



HYDERABAD RACE CLUB

53rd Annual Report 2023 - 24





Board of Directors (Stewards):

Mr. R Surender Reddy, Chairperson
DIN: 00083972

Mr. Ananth Kishen Rao
DIN: 01718621

Mr. P Anil Kumar Kishen
DIN: 00350966

Col S B Nair
DIN: 00534863

Mr. Hari Kishen Gupta
DIN: 01842810

Mr. V Krishna Das
DIN: 00377003

Mr. Manish Jaiswal
DIN: 09730479

Mr. N.V.R. Narasimha Reddy
DIN: 09244602

Mr. R. Raghuram Reddy
DIN: 00832413

Mr.P.S.Reddy
DIN: 00025151

Mr. D Bharat Bhushan Reddy
DIN: 10341275

**Chief Financial &
Administration Officer:**

Mr. Pottapu Venkata Reddy

Auditors:

Sekhar & Co.,
Chartered Accountants,
133/4, Rashtrapathi Road
Secunderabad 500 003
Firm Reg No.003695 S

M Bhaskara Rao & Co.,
Chartered Accountants
5-D,5th Floor, Kautilya,
6-3-652, Somajiguda,
Hyderabad – 500 082
Firm Reg No.000459 S

Internal Auditors:

P. Ramakrishna & Co.,
Chartered Accountants
2-2-1130/19/5d, Sivam Road,
Vidya Nagar, Hyderabad - 500 044

Bankers:

Kotak Mahindra Bank Limited
Axis Bank Limited
HDFC Bank Limited
RBL Bank limited
Equitas Small Finance bank

State Bank of India
IDFC First Bank
Bandhan Bank
Yes Bank Limited

Registered Office:

Race Course, D.No. 16-10-1/A/1,
Malakpet, Hyderabad – 500 036
☎ : 040 – 2454 9491, 2454 9159
E-mail: coo@hydraces.com
Web Site: www.hydraces.com
CIN: U92411TG1971NPL001403



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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the 53rd Annual General Meeting (AGM) of the Members of **HYDERABAD RACE CLUB (“HRC”)** (CIN: U92411TG1971NPL001403) will be held on Saturday, 24th August 2024 at 02-30 P.M. at the registered office of the HRC situated at D.No.16-10-1/A/1, Malakpet, Hyderabad, Telangana 500036 and also through Video Conferencing (“VC”) facility/ Other Audio-Visual Means (“OAVM”) to transact the following business.

1. To receive, consider and adopt the Audited Balance Sheet, Statement of Income & Expenditure and Cash Flow Statement for the year ended March 31, 2024, along with the Reports of Directors and Auditors thereon and in this regard to pass the following resolution as *Ordinary Resolution*.

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

2. **Re-appointment of Statutory Auditors**

To appoint the Auditors and fix their remuneration and in this regard to pass, with or without modification(s), the following resolution as on Ordinary Resolution:

“RESOLVED THAT pursuant to section 139 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, consent of the members of the Club be and is hereby accorded for the reappointment of M/s. M. Bhaskara Rao & Co., Chartered Accountants, Hyderabad (FRN: 0004595S) and M/s. Sekhar & Co., Chartered Accountants, Secunderabad (FRN 003695S) as the joint Statutory Auditors of the company to hold office from the conclusion of this 53rd Annual General Meeting till the conclusion of 58th Annual General Meeting to be held in the financial year 2029.”

RESOLVED FURTHER THAT the Board be and is hereby authorised to fix the remuneration from time to time, including reimbursement of out-of-pocket expenses incurred in connection with the audit of the Club.”

3. To Elect/Re- appoint Mr Ananth Kishen Rao, Director (Steward) (DIN: 01718621) who retires by rotation and being eligible offers himself for re-appointment by election process.
4. To Elect/Re- appoint Mr Manish Jaiswal, Director (Steward) (DIN: 09730479) who retires by rotation and being eligible offers himself for re-appointment by election process.
5. To Elect/Re- appoint Mr Raghuram Reddy Ramasahayam (DIN: 02431417), Director (Steward) who retires by rotation and being eligible offers himself for re-appointment by election process.
6. To Elect/Re- appoint Mr Seshadri Reddy Pochana (DIN: 00025151), Director (Steward) who retires by rotation and being eligible offers himself for re-appointment by election process.
7. To Elect/ Appoint Mr Rajesh Ramalingam (DIN: 06396083) as a Director (Steward) by election process.

**By Order of the Board of Stewards
For Hyderabad Race Club**

Pottapu Venkata Reddy
Chief Financial & Administration Officer

Place: Hyderabad
Date: 18.07.2024

Registered Office : No. 16-10-1. A/1,
Malakpet, Hyderabad,
State of Telangana, India- 500036.
CIN : U92411TG1971NPL001403
Telephones : 040-24549491/2
E-Mail : coo@hydraces.com
Website : www.hydraces.com



NOTES

1. The Ministry of Corporate Affairs (“MCA”) has vide its General Circular No.9/2023 dated 25 September 2023, read with other Circulars dated 28 December 2022, 5 May 2022, 5 May 2020, 13 April 2020 and 8 April 2020 (collectively referred to as “MCA Circulars”) and Ministry’s General Circular No.14/2020 dated 08.04.2020, General Circular No. 03/ 2022 dated 05.05.2022 and General Circular No. 11 /2022 dated 28.12.2022 decided to allow companies to conduct their AGMs and EGMs through Video Conference (VC) or other Audio Visual Means (OAVM) or transact items through the postal ballot in accordance with framework provided in the aforesaid Circulars up to 30th September, 2024.
2. To support the ‘Green Initiative,’ members who have not yet registered or updated their email addresses are requested to register with the HRC by sending their details to coo@hydraces.com.
3. Members are requested to email coo@hydraces.com any changes to their name, postal address, email address, telephone/ mobile numbers, and Permanent Account Number (PAN).
4. Members intending to ask any questions at the AGM are requested to submit such questions in writing or through E-Mail to the Chief Operating Officer at least 10 (Ten) days in advance before the Meeting, i.e. on or before **August 14, 2024**, addressed to
The Chief Operating Officer (Election),
Hyderabad Race Club
D. No. 16-10-1/A/1, Race Course Road, Malakpet,
Hyderabad - 500036, Telangana State
Email ID: coo@hydraces.com
5. **Speaker Registration during 53rd AGM Session:** Members who would like to express their views during the 53rd AGM 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. The Speaker registration should be submitted in writing or through E-mail to the Chief Operating Officer at least 10 days in advance before the AGM, i.e. on or before **August 14, 2024** (date). Only those Members who have registered themselves as a speaker will be allowed to express their views/ask questions during the 53rd AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time appropriate for the AGM’s smooth conduct. However, the company reserves the right to allow the members who have not registered themselves as speakers depending upon the availability of time at the AGM, Chairman on his own discretion may allow such unregistered members to speak.
6. Members may note that the Notice and Annual Report for the financial year 2023-2024 will also be available on the Company’s website <http://www.hydraces.com>.
7. Disabled Members and Outstation 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 Company.
8. The facility for joining the meeting shall be kept open 15 minutes before the scheduled start time and shall be closed 15 minutes after the scheduled time expires.
9. The Board of Stewards reserves the right to modify/alter the election process from time to time and the same will be communicated to the members either by post or electronic means.
10. The club has decided to avail the services of Central Depository Services (India) Limited (“CDSL”) for providing an E-Voting platform for the purpose of elections for Disabled and outstation members.
11. Mr P Surya Prakash, Company Secretary in Whole-Time Practice of SPP & Associates, Company Secretaries, Hyderabad and Mr D Raghavendar Rao, Company Secretary in Whole-Time Practice of Ahaladarao V & Associates, Company Secretaries, Hyderabad have been appointed as the Scrutinizers to scrutinize the E-Voting and Poll process in a fair and transparent manner.
12. CDSL will be sharing the login credentials and instructions for e-voting to the disabled and outstation members who have raised a request up to August 09, 2024, 05.00 PM.



13. Disabled and Outstation Members are requested not to forward the e-mails received to anyone and are requested to cast their votes themselves. In case of any queries, CDSL can be reached at helpdesk.evoting@cdslindia.com or Mr Nitin Kunder at 022- 23058738 and Mr Rakesh Dalvi at 022-23058542/43.
14. The scrutinizers are entitled to obtain IP addresses (Systems from where e-voting was done) from CDSL in case of any complaints or malpractices.
15. Members are requested to kindly take note of the following dates:

a)	Last date of receipt of E-Voting request from outstation members and other members who are disabled	:	05.00 PM, Friday, 09 th August, 2024
b)	Date and time of Commencement of E-Voting (For outstation members and other members who are disabled based on their request)	:	09.00 AM, Wednesday, 21 st August 2024
c)	Date and time of Conclusion of E-Voting (For outstation members and other members who are disabled based on their request)	:	05.00 PM, Friday, 23 rd August 2024
d)	Date of AGM	:	02.30 PM, Saturday, 24 th August 2024
e)	Date and Time of polling	:	03.00 PM to 06.00 PM on Saturday, 24 th August 2024

16. Members who have participated in E-Voting are not entitled to vote in the venue voting to be held on the date of the AGM from 03.00 PM to 06.00 PM in the club's premises.
17. After verifying the voting data received from the CDSL, the scrutinizer shall allow only those members who have not participated in the E-Voting to participate in venue voting.
18. Disabled and Outstation Members are encouraged to join the Meeting through Laptops / IPads for a better experience.
19. Further Members will be required to allow Cameras and use the Internet at a good speed to avoid any disturbance during the meeting.
20. Please note that Participants Connecting from Mobile Devices or Tablets or through laptops connecting via Mobile hotspots may experience Audio/Video loss due to Fluctuations in their respective network. Therefore, Stable Wi-Fi or LAN Connection is recommended to mitigate any aforesaid glitches.
21. The instructions for joining the AGM through Zoom and E-Voting are as follows:



INSTRUCTIONS FOR JOINING THE AGM

Below is the AGM Meeting ID which needs to be entered as per the instructions given:

Meeting ID:

Passcode :

1. Using Zoom Application on Desktop / Laptop

1. Open the Zoom desktop client.
2. Join a meeting using one of these methods:
 - Click **Join a Meeting** if you want to join without signing in.
 - Sign in to Zoom then click **Join**.
3. Enter the meeting ID number (which is given on top) and your display name in accordance with the registered membership name with the Club
 - If you're signed in, change your name to the registered membership name with the Club
 - If you're not signed in, enter a display name.
4. Select if you would like to connect audio and/or video and click **Join**.

