect of appointment of key managerial person and their remuneration are not applicable to the Company.

(b) Particulars of Employees:

The provisions of the section 197 of the Companies Act, 2013 for disclosure in respect of persons receiving managerial remuneration is not applicable to the Company as no person is covered under this section.

No employee of the Club comes under the purview of Rule 52A) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 of the Companies Act, 2013.

(c) Particulars of Loans and Guarantees:

During the year, the Company has not entered into any transactions in respect of giving loans and guarantees falling under the provisions of Section 186 of the Companies Act, 2013, and as such the relevant provision is not applicable in the case of the Company.

(d) Conservation of energy, technology absorption, adoption, innovation:

The Company is not carrying out any manufacturing activity or any operations. In the absence of activity in relation to conservation of energy, the requirement for disclosure of particulars under Section 134(3) (m) of the Companies Act, 2013 is not applicable in the case of the Company. However, the Company is contemplating and exploring the various avenues to conserve and save energy.



(e) Disclosure of sexual harassment of women employee at workplace:

(i) The Company has framed Anti Sexual Harassment Policy and the Internal Complaints Committee in this behalf is in place, which has been constituted under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the same is in operation. No complaint of sexual harassment has been lodged to the Internal Complaints Committee during the year by any women employee.

(ii) The Company has zero tolerance towards sexual harassment at the workplace and the details of the same are furnished below:

- (a) No. of complaints of sexual harassment received in the year – NIL
- (b) No. of complaints disposed off during the year – NIL
- (c) No. of cases pending for more than ninety days - NIL

(f) Maternity Benefit Act, 1961:

The Company is in compliance with the provisions of the Maternity Benefit Act.

(g) Secretarial Standards:

The Company has complied with the secretarial standards in respect of Meetings of the Committee of Management that are issued by the Institute of Company Secretaries of India from time to time.

(h) Corporate Social Responsibility (CSR) Expenditure:

During the financial year 2025-2026, provisions relating to CSR are not applicable, as the Club has not crossed the threshold limit during the immediately preceding financial year 2024-2025, as prescribed in the Companies Act, 2013.

(i) Cash defalcation and fraud:

Adequate internal controls are in place to circumvent any cash misappropriation and defalcation and as such there has been no such incident during the year and no such occurrence has been detected and brought to the notice of the Management by the Statutory Auditors.

(ii) Extract of the Annual Return:

The Annual Return of the Club will be posted and made available in the website of the Club being the statutory requirement, as per the provisions of section 92(A) of the Companies Act, 2013 and the same may be viewed at its link – <http://www.madraserceclub.com/annualreport>

(k) Foreign Currency Transaction:

- (i) Transactions pertaining to inflow and outgo in foreign currency are recorded in the books of accounts of the Club as income and expenditure as the case may be in INR at the exchange rate that prevailed on the date it is recognised in the accounts.
- (ii) The difference in monetary value in respect of receipts that arises on account of fluctuation in exchange rate between the date of entry in the accounts and the date of actual credit to our current account upon transfer of the amount in US Dollars is recognised as gain or loss as the case may be in the income and expenditure account.
- (iii) The details of revenue receipts and expenditure transaction in foreign currency for the year both in Indian Rupee value and in foreign currency are given in the notes forming part of the Annual Report.

(l) Segment Reporting of Business:

- i. In line with the Ind. AS 108 of the Institute of Chartered Accountants of India, the Club has identified and recognised both racing and club activities as the two main operating segments of the entity.
- ii. However, the income and expenditure pertaining to the above two activities are separately shown in the financials for presentation.

(m) Change in the nature of business of the Company:

As per the Memorandum of Association of the Club, conduct of horse racing has all along been the main activity, with the club activity being incidental to the main business and these two activities are in operation at the Club. During the year, there has been no change in the nature of business of the Company, except that activity of racing was truncated during the year under the Rules of Racing of Madras Race Club.

(n) Dividends & Deposits:

The Club is a Company registered under Section 8 of the Companies Act, 2013 and Limited by Guarantee and as per the Memorandum of Association of the Club, no part of the income is available for distribution to the Members of the Club in the form of dividend or otherwise. In terms of the section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014, the Club has not accepted any deposits from public during the year.

(o) Material Changes and Commitments:

There are no material changes and commitments, affecting the financial position of the company which have occurred between the end of the financial year of the club to which the financial statements relate and the date of the report.

(p) Risk Management:

The Club has a system in place to assess the risk and mitigate the same. However, in the view of the Management, the occurrence of risks threatening the existence of the Club is very minimal.

- (a) **Change in the name of the Company and shifting of the registered office of the Company:**

The same are not applicable to the Club.

31. MAINTENANCE OF COST RECORDS:

The provisions of Section 148 of the Companies Act, 2013, regarding maintenance of Cost Records are not applicable to the Club.

- 32. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:**

The same are not applicable to the Club.

- 33. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:**

The same are not applicable to the Club.

34. MEMBERSHIP:

The summary of the reconciliation in respect of Members on roll, as per the Register of Members, is as under:

CLUB MEMBERS

Particulars of Club Members	As on 31.3.2024	As on 31.3.2023
At the beginning of the year	749	704
Add: New Members enrolled	-	55
Less: Deletions due to transfer of membership	-	6
Less: Deletions due to resignations, death and on account of removals from membership	28	4
At the end of the year	721	749

STAND MEMBERS

Particulars of Stand Members	As on 31.3.2024	As on 31.3.2023
At the beginning of the year	2766	2825
Add: New Members enrolled	-	25
Less: Deletions due to transfer of membership	-	44
Less: Deletions due to resignations, death and on account of removals from membership	45	40
At the end of the year	2721	2766

35. OBITUARY:

The Members of the Committee of Management of the Club report with deep regret the sad demise of the following Club and Stand Members of the Club during the year:

CLUB MEMBERS		STAND MEMBERS	
CM081	JERALD PACKIASAMY,ESQ	SMA35	AMARNATH LULLA,ESQ
CM036	KURIEN V.A,ESQ	SMD114	DADIBA SORABB DALAL,ESQ
CM032	MEHTA, T.N,ESQ	SM03	GANAPATHY, KM,ESQ
CM065	NERULA B.K,ESQ	SM024	HARIKRISHNAN A,ESQ
CM09	PARTHASARATHY, V,ESQ	SM084	JYOTINDRA V SHAH,ESQ
CM071	RAMASWAMY, AR,ESQ	SM0208	KRISHNASWAMY S,DR.
CM055	RAMANATHAN CHETTIAR,S.M,ESQ	SM0222	KRISHNAN RAMAN,ESQ
CM0122	RENGANATHAN,M,ESQ	SM057	MANOHARLAL ASRAN,ESQ
CM018	SARAVANAN,M,ESQ	SM0150	MUTHIAL,R,ESQ
CM0159	SANJAY BEDI,ESQ	SM0337	MATHEW SAMUEL KALARICKAL,DR.
CM0191	SUNDER RAMAN,S,ESQ	SM0130	NARAYANAN P.V,ESQ
		SM014	RAHULNATH,ESQ
		SM0624	RAVI, E.R,ESQ
		SM01003	RAJAN SAPRA, ESQ
		SM0240	SUBRAMANIAM,T.V,ESQ
		SM0510	SINGH,D.K,ESQ
		SM0831	SRINIVASAN,P,ESQ

36. ACKNOWLEDGEMENT:

The Committee of Management wishes to place on record its sincere thanks to the Members of the Club, Sponsors and Government of Tamil Nadu, for the support and patronage extended to the sport and other activities of the Club during the year.

The Committee also acknowledges with gratitude and appreciation the co-operation extended by the Race Horse Owners, Race Horse Trainers, Jockeys, Bookmakers, Sponsors, Donors of Cups, Racing Public, Bankers and the Gentlemen of the Press during the year.

The Committee also wishes to place on record its deep appreciation of the dedicated services rendered by the Officials & Staff of the Madras Race Club during the year under review.

DR. MUTHIAN RAMASWAMY

PLACE : CHENNAI
DATE : 16TH JUNE 2025

CHAIRMAN
MADRAS RACE CLUB

ANNEXURE - I
FORM NO.AOC- 2

[Pursuant to clause (H) of sub-section (1) of Section 134 of the Act and Rule 8 (2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts / arrangements entered in to by the Club with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third provision thereof.

1. Details of contracts or arrangements or transactions not at arm's length basis:

S.No.	As on 31.03.2024	Details
a.	Name of the related party and nature of relationship	NIL
b.	Nature of contracts/ arrangements/ transactions	
c.	Duration of contracts/ arrangements/ transactions	
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	
e.	Justification for entering into such contracts or arrangements or transactions	
f.	Date of approval by the Committee of Management	
g.	Amount paid as advances, if any	
h.	Date on which the special resolution was passed in General Meeting as Required under first provision to section 188 of the Act.	

2. Details of material contracts or arrangements or transactions at arm's length basis:

S.No.	As on 31.03.2024	Details
a.	Name of the related party and nature of relationship	M/s VACHA FINE ARTS
b.	Nature of contracts/ arrangement s/ transactions	Printing & Stationery
c.	Duration of contracts/ arrangements/ transactions	2023-2026
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	As and when required at arm's length
e.	Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 5,89,534
f.	Date of approval by the Committee of Management	10 th June 2024
g.	Amount paid as advances, if any	Nil

DR. MUTHUJAI RAMASWAMY

Sources - Particulars

Income from Racing Activities	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
TOTE Commission	1019.77	251.81	255.37	1101.88	1323.90	1403.40	1807.07
Income from Bookmaker	1521.61	167.03	774.33	1104.83	1136.14	969.01	713.19
Export Income	80.04	17.00	17.81	89.74	87.40	88.39	24.07
Recovery of horse treatment charges	176.50	190.97	178.37	388.94	340.03	484.88	171.07
Income from Exhilar Issue	250.38	227.47	217.08	311.78	307.08	301.58	188.05
Offay Racing Income	297.04	114.21	130.94	289.18	324.62	347.78	135.39
Entry Money	207.81	151.40	150.34	219.88	227.09	204.67	5.30
Gate Money	175.03	18.51	110.81	103.41	177.05	180.78	129.11
Racing Promotion Fees	0.00	0.00	542.07	100.45	74.06	474.13	0.81
Wing School Revenue	0.00	0.00	0.00	12.76	113.59	130.80	147.00
Auction Sale Commission	0.00	0.00	28.54	34.29	7.63	0.00	0.00
Share of income on MB	11.26	0.00	51.20	7.47	1.87	0.00	0.00
Sub Total	7541.77	1347.81	1496.63	4314.70	4794.20	4457.57	7494.18
Income from Club Activities							
Sales of Liquor, Food and Refreshment	179.24	181.84	281.37	126.33	676.81	694.41	614.89
Lawn Usage Income	0.00	0.00	0.00	141.13	158.42	124.86	111.36
Subscription Income	124.78	130.72	110.81	117.36	118.24	134.53	114.83
Race Income	0.00	0.00	0.00	89.75	111.79	129.71	141.55
General Maintenance Income	114.34	114.24	102.08	98.11	84.50	87.31	81.93
Miscellaneous Income - Club	145.80	41.64	128.50	89.54	43.81	62.11	44.31
Minimum Billing Notes	79.86	37.68	46.71	54.33	33.23	32.53	31.46
Sub Total	1041.40	467.52	439.87	1,119.79	1,000.94	1,175.36	1,069.14
Other Income							
Interest from Term Deposit etc.	2970.04	1611.40	1737.37	1908.30	2346.63	1481.57	2401.20
Grants received	0.00	0.00	40.70	0.00	0.00		
Maintenance Charge	0.00	0.00	17.00	74.28	45.09	49.38	11.43
Amounts written back	0.00	0.00	21.16	0.00	21.17	10.71	20.76
Other Income - (Grant, Fund etc.)	333.21	171.40	108.52	110.07	388.21	351.68	141.21
Sub Total	1101.25	2144.80	1925.36	2092.65	2801.10	1975.34	2574.61
Total Income	7087.81	4134.83	4196.96	7518.10	8424.77	7508.31	10744.42





Application - Particulars

Racing Expenditure	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16
Stables & Traps	2150.20	135.54	3010.00	1824.51	2288.00	2855.48	205.86
Consumption of Foodstuffs & Medicines	387.71	718.88	345.54	674.20	866.70	727.23	510.10
Sample Test Charges	0.00	0.00	92.01	64.20	83.00	78.17	0.00
NYT Field Under Protection Fee	0.00	0.00	421.48	621.82	170.00	705.45	500.00
Other Racing Expenses	208.71	75.00	111.40	124.85	488.30	462.94	247.58
Travelling Staff and other Staff Expenses	0.00	0.00	188.48	0.00	0.00	805.74	0.00
Station Expenses	101.00	78.73	144.10	180.31	168.47	104.79	17.11
Expenses of Riding School	0.00	0.00	0.00	48.55	10.74	11.21	58.83
Capt & Trophy	0.00	0.00	0.00	0.00	0.00	64.54	20.11
Stable upkeep	48.89	31.25	62.20	85.44	80.20	41.64	0.00
Transportation Expenses	0.00	0.00	0.00	0.00	0.00	0.20	0.00
TYRE Operations & Maintenance Expenses	0.00	0.00	0.00	0.00	0.00	4.20	1.20
Refuse Staff (wages) (Govt. Contribution)	75.00	0.00	75.00	81.00	14.00	0.00	0.00
Stable Maintenance Expenses	0.00	0.00	0.00	0.00	0.00	1.21	0.00
Reverts to Other Club	384.25	0.00	24.00	21.84	24.73	0.00	0.22
Sub-Total	4447.23	1001.05	3884.21	3214.11	4341.32	5187.25	1440.23
Club Activity Expenditure							
Board Contract	117.46	78.17	110.10	286.20	136.97	111.73	300.00
Consumption of Gas, Oil, kerosene etc.	170.82	84.31	128.00	178.21	138.78	264.00	124.00
Reverts and other expenses	188.80	17.75	54.63	12.83	15.33	15.33	17.20
Sub-Total	477.08	180.23	292.73	477.24	270.08	391.06	441.20
Other Expenditure							
Power & Fuel	112.64	143.14	187.48	188.84	178.71	191.77	184.47
Water and Taxes & License Fees	387.53	73.38	51.36	131.37	898.30	81.44	14.87
Security Men/Janitor Employees	67.23	61.80	74.67	80.17	102.00	84.17	37.20
Legal and Professional Fees	102.27	28.33	70.88	102.20	119.47	207.00	121.20
Bad Debts written off	117.18	38.00	0.00	81.00	0.00	0.00	4.20
Repair and Maintenance	282.80	110.20	388.13	388.27	368.13	338.00	275.84
Rent Fees	21.80	25.00	25.00	25.00	25.00	17.80	17.50
Allowance for unpaid credit fees	0.00	97.52	94.48	0.00	0.00	22.88	268.88
Other Administrative Expenses	384.75	194.34	177.22	175.07	168.75	140.78	198.89
Sub-Total	1817.14	711.37	1101.17	1224.31	1761.73	1181.27	1281.11
Employees Cost	1180.84	856.13	918.17	909.73	833.23	957.00	880.00
Impairment of NBC FY Fixed Assets	0.00	120.00	0.00	0.00	0.00	0.00	0.00
Provision for Disputed Claims						185.00	385.00
Exceptional Items (Only Race Capital Assets)	0.00	0.00	0.00	0.00	0.00	0.00	713.20
Exceptional Item - (Current Race Capital Assets)	0.00	0.00	0.00	0.00	0.00	0.00	112.84
Depreciation & Amortisation	197.20	197.17	186.11	245.14	178.80	267.51	284.15
Total Expenditure	7451.71	2917.43	5794.28	5079.37	6512.75	7465.41	3718.47
Net Cash/Overdraft for the year (After 10 percent for interest)	264.20	417.49	417.20	614.73	642.54	61.27	467.84