2. Using Android Mobile

1. Open the Zoom mobile app. You can download the Zoom mobile app from the Google Play Store if you have not downloaded it yet.
2. Join a meeting using one of these methods:
 - Tap **Join a Meeting** if you want to join without signing in.
 - Sign in to Zoom then tap **Join**.
3. Enter the meeting ID number (which is given on top) and your display name in accordance with the registered membership name with the Club
 - If you're signed in, change your name to the registered membership name with the Club
 - If you're not signed in, enter a display name.
4. Select if you would like to connect audio and/or video and tap **Join Meeting**.

3. Using Web browsers

Google Chrome

1. Open Chrome.
2. Go to join.zoom.us.
3. Enter your meeting ID provided by the host/organizer (which is given on top).
4. Click **Join**.
 - If this is your first time joining from Google Chrome, you will be asked to open the Zoom client to join the meeting.
 - You can check **Always open these types of links in the associated app** to skip this step in the future.
 - Click **Open Zoom Meetings** (PC) or **Open Zoom.us** (Mac).

Safari

1. Open Safari.
2. Go to join.zoom.us.
3. Enter your meeting ID provided by the host/organizer (which is given on top).
4. Click **Join**.
5. When asked if you want to open zoom.us, click **Allow**.



Microsoft Edge or Internet Explorer

1. Open Edge or Internet Explorer.
2. Go to join.zoom.us.
3. Enter your meeting ID provided by the host/organizer (which is given on top).
4. Click **Join**.

Mozilla Firefox

1. Open Firefox.
2. Go to join.zoom.us.
3. Enter your meeting ID provided by the host/organizer (which is given on top).
4. Click **Join**.
 - If this is your first time joining from Firefox, you may be asked to open Zoom or the Zoom installer package.
 - To skip this step in the future, check **Remember my choice for zoom meeting links**.

4. Through Email

Zoom Meeting Link will also be sent to the email id's of the members who has registered their email id's with the Club.

Click the join link in your email or calendar invitation.

Join Zoom Meeting
<https://join.zoom.us>

Meeting ID:

Passcode :

5. Instructions for e-voting:

1. In compliance with the provisions of Section 108 of the Act, read with Rules made thereunder, the Hyderabad Race Club is offering e-voting facility to all Members of the Hyderabad Race Club who requested for remote voting facility. Members can cast their vote online from 10.00 A.M. (IST) on Wednesday, 21st August, 2024, till 5.00 p.m. (IST) on Friday, 23rd August, 2024. At the end of remote e-voting period, the facility shall forthwith be blocked.
2. The Members who have cast their vote by remote e-voting prior to the AGM may also attend /participate in the AGM through VC/OAVM, but shall not be entitled to cast their vote again.
3. The procedure and instructions for e-voting are as follows:-
 - i. The members should login to CDSL's e-voting website www.evotingindia.com
 - ii. Click on Shareholders/Members.
 - iii. Now enter your User ID - XXXXXX.
 - iv. Next enter the Image Verification as displayed and Click on Login
 - v. Enter your password – XXXXXX
 - vi. Click on the EVSN of HYDERABAD RACE CLUB
 - vii. On the Voting Page, the names of the six contestants will be displayed and a radio button aside each name will also be displayed. Members may select up to four members by clicking the respective radio buttons.



- viii. After selecting, click on the “SUBMIT” button. A confirmation box will be displayed. Click on “OK” to confirm or “CANCEL” to go back and modify the vote
 - ix. Once “CONFIRM”, modification is not allowed
 - x. Members can take print of their voting by clicking on the “Click here to print” option on the Voting page.
 - xi. In case Members have any queries or issues regarding e-voting, write an email to helpdesk. evoting@cdslindia.com.
4. The Committee of Management of Hyderabad Race Club has appointed Mr. Ajay Vemuri, 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 AGM of the Hyderabad Race Club.
 5. Subject to receipt of requisition number of votes, the resolutions shall be deemed to have been passed on the date of the AGM.

**By Order of the Board of Stewards
for HYDERABAD RACE CLUB**

Pottapu Venkata Reddy
Chief Financial & Administration Officer

Place: Hyderabad
Date: 18.07.2024



**BOARDS (STEWARDS) REPORT OF THE HYDERABAD RACE CLUB
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024**

To
The Members,
Hyderabad Race Club
Hyderabad

Your Directors (Stewards) have pleasure in presenting the 53rd Annual Report on the affairs of the Hyderabad Race Club ("Company/Club") for the financial year 2023-24, together with the Audited Financial Statements and the Report of the Auditors' thereon.

1. FINANCIAL RESULTS:

"Indian Accounting Standards – IFRS Converge Standards: The Ministry of Corporate Affairs vide its notification dated 16th February 2015 notified the Companies (Indian Accounting Standards) Rules, 2015. In pursuance of the said notification, the Company adopted Indian Accounting Standards with effect from 1st April 2023 with the comparatives for the period ending 31st March 2023 and the date of transition being 1st April 2022, considering that the Reserves and Surplus as on 31 March 2023 has exceeded Rs.250.00 Crores."

The Audited financial statements of the Company as on 31st March 2024, prepared in accordance with the relevant applicable IND AS provisions and applicable provisions of the Companies Act, 2013, forms part of this Annual Report.

The performance of the Company during the year as compared with that during the previous year is summarized below:

(Amount in Lakhs)

Particulars	31 st March, 2024	31 st March, 2023
Income from Operations (including other income),	13,623.60	17,399.41
Profit/(Loss) before Depreciation and Tax	3,416.41	9,373.64
Depreciation	428.04	610.01
Provision for Taxes	848.47	2,094.12
Total comprehensive income for the period	4,218.45	7,086.91

2. BUSINESS OPERATIONS:

- (a) The turnover at the totalizators has recorded a downfall compared to previous year. Though the economies opened and mobility normalized post pandemic it is still reeling under the impact of the GST and TDS provisions, GST is still a major hurdle for horse racing business which has taken a severe toll on the horse racing industry.

(Amount in Lakhs)

Period	2023-24	2022-23	2021-22
Total Race Days for offline operations	254	253	171
Average Turnover Per day for offline operations	58.25	77.55	64.48
Total Turnover	21,082.86	35,326.00	27,737.87
Comparative Rise/(fall) in Turnover	(40.32) %	27.36%	163.74%

- (b) In the event of the rates under the provisions of the GST pertaining to transactions on Horse Racing not being reviewed, there is a distinct possibility of turnover at the Totalizators reaching the levels of years prior to GST.
- (c) In all, the Company generated a total income of ₹13,623.60 lakhs including ₹1,558.23 lakhs from interest on Bank Deposits, as compared to the income of ₹17,399.41 lakhs, including ₹1,309.44 lakhs from interest on Bank Deposits in the previous year.
- (d) In the overall analysis, the Company has generated total comprehensive income of ₹ 4,218.45 lakhs, as compared to the surplus of ₹ 7,086.95 lakhs during the previous financial year 2022-23.



3. STATUS OF GST RELATED MATTERS:

- (a) The Race Clubs across the country collectively and individually continue to represent to the Authorities seeking levy of GST only in respect of commission, based on the premise that the role of the Race Club is primarily and technically that of a service provider.
- (b) The Company has challenged the validity of Rule 31A (3) of the CGST rules and corresponding provision in the Telangana and Andhra Pradesh Goods and Service tax Acts and the demand notices from the Government which require race clubs to pay GST on the entire bet value. The case was led by Mr. K. Vivek Reddy, Senior Advocate. The brief was settled, and the High Court passed an interim order restraining the Government from taking any coercive steps against Hyderabad Race Club on the condition that HRC deposits 10% of the disputed Tax amount.
- (c) Under the Guidance of Mr. K. Vivek Reddy, Senior Advocate, the company filed multiple Writ Petition in the Hon'ble High Court of Judicature at Hyderabad, challenging Rule 31A(3) of the Central Goods and Service Tax Rules as unconstitutional and violative of Articles 14, 19(1)(g), 246 (A) and 265 of the Constitution of India, apart from challenging Circular No. 27/01/2018-GST dated 04.01.2018, as being ultra vires the Central Goods and Service Tax Act. All the Turf Clubs have filed a Transfer petition with the Supreme Court requesting the transfer of all GST-related cases from the High Courts of Telangana and Andhra Pradesh.
- (d) Subsequently Bangalore Turf Club and Mysore Race Club had taken initiative and filed writ petition before the Karnataka High court challenging payment of GST on the entire bet amount. This case was also led by Mr. K. Vivek Reddy, Senior Advocate. The Karnataka High Court passed the order in favor of Bangalore and Mysore Turf Clubs and declared rule 31A (3) as ultra vires and quashed the related provisions in the Act, then Government has appealed to the Bench.
- (e) In the interim, the assessment orders passed by the Government of Telangana for the period January 2018 to March 2019 have been stayed by the Honorable High Court of Judicature at Hyderabad, subject to the Company depositing a sum equivalent to 10% of the disputed tax.
- (f) In similar orders issued by the Honorable High Court of Telangana, the assessment orders passed by the Government of Andhra Pradesh for the period July 2017 to March 2019 have been stayed with a ruling that the assessment for the period prior to 23rd January 2018, being the effective date of notification, is without jurisdiction.
- (g) During the pendency of the Writ Petitions and with a view to avoiding interest and penalty under the provision of the GST Acts, the plea of the Company to the Honourable High Court seeking permission to make payment out of the reserves of the Club, under protest, a voluntary deposit of the amount actually payable in the event of Rule 31A(3) being upheld, involving computation of tax on an inclusive basis (28/128) has been accepted by the Honourable High Court.
- (h) The Honourable High Court has also ruled that in the event of the Company succeeding in its legal challenge, it would be entitled to refund of the amount paid under protest along with the stipulated interest.
- (i) The applications separately filed by the Company with the State of Telangana and State of Andhra Pradesh seeking refund of GST calculated and earlier paid to the Departments on a legally erroneous premise during the period between August and November 2017, are pending disposal.

4. AMENDED PROVISIONS OF SECTION 194BB OF THE INCOME TAX ACT:

The provisions relating to tax deduction at source on winnings from horse races under section 194BB of the Income Tax Act, 1961 have been amended with effect from 1st April 2023. In terms of amended provisions, the Club was required to deduct tax on winnings from horse racing being the amount or aggregate of amounts exceeding ten thousand rupees during the financial year at the time of payment thereof at the rates in force.

The Club could not implement the amended TDS provision with effect from 01.04.2023 due to following reasons:

1. The practical difficulties of collecting PAN from every winning punter to give him due credit for their respective share of TDS deducted from winnings required time for change in the software.
2. The difficulty that majority of persons wagering in racecourse are small time and are not PAN holders. The difficulty of Club on deducting from this small time patrons and punishing them by not able to give them credit for TAX deducted due to non-availability of PAN was a major challenge.



3. The Turf Authorities of India of which the Club is member was expecting that their representation to the Ministry of revenue would result in favourable changes to exclude small time punters from these provisions.
4. There was a clear differential treatment by the law makers for people wagering online and people wagering offline. The wagers in horse race are not tech savvy and the provisions seem to have punished them for not being as literate as people wagering online. The Club in order not to loose on wagering patrons had to give them ample time to understand and not to circumvent with the amended provision.

The position taken by the Club was similar to the other clubs operating in other States and this non-deduction continued till 31 March 2024.

However, the Club has revisited the position taken, considering the fact there was no relaxation from the government and has decided to comply with amended provision of tax deduction as per amended requirements effective from 01.04.2024.

Further, the Club has decided to make payment of tax that was not deducted during Financial Year 2023-24 out of its reserves and has recognized the liability towards such non-deduction and recognized the same as loss arising out of racing activities in its statement of income and expenditure. The amount of tax (on horse winnings) together with interest is recognized as deductible expenditure arising from business in the Income and Expenditure Account. Pending finalization of assessment additional tax provision recognized to this extent.

5. HRC RECREATION CHAMBERS (“Chambers”):

- (a) HRC Recreation Chambers was incorporated on 12th September 2018, limited by Guarantee.
- (b) Under the provisions of the Articles of Association, the Board of Directors of the Club shall be the Board of Directors of the Chambers till one year from the date of notification for admission of associate members at HRC Recreation Chambers. Accordingly, HRC Recreation chambers is considered to be a subsidiary to Hyderabad Race Club, by virtue of its control over the composition of Board of the Chambers.
- (c) HRC Recreation Chambers is yet to commence its Club operations.
- (d) The subsidiary company is restricted from transferring its surplus to the parent company by virtue of the provisions of its Articles of Association and hence the financial statements of the HRC Recreation Chambers has been excluded from consolidation with the financial statements of the Company, in terms of Clause 11(b) of Accounting Standard 21 issued by the Ministry of Corporate Affairs.

6. DIVIDEND AND DEPOSITS:

The Club is registered under section 8 of the Companies Act ,2013 (Section 25 under the Companies Act,1956) as a Company Limited by Guarantee and therefore no part of the profits of the Club is available for distribution to Members in the form of Dividends or otherwise.

The Club has not accepted any deposits from the Public in terms of Section 73 of the Companies Act,2013 read with the Companies (Acceptance of Deposits) Rules,2014 during the year under review.

7. MATERIAL CHANGES AND COMMITMENTS:

There are no material changes and commitments which happened subsequent to the closure of the financial year till the date of this report.

8. CHANGE IN THE NAME OF THE COMPANY:

During the year under review, there was no change in the name of the Company.

9. SHIFTING OF REGISTERED OFFICE:

The Registered Office of the Company continues to be situated at D.No.16-10-1/A/1, Malakpet, Hyderabad, Telangana - 500036 and thus there was no change in the Registered Office during the year under review.

10. CHANGE IN THE NATURE OF BUSINESS:

There are no changes in the business during the financial year under review.



11. ALTERATION TO THE MOA AND AOA:

During the year under review, the Company has altered the Articles of Association vide special resolution of members passed on April 29, 2023.

12. MEETINGS:

(a) **Board:**

The Board of Directors (Stewards) met **14 (Fourteen)** times during the financial year viz., 2023-2024 on 7th April 2023, 11th April 2023, 18th April 2023, 25th April 2023, 27th May 2023, 09th June 2023, 24th June 2023, 21st August 2023, 08th Nov 2023, 15th Nov 2023, 19th Nov 2023, 11th Dec 2023, 11th Jan 2024 and 20th March 2024.

The intervening gap between two meetings was within the period allowed under the Companies Act, 2013.

(b) **General Meetings:**

One Extra-Ordinary General Meeting of the members of Hyderabad Race Club was held on Saturday, April 29, 2023.

(c) **Annual General Meeting :**

Hyderabad Race Club has held its Annual General Meeting for Financial Year 2022-23 on August 14th 2023.

13. DIRECTORS (STEWARDS) / KEY MANAGERIAL PERSONNEL:

(a) **Changes in the Directorships:**

The following are the changes in the Directorships of the Company:

S. No	Name of the Director/Steward	Designation	Appointment
1.	Mr. D. Bharat Bhusan Reddy	Director	Appointed w.e.f. 04th October 2023
2.	Mr. B V Papa Rao	Director	Appointed w.e.f. 08th September 2023
3.	Mr. Lt Col S L Reddy	Director	Ceased w.e.f. 08th September 2023
4.	Mr Hari Kishen Gupta	Director	Re-appointed w.e.f. 14th August 2023
5.	Mr V Krishna Das	Director	Re-appointed w.e.f. 14th August 2023
6.	Mr Col SB Nair	Director	Re-appointed w.e.f. 14th August 2023
7.	Mr N. VenkataramNarasimha Reddy	Director	Re-appointed w.e.f. 14th August 2023
8.	Mr. B V Papa Rao	Director	Ceased w.e.f. 08th December 2023

(b) **Retirement by Rotation:**

As per Article 21 of the Articles of Association, Mr. Ananth Kishen Rao, Mr. Manish Jaiswal, Mr. R Raghuram Reddy and Mr. P S Reddy retire at the ensuing Annual General Meeting and are eligible for reappointment subject to filing of their nominations with the Club as per the Articles of Association.

14. COMMITTEES:

The Board constituted various Committees and Sub-Committees from time to time by which the affairs of the Club are managed effectively and efficiently. Members may note that for the purpose of bringing and implementing best practices and policies, the Board has requested various industry experts/ eminent professionals to join various Committees in the Club.

The following are the Committees which were constituted pursuant to the **Companies Act, 2013.**

STATUTORY COMMITTEES:

(a) **Finance and Audit Committee:**

- Mr. R. Surender Reddy - Chairperson, Board of Directors (Stewards)
- Col S B Nair - Member, Elected Director (Steward)
- Mr. V. Krishna Das - Member, Elected Director (Steward)
- Mr. Ramesh Gelli - Member, Ex Chairman, Vysya Bank
- Mr. S S R Koteswara Rao - Advisor



(b) **Corporate Social Responsibility Committee:**

- Mr. R. Surender Reddy -- Chairperson, Board of Directors (Stewards)
- Col. S. B. Nair -- Member, Elected Director (Steward)
- Mr. Hari Kishen Gupta -- Member, Elected Director (Steward)

During the year under review, there was no change in the constitution of CSR Committee.

OTHER COMMITTEES:

(c) **Sub – Committee for General Administration and Business Promotion:**

- Mr. R. Surender Reddy - Chairperson
- Mr. Ananth Kishen Rao - Member
- Col. S.B. Nair - Member
- Mr. V. Krishna Das - Member
- Lt. Col. S.L. Reddy - Member
- Mr. R. Raghuram Reddy - Member

(d) **Sub-Committee for Information and Technology**

- Col S B Nair - Chairman
- Mr. R Surender Reddy - Member
- Mr. V Krishna Das - Member
- Mr. N V R Narasimha Reddy - Member
- Lt Col S L Reddy - Member
- Mr. J Vikramdev Rao - Member

(e) **Sub-Committee for Racing:**

- Lt Col S L Reddy - Chairman
- Mr. V Krishna Das - Member
- Mr. N V R Narasimha Reddy - Member
- Mr. K Bhupal Reddy - Member

(f) **Sub-Committee for OCTC's incl. Malakpet totalizer:**

- Mr. V Krishna Das - Chairman
- Mr. Ananth Kishen Rao - Member
- Mr. Manish Jaiswa - Member
- Mr. N V R Narasimha Reddy - Member
- Mr. P.S. Reddy - Member

(g) **Sub-Committee for Works:**

- Mr. Hari Kishen Gupta - Chairman
- Mr. V Krishna Das - Member
- Mr. N V R Narasimha Reddy - Member
- Mr. R Raghu Ram Reddy - Member
- Mr. P S Reddy - Member
- Mr. Manish Jaiswal - Member

(h) **Sub-Committee for Employees Benefits and Policies & Cafeteria:**

- Mr. Ananth Kishen Rao - Chairman
- Mr. Manish Jaiswal - Member

(i) **Finance Sub-Committee for review of the Internal Auditors Reports:**

- Col S B Nair - Chairman
- Mr. V Krishna Das - Member
- Lt Col S L Reddy - Member

(j) **Sub-Committee for Catering:**

- Mr. P Prabhakar Reddy - Chairman
- Mr. Nitin S Jaiswal - Member
- Mr. Syed Nawaz Hussain - Member



15. RELATED PARTY TRANSACTION:

The disclosures relating to particulars of contracts or arrangements with related parties referred to in sub-section (1) of Sec.188 in **Form No. AOC-2** pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014 are not required as all the related party transactions which the Club entered during the financial year under review are neither the transactions which are not at arm's length, nor they are material in nature. However, related party transactions entered during the financial year are disclosed under Note 34 of the financial statements during the year under review.

16. INTERNAL AUDITORS:

M/s P Ramakrishna & co., Chartered Accountants, Hyderabad, was appointed as Internal Auditors of the Company for FY 2022-23. The Board vide its resolution dated June 24,2023, has re-appointed the firm as Internal Auditors for FY 2023-24.

17. JOINT STATUTORY AUDITORS:

- (a) The Joint Statutory Auditors of the Club, M/s Sekhar & Co., Chartered Accountants, (Firm Reg. No. 003695 S) and M/s. M. Bhaskara Rao & Co., Chartered Accountants (Firm Reg. No. 000459 S) retire at the conclusion of this Annual General Meeting.
- (b) In terms of the provisions of Section 139 of the Companies Act, 2013, the appointment of the Auditors shall be for a period of five years.
- (c) M/s M. Bhaskara Rao & Co., and M/s Sekhar & Co., being eligible, offer themselves for re-appointment as Joint Statutory Auditors.
- (d) The Company (Club) has received certificates u/s.141 of the Companies Act, 2013 from M/s. M Bhaskara Rao & co. and M/s Sekhar & CO., confirming that their re-appointment, if made, would be in compliance with the provisions of the said section.