Enter-home betting days



Income from Book Habras



(in Lakhs)

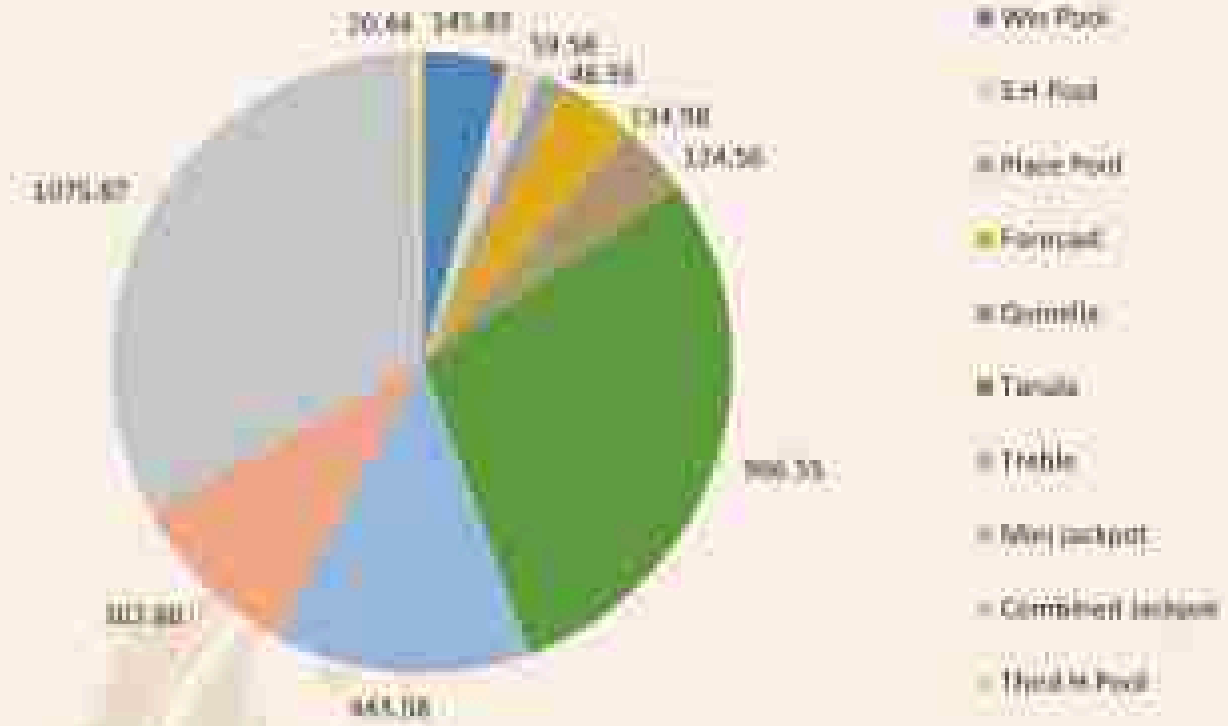
Income from Gate



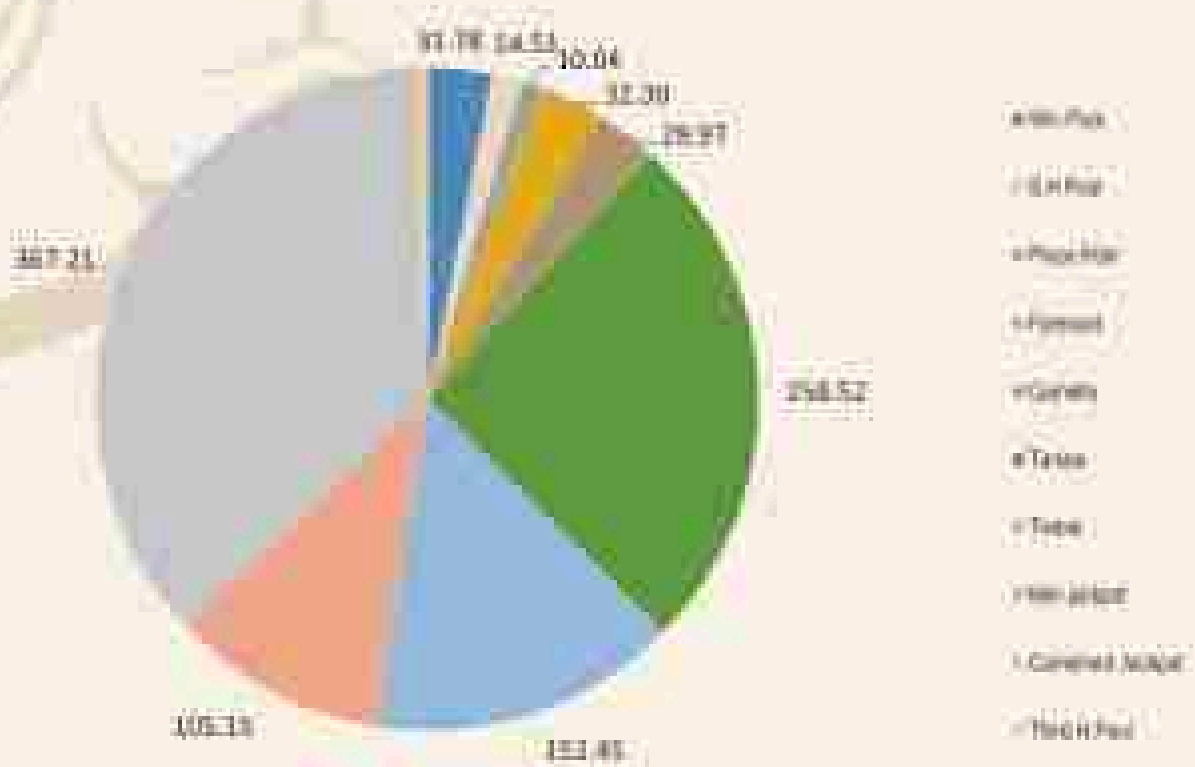
(in Lakhs)



TOTE TURNOVER RS. 3,326.14 LAKHS 2025-2026

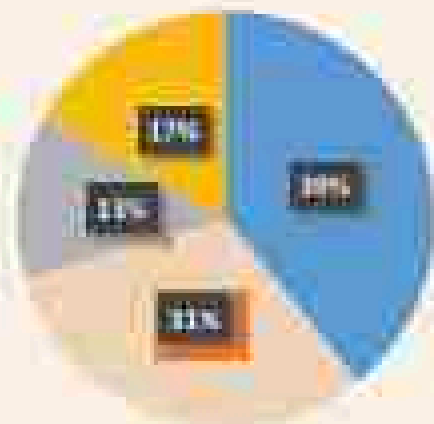


TOTE COMMISSION RS. 1,007.07 LAKHS 2025-2026

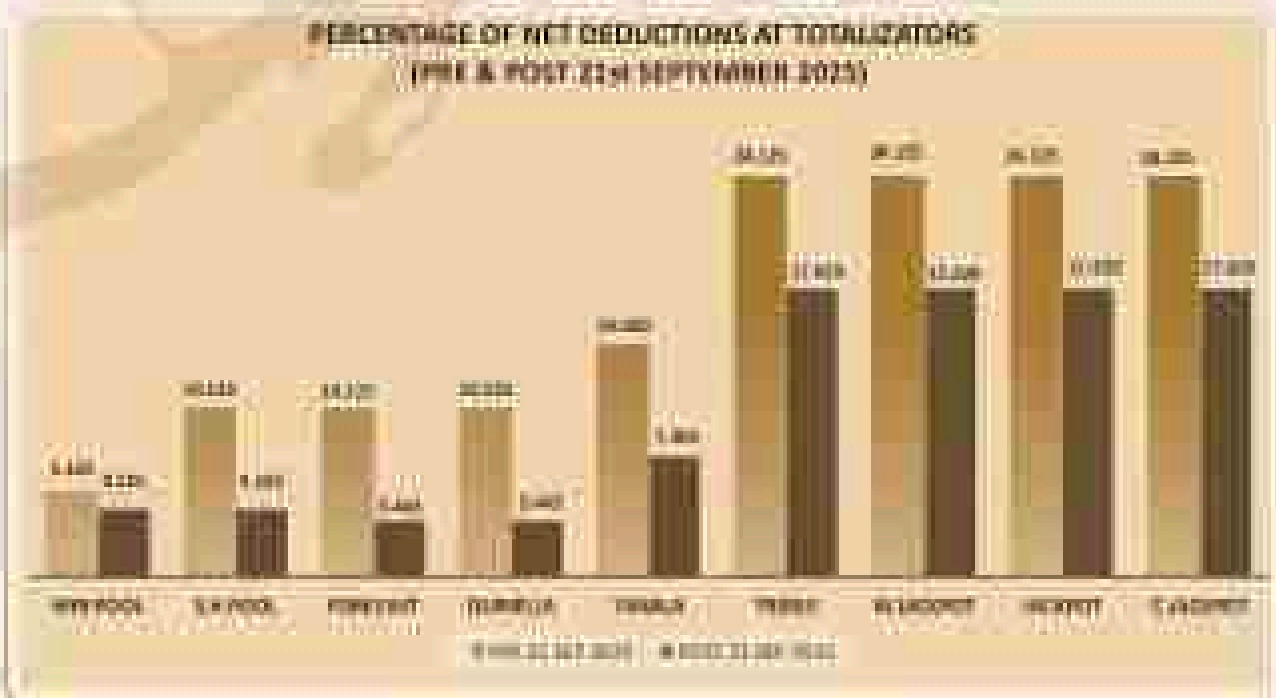
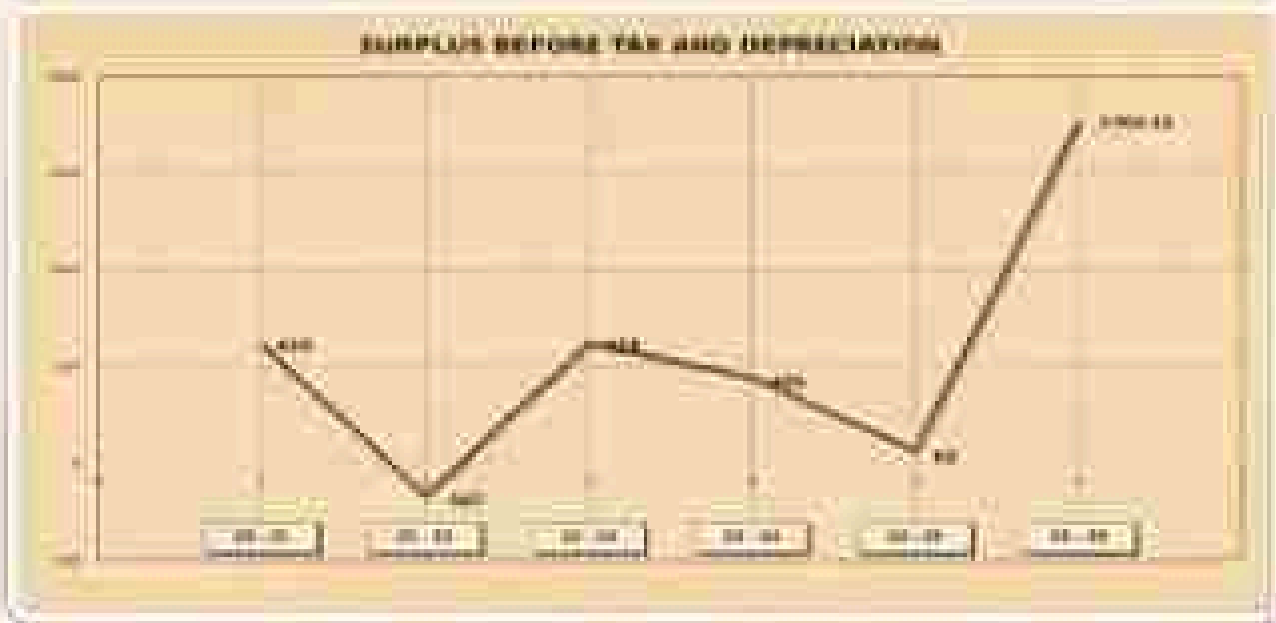


Madras Race Club Value Added Statement

Particulars	FY 2025-26	FY 2024-25
	IN Lakhs	IN Lakhs
Revenue from Racing Activity	2,492.56	4,417.32
Revenue from Other Activity	1,158.23	1,125.40
Interest Income	2,801.20	2,481.81
Other Income	172.48	284.37
Less: Cost of Operations	4,388.21	4,417.34
Gross Value Added	2,348.93	4,101.77
Application of Value Added		
To Pay Employees	842.93 35.15%	857.88 20.90%
To Pay Government	295.27 12.58%	42.18 1.03%
To Pay Sinks, Care & Training, Equine Welfare & CSR	382.45 16.29%	2,413.08 59.07%
To Provide for the maintenance & expansion of the company	378.38 16.11%	268.91 6.56%
- Depreciation	234.53	267.58
- Loss / Retained Profit	143.79	18.01
Loss / Profit Before Tax Reconciliation with GVA		
	F. Y. 2025-26	F. Y. 2024-25
Loss / Profit Before Tax	842.93	83.34
Add: Depreciation	234.27	267.58
Add: Employee Cost	857.88	857.88
Add: Sinks, Care & Training, Equine Welfare & CSR	268.91	2,413.08
Add: Reassessments of the defined benefit liabilities	33.87	1.25
Gross Value Addition	2,248.93	4,101.76

Value Added Chart - 2025-2026


- To Pay Employees
- To Pay Government
- To Pay Sinks, Care & Training, Equine Welfare & CSR
- To Provide for the maintenance & expansion of the company



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INDEPENDENT AUDITORS' REPORT

To
The Members of Madras Race Club

Report on the Audit of the Ind AS Financial Statements

1. Opinion

We have audited the Financial Statements of Madras Race Club ("the Club", "the Company"), which comprise the Balance Sheet as at 31st March, 2026, and the Statement of Income and expenditure, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements including a summary of the material 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 Indian Accounting Standards prescribed under section 133 of the Act, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Club as at 31st March, 2026 and its surplus, total comprehensive loss, changes in equity and its cash flows for the year ended on that date.

2. 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 Club 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 Companies Act, 2013 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.

3. Emphasis of Matter

Attention is drawn to:

- (a) Note 36(iv) – Note 1 to the Financial Statements, regarding the demands of lease rent arrears for Doty which is under adjudication, the resumption by the Government of Tamil Nadu of the premises used by the Club at Doty during the previous year and the Hon'ble Supreme Court's directions in this regard;
- (b) Note 36(v) – Note 2 to the Financial Statements, regarding the demands for revised lease rent arrears for the Club's leasehold land at Guindy, Chennai, the Tamil Nadu Government's order to terminate the lease and initiation of resumption proceedings and the resulting impact on the racing activity at the Guindy Race Course of the Club as detailed in the said note;
- (c) Note No. 45 to the Financial Statements, regarding the process of tagging its Property, Plant & Equipment, and undertaking periodical physical verification of such assets, including its landed properties.

Our opinion is not modified in respect of the above matters.

4. Information other than the financial statements and auditors' report thereon

The Club's Committee of Management is responsible for the preparation of the other information. The other information comprises the information included in the Committee's Report including Annexures to the Committee's Report, 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 during the course of our 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.