18. QUALIFICAIONS IN AUDITORS REPORT:

COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMERS:

- (a) **Internal Audit Report:**
There are no qualifications or adverse observations in the Internal Audit Report issued by the Internal Auditors for the financial year ended March 31, 2024.
- (b) **Statutory Auditors:**
As there is no qualification, reservation or adverse remark in the reports given by the Statutory Auditors, your directors need not provide any clarification on the same.

19. SECRETARIAL STANDARDS:

The Company confirms compliance with the requirements of Secretarial Standard I and Secretarial Standard II.

20. MEMBERSHIP:

As on March 31, 2024, there were 469 Club Members and 451 Stand Members. With deep regret, we record the sad demise of the following Club and Stand Members during the year and up to the date of this report

A) Club Members

1. Mr. J.S.Prasad	6. Mr. M. Sundaram
2. Mr. Satish Kondalapudi	7. Mr. G. Seshagiri Rao
3. Mr. G. Ravi Kumar	8. Mr.Suraya Prakash Rao Boorugu
4. Mr. B. Sudash Chander Reddy	9. Mr.P.Sudhakar Reddy
5. Mr. K.V.Chalam	



B) Stand Members

1. Mr. Rafi Ahmed Khan

21. DIRECTOR'S (STEWARDS) RESPONSIBILITY STATEMENT:

As per Section 134(3)(c) of the Companies Act, 2013, the Board of Directors (Stewards) confirm:

- (a) That in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any
- (b) That the Directors (Stewards) have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company (Club) at the end of the financial year and of the surplus of the Company (Club) for the period.
- (c) That the Directors (Stewards) 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 (Club) and for preventing and detecting fraud and other irregularities.
- (d) That the Directors (Stewards) have prepared the Annual Accounts on a going concern basis; and
- (e) That the Directors (Stewards) had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

22. EXTRACT OF ANNUAL RETURN:

Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 is enclosed herewith and forms part of the report as **Annexure – I**.

23. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

As the Company (Club) is not carrying out any manufacturing activity or any operations, the particulars prescribed under the provision of Section 134(3) (m) of the Companies Act, 2013 read with rules made there under is not applicable.

(a) **Conservation of energy:**

However, to conserve and optimize the use of energy, the Company (Club) has been installing energy efficient equipment and energy efficient lighting systems. Modernized mechanical devices/systems and strict controls are exercised for optimum usage of power and fuel.

(b) **Technology absorption:**

- i. The efforts made towards technology absorption: Nil
- ii. The benefits derived like product improvement, cost reduction, product development or import substitution: Nil
- iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): Not applicable

24. FOREIGN EXCHANGE EARNING AND OUTGO:

In compliance with Section 134(3) (m) of the Companies Act, 2013, the information required to be given pertaining to Foreign Exchange earnings and outgo is given in the Notes on Accounts in Note 36

25. HUMAN RESOURCES:

- (a) The Company (Club) continues to enjoy an extremely healthy and cordial relationship with its employees and continues to receive their unstinted support in all matters and affairs of the Company (Club).
- (b) The Company has executed a Memorandum of Settlement with the Hyderabad Race Club Employees Union revising the service conditions of permanent employees covering the period between 1st April 2021 and 31st March 2024.
- (c) The disclosure under Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to the club.



26. DEPOSITS:

Your Company (Club) has not accepted any deposits from public in terms of Section 73 of the Companies Act, 2013, read together with the Companies (Acceptance of Deposits) Rules, 2014, during the year under review.

27. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

- (a) The Company (Club) has not received any significant/material orders from the Statutory Regulatory Bodies/Courts/Tribunals which effect the operations/ status of the Company (Club).

Amended provisions of section 194BB of the Income Tax Act, 1961

Tax is deductible at Source from any income by way of winnings from the horse races at prescribed rates. Deduction of tax at source can be made only in cases given below-

Up to March 31, 2023	Income by way of winnings from horse races to be paid to a person exceeding Rs.10,000(Rs.5,000 during July 1, 2010, to May 31, 2016, Rs.2,500 up to June 30, 2010)
From April 1, 2023	Income by way of winnings from horse races being the amount (or aggregate of the amount) exceeding Rs 10,000 during the financial year.

28. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

- (a) Your Company (Club) believes that internal control is a necessary concomitant of the principle of governance. Your Company (Club) remains committed to ensuring an effective internal control environment that provides assurance on the efficiency of operations and security of assets.
- (b) Your Company (Club) has a strong and effective Internal Audit carried out by an independent firm of Chartered Accountants which review the operational systems as well as Management Procedures periodically and the effectiveness and efficiency of the internal control systems and their adequacy to ensure that all assets are protected and safe guarded against loss and that the financial operations and transactions are complete and accurate.
- (c) The Internal Audit functions cover the routine audit of all the departments at frequent and regular intervals depending on the nature of internal controls that are in place. This audit ensures promoting operational efficiencies and compliance with various legal and regulatory provisions. The Audit Reports of the Internal Auditor along with the actions taken/proposed to be taken by the Management are placed before the Audit Committee for their review and suggestions before placing the same before the board.

29. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The Company (Club) has not entered into any transaction falling under the provisions of Section 186 of the Companies Act, 2013 and rules made there under as such the relevant section is not applicable.

30. FINANCIAL PERFORMANCE / FINANCIAL POSITION OF SUBSIDIARIES / ASSOCIATE COMPANIES / JOINT VENTURES:

As the financial statements of the chambers are not required to be consolidated with the Company(club), the disclosures in Form AOC-1 [Pursuant to first proviso to Sub-Section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014] is not required.

31. RISK MANAGEMENT POLICY:

- (a) The Company (Club) has a Risk Management Policy. However, in the view of the Management, the occurrence of risks threatening the existence of the Club are very minimal.
- (b) The impact of GST on wagering in Horse Racing and the recent amendments in deduction of tax at source from winnings from horse races poses a severe financial challenge to the Racing Industry both on a short term and long-term basis, striking at the very viability of Racing.



32. INFORMATION REQUIRED UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:

- (a) The Company has instituted process and mechanisms to ensure that issues relating to sexual harassment are effectively addressed. The Company has zero tolerance towards any incident which contradicts its sustainability policies.
- (b) There is an Internal Complaints Committee (ICC) which is responsible for redressal of complaints related to sexual harassment constituted under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.
- (c) The disclosure pertaining to Complaints are given under:
- | | | |
|---|---|-----|
| No. Of Complaints received during the year | : | Nil |
| No. Of Complaints disposed- off during the year | : | Nil |
| No. Of Complaints pending as on end of financial year | : | Nil |

33. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:

Pursuant to the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the constitution of the CSR Committee is applicable to the Company (Club). The report on CSR is annexed herewith as **Annexure - III** and forms part of this report.

34. HRC CHARITABLE TRUST:

The HRC Eye Center established through HRC Charitable Trust is functioning at the 2nd Floor of Ramdevrao Hospital, as per the memorandum of understanding with 'Shivananda Rehabilitation Home' to run the Eye Centre.

The Managing Committee of the HRC Eye Centre and the Trustees of the Hyderabad Race Club Charitable Trust record their deep appreciation and gratitude to all its members in the support extended for providing the best of eye care services to the poor and needy.

35. CORPORATE GOVERNANCE:

As part of good governance, the Club complies with Corporate Governance Practices, detailed in Annexure IV to this report.

36. GENERAL

Your directors state that no disclosure or reporting is required in respect of following items as there were no transactions on these items during the year under review:

- No frauds were reported by the Auditors during the year under review.
- Maintenance of Cost Records by the Company as specified by the Central Government under Section 148(1) of the Companies Act, 2013 is not required.

37. RACING:

The horse to stake ratio offered at the Hyderabad Race Club is the highest in the country, during the monsoon season it was Rs.3,55,484/- per horse participating in the race and in winter season it was Rs.4,07,769/- per horse participating in the race. . The Race Club has been able to garner the support and sponsorship for the following races:

Hyderabad Monsoon Races: 2023

- The K. Mahipathi Rao Memorial Golconda Juvenile Million by Mr. K T Mahi
- The Y. Shanker Rao Memorial Deccan Fillies Championship Stakes (Grade -III) by M/s. Razor Gaming Private Limited
- The Race2 Win.Com Deccan Colts Championship Stakes (Grade-III) by M/s. Razor Gaming Private Limited
- The Coromandel Gromor Deccan Derby (Grade I) by M/s Coromandel International limited



Hyderabad Winter Races 2023 – 2024

1. The Dodla Pratap Chander Reddy Memorial Million by M/s Pratap Racecitement Private Limited
2. The Deccan Bookmakers Welfare Association Darley Arabian Million (Grade -III) by M/s. Deccan Bookmakers Welfare Association
3. The HPSL Golconda Derby stakes (Grade-I) by M/s. HPSL Sports and Leisure Private Limited.
4. The HPSL Golconda Oaks (Grade-II) by M/s. HPSL Sports and Leisure Private Limited.
5. The Adala Raghava Reddy Memorial Million by M/s. Harvins Construction Private Limited.
6. The Deccan Bookmakers Welfare Association Alcock Arabian Million (Grade -III) by M/s. Deccan Bookmakers Association.
7. The HPSL Byerly Turk Million (Grade-II) by M/s. HPSL Sports and Leisure Private Limited.

38. TRAINERS AND JOCKEYS:

- (a) There were 24 'A' licensed Trainers and 29 'B' licensed Trainers at Hyderabad Race Club.
- (b) Around 57 Jockeys including 21 'A' licensees, 30 'B' licensees and 6 Apprentice Jockeys were licensed to ride at Hyderabad.
- (c) Some of the leading outstation Trainers and outstation and Foreign Jockeys are expected to participate in the Classic/Graded races during the 2024-25 season.
- (d) The average stakes paid to Trainers and Jockeys at Hyderabad Race Club during the year 2023-24 was as follows: -

(₹ in lakh)				
Average				
Trainers:	Days	Stakes	Per person	Per Racing Day
Monsoon	23	138.97	2.62	6.04
Winter	25	167.91	3.17	6.71
Jockeys:				
Monsoon	23	104.23	1.82	4.53
Winter	25	125.94	2.21	5.03

39. APPRENTICE JOCKEYS TRAINING SCHOOL:

6 boys are undergoing training as apprentice jockeys in the HRC Apprentice Jockeys Training School, and this is one of its kind of schools in our country.