5. Responsibility of Management for Ind AS Financial Statements

The Club's Committee of Management 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, changes in equity and cash flows of the Club in accordance with the accounting principles generally accepted in India, including the Ind AS 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 judgments 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, management 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 management either intends to liquidate the Club or to cease operations, or has no realistic alternative but to do so.

The Committee of Management is also responsible for overseeing the Club's financial reporting process.

6. 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 skepticism 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 Club has adequate internal financial controls 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 Company'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 Company 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 the Committee of Management 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 the Committee of Management 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.

7. Report on Other Legal and Regulatory Requirements

- I. As the Companies (Auditor's Report) Order, 2020 (the "Order"), issued by the Central Government of India in terms of Section 143(11) of the Act, is not applicable to the Club, the matters specified in paragraphs 3 and 4 of the Order, are not reported.
- II. 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 and Expenditure, the Statement of Changes in Equity and the Statement of Cash Flows dealt with, by this Report are in agreement with the books of account.



- d. In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Indian Accounting Standards) Rules, 2015.
- e. On the basis of the written representations received from the Committee of Management as on 31st March, 2026 taken on record by the Committee of the Management, none of the Committee Members is disqualified as on 31st March, 2026 from being appointed as a Committee Member in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal Financial Controls with reference to financial statements of the Club and the operating effectiveness of such controls, kindly refer to our separate Report in Annexure A.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, we report that in our opinion and to the best of our information and according to the explanation given to us, the provisions of section 197 are not applicable to the Club.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with the 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, in accordance with the Generally Accepted Accounting Principles, disclosed the impact of pending litigations on its financial position in Note No. 36 to its Financial Statements.
 - (ii) The Club does not have any material foreseeable losses on long-term contract including derivative contracts for which there were any material foreseeable losses under the applicable law or Accounting Standards.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(iv)

- The Committee of Management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts - Note No. 46(a), no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- The Committee of Management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to the accounts - Note No. 46(b), no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise that the company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party ("Ultimate beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate beneficiaries; and
- Based on the above explanations and audit procedures which we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clauses (i) and (ii) of Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014 contain any material misstatement.

(v)

As the Club is registered under Section 25 of the erstwhile Companies Act, 1956 (corresponding Section 8 of the Companies Act, 2013), it is prohibited from payment of any dividend to its members. Hence reporting under Rule 11(f) of the Companies (Audit and Auditors) Rules, 2014 is not applicable.



- (vi) Based on our examination which included test checks, the Club has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Club as per the statutory requirements for record retention.

For V D S R & Co., LLP
Chartered Accountants
FIRN: 0016365/S200085

For Bansil S. Mehta & Co.,
Chartered Accountants
FIRN: 100991W

For S. Venkatram & Co., LLP
Chartered Accountants
FIRN: 0046565/S200095

Venkatesh Kamath S V
Partner
M.No. 202926
UDIN: 26202926WEDRUEE8

K. Premkumar
Partner
M.No. 019170
UDIN: 26019170KTMAGD51E

Harshat P Shukh
Partner
M.No. 245595
UDIN: 26245595QJHAELE2

For P.B.Vijayaraghavan & Co.,
Chartered Accountants
FIRN: 0047211

For N C Rajagopal & Co.,
Chartered Accountants
FIRN: 0033985

P.B.Santhanukrishnan
Partner
M.No. 030309
UDIN: 26030309QNVH388H

L Srikanth
Partner
M.No. 251734
UDIN: 26251734WYQJAE88H

Place: Chennai

Date: 10th June, 2025

Annexure A

Annexure to the Independent Auditors' Report of even date on the Financial Statements of Madras Race Club (the "Club", "the Company")

Report on the Internal Financial Controls with reference to financial statements under Clause (l) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Control with reference to financial statements of Madras Race Club (the "Club", "the Company") as of March 31, 2026, 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 with reference to financial statements

The Club's Committee of Management is responsible for establishing and maintaining Internal Financial Controls based on the Internal Financial Control with reference to financial statements criteria established by the Club considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note"). 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 with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed, under Section 143 (10) of the Act, to the extent applicable to an audit of internal financial controls. 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 with reference to financial statements were 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 judgment, including the assessment of the risks of material misstatement in 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 with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A Club's internal financial control with reference to financial statements 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 company's internal Financial Control with reference to financial statements 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 Company are being only in accordance with authorizations of management and directors of the Club; and

- 3) Provide reasonable assurance regarding prevention or timely detection of unauthorised 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 with Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management or 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 with reference to financial statements to future periods are subject to the risk that the internal financial control over the 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 with reference to financial statements and such internal financial controls were operating effectively as at March 31, 2026, based on the internal control with reference to financial statements criteria established by the Club considering the essential components of internal control stated in the Guidance Note.

For V O S R & Co., LLP
Chartered Accountants
FNN: 0030265/200005

Venkatesh Ramath S/V
Partner
M.No. 202626
UDIN: 2626262626262626

For Bansi S. Mehta & Co.,
Chartered Accountants
FNN: 000071W

B. Premkumar
Partner
M.No. 019170
UDIN: 0191701917019170

For S. Venkatesh & Co., LLP
Chartered Accountants
FNN: 0040065/200005

Harshad P Shah
Partner
M.No. 245509
UDIN: 2455092455092455

For P.B. Vijayaraghavan & Co.,
Chartered Accountants
FNN: 0047215

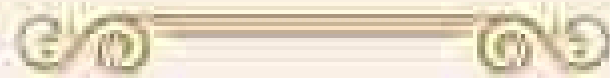
P.B. Sarathkumar
Partner
M.No. 000000
UDIN: 0000000000000000

For N C Rajagopal & Co.,
Chartered Accountants
FNN: 0055005

L. Srikanth
Partner
M.No. 251174
UDIN: 2511742511742511



Madras Race Club



Financial Statements

FOR THE YEAR ENDED

31ST MARCH, 2026



MADRAS RACE CLUB
 (CIN: U74001TN1972NP001853)
 Address: Post Box No 7639, Guindy Chennai - 600 032
BALANCE SHEET AS AT 31ST MARCH 2016

			RS IN LAKHS (TO TWO DECIMALS)	RS IN THOUSANDS (TO TWO DECIMALS)
I	ASSETS			
	NON-CURRENT ASSETS			
	(a) Property, Plant and Equipment	1(a)	4,396.42	4,402.59
	(b) Capital Work In Progress	1(b)		20.23
	(c) Other Intangible Assets	1(c)		
	(d) Financial Assets			
	(i) Bank Deposits with more than 12 Months Maturity	4	1.35	
	(ii) Others	5		12.64
	(e) Other Non-current Assets	6	575.55	603.25
	SUB-TOTAL (A)		4,973.32	5,038.51
	CURRENT ASSETS			
	(a) Inventories	7	81.08	81.40
	(b) Financial Assets			
	(i) Trade Receivables	8	42.85	43.76
	(ii) Cash and Cash Equivalents	9	258.44	262.81
	(iii) Bank Balance other than (i) above	10	34,803.39	35,803.59
	(iv) Other Current Financial Assets	11	675.52	688.35
	(c) Current Tax Assets (Net)	12	697.07	1,287.34
	(d) Other Current Assets	13	110.31	219.38
	SUB-TOTAL (B)		36,070.66	36,929.63
	TOTAL ASSETS (A+B)		41,043.98	41,968.14
II	EQUITY AND LIABILITIES			
	OTHER EQUITY			
	(a) General Fund	14	76,076.33	76,335.71
	(b) Reserves and Surplus	15		319.02
	SUB-TOTAL (C)		76,076.33	76,654.73
	LIABILITIES			
	CURRENT LIABILITIES			
	(a) Financial Liabilities			
	(i) Trade payables			
	(ii) Total Outstanding dues of short-term borrowings and other payables, and	16	12.40	47.33
	(iii) Total Outstanding dues of creditors other than above and other payables	17	659.39	1,249.79
	(iv) Other Current Financial Liabilities	18	142.54	155.41
	(b) Other current liabilities	19	446.42	455.12
	(c) Provisions	20	1,075.40	152.51
	SUB-TOTAL (D)		2,686.65	3,260.15
	TOTAL EQUITY AND LIABILITIES (C+D)		41,043.98	41,918.14

The accompanying notes 1 to 17 are an integral part of the Financial Statements to read the report of audit date 27th April 2016

Dr. SURESH K. S. IYER
 Director Accounts,
 THE MADRAS RACE CLUB
 Chennai
 15th March 2016
 (and electronically)

Mr. SURESH K. S. IYER
 Director Accounts,
 THE MADRAS RACE CLUB
 Chennai
 15th March 2016
 (and electronically)

Mr. SURESH K. S. IYER
 Director Accounts,
 THE MADRAS RACE CLUB
 Chennai
 15th March 2016
 (and electronically)

Dr. P. R. G. Srinivasan
 Chairman Accounts,
 THE MADRAS RACE CLUB

Dr. P. R. G. Srinivasan
 Chairman Accounts,
 THE MADRAS RACE CLUB

Dr. S. Srinivasan
 Director
 15th March 2016
 (and electronically)

Dr. S. Srinivasan
 Director
 15th March 2016
 (and electronically)

Official Print
 Secretary

Member of the
 Committee of Management

MADRAS RACE CLUB
(CIN: U74999TN1922NP1001495)

Address: Post Box No 2639, Guindy Chennai - 600 032

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31ST MARCH 2024

		Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
		Rs.	Rs.	Rs.
I	Revenue from Operations			
	(a) Racing Activity	20(a)	2,498.55	4,407.52
	(b) Club Activity	20(b)	1,144.23	1,175.39
II	Other Income	21	2,879.64	2,875.89
III	Total Revenue (I + II)		6,522.42	8,508.80
IV	EXPENSES			
	(a) Racing Expenses	22	1,488.04	1,707.45
	(b) Club Activity Expenses	23	841.21	682.33
	(c) Employees benefit Expenses	24	838.92	857.09
	(d) Finance costs	25	50.35	85.1
	(e) Depreciation and amortisation expense	26	114.53	287.50
	(f) Other expenses	27	1,875.88	1,327.66
	Total Expenses		4,907.92	3,447.14
V	Excess/(Deficit) of Income over Expenditure before exceptional items and tax (III - IV)		1,614.50	501.66
VI	Exceptional items	28	(853.28)	
VII	Excess/(Deficit) of Income over Expenditure before tax (V - VI)		761.22	501.66
VIII	Tax Expense	29		
	(1) Current tax		647.97	82.25
	(2) MAT Credit Entitlement		(488.52)	(40.15)
	(3) Excess/(Short) provision of income tax relating to earlier years		545.84	
	Total tax expense		705.29	42.10
IX	Surplus/(Deficit) after tax from continuing operations (VII-VIII)		55.93	459.56
X	Discontinued Operations			
	(1) Surplus/(Deficit) from discontinued operations			
	(2) Tax Expense of discontinued operations			
	Surplus/(Deficit) after tax from discontinued operations			
XI	Surplus/(Deficit) for the period (IX+ X)		55.93	459.56
XII	Other Comprehensive Income			
	Items that will not be reclassified to Surplus/(Deficit) in subsequent periods			
	(a) Remeasurements of the defined benefit plans		(33.87)	(1.25)
	(b) Income tax relating to items that will not be reclassified to Surplus/(Deficit)			
XIII	Total comprehensive income for the period (XI + XII)		22.06	458.31

The accompanying notes 1 to 41 are an integral part of the financial statements

As per our report of date 15th October 2024

For MRC & Co LLP
Chartered Accountants
Firm No. 300001N/200001

For Sankar & Sankar & Co,
Chartered Accountants
Firm No. 300001W

For S. Venkatesh Babu & Co., LLP
Chartered Accountants,
Firm No. 300001X/200001

VENKATESH BABU
Partner
M No. 310010
Firm No. 300001Y/200001

S. Praveen Kumar
Partner
M No. 310010
Firm No. 300001Z/200001

Harish P. Sankar
Partner
M No. 310010
Firm No. 300001A/200001

For P & S. Srinivasan & Co.
Chartered Accountants
Firm No. 300001B

A. J. Anandhan & Co.
Chartered Accountants
Firm No. 300001C

P & S. Srinivasan
Partner
M No. 310010
Firm No. 300001D/200001

S. Lakshmi
Partner
M No. 310010
Firm No. 300001E/200001

S. Nirmal Prasad
Secretary

Member of the
Executive of Management

Place: Chennai
Date: 15th Oct 2024

MAORAI RACE CLUB
(CIN: 270601W00000000000)
 Address: Plot No 2022, Guindy Chennai - 600 032
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2024
 Equity Share Capital

	Rs Lacs (Rupees Crores)
As at 1st April 2023	
Changes in equity share capital during the year	
As at 31st March 2023	
Changes in equity share capital during the year	
As at 31st March 2024	

(Other Equity)

	2023			Rs (Rupees)
	Opening Balance	Additions (Less: Deductions)	Reclassification of Reserves to Other Equity	Total
Balance as at 1st April 2023	0.00	18,192.00	184.00	18,376.00
Change in accounting policy or prior period errors				
Retained balance at the beginning of the reporting period	-			
Total comprehensive income for the current year		131.00	25.00	156.00
Transfer to retained earnings (General Fund)	24.00			(24.00)
Transfer from investment fund		3.00		3.00
Additions from New Memberships/Transfer of deposits				
Buy back of Equity (Balance of Shareholding)		(28.00)		(28.00)
Items that will not be reclassified to Surplus (Deficit) in subsequent periods - Re-measurement gain on defined benefit plans (Part of Total Comprehensive Income)			(24.00)	(24.00)
Items that will not be reclassified to Surplus (Deficit) in subsequent periods - Re-measurement gain on defined benefit plans (Part of Total COI)		114.00		114.00
Balance at the end of the 31st March 2024		18,315.00		18,315.00

	2024			Rs (Rupees)
	Opening Balance	Additions (Less: Deductions)	Reclassification of Reserves to Other Equity	Total
Balance as at 1st April, 2024	0.00	37,400.00	188.00	37,588.00
Change in accounting policy or prior period errors				
Retained balance at the beginning of the reporting period	-			
Total comprehensive income for the current year		100.00	1.00	101.00
Transfer to retained earnings (General Fund)				
Additions from New Memberships/Transfer of deposits		(28.00)		(28.00)
Applied to Income Tax of Chennai Members for tax-deferred period		(8.00)		(8.00)
Balance at the end of the 31st March 2024	0.00	37,372.00	189.00	37,561.00

The accompanying notes 1 to 47, are an integral part of the Financial Statements.

See our report of next date attached

For MAORAI & Co. LLP
Chartered Accountants,
Firm No: 00000000000000000000

For MAORAI & Co. LLP
Chartered Accountants,
Firm No: 00000000000000000000

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For MAORAI & Co. LLP
Chartered Accountants,
Firm No: 00000000000000000000

For MAORAI & Co. LLP
Chartered Accountants,
Firm No: 00000000000000000000

General Manager

**Member of the
Committee of Management**

Place: Chennai
Date: 10th July 2024



Madras Race Club

Notes to the Financial Statements:

1. General Information

Madras Race Club is an unlisted Public Company limited by Guarantee with its affairs being governed by section 8 of the Companies Act, 2013, having its Registered Office at Gandy, Chennai – 600052 bearing Post Box No. 2633. As per the Memorandum of Association of the Club its main object is conduct of horse racing and Club activity and carrying on its business with non-profit motive.

By virtue of the Memorandum of Association of the Club the liability of the Members is limited and every member of the Club undertakes or guarantees to contribute to the assets of the Club an amount not exceeding Rs.200/-, in the event of the entity being wound up during the time that the person is a Member or within one year after winding up, for discharge of the debts and liabilities of the Club for the contracts executed before the time at which the person ceases to be a member and of the costs, charges and expenses of dissolution of the same and for the adjustment of the rights and contributories amongst themselves.

In the event of winding up or dissolution of the Club, if there remains, after the satisfaction of all its debts and liabilities, any property whatsoever, the same shall not be paid to or distributed among the Members of the Club, but shall be given or transferred to some other institution or institutions having object or objects to be determined by the Members of the Club at or before the time of dissolution or in default thereof it shall be determined by the High Court of Judicature at Madras.

The income and property of the Club whatsoever derived shall be applied solely towards the promotion of the objects of the Club as per Memorandum of Association and no portion thereof shall be paid or transferred directly or indirectly by way of dividend, bonus or otherwise howsoever by way of profit to its Members.

2. Accounting Policies

A. Material Accounting Policies:

2.4.1. Statement of compliance and basis of preparation and presentation:

Compliance with Ind AS:

The financial statements of the Club have been prepared in accordance with Indian Accounting Standards (Ind AS) notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as may be amended from time to time.

The Club had prepared its financial statements up to the period ended 31st March, 2019 in accordance with the Accounting Standards notified under section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules, 2014.

Use of Estimates

Preparation of financial statements, in conformity with generally accepted accounting principles, requires the use of estimates and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amounts of revenues and expenses during the period and disclosure of contingent liabilities as at the date. The estimates and assumptions used in these financial statements are based upon the management's evaluation of the relevant facts and circumstances as at the date of the financial statements.

Basis of Measurement

The financial statements have been prepared under historical cost convention on accrual basis except for the defined benefit plans where plan assets are measured at fair value. The Club has considered relevant internal and external sources of information to evaluate the impact of estimation uncertainties. The Club has assessed the recoverability of the assets including receivables, investments, property plant and equipment, intangible assets, inventories and has made necessary adjustments to the carrying amounts by recognizing provisions/impairment of assets where necessary. However, the actual impact may be different from that estimated as it will depend upon future developments and future actions to contain or treat the issue and mitigate its impact on the economy.

2.A.2. Property, Plant and Equipment

All items of property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation/amortization and impairment, if any. Cost includes purchase price, taxes and duties, labour cost. However, cost excludes Excise Duty, VAT and GST, to the extent credit of the duty or tax is availed of.

Depreciation is recognized on Straight Line Method for Madras Division and Guindy Lodge Division over the useful life of the assets as prescribed under Schedule II of the Companies Act, 2013 and in respect of Ooty Division written down value basis method is followed.

On tangible fixed assets added / disposed off during the year, depreciation is charged on pro-rata basis from the date of addition till the date of disposal. When an asset is scrapped or otherwise disposed of, the cost and related depreciation are removed from the books of account and resultant profit or loss, if any, is reflected in the statement of income and expenditure.

Advances paid towards the acquisition of property, plant and equipments outstanding at each Balance Sheet date is classified as 'Capital Advances' under other non-current assets and the cost of assets not ready to use before such date are disclosed under 'Capital Work-in-Progress'. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these assets will flow to the Club and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of income and expenditure when incurred.

Impairment of Property, Plant and Equipment

Property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

If any such indication exists, the entity shall estimate the recoverable amount of the asset and treatment shall be given in accordance with Ind AS 36.

2.A.3. Inventories

Inventories comprise all costs of purchase, conversion and other costs incurred in bringing the inventories to their present location and condition.

Inventories are valued at lower of cost and net realizable value.

2.A.4. Financial Instruments

A financial instrument is any contract that gives rise to financial asset of one entity and financial liability or equity instrument of another entity.

(a) Financial Assets:

The Club measures at initial recognition, a financial asset at its fair value (in the case of a financial asset not recorded at fair value through profit and loss) plus transaction cost that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss.

Subsequent measurement - It depends on the entity's business model for managing the financial assets and the contractual terms of the cash flow. Based on above criteria the Club classifies its financial assets in the following categories:

- Financial assets measured at amortized cost
- Financial assets measured at fair value through OCI (FVTOCI)
- Financial assets measured at fair value through profit and loss (FVTPL)

Financial assets measured at amortized cost - A financial asset is measured at the amortized cost if both the conditions are met:

The Club's business model objective for managing the financial asset is to hold financial assets in order to collect contractual cash flows; and

The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets measured at FVTOCI - A financial asset is measured at FVTOCI if both of the following conditions are met:

The Club's business model objective for managing the financial asset is achieved both by collecting contractual cash flows and selling the financial assets; and

The contractual terms of the financial asset give rise to specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets measured at FVTPL - A financial asset is measured at FVTPL unless it is measured at amortized cost or at FVTOCI as explained above.

De-recognition of financial assets - A financial asset is derecognized when the Club has transferred the rights to receive cash flows from the financial asset.

Impairment of financial assets - All financial assets are reviewed for impairment at least at each reporting date to identify whether there is any evidence that a financial asset or a group of financial assets is impaired. Difference criteria to determine impairment are applied for each category of financial assets.

For trade receivables, the Club applies the approach permitted by Ind AS 109 and financial instrument which requires expected credit losses to be recognized based on Lifetime Impairment Pattern at each Balance Sheet date.

Expected Credit Loss - ECL is the difference between all contractual cash flows that are due to the Club in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset and twelve month ECL are a portion of the Lifetime ECL which result from default events that are possible within 12 months from the reporting date.

ECL are measured in a manner that they reflect unbiased, and probability weighted amounts are determined by a range of outcomes, taking into account the time value of money and other reasonable information available as a result of past events, current conditions, and forecasts of future economic conditions.

(b) Financial Liabilities

The financial liabilities are measured under three broad classifications - viz. initial recognition, subsequent measurement and de-recognition of financial liabilities.

(i) Initial Recognition - The Club measures at the initial recognition the financial liability at its fair value (in the case of a financial liability not recorded at fair value through profit or loss) plus transaction cost that are directly attributable to the acquisition of the financial liability. Transaction costs of financial liability carried at fair value through profit or loss are expensed in profit or loss.

(ii) Subsequent measurement - It is measured subsequently as amortized cost.

(iii) De-recognition of financial liability - A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or has expired.

2.A.3. Cash and cash equivalents:

In the preparation of Statement of Cash Flows, the cash and cash equivalents are used which comprise the cash on hand and the bank balances in all current accounts.

2.A.4. Classification of current and non-current assets and liabilities:

In the Balance Sheet at the date of year end the Club presents the assets and liabilities based on current and non-current classification.

Current and non-current assets – Cash and cash equivalents are treated as current asset, unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. In respect of other assets it is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in the normal operating cycle;

- Held primarily for the purpose of trading;

- Expected to be realized within twelve months after the reporting period;

All other assets are classified as non-current assets.

Current and non-current liabilities - A liability is treated as current liability in the accounts at the end of the year in the following circumstances.

- It is expected to be settled in the normal operating cycle;

- It is held primarily for the purpose of trading;

- It is due to be settled within twelve months after the reporting period; or

- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current liabilities. Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Club has identified twelve months as its operating cycle.

2.A.7. Revenue receipts of the Club.

(i) Club Activities

The club recognizes revenue from sale of services relating to its club activities on satisfaction of performance obligation towards rendering of such services measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment.

New membership fees and fees received on transfer of membership from one member to another is recognized as capital receipt and accounted in General Fund in the year of receipt.

(ii) Racing Activities

Revenue from racing activities, representing the totalisator Commission, income from bookmaker, entry money/Gate money, sponsorship income, stable rent, including race broadcast subscription fees etc., are recognized on an accrual basis based on the completion of underlying racing activities during the year. Revenue from the sale of medicine and fodder to the horses is recognized based on the issue from the stables.

(iii) Other income

Interest income (excluding interest on income tax refund) is recognized on time proportion basis, taking into account the outstanding and effective interest rate. Interest on income tax refund is accounted on receipt basis.

2.A.8. Employee Benefits.

Contributions to ESI and Labour Welfare Funds.

It is obligatory on the part of the Club to make contribution to the Superannuation Fund, Employees State Insurance Corporation and Labour Welfare Fund as statutory requirement and the contributions paid and payable during the year are recognized in the income and expenditure account.

Employees Provident Fund

Consequent to the transfer of PF accounts of the employees to the Employees Provident Fund Organization of the Central Government arising out of surrendering the status of exempted establishment and migration as unexempted establishment both the employees and employer's contributions to provident fund are being directly paid to the Government treasury.

As the accounts of the members in the provident fund are now being maintained by the said organization of the Central Government including investment of the contributions the Club is free from liability for any shortfall in interest between the amount of income realized from investments and the interest payable to the employees at the rate declared by the Government of India.

Short Term Employee Benefit

All employee benefits payable within a period of twelve months of rendering of service are classified as short term employee benefits. The benefits such as salaries, allowances and payments in similar nature paid to the employees of the Club for the services rendered by the employees during the year is recognized as expenditure for the year.

Defined Benefit Plans

The liability of the Club towards Gratuity is determined by an independent actuary by resorting projected unit credit method tool and recognizing past services at the earlier of the plan amendment, curtailment and recognition of related restructuring costs / termination benefits.

In order to meet the Gratuity obligation, the Company has considered an Insured Benefit Plan for funding towards post-employment benefit of gratuity and in this regard the Company has taken a qualifying insurance policy with the Life Insurance Corporation of India, which policy is a plan asset and the fair value of plan asset is deducted from the defined benefit obligation to arrive at the deficit or surplus at the end of year.

2.4.3. Income Taxes as per the statute

Current Tax for the financial year:

It is the amount of income tax payable for the year on the taxable income for the period as arrived at in accordance with the provisions of the Income Tax Act, 1961 and calculated at the rate as per the enactment in every Finance Act and applicable for the relevant year.

Deferred Tax

Deferred income tax is recognized in the accounts using the balance sheet approach. Deferred Tax Assets and Liabilities are recognized for temporary taxable differences arising between the tax base of assets and liabilities and their carrying amounts in the financial statements.

Current tax and deferred tax are recognized as income or expense in the Statements of Income and Expenditure, except when they relate to items that are recognized in other comprehensive income (OCI), in which case the current and deferred tax income / expense are recognized in OCI.

The Club has not recognized Deferred Tax Asset as on 31st March, 2016 based on prudence, since DTA can be utilized only when there is virtual certainty for surplus and sufficient future taxable income relating to the same taxation authority and the same taxable entity. Minimum Alternative Tax (MAT) credit is recognized as an asset in the books only if there is convincing evidence that the Club will pay normal income tax during the specified period.

2.A.10. Provisions and contingencies

Provisions are recognized and made in the accounts only when it is probable that the Club has present obligation as a result of past events and that the outflow of economic benefits are required to settle the obligation and reliable estimation can be made out of the amount of obligation.

Disclosure in respect of contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which any likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

2.A.11. Racing Expenditure

Stake money & commission, and other event-related expenses like cups & trophies etc., are recognized on an accrual basis based on the completion of underlying racing activities during the period. Further, expenses related to fodder and medicine are recognized based on dispatch for consumption.

B. Other Accounting Policies

2.B.1. Intangible Assets

Intangible assets are stated at cost less accumulated amortisation and impairment. Intangible assets are amortized over their respective individual useful lives on a straight-line basis from the date that they are available for use.

The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

Amortization methods and useful lives are reviewed periodically including at each financial year end. Software product development costs are expensed as incurred unless technical and commercial feasibility of the project is demonstrated, future economic benefits are probable, the Club has an intention and ability to complete and use or sell the software and the costs can be measured reliably. The costs which can be capitalized include the cost of material, direct labour, overhead costs that are directly attributable to preparing the asset for its intended use.

Estimated useful life of Software is five years over which expenditure is amortised.

2.B.2. Foreign exchange transactions

Transactions in foreign currencies i.e other than the Club's functional currency of Indian Rupees are recognized at the rate of exchange prevailing on the date of the transaction.

Differences arising in exchange rates on monetary items are recognized as profit or loss as the case may be in the income and expenditure account.

Monetary assets and liabilities denominated in foreign currencies are translated at functional currency spot rates of exchange at the reporting date. Differences arising on translation of monetary items are recognized as profit or loss as the case may be.

2.3.3. Financial Risk management

As there is possibility and probability of the business activities of the Club being exposed to liquidity and credit risk, the Risk Management Policies have been established to identify the risks that may be encountered with by the Club, to set and monitor appropriate risk limits and controls and to periodically review and reflect the changes in the policy accordingly.

Market Risk

It is the probable risk that there may be fluctuation in the fair value of future cash flows of a financial instrument owing to changes in market prices.

Liquidity Risk Management

It is the risk that the Club may face in meeting of its obligations associated with financial liabilities. In this regard, the approach of the Club in the management of the liquidity is to ensure that it will have sufficient funds to meet its liabilities and in doing so the Management considers both normal and stressed conditions.

In this behalf the Club regularly monitors the rolling forecasts and the actual cash flows to meet the financial liabilities on day-to-day basis through cash generation from business with backing of adequate banking facilities.

Credit Risk Management

This is the risk of financial loss to the Club on account the failure on the part of the other party to meet and discharge its contractual obligation and the main risk are from trade receivables and various other financial assets.

Trade Receivables - The concentration of credit risk with respect to trade receivable are very limited as the customers are reviewed, assessed and monitored regularly on a monthly basis with pre-determined credit limit assessment in accordance with their payment capacity.

Other Financial Assets - This includes cash and cash equivalents and term deposits with various banks. The maximum exposure to the credit risk for the Club on this count as of 31.3.2026 is the carrying value of each class of financial assets as on that date.

2.3.4. Segment Reporting

The Club has identified Horse Racing and Social Club activities as the two operating segments in consistent with the Memorandum of Association of the Club.

Operating segments are reported in the same manner in which information is presented to the chief operating decision maker for the purpose of the performance assessment and resource allocation to these segments.

Revenue and expense have been identified to segments in relation to the operating activities of each segment. Income and expenses which relate to the Club as a whole and are not readily and directly allocable to the segments on a reasonable basis have been included under 'Un-allocable Corporate Income / Expenses'.

2.3.5. Impairment of Assets

The Club assesses at the end of each reporting period whether there is any indication that an asset may be impaired. Where such indication exists, the Club estimates the recoverable amount of the asset. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs of disposal and its value in use.

For assets that do not generate cash inflows largely independent of other assets, the recoverable amount is determined at the level of the Cash-Generating Unit (CGU) to which the asset belongs. Impairment losses are recognised immediately in the Statement of Income and Expenditure, except for assets carried at revalued amounts where the loss is treated as a revaluation decrease.

An impairment loss recognised in earlier periods is reversed if there has been a change in the estimates used to determine the recoverable amount.

C. Recent pronouncements

(i) **Amendments to Ind AS 1 Presentation of Financial Statements:** The amendments affect only the presentation of liabilities as current or non-current in the Balance Sheet and not the amount or timing of recognition of any asset, liability, income or expenses. The amendments clarify that the classification of liabilities as current is based on rights that are in existence at the end of the reporting period, specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability, explain that rights are in evidence if covenants are complied with at the end of the reporting period, and introduce a definition of 'settlement' to make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services. The adoption of this amendment did not have any impact on the disclosures or on the amounts reported in these financial statements.