40. BREEDING ACTIVITY:

- (a) There was no breeding activity during the year.
- (b) In case of Horses bred by the Company and gifted Horses, the particulars are entered in the Horse Register, without any valuation and the proceeds/receipts are being accounted by the Company as and when they are sold/leased.

41. RACING AND OTHER ACTIVITIES:

Statistical Highlights are as under:

a)	No. of Meetings:	2023-24	2022-23	2021-22	2020-21	2019-20
	Monsoon Races	23	25	19	-	27
	Winter Races	25	27	29	13	26
	Intervenue Betting	206	201	111	80	276

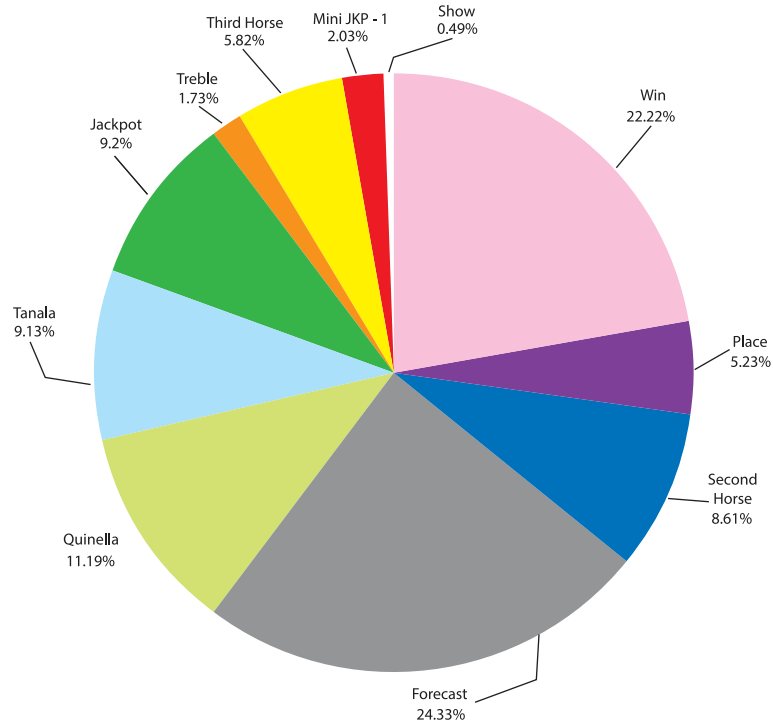


	Simultaneous IVB Races with Hyderabad Races						
	i)	Pune	3	4	3	-	4
	ii)	Mumbai	6	5	4	9	9
	iii)	Kolkata	2	3	5	-	1
	iv)	Delhi	-	1	-	-	3
	v)	Madras	3	1	-	-	1
	vi)	Ooty		1	-	-	-
	vi)	Bangalore	2	-	-	-	-
		Total	270	268	171	102	347
b)	No. of Horses Participated:						
	Monsoon Races		410	408	416	-	467
	Winter Races		432	452	527	522	623
c)	Average Attendance:						
	Monsoon Races		4,613	2,258	4,299	-	5,994
	Winter Races		3,979	2,062	2,914	3,012	5,852
	Intervenue Betting		1,998	1,609	1,205	842	3,751
d)	Stakes / Subsidies / Concessions: (Amounts in Lakhs)						
	Stakes to owners		2681.97	2374.56	1812.14	794.01	2,329.37
	Cups		48.56	46.71	25.40	6.50	49.38
	Subsidies/Concessions		68.53	99.10	64.94	235.62	98.08
	Turf Invitation Cup Expenses (Net)		-	-		1.25	-
	Contribution for Indian Turf Invitational Races		35.50	35.50	39.25	-	37.06
	Total		2834.56	2555.87	1941.73	1,037.38	2,513.89

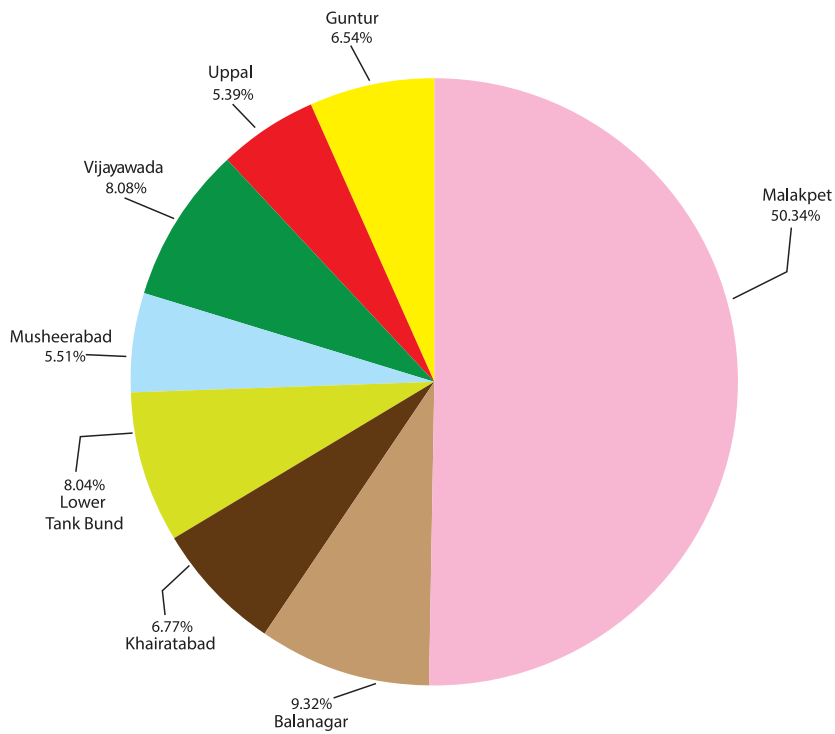
e)	Gross Collections from:	2023-24	2022-23	2021-22	2020-21	2019-20
	Totalizators	14,795.50	19,619.73	11,169.74	6,916.71	52,144.33
	Online	6,287.10	15,706.27	16,626.43	3,600.29	-
	Bookmakers	2,466.77	2,999.12	1,549.92	238.72	3,481.11
	Total	23,549.37	38,325.12	29,346.09	10,755.72	55,625.44
f)	Taxes Paid to State Government					
	GST and Other Taxes	4,020.74	3,594.99	2,594.95	743.54	4,823.64
	Total	4,020.74	3,594.99	2,594.95	743.54	4,823.64
g)	Taxes paid to Central Government:					
	Corporate Tax	303.12	2,095.84	1,554.46	150.00	1,075.94
	Service Tax*	-	-	-	-	-
	TDS on Horse Winnings & Others	636.67	437.72	365.28	187.21	337.87
	Total	939.79	2,533.56	1,919.74	337.21	1,413.81



h) Receipts from Tote Pools for the Year:



i) Receipts from Tote Centers:





42. FUTURE OUTLOOK:

- (a) The Company anticipates a significant impact on its revenues because Bangalore Turf Club Ltd and Mysore Race Club Ltd were not issued licenses to conduct races. As a result, racing was delayed, and no races were held during June 2024.

Subsequently license was granted to Bangalore Turf Club and racing started from 13.07.2024, and Mysore Club was also granted license and racing started from 17.07.2024.

- (b) The proposal of the Government of Telangana to relocate the Racecourse is pending in the absence of a suitable alternate location being identified by the Government.
- (c) The future of racing in India looks very bleak and the turnovers have fallen drastically compared with the peak performing years before covid and introduction of usury rates of taxes under GST. As If this is not enough, the introduction of TDS on payouts under section 194 BB of the Income Tax Act is proving to be the proverbial last straw on the camel's back.

43. INFRASTRUCTURE DEVELOPMENT:

- (a) The Club has made substantial progress in the construction activity of the Club House building at Alijapur though there has been a delay of approximately six months as the contractor, M/s Starworth Infrastructure & Constructions Limited though a reputed one, has let us down badly. Despite this delay wholly attributable to the contractor, we expect that the super structure will be completed by the end of November 2024 and the flooring and false ceiling works will commence thereafter. Parallel work is in progress on the amenities front like tennis courts, swimming pool and water bodies. The bidding process and evaluation of contractors for amenities has been completed for major items. We are expecting to start the interior works in February 2025. The design of the website is in progress and the members will be informed when it is launched.
- (b) The operating theatre at the Equine Hospital is being refurbished to make it totally aseptic and hygienic for the operation of horses.
- (c) Replacement of damaged wooden planks by PVC planks on sitting benches at Grandstand First floor for better comfort to the patrons.
- (d) The Turf Authorities of India is looking at a proposal received by it to conduct world cup racing under its aegis in December 2025 with entries from international racehorses. In this regard Hyderabad Race Club has agreed to conduct the races and committed to providing international quality stables to stable twenty horses. This will bring international recognition to Hyderabad Race Club among the racing fraternity. The project is presently on the drawing board and is yet to be formalized.
- (e) As per an agreement entered with HPSL Sports and Leisure private Limited the party developed a mud/dirt track with 20 feet width and length of 2000 meters at its own cost and started conducting and broadcasting two horse races outside India. The party has agreed to pay Rs. 250 lakhs per annum as consideration for the permission granted to develop and provide racing content for broadcasting outside India.
- (f) We are not taking up any major additions or renovations to the existing facilities as the government has sounded us on the likelihood of shifting the racecourse from Malakpet. Any further development in this regard will be brought before the General body.

44. RACING:

- (a) The Club has framed the highest number of race days and increased the stake money this year which is still the highest in the Country.



45. ACKNOWLEDGEMENT:

The Board of Directors (Stewards) wish to place on record their appreciation and thanks to the following sponsors for their support in sponsoring the races and events during the year 2023-24

1. Mr. K T Mahi
2. M/s. Razor Gaming Private Limited
3. M/s. Coromandel International Limited
4. M/s. Pratap Racecitement Private Limited
5. M/s. Deccan Bookmakers Welfare Association
6. M/s. HPSL Sports and Leisure Private Limited
5. M/s. Harvins Construction Private Limited

The Board of Directors (Stewards) extend their congratulations to the following for their achievement during the Hyderabad Monsoon Races 2023

Leading Owner: (All horses ran at Hyderabad)	Dr. M.A.M. Ramaswamy Chettiar of Chettinad Charitable Trust Rep. by Dr. A. C. Muthiah
Leading Individual Local Owner: (Horses based at Hyderabad)	Mr. S Pathy
Leading Joint Owners: (Local)	M/s. N.V.Rohin Kumar & G.K.Keshavamurthy
Leading Joint Owners: (Horses based at Hyderabad)	Miss Ameeta Mehra, M/s SO Blest Trading Company Private Limited rep.by Mr.Atul N.Amersey, Mr.Balam Jaigopal Mohla & Mr.Anil Saraf
Champion Trainers:	Mr.L.V.R.Deshmukh & Mr.K.Satheesh
Champion Jockey:	Mr. Akshay Kumar.
Champion Indian Jockey/Apprentice Jockey: (Claiming Allowance):	Mr. R.S Jodha
Horse of the Season:	b g (4 years) SIDDHARTH – R 74 (Excellent Art (GB) – Lavender Brown) 4 wins – out of 4 Starts
Owned by:	Mr.Aditya P.Thackersey
Trained by:	Mr. M.Srinivas Reddy
Champion Horse:	b.c SYNTHESIS (3 years) R-70 (Speaking of Which (IRE) – Sana
Owned by:	Miss Ameeta Mehra, M/s SO Blest Trading Company Private Limited rep.by Mr.Atul N.Amersey, Mr.Balam Jaigopal Mohla & Mr.Anil Saraf
Trained by:	Mr. Rajesh Narredu



The Board of Directors (Stewards) extend their congratulations to the following for their achievement during the Hyderabad Winter Races 2023-24

Leading Owner: (All Horses ran at Hyderabad)	Dr.M.A.M.Ramaswamy Chettiar of Chettinad Charitable Trust Rep.by Dr.A.C.Muthiah
Leading Individual Local Owner: (Horses based at Hyderabad)	Mr. M.Ramakrishna Reddy
Leading Joint Owners: (All horses ran at Hyderabad)	Mr. Teja Gollapudi & M/s.Blazing Saddles (PF)
Leading Joint Owners: (Horses based at Hyderabad)	Col.S.B.Nair & Mr.Aditya P.Thackersey
Champion Trainer:	Mr.L.D'Silva
Champion Jockey:	Mr.P.Sai Kumar.
Champion Indian Jockey/Apprentice Jockey: (Claiming Allowance)	Mr. Md. Ekram Alam
Horse of the Season:	b m (6 years) – MIREYA –R 86 (Planetaire(GB)- Win and Enjoy) 4 wins – out of 4 starts
Owned by:	Mr.Subodh Kumar Ananthula
Trained by:	Mr.G.Sandeep Reddy
Champion Horse:	CHAMPIONS WAY b c (4 Years) R-88 (Sanus Per Aquam (IRE) – Castle Queen)
Owned by:	Mr. Teja Gollapudi & M/s.Blazing Saddles (PF)
Trained by:	Mr.S.Narredu
	AND
	LIVERMORE b f (4 Years) – R 86 (Speaking of Which (IRE)- Sherman Oaks
Owned by:	Mr.M.Ramakrishna Reddy
Trained by:	Mr.L.D'Silva



We place on record our deep appreciation, gratitude and sincere thanks to all Members of the Club for their continued cordial support and co-operation throughout the year. We believe that this has resulted in the Club achieving the high standards and reputation which it enjoys today, and we seek your continued relentless support in future as well to take the Club to greater heights.

The Board of Directors (Stewards) further thank all Racing Patrons for showing continued support towards horse racing sport at the Malakpet Racecourse and its Off-Course Tote Centers located in Vijayawada, Guntur, and the twin cities of Hyderabad and Secunderabad.

The Board of Directors (Stewards) place on record their deep appreciation and gratitude for the cooperation extended by the Central and State Government Authorities including Police, Local Bodies, all the Turf Authorities of India, Donors of Cups/Trophies, Bankers, Business Associates, Racehorse Owners, Racing Professionals, Service Providers, Advisors and Consultants.

The Board of Directors (Stewards) would wish to thank all the Bookmakers for their support and cooperation extended during the year.

The Board of Directors (Stewards) further wish to express their appreciation for the dedicated work rendered by the Officials and Staff in a harmonious and co-operative environment. It is through their efforts that the Club has reached greater heights, and the racing fraternity has been able to enjoy good competitive racing at our center and we hope this will continue in the future.

In conclusion, the Board of Directors (Stewards) would finally wish to thank the Committee Members for their valuable guidance in implementing various policies, systems and procedures and also for their advice in various matters.

Your directors thank the banks, financial institutions, business associates, customers, Government of India, State Governments in India, regulatory and statutory authorities, members and the society at large for their valuable support and co-operation.

Your directors also thank the employees of the Company for their continued contribution, commitment and dedication.

**By Order of the Board of Directors / Stewards
for Hyderabad Race Club**

R. Surender Reddy
Chairperson
DIN: 00083972

Place: Hyderabad
Date: 18.07.2024



EXTRACT OF ANNUAL RETURN
FORM NO. MGT 9 as on financial year ended on 31.03.2024

[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company
(Management & Administration) Rules, 2014.]

I. REGISTRATION & OTHER DETAILS:

I	CIN	:	U92411TG1971NPL001403
II	Registration Date	:	15/04/1971
III	Name of the Company	:	Hyderabad Race Club
IV	Category/Sub-category of the Company	:	Company Limited by Guarantee/ Non-Government Company
V	Address of the Registered office & contact details	:	Racecourse, 16-10-1/A/1, Malakpet, Hyderabad, Telangana- 500036 E- Mail ID: coo@hydraces.com
VI	Whether listed Company	:	No
VII	Name, Address & contact details of the Registrar & Transfer Agent, if any.	:	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company shall be stated:

Sl. No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Operation of sports facilities	93110	80.02

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S. No	Name and Address of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	%of shares held	Applicable Section
1	HRC Recreation Chambers	U92490TG2018NPL126656	Subsidiary	-	2(87)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):

- Category-wise Share Holding: Not Applicable as the Club is limited by guarantee.
- Shareholding of Promoters: Not Applicable as the Club is limited by guarantee.
- Change in Promoters' Shareholding (please specify, if there is no change: Not Applicable as the Club is limited by guarantee.
- Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and holders of GDRs and ADRs): Not Applicable as the Club is limited by guarantee.
- Shareholding of Directors and Key Managerial Personnel: Not Applicable as the Club is limited by guarantee.



V. **INDEBTEDNESS:** Indebtedness of the Company including interest outstanding/accrued but not due for payment: Nil

VI. **REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:** Nil

VII. **PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:** Nil

By Order of the Board of Directors / Stewards
for Hyderabad Race Club

R. Surender Reddy
Chairperson
DIN: 00083972

Place: Hyderabad
Date: 18.07.2024

**Form AOC-1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A"- Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.in lakhs)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	HRC Recreation Chambers
2.	The date since when subsidiary was acquired	September 12, 2018 ¹
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	April 1, 2023, to March 31, 2024 ²
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	INR
5.	Share capital	Company limited by guarantee
6.	Reserves & surplus	(35.07)
7.	Total assets	0.57
8.	Total Liabilities	35.64
9.	Investments	Nil
10.	Turnover	Nil
11.	Surplus (Deficit) before taxation	(12.34)
12.	Provision for taxation	
13.	Profit after taxation	(12.34)
14.	Proposed Dividend	Not Applicable ³
15.	% of shareholding	Not Applicable ⁴

Part "B"- Associates and Joint Ventures: Not Applicable

for and behalf of the Board of Stewards

R SURENDER REDDY

Chairperson

DIN:00083972

Stewards

COL.S.B.NAIR

DIN: 00534863

HARI KISHEN GUPTA

DIN: 01842810

POTTAPU VENKATA REDDY

Chief Financial & Administration Officer

CA. ARUNA DAGA

General Manager (F&A)

PLACE: HYDERABAD

DATE: 18.07.2024

1. Subsidiary since incorporation by virtue of Control as per Articles of Association of HRC Recreation Chambers

2. Subsidiary since incorporation by virtue of Control as per Articles of Association of HRC Recreation Chambers

3. Since HRC Recreation Chambers is a Section 8 Company which is restricted to transfer its surplus, if any

4. Since HRC Recreation Chambers is a Subsidiary by virtue of Control

Annual Report on CSR Activities for Financial Year 2023-24
Commencing after 1st Day of April 2023

1. Brief outline on CSR Policy of the Company: At Hyderabad Race Club, CSR is no mere acronym, is an integral part of the Hyderabad Race Club culture imbibed by one and all involved in the working of the Company. Our vision is to actively contribute to the social and economic development of the communities in which we operate by actively contributing for health care, promoting education, sanitation and animal welfare. In doing, so to build a better, sustainable way of life for the weaker sections of society and raise the country's human development index.
2. Composition of CSR Committee

S.No	Name of Director	Designation / Nature of Directorship	Number of Meeting of CSR Committee held during the year	Number of Meeting of CSR Committee attended during the year
1	R Surender Reddy	Chairperson	1	1
2	Mr. Hari Kishen Gupta	Member	1	1
3	Col. S. B. Nair	Member	1	1

3. Provide the web link where the Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company – <https://www.hydraces.com>
4. Provide the executive summary along with web link (s) of the Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable – Not Applicable
5.
 - a. Average net profit of the company as per section 135(5): 1366.48
 - b. Two percent of average net profit of the Company as per sub-section (5) of section 135: 27.33
 - c. Surplus arising out of the CSR Projects or programs or activities of the previous financial years: Nil
 - d. Amount required to be set off for the financial year, if any: Nil
 - e. Total CSR obligation for the financial year [5(b)+5(c)-5(d)]: 27.33
6.
 - a. Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): NIL
 - b. Amount spent in Administrative Overheads: Nil
 - c. Amount spent on Impact Assessment, if applicable: Nil
 - d. Total amount spent for the Financial Year [6(a)+6(b)+6(c)
 - e. CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year	Amount Unspent (in Rs. In lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of Transfer
22.00	5.33	31.03.2024	NA	NA	NA



f. Excess amount for set off, if any:

S. No	Particulars	₹ in lakhs
i.	Two percent of average net profit of the company as per section 135(5)	27.33
ii.	Total amount spent for the Financial Year	22.00
iii.	Excess amount spent for the financial year [1-2]	NIL
iv.	Surplus arising out of the CSR projects or programs or activities of the previous financial years, if any	NIL
v.	Amount available for set off in succeeding financial years (3-4)	NIL

7. (a) Details of Unspent CSR amount for the preceding three financial years:

(₹ in lakhs)

(1)	(2)	(3)	(4)	(5)		(6)	(7)
S. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6)	Balance Amount in Unspent CSR Account under Section 135	Amount spent in the reporting Financial Year		Amount remaining to be spent in the succeeding financial years.	Deficiency, if any
				Name of the Fund Amount (in Rs)	Date of transfer		
1	2020-21	17.47	NIL	NIL	NIL	NIL	-
2	2021-22	NIL	NIL	NIL	NIL	NIL	-
3	2022-23	NIL	NIL	100.59	05.01.2022	NIL	-
Total		NIL	NIL			NIL	NIL

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

If yes, enter the number of Capital assets created/ acquired: Not Applicable

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

S. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pin code of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/Authority/Beneficiary of the registered owner		
					CSR Registration Number, if applicable	Name	Registered address
(1)	(2)	(3)	(4)	(5)	(6)		
NA							

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).: The Committee is looking for new initiatives for spending the amounts earmarked for CSR.