(ii) **Amendments to Ind AS 7 – Statement of Cash Flows and Ind AS 107 – Financial Instruments: Disclosures (Supplier Finance Arrangements):** The Club has adopted the amendments to Ind AS 7 and Ind AS 107 relating to Supplier Finance Arrangements with effect from the current reporting period. These amendments introduce additional disclosure requirements intended to enable users of financial statements to understand the effects of supplier finance arrangements on an entity's liabilities, cash flows and liquidity / risk exposure. Management has evaluated the applicability of these amendments in accordance with the Club's material accounting policy assessment framework. As the Club does not have any material supplier finance arrangements requiring disclosure under the amended standards, the adoption of these amendments has not resulted in any material impact on the Club financial statements.



(ii) **Amendments to Ind AS 12 – Income Taxes (Pillar Two Model Rules)** – The Club has adopted the amendments to Ind AS 12 relating to the OECD Pillar Two Model Rules. The amendments introduce a temporary exception from accounting for deferred taxes arising from the implementation of Pillar Two legislation and prescribe specific disclosure requirements. Management has assessed the applicability of the amendments in accordance with the Club's material accounting policy assessment framework and concluded that the amendments do not have a material impact on the Club's financial statements for the current reporting period.

(iv) **Amendments to Ind AS 21 – The Effects of Changes in Foreign Exchange Rates** – The Club has adopted the amendments to Ind AS 21, which provide guidance on assessing exchangeability of a currency and determining the exchange rate when exchangeability is lacking. Management has evaluated the impact of these amendments under the Club's material accounting policy assessment framework and concluded that the amendments do not have a material impact on the recognition, measurement or disclosures in the financial statements for the current reporting period.



Statement of Intangible Assets for the year ended 31st March 2025		
INDETERMINABLE LIFE (Computer Software Assets)		
Particulars	Computer Software (Rs. IN Lakhs)	Total (Rs. in Lakhs)
Cost/Deemed Cost:		
At 1st April 2024	80.00	80.00
Additions	-	-
Deletions	-	-
At 31st March 2025	80.00	80.00
Additions	-	-
Deletions	-	-
At 31st March 2026	80.00	80.00
Amortisation:		
At 1st April 2024	74.76	74.76
Amortisation for the year	5.24	5.24
Disposals	-	-
At 31st March 2025	80.00	80.00
Amortisation for the year	-	-
Disposals	-	-
At 31st March 2026	80.00	80.00
Net book value		
At 31st March 2026	-	-
At 31st March 2025	-	-

Intangible Assets Consist of Computer Softwares, which have an estimated useful life of Five Years over which cost is amortized.



NOTES	AS AT THE YEAR END 2019	AS AT THE YEAR END 2018
Note 4		
Bank Deposits with more than 62 Bharat Masruffy	1.00	-
	1.00	
Note 5		
Others		
Employee Advances (Refer Note No.24)	22.64	22.64
Loan Provided for Employee Advances	(12.64)	-
		22.64
Note 6		
Other Non-Current Assets		
(i) Capital Advances*	30.00	-
(ii) Advances other than Capital Advances		
(a) Security Deposits**	76.48	76.48
(b) Others - Deposits with Government authorities (Refer Note No. 10)	177.00	227.00
	283.48	303.48
* Advances security deposit with other providers such as Services, Gas, Telephone etc.		
** Advances the stated amount paid for participation in the CMP (Corporate Workers' Provident Fund) of M.S. Federal Supplies Limited, which was subsequently returned to the Club after it decided not to proceed further with the project.		
Note 7		
Inventory		
(i) Stock in Trade*		
Furniture Stock	2.37	8.78
Medicine	10.80	32.40
Clothes and Soft Drives	17.83	28.24
	31.00	69.42
** Inventories are valued at lower of cost and net realizable value.		
Note 8		
Trade Receivables		
(a) Trade Receivables (Amount, considered good)	62.85	621.88
(b) Trade receivables which have significant increase in credit risk	(201.28)	20.00
Loan - Allowance for doubtful trade receivables	(270.28)	(223.90)
	62.85	627.98
Movement in Allowance for doubtful trade receivables		
Opening balance	25.00	25.00
Amount written off	(7.00)	(78.00)
Amount made / (Provision reversal)	100.00	32.00
Closing balance	201.28	20.00



Particulars	As at 31.03.2022 (Rs. in Lakhs)	As at 31.03.2021 (Rs. in Lakhs)
Note: 8		
Cash and Cash Equivalents		
Cash Balance	11.04	81.19
Balance with banks in current accounts and saving accounts	326.90	322.42
	337.94	403.61
Note: 10		
Bank Balance/Other than Cash and Cash Equivalents		
Unmarked Deposits*	2.00	2.00
Balance with banks to the extent held as margin money or security against the borrowings†	2,510.00	2,500.00
Bank Deposits with less than 12 months maturity‡	11,901.59	10,301.59
	14,413.59	12,803.59
* Deposits amount marked towards sale tax levied		
† Cash security held as margin money for borrowings facility of Rs. 300 Lakhs sanctioned to the Club		
‡ Includes the following Fixed Deposits are marked amounting to Rs. 1000 Lakhs held with the Bank received by the Club from the Members and Clubs. Total amount has not been marked.		
Note: 11		
Other Current Financial Assets		
Accrued Income on bank deposits	875.52	516.17
Unbilled Revenue*	-	12.30
Employee Advances	-	0.21
	875.52	528.77
* Unbilled revenue represents services towards performance obligation of subscription income from broadcasting services rendered by the Club and is entitling to payment, but the invoice has not been issued as on the 31.03.2022.		
Note: 12		
Current Tax Assets (Net)		
Advance Tax and TDS / TCS Receivable - Net off Provision for Taxation	497.03	1,287.14
	497.03	1,287.14



	As at 31st March 2019 Rs. Lakhs	As at 31st March 2018 Rs. Lakhs
Note: 13:		
Other Current Assets:		
(i) Advances other than Capital Advances:		
Advances to Supplier	18.76	66.28
(ii) Others:		
Other Receivables	12.97	56.91
Prepaid Expenses	11.57	45.25
Gratuity - Net Fair Value of Plan Assets	11.05	46.82
	154.35	215.26
Note: 14:		
Retained earnings (General Funds)		
Opening Balance	25,181.25	27,486.84
Add: Addition from New Memberships / Transfer of Members	-	884.00
Less: Refund of Membership Fees	(34.01)	(5.71)
Add: Transfer from Reserve Fund	0.84	-
Add: Surplus/(Deficit) for the Year	177.62	20.25
Add: Transfer from OCI - Remeasurement of Defined benefit plan	314.34	-
Closing Balance	25,579.99	28,185.38

	As at 31st March 2019 Rs. in Lakhs	As at 31st March 2018 Rs. in Lakhs
Note: 15		
Reserves & Surplus		
Securities Fund		
Gaming Reserve	0.84	0.04
Add: Addition during the FY	1.16	1.16
Less: Transferred to Reserves during General Meeting	(1.04)	—
Closing Balance	0.96	0.84
CC - Provisions/commitment of defined benefit plan		
Opening Balance	368.21	368.21
Add: Amortisation of the defined benefit plans during the year	(28.57)	(3.25)
Less: Transferred to Reserves during General Meeting	(234.94)	—
Closing Balance	104.70	364.96
Note: 16		
Trade Payables		
(a) Trade payables		
(i) Total Outstanding dues of micro enterprises and small enterprises and	12.00	42.25
(ii) Total Outstanding dues of creditors other than micro and small enterprises	522.10	1,345.75
(b) Total Outstanding dues of creditors other than micro and small enterprises	400.10	1,307.00
Note: 17		
Other Current Financial Liabilities		
Owner & Trainee Deposit	200.00	125.00
Stakeholders' Deposit	19.34	10.25
EMD & Other Deposits	5.10	5.00
Current Liability Deposits	3.29	3.29
Application Money for Race Membership refundable	0.05	0.05
Other Customer Deposits	0.44	1.49
Reserves from Facilities	14.89	64.12
Other Payable	101.42	207.27
	344.51	376.48
Note: 18		
Other Current Liabilities		
(a) Amounts received in Advance		
Contract Liability	66.00	66.44
(b) Others		
Employee Cost Payable	41.25	40.00
Statutory Payable	234.04	234.04
	341.29	340.48
Note: 19		
Provisions		
(a) Others		
Provision for Provisions @ 100% under Tax (As per Note 35(a))	1,073.40	750.00
	1,073.40	750.00

Notes on Financial Statements for the year ended 31st March 2025

Revenue	For the year ended 31st March 2025 (Rs. Lakhs)	For the year ended 31st March 2024 (Rs. Lakhs)
Note No: 20		
Revenue from Operations:		
a) Racing Activity		
Total Commission	1,007.07	1,303.40
Income from Bookmakers	713.29	968.02
Sale of Medicine & Other Service Income	171.07	284.68
Income from Pooder Show	159.05	201.28
Other Racing Income	121.88	328.46
Entry Money	5.30	206.65
Gate Money	129.21	145.79
Racing Promotion Fee	3.81	471.12
Broadcasting Income	24.97	38.99
Riding School Revenue	147.80	135.90
Haltering Fee	13.08	14.87
Racing Fines	0.43	4.45
	2,406.54	4,457.52
b) Club Activity		
Food and Other Sales	411.88	588.30
Liquor Sales	148.28	151.80
Lawn Usage Income	113.34	110.80
Subscription Income	134.32	134.52
Room Charges	135.34	128.72
General Maintenance Income	85.58	87.11
Miscellaneous Income – Club	84.59	61.23
Minimum Biting Income	31.46	32.22
Recreational & Sports Income	42.81	42.14
Soft Drink Sales	13.03	12.00
	1,189.53	1,375.40

Contract Balances:

The following disclosure provides information about receivables, contract assets and liabilities from contract with customers.

a) Receivables which are included in trade receivables (refer note 8)	42.85	613.90
b) Contract assets	-	-
c) Contract liabilities (refer note 18)	85.09	85.44

a) A contract liability is the Club's obligation to transfer goods or services to a customer for which the Club has received consideration in advance from the customer.

b) A contract asset is the Club's right to consideration in exchange for goods or services that the Club has transferred to a customer.

c) The contract assets are transferred to receivables when the right to Consideration becomes unconditional.



Particulars	For the year ended 31st March 2024 (Rs. in Lakhs)	For the year ended 31st March 2023 (Rs. in Lakhs)
Note No: 21		
Other Income:		
(a) Interest Income		
Interest Income (Fixed Deposit)	2,708.76	2,475.55
Interest Income (Savings Bank)	1.44	1.90
(b) Other non-operating income		
Rental Income	127.83	291.38
Maintenance charges	-	12.50
Electricity charges recovery	13.32	17.37
Screen Sales	0.37	1.93
Write-back of Provisions and Liabilities	20.75	10.71
Miscellaneous income	11.42	17.48
	1,974.64	1,875.88
Note No: 22		
Racing Expenses:		
Stakes & Commission	265.40	2,850.40
Consumption of Feeder & Medicine	310.30	727.23
GST Paid On Drivable Pool - (Under Provisions)	500.48	550.45
Other Racing Expenses	220.87	462.54
Turf Invitation Expenses - 2023	-	535.34
Course Maintenance Expenses	57.11	104.70
Riding School Expenses	39.02	31.52
Cups & Trophy	20.29	94.58
Testing Expenses (Equine Hospital)	8.40	78.17
TOTE Operations & Maintenance Expenses	1.15	4.88
Stable Maintenance Expenses	0.98	7.31
Special Transport Allowance for Horse Owners	25.71	-
Share of Income to Other Club	0.22	-
Stable Hire Charges	-	46.88
Transportation Expenses	-	8.58
	1,480.04	1,297.45
Note No: 23		
Club Activity Expenses		
Food Contract	320.06	311.72
Consumption of Liquor	102.47	118.94
Other Club Expenses	188.29	100.80
Bar Licence Fees	33.80	33.80
Repairs & Maintenance - Club	17.10	15.82
	661.82	652.13



Particulars	For the year ended 31st March 2016 (Rs. in Lakhs)	For the year ended 31st March 2015 (Rs. in Lakhs)
Note No.24		
Employee Benefit Expenses		
Salaries, Wages & Bonus etc.	775.91	742.58
Gratuity expense	10.28	6.77
Contribution to Provident and Other Funds	54.34	58.72
Staff Welfare Expenses	25.87	28.00
Earned Leave Expenses	14.42	12.18
	880.82	848.25
Note No. 25		
Finance Cost		
Interest Expenses on Overdraft	10.75	8.01
	10.85	8.61
Note No. 26		
Depreciation & Amortisation		
Depreciation of Property, Plant and Equipment	254.33	252.77
Amortisation on Intangible Assets	-	1.34
	254.33	257.11
Note No.27		
Other Expenses		
Repairs & Maintenance	255.84	228.98
Power & Fuel	284.62	292.77
Legal & Professional Expenses	281.29	207.18
Rates & Taxes	55.86	81.33
Security Manpower Signals	97.20	94.17
Write Off of Assets (Net)	1.20	-
Meeting Expenses	10.20	10.38
Bank Charges	10.76	15.87
Internet Post Charges	9.28	6.45
Travelling and Conveyance Expenses	9.28	35.97
Remuneration to Auditor - Audit Fees	17.50	17.88
Printing & Stationery	17.76	20.41
Communication Expenses	12.19	17.00
Lease Rent	0.01	0.28
Net loss on foreign currency transaction and translation	0.88	5.48
Allowance for Expected Credit loss	268.86	22.96
Provision for Disputed Claims - (See Note below)	385.02	145.56
Race Day Employer Settlement @	16.25	-
Miscellaneous Expenses	11.92	15.14
Donation	0.00	5.81
	1,635.89	1,322.65

* During the year, the Club paid Rs. (₹.55) lakhs towards out of court settlement of claims made by the former Race Day employees before the Principal Labour Court and also paid Rs. (₹.82) lakhs to a former employee pursuant to a Labour Court Order.

Particulars	2018-19 (Actuals) Rs. Lakhs	2017-18 (Actuals) Rs. Lakhs
Provision for Disputed Claims - Break-Up		
Provision for Property & Metro Water Tax	107.47	145.50
ESI Demand for Earlier Years (Ref Note No.3B)	174.71	-
Provision for Employee Advance	17.54	-
	385.92	345.50
Note 2B:		
Tax Expense		
Current Tax Expense	647.57	83.29
MAY credit entitlement	(488.31)	(10.15)
Provision for disputed income tax	517.54	-
Interest/Short provision of Income tax relating to earlier years	77.90	-
	705.30	43.10





25. Employee Benefits

General Description of Defined Benefit Plan

The Club operates a Gratuity plan covering qualifying employees. The benefit payable is the amount calculated as per the Payment of Gratuity Act 1972. The benefit vests upon completion of five years of continuous service and once vested it is payable to employees on retirement or on termination of employment.