SD/-
R Surender Reddy
Chairperson
DIN: 00083972

SD/-
Col. S. B. Nair
Member
DIN: 00534863

Corporate Governance Report

1. Company's philosophy on Code of Corporate Governance:

The Club has always been adhering to good corporate governance practices and maintaining the highest levels of fairness, transparency, accountability, ethics and values in all facets of its operations. The Club believes that high standards of Corporate Governance are critical to ensure success. We feel proud that we have laid a strong foundation stone for good governance long back. The Club has always believed in conducting its affairs in a fair and transparent manner and in maintaining the highest ethical standards in its dealings with all its constituents. The Club's mission is to constantly review its systems and procedures to achieve the highest level of Corporate Governance in the overall interest of all the stakeholders.

The Club's philosophy on Corporate Governance aims at facilitating effective management in the conduct of business and in meeting the objectives of enhancing the value of the Club to its stakeholders and to provide good management. The Club endeavors to achieve optimum performance at all levels of management by adhering to good corporate governance practices, namely, the following:

- A. Fair and transparent business practices.
- B. Effective management control by Board.
- C. Compliance of laws.
- D. Transparent and timely disclosure of financial and management information.
- E. The Management is the trustee of the stakeholders and not the owners.
- F. Clearly distinguish between personal conveniences and corporate resources.
- G. Have a simple and transparent corporate structure driven solely by business needs;

We firmly believe that Board independence is essential to bring objectivity and transparency in the management and in the dealings of the Company (Club). As on March 31, 2024, the Board consists of 11 Directors (Stewards) out of which nine (09) Directors (stewards) are elected by the members, two (2) are nominated by the State Government of Telangana.

The practice of Corporate Governance in Hyderabad Race Club takes place at three interlinked levels:

- Strategic management by the Board of Directors (Stewards);
- Inputs on Strategic decisions to the Board of Directors (Stewards) by the respective sub-Committees.
- Executive management by the Executive Committee

The three-tier governance structure ensures that:

- (a) Strategic management (on behalf of the members), can be conducted by the Board with objectivity, thereby sharpening the accountability of management.
- (b) Sub-Committees of the Club, uncluttered by the day-to-day tasks of executive management, remain focused and energized; and
- (c) Executive management of the Club, free from collective strategic responsibilities for the Club as a whole, focuses on enhancing the quality, efficiency and effectiveness of the administration of the Club.

The core roles of the key entities flow from this structure. The core roles, in turn, determine the core responsibilities. In order to discharge such responsibilities, each department is empowered formally with requisite powers.

The structure, processes and practices of governance are designed to support effective management of multiple departments while retaining focus on each one of them.

2. Directors (Stewards)

Chairperson: The non-executive Chairperson of the Board ('the Chairperson') is the leader of the Board of Directors (Stewards). As chairperson, he fosters and promotes the integrity of the Board while nurturing a culture where the Board works harmoniously for the long-term benefit of the Company (Club) and all its stakeholders. The chairperson primarily ensures that the Board provides effective governance for the Company (Club). In doing so, the chairperson will preside at meetings of the Board and at meetings of the stakeholders of the Company (Club).

The chairperson takes the lead role in managing the Board and facilitating effective communication among the Board Members. The chairperson provides independent leadership to the Board, identify guidelines for the conduct and performance of Directors (Stewards), and oversees the management of the Board's administrative activities such as meetings, schedules, agendas, communication and documentation.

Board of Directors (Stewards): The primary role of the Board is that of trusteeship to protect and enhance member value through strategic supervision of the Race Club. The Board also provides direction and



exercises appropriate control to ensure that the Club is managed in a manner that fulfills Members' aspirations and societal expectations.

Attendance of Directors (Stewards) at board meetings conducted between April 01, 2023 to March 31, 2024:

S. No	Name of the Director (Steward)	No of Meetings conducted	No. of Meetings Attended
1	Mr. R. Surender Reddy, Chairperson	14	12
2	Mr. AnanthKishen Rao	14	10
3	Mr. P. Anil Kumar Kishen	14	1
4	Col. S. B. Nair	14	14
5	Mr. D Bharat BhusanReddy (w.e.f 04th Oct 2023)*	6	6
6	Mr. Hari Kishen Gupta	14	10
7	Mr. V. Krishna Das	14	8
8	Mr Manish Jaiswal	14	12
9	Mr. N V R Narasimha Reddy	14	14
10	Mr R Raghuram Reddy	14	9
11	Mr. P S Reddy	14	13
12	Lt. Col. S. L. Reddy (Upto 8th Sep 2023)**	8	5
13	Mr. B V Papa Rao, IAS (Retd) (w.e.f 8th Sep 2023 to 8th Dec 2023)***	3	0

* Inducted to the Board w.e.f. 04.10.2023.

** Resigned w.e.f. 08.09.2023.

*** Inducted to the Board w.e.f. 08.09.2023 and resigned w.e.f. 08.12.2023.

3. Committees and Sub-Committees:

The details of Committees constituted under the **Companies Act, 2013** is detailed under point no.15 of the Report of the Board. The following are the other Sub-Committees for the operations of the club:

- Board of Appeal.
- Finance and Audit Committee
- Corporate Social Responsibility Committee
- Sub-Committee for General Administration & Business Promotion
- Sub-Committee for Information Technology (IT)
- Sub-Committee for Racing
- Sub-Committee for OCTCs' including Malakpet Totalizer
- Sub-Committee for Employee Benefits and Cafeteria
- Sub-Committee for Works
- Finance Sub-Committee for review of Internal Audit report
- Sub- Committee for catering

The primary role of the above Sub-Committees is to provide strategic input to the Board in managing the Club's businesses and operating under the strategic supervision and control of the Board. These sub-Committees are constituted with Directors (Stewards), proficient members of the Club and eminent professionals:

Executive Committee (EC): The primary role of the Executive Committee is executive management of the business to realize tactical and strategic objectives in accordance with the Board approved plan. The Executive Committee is chaired by the higher officials of the Club.

The Board of Directors (Stewards) wish to place on record their deep appreciation for the advice and help rendered by the Members of the Committees/Sub-Committee and Internal Auditors.

Place: Hyderabad
Date:18.07.2024

R. Surender Reddy
Chairperson
DIN: 0083972





Independent Auditors Report & Financial Statements



SEKHAR & CO

Chartered Accountants
133/4, Rastrapathi Road
Secunderabad – 500 003

M.BHASKARA RAO & CO

Chartered Accountants
5-D, Fifth Floor, Kautilya,
6-3-652, Somajiguda,
Hyderabad – 500 082

INDEPENDENT AUDITOR’S REPORT

To the Members of
Hyderabad Race Club
Malakpet,
Hyderabad - 500 036

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying Financial Statements of **Hyderabad Race Club** (“the Company”), which comprise the Balance Sheet as at 31 March 2024, the Statement of Income and Expenditure (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and notes to the financial statements, including a summary of the material accounting policies and other explanatory information (here after referred to as “the financial statements”).

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 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, its surplus and total comprehensive income, the changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the “*Auditor’s Responsibilities for the Audit of the Financial Statements*” section of our report. We are independent of the Company in accordance with the “*Code of Ethics*” issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules issued 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.

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

The Company’s Board of Directors (Stewards) is responsible for the preparation of other information. The other information comprises the information included in the Board (Stewards)’s Report including annexures, 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.



Management's Responsibility for the Financial Statements

The Company's Board of Directors (Stewards) 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 (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act read with the Rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company 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 Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors (Stewards) are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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 controls 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 through separate report on complete set of financial statements whether the Company 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Report on Other Legal and Regulatory Requirements

1. Since the Company is licensed to operate under Section 8 of the Act, the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act is not applicable to the Company. Accordingly, our report does not include a Statement on the matters specified in Paragraphs 3 and 4 of the said Order.
2. As required by Section 143(3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company 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 Indian Accounting Standards specified under Section 133 of the Act, read with the rules issued thereunder;
 - e. on the basis of written representations received from the directors (Stewards) as on 31 March 2024, and taken on record by the Board of Directors (Stewards), none of the directors (Stewards) is disqualified as on 31 March 2024, from being appointed as a director (Stewards) 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 Company and the operating effectiveness of such controls, 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; in our opinion the provisions of Section 197(16) are not applicable to the Company; and
 - h. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of all pending litigations on its financial position in its financial statements - Refer note 29 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There are no amounts which were required to be transferred to the Investor Education and Protection Fund during the year ended 31 March 2024.
 - iv. (a) the management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("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;
- (b) the management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity, 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;
- (c) Based on audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material mis-statement.
- v. The Company has not declared or paid any dividend during the year; and
- vi. Based on our examination which included test checks, the Company has used an 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.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 01,2023, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

for Sekhar & Co
Chartered Accountants
Firm Regn No: 003695S

K C Devdas
Partner
MembershipNo.014966

UDIN: 24014966BKECUZ6614

Place: Hyderabad
Date: 18 July 2024

for M. Bhaskara Rao & Co
Chartered Accountants
Firm Regn No: 000459S

M V Ramana Murthy
Partner
Membership No.206439

UDIN: 24206439BKACY8711



Annexure A to the Independent Auditor's Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of **Hyderabad Race Club**)

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

We have audited the internal financial controls with reference to financial statements of **Hyderabad Race Club** ("the Company") as of 31 March 2024, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls with reference to financial statements

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company 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 ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls with reference to financial statements that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to financial statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system 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 of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to financial statements