The Club makes annual contribution to the Group Gratuity scheme administered by the Life Insurance Corporation of India. The details relating to the Actuarial valuation of Gratuity are as under:

i. Balance Sheet Position

(Rs. in Lakhs)

Post-Employment Benefit - Insured Benefit (Defined Benefit) Plan - Gratuity			
		As at 31st March 2024	As at 31st March 2023
1(a)	Present Value of Obligation at the start	123.54	115.45
	Current Service Cost	12.38	10.41
	Interest Cost	7.24	7.73
	Benefits Paid	(29.89)	(12.62)
	Actuarial (Gain)/ Loss on Obligation	34.90	2.57
	Present Value of Obligation at the end	148.17	123.54
1(b)	Fair Value of Plan Assets at the start	170.37	157.78
	Expected Return on Plan Assets	11.28	10.25
	Acquisition Adjustments	(1.18)	-
	Contributions (net)	28.62	13.64
	Benefits Paid	(29.88)	(12.62)
	Actuarial Gain/ (Loss) on Plan Assets	1.03	2.32
	Fair Value of Plan Assets at the end	180.22	170.37
Net Fund Status at the end = 1(b) - 1(a)	(32.05)	(46.82)	
	Expenses to be recognised in the Profit and Loss	For the year ended 31st March 2024	For the year ended 31st March 2023
2	Current Service Cost	12.38	10.41
	Past Service Cost	-	-
	Interest Cost	7.24	7.73
	Expected Return on Plan Assets	(11.28)	(10.25)
	Total (excluding premium paid to LIC)	8.34	7.89
	Amounts to be recognised in OCI	For the year ended 31st March 2024	For the year ended 31st March 2023
3	Actuarial (Gain)/Loss	13.87	1.25
	Net return of Plan Assets	-	-
	Total	13.87	1.25

Actuarial Assumptions
a. Financial Assumptions

Assumption	For the year ended 31.03.2023	For the year ended 31.03.2022
Discount rate (per annum)	7.24%	6.67%
Salary growth rate (per annum)	5.00%	5.00%

b. Demographic Assumptions

Assumption	For the year ended 31.03.2023	For the year ended 31.03.2022
Indian Assured Lives Mortality (2018-19 ILC)	100%	100%
Attrition rate		
Age at valuation date/valuation date		
18 - 30	10.00%	10.00%
31 - 40	5.00%	5.00%
41 & +	1.00%	1.00%

a. Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined benefits obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below has been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis are given below:

(in Lakhs)

Assumption	For the year ended 31.03.2023	For the year ended 31.03.2022
Defined Benefit Obligation (base)	148.17	118.54
Discount rate (% change compared to base due to sensitivity)		
Increase: +1%	137.11	115.47
Decrease: -1%	160.70	122.77
Salary growth rate (% change compared to base due to sensitivity)		
Increase: +1%	161.36	124.44
Decrease: -1%	136.46	117.90
Attrition rate (% change compared to base due to sensitivity)		
Increase: +50%	151.09	123.31
Decrease: -50%	150.64	120.72
Mortality rate (% change compared to base due to sensitivity)		
Increase: +10%	150.94	123.50
Decrease: -20%	150.87	124.58



iii. Maturity Profile of Defined Benefit Obligation/

(Rs. In Lakhs)

Period	As at 31st March 2024	As at 31st March 2023
Expected Cash flows over the next years (based on unfounded basis)		
1 year	18.33	16.42
2 to 5 years	43.71	44.43
6 to 10 years	77.63	62.79
More than 10 years	158.67	146.15

30. Membership

As per Articles of Association of the Club, there are two class of Membership Namely Club and Stand Membership, for which the Club invites candidates for admission and conducts elections by ballot duly observing the procedures laid down in the relevant Articles and enters their name in the membership register after having been validly admitted as members.

During the year, 3 Club Members were removed. The members position as at the year end is given below:

Club Members - Club	As at 31st March 2024 (No.)	As at 31st March 2023 (No.)
Opening Balance	748	704
Add: Addition During the Year (including new members transferred in)	-	53
Less: Removal, Death and Resignation	18	18
Closing Balance	731	749

Stand Members - Stand	As at 31st March 2024 (No.)	As at 31st March 2023 (No.)
Opening Balance	2,760	2,025
Add: Addition During the Year (including new members transferred in)	-	25
Less: Removal, Death and Resignation (including existing members transferred out)	45	64
Closing Balance	2,721	2,786

11. Related Party Transactions

சம்பந்தப்பட்ட நபர்கள் மற்றும் நிறுவனங்கள்						
<ol style="list-style-type: none"> 1. Dr. Muthiah Ramaswamy, Chairman & Senior Steward 2. Mr. Paul Antony, Committee Member 3. Mr M Ravi, Committee Member 4. Mr Ranjith Jesudasan, Committee Member 5. Mr Ramaswamy Meyyappan, Committee Member 6. Mr M Sridharan, Committee Member 7. Mr. Manickam Senthinathan, Committee Member 8. Mr. Subramanian Lakshmanan, Committee Member 9. Mr. Ramesh Rangarajm, Committee Member 10. Dr. V. Annamalai, Committee Member (Appointed w.e.f. 6th January 2026) 11. Mr. M. Sanyasrayana Murthy, Committee Member (Appointed w.e.f. 6th January 2026) 12. Mr N. Sudhakar, Committee Member (Appointed w.e.f. 30th April 2025) 13. Dr T.Dhyananathan Yadav, Committee Member (Resigned w.e.f. 2nd January 2026) 14. Mr.Chaduranga Karthra) Drs. Committee Member (Resigned w.e.f. 7th November 2025) 						
Enterprises owned or significantly influenced by group of individuals or their relatives who have control or significant influence over the Club						
<ol style="list-style-type: none"> 1. MRC Equestrian Trust (Trustees are Committee Members Of Madras Race Club) 2. MRC Charitable Trust (Trustees are Committee Members Of Madras Race Club) 3. M/s. Vacha Fine Arts 						
(Rs. in lakhs)						
Particulars	Key Managerial Personnel and Relations		Enterprises owned or significantly influenced by group of individuals or their relatives who have control or significant influence over the Club		Total	
	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2026	For the year ended 31st March 2025
Sponsorship Received		0.85	-	22.92	-	23.76
CSII - MRC Equestrian Trust		-	-	-	-	-
Purchase of goods/ receiving of services/ expenses reimbursed by the club		-	5.90	9.22	5.90	9.22
Balance Outstanding as at	As at 31st March 2026	As at 31st March 2025	As at 31st March 2026	As at 31st March 2025	As at 31st March 2026	As at 31st March 2025
Trade and Other Receivable	-	3.43	-	6.52	-	9.97
Trade and Other Payable	-	-	-	11.52	-	11.52

32. Segment Information

Operating Segment

The reportable segments of the Club are Racing and Club Activity. The segments are largely organised and managed separately according to the organisation structure that is designed based on the nature of service and profile of the customers. Operating segments are reported in a manner consistent with the internal reporting provided to the Chairman and other Committee Members jointly regarded as Chief Operating Decision Maker ("CODM").

(Rs. in lakhs)

Segment Information for the year ended 31st March 2024			
	Revenue	Expense	Total
Revenue	2,499.34	1,158.23	1,564.79
Segment result - Surplus/(Deficit)	419.87	221.65	642.01
Total Unallocated Expenses			1,646.20
Operating Income			(1,604.19)
Other Income			2,074.64
Depreciation & Amortisation Expense	172.33	61.99	234.32
Surplus / (Deficit) Before Tax			1,736.12
Exceptional Item (Refer Note 38)	(853.18)		(853.18)
Surplus / (Deficit) Before Tax and after Exceptional Item			882.93
Tax Expenses (net of MAT Credit Entitlement)			705.30
Surplus / (Deficit) after tax			177.63
Other Comprehensive Income			(33.87)
Total Comprehensive Income			143.76

(Rs. in lakhs)

Segment Information for the year ended 31st March 2023			
	Revenue	Expense	Total
Revenue	4,457.52	1,175.35	1,632.51
Segment result - Surplus/(Deficit)	(1,429.72)	215.96	(1,213.76)
Total Unallocated Expenses			1,331.27
Operating Income			(2,549.02)
Other Income			2,875.89
Depreciation & Amortisation Expense	210.33	37.19	247.50
Surplus / (Deficit) Before Tax			63.36
Exceptional Item			-
Surplus / (Deficit) Before Tax and after Exceptional Item			63.36
Tax Expenses			43.30
Surplus / (Deficit) after tax			20.26
Other Comprehensive Income			(1.25)
Total Comprehensive Income			19.01

The Club has identified and allocated items of income & expenses between reportable segments to the extent identifiable.

(Rs. in lakhs)

Segment Information as at 31st March 2026			
Segment	Club Assets	Club Liabilities	Total
Segment assets	38,856.40	1,509.00	40,365.00
Unallocated Corporate Assets	-	-	676.72
Total Assets			41,041.72
Segment Liabilities	1,442.87	52.29	1,495.16
Unallocated Corporate Liabilities	-	-	20,647.50
Total Liabilities			41,042.72

(Rs. in lakhs)

Segment Information as at 31st March 2025			
Segment	Club Assets	Club Liabilities	Total
Segment assets	39,335.40	1,768.43	41,094.53
Unallocated Corporate Assets	-	-	624.63
Total Assets			41,719.16
Segment Liabilities	2,143.51	170.43	2,313.94
Unallocated Corporate Liabilities	-	-	29,405.22
Total Liabilities			41,719.16

13. Financial Instruments – fair value and risk management

A. Accounting classification and Fair Values :

The carrying value and the fair value of financial instruments by categories as at 31 March 2026 :

(Rs. in lakhs)

Category	Carrying Amount	Cost	Fair Value	Total Carrying Amount
Financial Assets:				
a. Bank Deposits	34,404.59	-	-	34,404.59
b. Employee Advance	-	-	-	-
c. Trade Receivables	42.85	-	-	42.80
d. Cash & Cash Equivalents	258.44	-	-	258.44
e. Other Financial Assets	675.22	-	-	675.22
Total	35,381.40			35,381.40
Financial Liabilities:				
a. Borrowings	-	-	-	-
b. Trade Payables	606.50	-	-	606.50
c. Other Financial Liabilities	344.24	-	-	344.24
Total	950.74			950.74

The carrying value and the fair value of financial instruments by categories as at 31 March 2025

(Rs. In Lakhs)

Category	Carrying Value	FVTPL	FVTOCI	Total Carrying Value
Financial Assets:				
a. Bank Deposits	32,803.59	-	-	32,803.59
b. Employee Advance	6.01	-	-	6.01
c. Trade Receivables	611.98	-	-	611.98
d. Cash & Cash Equivalents	362.43	-	-	362.43
e. Other Financial Assets	581.40	-	-	581.40
Total	34,354.59	-	-	34,354.59
Financial Liabilities:				
a. Borrowings	-	-	-	-
b. Trade Payables	1,282.02	-	-	1,282.02
c. Other Financial Liabilities	595.81	-	-	595.81
Total	1,877.82	-	-	1,877.82

B. Financial risk management

The Club has exposure to the following risks arising from financial instruments: –

- a. Credit risk
- b. Liquidity risk
- c. Market risk

i. Risk Management framework

The Club's Committee members have the overall responsibility for the establishment and oversight of the Club's risk management framework. The Committee members are responsible for developing and monitoring the Club's risk management policies.

The Club's risk management policies are established to identify and analyse the risks faced by the Club, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Club's activities. The Club, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

ii. Credit Risk Management

Credit Risk refers to the risk that a counter party will default on its contractual obligations resulting in financial loss to the Club. The Club has adopted a policy of only dealing with creditworthy counter parties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Club's exposure is continuously monitored.

The maximum exposure to credit risk for trade and other receivables are as follows:

(Rs. in Lakhs)

		As at 31st March 2024	As at 31st March 2023
i) Trade Receivables	a	42.85	811.98
ii) Cash & Cash Equivalents	b	258.44	362.61
iii) Bank Deposits		34,404.55	32,803.53
iv) Others	c	675.52	581.00

a. Trade Receivables

The Club has developed guidelines for the management of credit risk from trade receivables. The Club's exposure to credit risk is influenced mainly by the individual characteristics of each customer.

Credit risks are managed by the Club through credit approvals, and continuously monitoring the credit worthiness of the customers to which the Club grants credit terms in the normal course of business.

The Club applies the simplified approach to provide for expected credit losses prescribed by Ind AS 109, which permits the use of the lifetime expected loss provision for all trade receivables. The Club has computed expected credit losses based on a provision matrix which uses historical credit loss experience of the Club. Forward-looking information (including macroeconomic information) has been incorporated into the determination of expected credit losses.

b. Cash & Cash Equivalents and Bank Deposits

The Club holds cash & cash equivalents and bank deposits with credit worthy banks and financial institutions as at the reporting dates. The credit worthiness of such banks and financial institutions is monitored by the management on an ongoing basis and is considered to be good with low credit risk.

c. Others

Other financial assets primarily comprises of Accrued Interest Income and other short term receivables. The Club does not expect any loss from non-performance by these counter-parties. However, as mentioned in Note 14 the Club has provided 100% Expected Credit Loss/Provision against the advances to employees.

III. Liquidity Risk Management

Liquidity risk is the risk that the Club will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Club's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Club's reputation.

The following are the remaining contractual maturities of financial liabilities as at the reporting date. The amounts are gross and undiscounted.

As at 31st March 2026:

(Rs. in Lakhs)

Category	Contractual amount	Total	Less than 1 year	More than 1 year
Trade Payables	606.50	606.50	606.50	-
Other Financial Liabilities	344.24	344.24	344.24	-

As at 31st March 2025:

(Rs. in Lakhs)

Category	Contractual amount	Total	Less than 1 year	More than 1 year
Trade Payables	1,282.02	1,282.02	1,282.02	-
Other Financial Liabilities	595.81	595.81	595.81	-

iv. Market Risk Management

Market risk is the risk of loss of future earnings or fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, and other market changes that affect market risk sensitive instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the returns.

14. Employee Advance

A sum of Rs. 12.64 lakhs was due from employees whose services had been terminated and the matter was pending before the Labour Court. During the year, considering the uncertainty involved in recovery of the said amount and in accordance with the requirements of Ind AS 109 – Financial Instruments, the Club has provided 100% Expected credit Loss / Provision against the shareable advances.

Accordingly, full provision has been created in respect of advances given by the Club to certain employees who were on strike. The matter continues to be sub judice and recovery/adjustment, if any, shall be accounted for upon final disposal of the legal proceedings.

39. Taxes

a. The disclosure relating to Income Tax expense is as under:

Income Tax Reconciliation

(Rs. in Lakhs)

Income Tax Management in Statement of Income and Expenditure	For 2015-16	For 2014-15
Current Tax	647.97	83.25
MAT Credit Entitlement	(488.51)	(40.15)
(Excess)/Short provision of income tax relating to earlier years	545.34	-
Total Income Tax Expenses	705.30	43.10
The income tax expenses for the year can be reconciled to the accounting surplus / (deficit) as follows:		
Surplus / (Deficit) before tax and after Exceptional Item	882.93	63.38
Applicable Tax rate	27.82%	27.82%
Tax using the Club's applicable tax rate	245.63	17.63
Effect of Non-deductible expenses	725.57	489.47
Effect of Non-taxable incomes	(323.29)	(443.11)
Effect of MAT Credit Entitlement	(488.51)	(40.15)
Effect of tax paid on assessments / Tax on earlier years	545.34	19.27
Total	705.30	43.10
Total Income tax expense	705.30	43.10

b. Deferred Tax:

In line with the Club's Accounting Policy for Deferred Taxes, the Net Deferred Tax Asset as at the year end, given below, arising out of the temporary differences have not been recognised in the books of accounts as a matter of prudence:

(Rs. in Lakhs)

DEFERRED TAX	For 2015-16	For 2014-15
Deferred Tax Assets		
- On account of Disallowances under the Income Tax Act, 1961	643.82	280.48
- On account of carried forward Loss	-	-
- On account of MAT Credit Entitlement (Refer Note Below)	889.51	1,128.01
Sub-Total	1,283.33	1,408.49
Deferred Tax Liabilities		
- On account of Depreciation differences	(96.74)	(292.53)
Sub-Total	(96.74)	(292.53)
Deferred Tax Assets / (Liabilities) (Net)	1,186.59	1,115.96

MAT Credit Entitlement:

The Club had an amount Rs. 1,128.01 Lakhs as MAT Credit Entitlement as on 31st March, 2025. Upon utilization of Rs. 488.50 Lakhs of the same during the current year, the Club has a balance of Rs.639.51 Lakhs as MAT Credit Entitlement as on 31st March, 2026 which has not been recognized as an asset in the Books of Accounts as a matter of prudence.

36. Contingent Liabilities not provided for:

i. Show Cause Notices received from Statutory Authorities have not been considered as contingent liability, as they are not legally tenable or enforceable.

ii. Contingent Liabilities are dependent on the outcome of court case / disposal of appeals filed before various authorities / out of court settlements and other developments, if any. No claim is expected in respect of the following items which in the opinion of the management are untenable.

	(Rs. in Lakhs)	
Particulars	As at 31st March 2025	As at 31st March 2026
1) TDS Defaults	0.95	1.99
2) Income Tax under dispute (excluding interest, penalty if any) (Refer note III below)	-	612.08
3) Employee State Insurance Corporation #	-	105.18

Employee State Insurance Corporation

During the year, the Club availed the New Amnesty Scheme – 2025 vide Headquarters Circular No. P-11/14/Amnesty Scheme/2023-Rev-II, Para A-(ii)(iv) dated 24th July 2025. As per the scheme, the employer is required to remit a contribution of not less than 30% of the assessed amount.

Pursuant to the assessment made by the Deputy Director vide letter dated 27th April 2026, the contribution payable was determined at Rs. 35.35 Lakhs excluding interest. Accordingly, suitable provision has been made in the books of account as at 31st March 2026 and the said amount was subsequently paid by the Club on 08th May 2026.

Further, vide letter dated 20th May 2026, the Deputy Director assessed interest amounting to Rs.136.74 Lakhs in respect of the above matter, for which suitable provision has also been made in the books of account as at 31st March 2026 and the said amount was subsequently paid by the club on 29th May, 2026.

iii. Income Tax under dispute (excluding interest, penalty if any)

The Club received the order from the Commissioner of Income Tax (Appeals) [CIT(A)] on 27th April 2025 dismissing the appeal filed by the Club for the assessment year 2018-19, 2019-20, 2020-21, 2021-22, 2022-23 and 2023-24 in relation to proportionate common expense disallowed under MAT. The Club has recognised provision for disputed tax (excluding interest, penalty if any) amounting to Rs. 517.94 lakhs under (Excess)/Short provision of income tax relating to earlier years in the Statement of Income and Expenditure as matter of prudence. The management, based on legal advice received, is in the process of filing appeals before the Income Tax Appellate Tribunal (ITAT) against the aforesaid orders and intends to pursue all available legal remedies.

iv. Property and Metro Tax (Provision):

(a) The Club had filed a Writ Petition No. WP 14162 of 2020 in the Hon'ble High Court of Madras challenging the Notices issued earlier by the Greater Chennai Corporation seeking payment of Property Tax by the Club for twelve identified properties, in respect of which Property Tax had been disputed by the Club, with effect from 1st April 2001.

(b) After hearing the matter on 3rd April 2023, the Hon'ble High Court of Madras had ordered that the Madras Race Club could remit an amount of Rs. 35.00 lakhs towards payment of Property Tax for the past period, calculated at the old rates towards arrears, pending reassessment by the Authorities, subject to the basis of revision basis being disclosed to the Club and the Club being given an opportunity to submit their objections, if any in respect of the Twelve identified properties under dispute.

(c) The Club, however, in the meantime, has been remitting Property Tax and Metro Tax annually in respect of twenty other identified properties of the Club, as the assessment has not been disputed by the Club.

(d) The Club had filed objections after receiving measurements from the Corporation Authorities, following a joint impertion and thereafter detailed orders were passed by the Additional Commissioner (Revenue & Finance) Greater Chennai Corporation, Chennai-600003, on 26th October, 2023, notifying the revised assessments, after granting an opportunity of hearing to the Club in respect of twelve identified properties.

(e) The Club, after receiving the Order 20/10/2023 on 1.2.2024 filed detailed objections within the stipulated time, property-wise disputing the assessment and while regarding the contention of the Club, the Corporation finally determined that an amount of Rs. 560.21 lakhs was payable by the Club towards Property Tax for twelve properties for the period from 1st April 2001 to 31st March 2025, after considering and adjusting the amount of Rs. 50 lakhs on adhoc basis paid by the Club under dispute.

(f) In terms of the Property tax determined by the Authorities an amount of Rs.382.19 lakhs was also payable towards Metro Water Tax for the period 1st October 2001 to 31st March 2025 in respect of the twelve properties. However, in relation to the properties of which assessments were not in dispute, Property Tax and Metro Water Tax have been remitted regularly on an annual basis by the Club.

(g) Thereafter, the Greater Chennai Corporation in the month of February 2026, raised a demand towards Property and Metro Tax in respect of Eleven properties (after adjusting the amount of Rs. 50 lakhs paid by the Club on adhoc basis under dispute as mentioned above against the Equine Hospital property) at the Club for the period covering 1st October 2001 to 31st March 2026, as under:-

		(Rs. in Lakhs)
Sl No	Particulars	Amount
1	Property Tax as demanded by the Greater Chennai Corporation	641.88
2	Metro Water Tax	429.51
	Total	1071.39

(h) The Club filed a Writ Petition in the Hon'ble High Court of Judicature at Madras challenging the demand dated 6th February 2026 for payment of Property Tax and W.P. No. 7185 of 2026 and W.M.P. Nos. 7930 & 7932 of 2026 which was heard by the Hon'ble High Court of Judicature at Madras on 24th February 2026.

(i) The Club contended that the Demand Notice had been issued without hearing the Club in respect of the objections filed on 12th February 2024. After hearing the matter, the Hon'ble High Court of Judicature at Madras ordered that all further recovery proceedings be kept in abeyance till further orders in terms of its initial Order dated 24th February 2026 and subsequent order dated 27th March 2026 and 10th April 2026.

(j) The matter has been listed for hearing on Friday, 12th June 2026, pending filing of the Counter by the Greater Chennai Corporation.

(k) Pending further hearing of the objections filed by the Club on 12th February 2026, the Club, as a matter of abundant caution has made a total provision of Rs. 1071.39 lakhs being Rs.197.67 lakhs created in the current year and Rs. 923.73 lakhs as on 31st March 2025, in relation to the demand of the Greater Chennai Corporation, towards payment of Property Tax and Metro Water Tax.

ix. No provision has been made in respect of the following disputed demands, since in the opinion of the Management, based on legal advice the demands would not be sustained and are sub-judice:

(Rs. in Lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Claims against the Club not acknowledged as debts:		
a) Lease Rent with respect to land occupied by the Club at Ooty (Also refer Note 1 below) - Excluding yearly accretions demanded	92,105.54	92,105.54
b) Registered Leasehold land of the Club at Chennai (Also refer Note 2):		
(i) Arrears of revised lease rent as demanded on 31st August, 2017 - from 01.07.1974 to 30.06.2004	73,086.81	73,086.81
(ii) Arrears of revised lease rent from 01.07.2004 till March 2023	12,38,135.24	12,38,135.24
c) GST Demand including penalty (in Ooty lease rentals for the period 25.01.2018 to 30.06.2023) (Also refer Note 3)	12,168.40	12,168.40
d) Speech Circuit Charges demanded by BSNL (Also refer Note 4)	65.60	65.60

Note 1 - Lease Rent of Land taken on lease by the Club at Ooty – Rs. 92,105.54 Lakhs:

The Club's lease agreement with the Government of Tamil Nadu for the property at Ooty of 52.34 A/18 acres (wherein the activities of the Club had been conducted) had expired in the year 1970, and this lease agreement was not renewed. The Club had continued to have possession of the property till June 2024 and was receiving demands towards arrears of lease rentals for past several years, in respect of which the Club's petitions were pending before the Madras High Court. The petitions of the Club towards arrears of lease rentals were dismissed by the Madras High Court during the previous year, and the club had also appealed before the Supreme Court.

The Ooty Collector's Office issued a Show Cause Notice dated 4th July, 2024 to the Club and resumed the entire Ooty property along with the Club's movable and immovable assets located in the said premises. The Supreme Court in its order dated 30th August 2024 permitted the Club to respond to the aforementioned Show Cause Notice and held that the arrears of lease rent will then be adjudicated by due process, by the competent Authority of the Government.

Based on the above Supreme Court direction, the Club is awaiting the appointment of the competent Adjudicating Authority to submit a suitable response to the Show Cause Notice. Further, the Club has also received a fresh demand Order from the Duty Collector's Office to pay the lease rent arrears dated 20th September, 2024, in respect of which a petition has been filed before the Madras High Court.

Considering the aforesaid facts, including the appointment of the competent Adjudicating Authority being pending, and based on the legal opinion obtained by the Club, the management is of the view that, pending final adjudication of the matter and in light of the steps being undertaken by the Club to secure permission to conduct Horse Racing activities at Ooty, no provision is presently required to be recognised in respect of the disputed lease rental demands.

Note 2 - Lease rent of Land taken on lease by the Club at Guindy, Chennai – Rs.13,11,222.05 Lakhs:

a) The Club had entered into a lease agreement dated 8th March 1946 with the Governor of Madras (presently the Government of Tamil Nadu) granting leasehold rights over land situated at Guindy, Chennai for a period of 59 years commencing from 1st April 1945 and expiring on 31st March 2044.

b) In accordance with Government Letter No. A2/2094/90 dated 14th February 2003, the Club had remitted lease rentals including an advance payment of Rs. 0.25 Lakhs covering the lease period from 1st May 2004 to 30th April 2044.

c) During August 2017, the Tahsildar, Velachery Taluk, Chennai, Government of Tamil Nadu issued a demand towards revised lease rentals retrospectively effective from 1st July 1974 amounting to ₹23,084.81 lakhs for the period up to 30th June 2004, purportedly based on the principles contained in Government Order No.3947 dated 15th December 1970, providing for revision of lease rentals at 14% of the prevailing market value of the land.

d) The Club disputed the aforesaid retrospective and substantial revision in lease rentals and challenged the same by filing Writ Petitions before the Hon'ble High Court of Madras. The Hon'ble High Court of Madras, vide its common order dated 29th March 2023, dismissed the Writ Petitions and directed the Club to settle the arrears of revised lease rentals, failing which execution proceedings could be initiated by the Government.

e) The aforesaid order of the Hon'ble High Court further directed issuance of demand notices for arrears of revised lease rentals for the period from July 2004 to March 2023 amounting to ₹12,88,135.24 lakhs (approximately calculate before the court). However, as at the reporting date, no formal demand order in respect of the aforesaid amount has been issued on the Club.

- f) Aggrieved by the aforesaid order dated 29th March 2023, the Club filed Writ Appeals being W.A. Nos. 890, 897 and 898 of 2023 before the Division Bench of the Hon'ble High Court of Madras. The Hon'ble Division Bench granted interim protection directing maintenance of status quo and the said appeals are pending adjudication.
- g) Pending disposal of the aforesaid proceedings and notwithstanding that the original lease period remains valid up to 31st March 2044, the Government of Tamil Nadu issued G.O.(Ms) No.343 dated 8th September 2024, while purporting to terminate the lease invoked certain clauses of the lease agreement and Revenue Standing Order 24& alleging violations of lease conditions.
- h) On 8th September 2024, activities of the Club were temporarily suspended due to intervention by the Government authorities. Though access to the entire premises was later restored, formal orders resuming possession were served by the Government on the Club on 10th September, 2024 by both the Revenue Department and the District Collector.
- i) The Club thereafter initiated appropriate legal proceedings before the Hon'ble High Court of Madras challenging the validity of the termination of lease, resumption of possession proceedings and the consequential interference with the Club's operations and rights over the leasehold property.
- j) During the course of the proceedings, the Civil Suit filed by the Club challenging the lease termination was heard by the Hon'ble High Court of Madras on 2nd July 2025 and 4th July 2025 in D.A. Nos. 401 and 402 of 2025 and A. Nos. 2017, 2038, 2039 and 2094 of 2025 in C.S. No.81 of 2025. Vide order dated 4th July 2025, the Hon'ble High Court observed that serious disputes existed regarding possession of the land and accordingly directed parties to maintain status quo while permitting the Horticulture Department to receive tender documents without creating third party rights.
- k) Subsequently, the applications filed by the Club seeking interim relief and the applications filed by the Government seeking vacation of the status quo order and rejection of the plaint were heard by the learned Single Judge on 18th August 2025, following which orders were reserved.
- l) Thereafter, the Government preferred an Original Side Appeal before the Hon'ble High Court of Madras contending that continuance of the status quo order was adversely impacting public interest projects including strengthening and development of ponds and development of the proposed eco-park.
- m) Vide order dated 22nd October 2025 in O.S.A. No.315 of 2025, the Hon'ble Division Bench of the High Court of Madras modified the earlier status quo order and permitted the Government



to proceed with works relating to strengthening and development of ponds and implementation of public interest projects including the proposed eco-park, while directing the Club not to obstruct such activities.

(i) The Club challenged the aforesaid order before the Hon'ble Supreme Court of India by way of Special Leave Petition No.31175 of 2025. The Hon'ble Supreme Court, while declining to interfere with the order of the Hon'ble High Court, clarified that the liberty granted to the State shall only enable execution of works required for the eco-park project and that such actions shall remain subject to final adjudication of the disputes pending before the Hon'ble High Court.

(ii) Thereafter, the Hon'ble Division Bench of the High Court of Madras further heard the matter on 5th November 2025 and stayed further proceedings before the learned Single Judge pending disposal of O.S.A. No.335 of 2025.

(iii) Subsequently, vide detailed order dated 23rd November 2025 in O.S.A. No.335 of 2025 and C.M.P. No.2507 of 2025, the Hon'ble Division Bench recognized the overarching public interest involved in the pond development and eco-park projects intended for flood mitigation, environmental protection, pollution reduction, ecological preservation and tourism development and accordingly permitted the Government to continue and proceed with such projects in the subject land.

(iv) In the meantime, during October 2025, the Government of Tamil Nadu commenced various activities in the subject land including inauguration of a horticulture nursery, tree plantation initiatives and fund-strengthening works connected with the proposed eco-park project over approximately 118 acres of land comprising portions housing the race track, walking rings, swimming pool and other facilities of the Club.

(v) Further, on 31st October, 2025, the Department of Horticulture and Plantation Crops, Government of Tamil Nadu, restricted access to the aforesaid 118 acres by locking the entry gates to the premises thereby effectively preventing movement of race horses, trainers, employees and associated personnel into the race course premises and restricting racing, training and allied activities of the Club at Chennai Racecourse.

(vi) In view of the aforesaid developments and restrictions imposed by the Government authorities, the Club was compelled to suspend racing activities at the Guindy Race Course, Chennai with effect from 1st November 2025.

(vii) Simultaneously, the Club also engaged in discussions with the Government of Tamil Nadu with respect to: (i) facilitating harmonious coexistence of the racecourse and the proposed eco-park project within the subject land; (ii) relocation of racing activities to alternate Government land; and (iii) permitting the Club to continue hosting income-generating and allied activities in portions of land and enclosures presently under physical possession of the Club beyond the 118 acres occupied by the Government.

of The Record of Rights maintained by the Revenue Department, Government of Tamil Nadu presently reflects entitlement over approximately 118 acres in favour of the Department of Horticulture and Plantation Crops, Government of Tamil Nadu and approximately 22.01 acres in the possession of the Club.

- (v) Based on legal opinions obtained by the Club and having regard to:
- the interim and evolving nature of judicial orders passed from time to time;
 - the absence of final adjudication regarding validity of the lease termination and quantum of lease rental liabilities;
 - the continuing negotiations and discussions with the Government of Tamil Nadu and the significant uncertainties surrounding enforceability, crystallisation and quantification of the claims,

the management is of the view that no present obligation requiring recognition of provision presently exists in respect of the disputed lease rental demands aggregating to ₹13,11,223.05 lakhs. Accordingly, the same has been disclosed as a contingent liability in the financial statements. However, the management shall continue its efforts to resume the racing activities and regain the possession of the Assets.

Note 3 - GST Demand on Outy lease rentals for the period 25.01.2018 to 30.06.2023 (including penalty) - Rs. 12,158.40 Lakhs :

(a) During the previous year, the Club had received a Show Cause Notice from the GST Department demanding GST liability of Rs. 6,084.20 lakhs under the Reverse Charge Mechanism (RCM) in respect of renting of land from the Government of Tamil Nadu at Outy for the period from 25.01.2018 to 30.06.2023. The Joint Commissioner of GST and Central Excise, Chennai, had also confirmed demand of applicable interest and imposed a penalty of Rs. 6,084.20 lakhs.

(b) Against the said Order, the Club had filed a Writ Petition before the Hon'ble Madras High Court contending, inter alia, that there was no supply of service as the lease itself had expired and that the lease arrears were yet to be determined by the competent adjudicating authority. The Hon'ble Madras High Court had granted stay of the Order subject to deposit of Rs. 300 lakhs, which has been complied with by the Club.

(c) There has been no further material development in the matter during the current year and the matter continues to remain sub judice before the Hon'ble Madras High Court. In view of the above and pending final adjudication, the Club continues to be of the opinion that no provision is required in respect of the aforesaid demand.

Note 4 - Demand by BSNL towards Speech Circuit Charges :

A dispute exists between the Club and Bharat Sanchar Nigam Limited (BSNL) regarding the tariff classification of three Speech Circuits connecting Chennai with Mumbai, Hyderabad, and Bangalore. BSNL classified these as a "Closed User Group" attracting higher charges, whereas the Club contended they constitute a "point-to-point service" as the Club owns both ends of the circuits.

The Arbitrator passed an award dated November 10, 2023, in favor of BSNL, upholding a total claim of Rs. 65.59 lakhs (comprising a principal demand of Rs. 65.55 lakhs and a surcharge of Rs. 4,000) across three specific circuits (SP 107, SP 181, and SP 547). BSNL has filed an Execution Petition (E.P. No. 1041 of 2025) before the IX Assistant City Civil Court, Chennai, to execute the award.

The Club has challenged the arbitral award before the Hon'ble High Court of Madras (Petition No. 526 of 2025 and Application No. 4287 of 2025) under Section 34 of the Arbitration and Conciliation Act, 1996. The challenge is primarily based on the ground that the arbitrator was appointed unilaterally by BSNL, violating established Supreme Court precedents (*Perkins Eastman and Central Organization for Railway Electrification*).

The Hon'ble High Court of Madras vide its order dated 28th August 2025, has granted an interim stay on the operation of the impugned arbitral award until further orders. Consequently, no provision has been made in the accounts, and the matter continues to be disclosed as a contingent liability.

vi. Gratuity To Race day Employees :

41 Race Day employees have filed an application individually before the Controlling Authority, Payment of Gratuity Act, 1972 seeking payment of gratuity from the date of appointment. The matter is being contested by the Club disputing the claim in the absence of submission of details by the former race day employees relating to date of appointment, age, and date of retirement/resignation in the Club. In the circumstances and pending adjudication of the Claim, the amount is not determinable.

vii. Revision of Wage :

The Case filed by 110 former temporary watchmen for reinstatement and for revision of wages has been disposed off by the Labour Court in favour of the petitioners. The Club has filed a writ petition before the Hon'ble Madras High Court, and the liability on this count can only be ascertained on the outcome of the Writ petition filed, based on the manner and extent of relief.

viii. Enhanced Compensation:

The Order of the Special Tahsildar CMIL dated 14.12.2011 awarding (Award No.5) a compensation of Rs.40/40 lakhs to the Club for a total area of 1625 Sq.ft acquired from the Club adjoining the Guindy Lodge, has been challenged by the Club before the Vth Add. City Civil Judge, under the following plea:

- 1) Enhancing the compensation from Rs. 7852/- per sq.ft to Rs.40,000/- per sq.ft including escalation cost.
- 2) Additional compensation for special locational advantages of Rs.40,000/- per sq.ft.
- 3) 12% additional Market Value per annum from the date of Notification.
- 4) Solatium of 20% and with interest at 9% from the date of Award.

37. New Wage Code – 2019 :

The Government of India has consolidated 29 existing labour laws into four new Labour Codes effective 21st November, 2025. Evaluating currently available information alongside guidance from the Institute of Chartered Accountants of India (ICAI), the Club has assessed that the impact on its financial statements for the year ended 31st March, 2026 is not material.

38. Exceptional Item

The Club has recognised and written-off of Rs. 733.83 lakhs in respect of Property, Plant and Equipment's located at its Ooty premises and Rs. 115.36 lakhs in respect of Property, Plant and Equipment's located at its Chennai premises consequent to Government actions affecting possession and restrictions in use of the properties and the resulting uncertainty regarding the future economic benefits expected from such Property, Plant and Equipments. In view of the exceptional nature said amount has been disclosed as an Exceptional Item in the Statement of Income and Expenditure.

39. Capital Commitments:

	(Rs. in Lakhs)	
	As at 31st March 2024	As at 31st March 2023
Estimated amount of contracts remaining to be executed on capital accounts net of advance.	-	8.34

40. Foreign Exchange Transactions

a. Income earned and Expenditure incurred in foreign currency

(Rs. in Lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Income		
Broadcasting licence and Technical Fee Income	14.97	88.99
Expense		
Sample Testing Expenses	7.35	66.29
Berlinger Kit Purchase	-	7.40
International Federation of Horse Racing Membership	13.45	4.07
Asian Racing Federation - Membership	-	17.85
ISHV Membership subscription	0.02	-

b. Unhedged foreign currency exposure

The Club has not taken any derivative instrument during the period and there is no derivative instrument outstanding as at year end. The foreign currency exposures that are not hedged by a derivative instrument or otherwise as at 31st March, 2026 and 31st March, 2025 are as follows: -

Particulars	Amount in	Amount in Local	Amount in	Amount in Local
	Foreign Currency (USD)	Currency (Rs. in Lakhs)	Foreign Currency (USD)	Currency (Rs. in Lakhs)
	As at 31st March 2026		As at 31st March 2025	
Payable	-	-	5,258	4.49
Receivable	-	-	29,088	24.85

41. Prepaid Lease Rent

The Lease Rent demanded by Tamilnadu State Government as laid out in the Lease agreement has been paid in the year 2003 and accounted as under:

Lease Rent Paid in the year 2003	Rs. 11,898	For 41 Years
Unexpired Lease Term as prepaid lease rent.	Rs. 14,004	For 18 Years

Other than the above, there are no material leases.

Also refer Note No.36 regarding Lease Rental demand made by the Government of Tamilnadu.

42. Corporate Social Responsibility (CSR) Expenditure - (Pursuant to Section 135 of Companies Act, 2013 read with relevant schedules and rules made thereunder)

Particulars	As at 31st March 2024 (Rs. in Lakhs)	As at 31st March 2023 (Rs. in Lakhs)
Gross Amount Required to be Spent	Nil	Nil
Amount Spent During the Year	Nil	Nil
Shortfall at the end of the Year	Nil	Nil
Total of Previous Years Shortfall	Nil	Nil
Reason for Shortfall	NA	NA
Nature of CSR Activities	NA	NA
Details of related party transaction	NA	NA

43. Disclosure under the Micro, Small and Medium Enterprises Act

The information as required under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Club and has been relied upon by the auditors.

(Rs. in Lakhs)

Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
Principal amount due	13.40	42.23
Amount of interest due and payable where principal has already been paid but the interest has not been paid	Nil	Nil
Amount of interest accrued and remaining unpaid at the end of the period	Nil	Nil
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under Section 23 of the Act	Nil	Nil



44. Additional regulatory information as required under Companies Act 2013

a. Capital Work In Progress (CWIP)

There are no projects whose completion is overdue or has exceeded its cost compared to its original plan. The details of CWIP are as under:

As at 31st March 2025 (Rs. in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

As at 31st March 2025 (Rs. in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Projects in progress	20.23	-	-	-	20.23
Projects temporarily suspended	-	-	-	-	-
Total	20.23	-	-	-	20.23

The Club did not hold any intangible assets under development as at March 31, 2025 and March 31, 2025.

b. Trade Payables Aging Schedule

As at 31st March 2025 (Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment / date of transaction						Total
	Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	13.40	-	-	-	13.40
(ii) Others	60.71	-	186.91	176.72	36.95	132.40	593.79
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
Total	60.71	-	199.71	176.72	36.95	132.40	606.59



As at 31st March 2025

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment / date of transaction						Total
	Unbilled	Not due	Up to 30 days / 1 year	1-3 years	3-5 years	More than 5 years	
(i) MSME	-	-	42.22	-	-	-	42.22
(ii) Others	85.07	-	924.82	98.20	42.39	89.22	1,239.78
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
Total	85.07	-	967.05	98.20	42.39	89.22	1,202.02

b. Trade Receivables Ageing Schedule As at 31st March 2025

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment / date of transaction						Total
	Not due	Less than 3 months	3 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables considered good	-	42.20	1.66	-	-	-	42.85
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	12.31	(6.64)	157.83	33.13	81.36	201.28
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
Unbilled receivables	-	-	-	-	-	-	-
Less: Allowance for doubtful trade receivable	-	(12.31)	(6.64)	(157.83)	(33.13)	(81.36)	(291.28)
Total	-	42.20	1.66	-	-	-	42.85

Trade Receivables Aging Schedule As at 31st March 2025
(Rs. In Lakhs)

Particulars	Outstanding for following periods from date due at payment / date of transaction						
	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables — considered good	-	533.16	16.56	33.03	8.77	20.46	611.98
(ii) Undisputed Trade Receivables — which have significant increase in credit risk	-	-	0.01	5.47	3.60	20.81	29.91
(iii) Undisputed Trade Receivables — credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables — considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables — which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables — credit impaired	-	-	-	-	-	-	-
Unbilled receivables	-	-	-	-	-	-	-
Less : Allowance for doubtful receivable	-	-	(0.03)	(5.47)	(3.60)	(20.81)	(29.91)
Total		533.16	16.56	33.03	8.77	20.46	611.98

Additional regulatory information required to be disclosed as per amendments in Schedule III:
A. Balance Sheet

i. Title deed of immovable property not held in the name of the Club. (other than lease)	The Club does not own any immovable property (other than properties where the Club is the lessee and the lease agreements are duly executed in favour of the lessee) the title of which is not held in the name of the Club as at 31st March, 2026 and 31st March, 2025.
ii. Fair value of investment property	The Club does not hold any investment property as at 31st March, 2026 and 31st March, 2025.
iii. Revaluation of Property, Plant and Equipment	The Club has not revalued any of its Property, Plant and Equipment as at 31st March, 2026 and 31st March, 2025.
iv. Revaluation of Intangible Asset	The Club has not revalued any of its Intangible Assets as at 31st March, 2026 and 31st March, 2025.
v. Loans and advances to related parties	The Club has not granted any loans or advances in the nature of loans to promoters, Directors, KMPs and related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, either repayable on demand or without specifying any terms or period of repayment.
vi. Capital Work-in-Progress	Disclosed in Note No. 44(a)
vii. Intangible assets under development	The Club did not hold any intangible assets under development as at 31st March, 2026 and 31st March, 2025.
viii. Details of Benami Property held	The Club did not hold any Benami Property as at 31st March, 2026 and 31st March, 2025, and there are no proceedings initiated against the Club as at 31st March, 2026 and 31st March, 2025.
ix. Borrowings from Banks / financial institution against security of current assets	The Club has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets at any point of time during the year.
x. Willful Defaulter	The Club has not been declared as a willful defaulter by any bank or financial institution or other lender.
xi. Relationship with Struck off Companies	The Club has not had any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
xii. Registration of charges or satisfaction with ROC	There are no charges or satisfactions yet to be registered with the Registrar of Companies beyond the statutory period.



iii. Analytical Ratios

Sl. No.	Level of Measurement	Description of Measurement Ratio	Definition	Year 2018 (Actual)	Year 2017 (Actual)	Variance	Reason for change
(a) Current ratio	Times	Current assets	Current liabilities	14.51	11.05	35%	Improved due to lower trade payables consequent to the suspension of the on-course racing events
(b) Debt-equity ratio	Times	Borrowings - Short-term and long-term	Shareholder's funds	NA	NA		
(c) Debt service coverage ratio	Times	EBIT + Non cash expenses (e.g. Depn) + Interest on borrowings + other adjustments like loss on sale of fixed assets	Interest + instalments of schedule of term loan repayments	NA	NA		
(d) Return on equity ratio	%	PAT Preference dividend	Equity Shareholder's funds	NA	NA		
(e) Inventory turnover ratio	Times	Sales (product sales)	Average inventory $(\text{Op. Inv} + \text{Cl. Inv})/2$	7.99	10.03	-20%	
(f) Trade receivables turnover ratio	Days	Credit sales	Average accounts receivable $(\text{Op. Rec} + \text{Cl. Rec})/2$	11.14	12.07	-14%	

Key Ratio	Unit	Description of Numerator	Description of Denominator	Rate 31st March 2024	Rate 31st March 2023	Change %	Reasons for change
(g) Trade payables turnover ratio	Days	Credit purchases	Average accounts payable (Op. pay + Cl. pay)/2	2.78	5.21	-47%	Decreased due to lower credit purchases of fodder, medicine, and racing expenses relating to on-course racing events during the year.
(h) Net capital turnover ratio*	Times	Revenue from operations	Net assets/ Working Capital	NA	NA		
(i) Net profit ratio	Ratio	Profit after tax	Revenue from operations	4.85%	0.30%	1347%	Improved due to savings in state expenses following suspension of on-course racing events during the year.
(j) Return on capital employed*	on %	EBIT	Capital employed (Total assets - current liabilities)	NA	NA		
(k) Return on investment*	on %	Profit after tax	Share capital	NA	NA		

* As the Club is registered under Section 25 of the erstwhile Companies Act, 1956 (corresponding Section 8 of the Companies Act, 2013), being a not for profit organisation and having no Equity Capital, the disclosure of ratios applying the equity capital is not applicable to the entity.

iv. Compliance with approved scheme(s) of arrangement	There has been no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
B. Statement of Income and Expenditure	
i. Grants or Donation received	The Club did not received any grant or donation during the year.
i. Undisclosed Income:	There have been no transactions not recorded in the books of account which have been surrendered or disclosed as income during the year. There has also not been any previously unrecorded income or related assets.
ii. Corporate Social Responsibilities (CSR)	Disclosed in Note No.42
iii. Details of Crypto Currency or Virtual Currency	During the year the Club did not deal with any crypto or virtual currencies.

45. The Club is in the process of tagging its Property, Plant and Equipment's and undertaking periodic physical verification of such assets vis-à-vis the Register, including its landed properties.

46. (a) No funds have been advanced or loaned or invested (either from borrowed funds or any other sources or kind of funds) by the Club, during the year, to or in any other person(s) or entity(ies), including foreign entities ("intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Club ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



Notes





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