A company'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 company; (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 made only in accordance with authorisations of management and directors (Stewards) of the



company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company'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 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 with reference to financial statements 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

for Sekhar & Co
Chartered Accountants
Firm Regn No: 003695S

for M. Bhaskara Rao & Co
Chartered Accountants
Firm Regn No: 000459S

K C Devdas
Partner
MembershipNo.014966

M V Ramana Murthy
Partner
Membership No.206439

UDIN: 24014966BKECUZ6614

UDIN: 24206439BKACY8711

Place: Hyderabad
Date: 18 July 2024



	Note	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	3	1,27,471.05	1,26,987.01	1,26,648.31
Capital Works in progress	4	6,786.88	2,584.17	898.32
Other intangible assets	5	10.25	13.69	28.77
Financial assets				
Investments	6	13,407.43	10,566.08	10,115.50
Trade Receivables	7	-	-	-
Other financial assets	8	27,035.08	25,321.99	21,368.07
Non current tax asset (net)	9	1,990.25	273.26	-
Other non current assets	10	39.90	111.14	135.52
Total Non-Current Assets		1,76,740.84	1,65,857.34	1,59,194.49
Current Assets				
Inventories	11	128.97	144.32	123.54
Financial assets				
Investments	6	-	-	-
Trade receivables	7	2,539.15	1,036.36	709.90
Cash and cash equivalents	12	8,611.34	8,745.30	17,898.82
Bank balances other than above	13	11,889.02	13,151.06	4,341.06
Other current assets	14	1,422.74	1,241.22	182.89
Total Current Assets		24,591.22	24,318.26	23,256.21
Total Assets		2,01,332.06	1,90,175.60	1,82,450.70
EQUITY AND LIABILITIES				
Equity				
Equity share capital		-	-	-
Other equity	15	1,08,657.71	1,04,789.30	97,976.78
Total Equity		1,08,657.71	1,04,789.30	97,976.78
Liabilities				
Non-Current Liabilities				
Provisions	16	56,893.19	56,905.76	56,944.09
Deferred Tax Liability (net)	17	26,318.71	25,433.73	24,645.89
Total Non-Current Liabilities		83,211.90	82,339.49	81,589.98
Current Liabilities				
Financial liabilities				
Trade payables	18	-	-	-
(A) Total outstanding dues of micro enterprises and small enterprises; and		-	-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		1,727.71	1,684.28	1,413.56
Other current liabilities	19	7,712.93	1,339.26	1,291.38
Provisions	16	21.81	23.27	19.64
Current tax liabilities (Net)	20	-	-	159.36
Total Current Liabilities		9,462.45	3,046.81	2,883.94
Total Equity and Liabilities		2,01,332.06	1,90,175.60	1,82,450.70

Corporate Information 1

Material Accounting Policies 2

See accompanying notes forming part of the financial statements 1 to 43

As per our Report of even date

for SEKHAR & CO.,
Chartered Accountants
Firm Reg. No. 003695 S

for M. BHASKARA RAO & CO.,
Chartered Accountants
Firm Reg. No. 000459 S

for and on behalf of the Board of Stewards

R SURENDER REDDY
Chairperson
DIN:00083972

K.C. DEVDAS
Partner
Membership No. 014966

M V RAMANA MURTHY
Partner
Membership No. 206439

Stewards
Col S B Nair
DIN: 00534863

CA. ARUNA DAGA
General Manager (F&A)

P V REDDY
Chief Financial & Administration Officer

HARI KISHEN GUPTA
DIN: 01842810

PLACE: Hyderabad

DATE: 18 July 2024



HYDERABAD RACE CLUB
CIN : U92411TG1971NPL001403

Statement of Income and Expenditure for the year ended 31 March 2024
(All Amounts are in Rupees Lakhs, unless otherwise stated)

Particulars	Note	"Year ended 31 March 2024"	"Year ended 31 March 2023"
Income			
Revenue from operations	21	11,311.21	14,660.11
Other income	22	2,312.39	2,739.30
Total Income		13,623.60	17,399.41
Expenses			
Stake expenses	23	3,568.79	3,582.86
Share of Income to other Centers	24	-	160.31
Employee benefit expenses	25	1,388.25	1,394.98
Depreciation and amortisation	26	428.04	610.01
Other expenses	27	2,021.62	2,887.62
Loss on account of TDS paid	32b	3,228.53	-
Total Expenses		10,635.23	8,635.78
Surplus before tax		2,988.37	8,763.63
Tax Expense			
Current tax		(293.66)	(2,095.84)
Earlier years tax		(160.38)	881.58
Deferred tax		(394.42)	(879.85)
Total tax expense		(848.46)	(2,094.12)
Surplus after tax from continuing operations		2,139.91	6,669.51
Other comprehensive income			
A. Items that will not be reclassified to income and expenditure			
Remeasurements of the defined benefit plans		28.36	29.87
Income tax on above items		(7.14)	(7.52)
		21.22	22.35
B. Items that may be reclassified to income and expenditure			
Fair value change - investments		2,664.93	511.72
Income tax on above items		(607.60)	(116.67)
Other comprehensive income		2,078.54	417.40
Total comprehensive income for the period		4,218.46	7,086.91

Corporate Information 1
Material Accounting Policies 2
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HYDERABAD RACE CLUB

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CIN : U92411TG1971NPL001403

Cash Flow Statement for the year ended 31 March 2024

(All Amounts are in Rupees Lakhs, unless otherwise stated)

Particulars		Year Ended 31 March 2024	Year Ended 31 March 2023
A.	Cash flow from operating activities		
	Surplus for the year	2,988.37	8,763.63
	Adjustments for		
	Interest income recognised in income and expenditure account	(1,558.23)	(1,309.44)
	Depreciation and amortisation	428.04	610.01
	Membership fees	45.00	363.00
	Income on investments	(251.86)	(945.17)
	Profit or loss on sale of assets	2.73	0.20
	Net foreign exchange (gain) / loss	4.45	7.27
	Operating surplus / (deficit) before working capital changes	1,658.50	7,489.50
	Changes in working capital:		
	Adjustments for (increase) / decrease in operating assets:		
	Inventories	15.35	(20.78)
	Trade Receivables	(1,502.79)	(326.46)
	Other Non-Current Assets	71.24	24.38
	Other Financial Assets	(1,713.09)	(3,953.92)
	Other Current Assets	(181.52)	(1,058.33)
	Adjustments for increase / (decrease) in operating liabilities:		
	Non-Current Provisions	(12.56)	(38.33)
	Trade Payables	43.43	270.72
	Current Provisions	(1.46)	79.56
	Other Current Liabilities	6,373.67	47.88
	Cash generated from operations	4,750.78	2,514.21
	Income Tax paid (Net)	1,286.05	(2,661.47)
	Net cash flow from operating activities (A)	6,036.82	(147.26)
B.	Cash flow from investing activities		
	Payments for property, plant and equipment (including Capital Work in Progress)	(4,683.31)	(2,009.47)
	Profit/loss on Sale of Assets	(2.73)	(0.20)
	Bank balances (Deposits) not considered as cash and cash equivalents		
	- Matured	(451.04)	(8,810.00)
	Interest received	1,558.23	1,309.44
	Proceeds from sale of investments / investments made	(2,591.94)	503.97
	Net cash flow used in investing activities (B)	(6,170.78)	(9,006.26)
C.	Cash flow from financing activities		
	Net cash flow from / (used in) financing activities (C)	-	-
	Net increase / (decrease) in cash and cash equivalents	(133.96)	(9,153.52)
	Cash and cash equivalents at the beginning of the year	8,745.30	17,898.82
	Effect of exchange difference on cash and cash equivalents held in foreign currency	-	-
	Cash and cash equivalents at the end of the year (Refer Note 12)	8,611.34	8,745.30
	Components of Cash and cash equivalents (Refer note 12)		
		31 March 2024	31 March 2023
	a) Cash on hand	9.67	7.71
	b) Balance with banks in current accounts		
	-Savings Bank Accounts	8,078.38	8,474.13
	-Current Account	343.60	84.10
	-Fixed Deposits (Under Lien)	179.69	179.36
	Total Cash and cash equivalents (as per Ind AS 7)	8,611.34	8,745.30

Corporate Information 1

Material Accounting Policies 2

See accompanying notes forming part of the financial statements 1 to 43

As per our Report of even date

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HARI KISHEN GUPTA
DIN: 01842810

PLACE: Hyderabad

DATE: 18 July 2024



HYDERABAD RACE CLUB

CIN : U92411TG1971NPL001403

Statement of Changes in Equity for the year ended 31 March 2024

(All Amounts are in Rupees Lakhs, unless otherwise stated)

A.	Equity Share Capital	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Issued and paid up equity share capital			
	Balance at the beginning of the current reporting period	-	-	-
	Changes in Equity Share Capital due to prior period errors	-	-	-
	Restated balance at the beginning of the current reporting period	-	-	-
	Changes in equity share capital during the current year	-	-	-
	Balance at the end of the current reporting year	-	-	-

B. Other Equity

Particulars	Reserves & Surplus		Items of other comprehensive income / (loss)		Total
	Retained Earnings	Membership fees	Remeasurement of defined benefit plans	Fair value change on investments	
Balance as at 01 April 2022	96,321.91	1,012.14	5.35	637.39	97,976.78
Surplus/ (Deficit) for the year	6,669.51		-	-	6,669.51
Other Comprehensive Income (net of income tax)	-		22.35	(242.34)	(219.99)
Any other change (Addition from New Membership/Transfer of members)	-	363.00	-	-	363.00
Total comprehensive income for the year	6,669.51	363.00	22.35	(242.34)	6,812.52
Balance as at 31 March 2023	1,02,991.41	1,375.14	27.70	395.05	1,04,789.30
Surplus/ (Deficit) for the year	2,139.91	-	-	-	2,139.91
Other Comprehensive Income (net of income tax)	-		21.22	1,662.28	1,683.50
Any other change (Addition from New Membership/Transfer of members)		45.00			45.00
Total comprehensive income for the year	2,139.91	45.00	21.22	1,662.28	3,868.41
Balance as at 31 March 2024	1,05,131.33	1,420.14	48.92	2,057.32	1,08,657.71

Corporate Information 1

Material Accounting Policies 2

See accompanying notes forming part of the financial statements 1 to 43

As per our Report of even date

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K.C. DEVDAS
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CA. ARUNA DAGA
General Manager (F&A)

PLACE: Hyderabad
DATE: 18 July 2024

for **M. BHASKARA RAO & CO.,**
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DIN: 00534863

HARI KISHEN GUPTA
DIN: 01842810



1. Corporate Information

“Hyderabad Race Club (‘the Club’ or ‘the Company’) is a public company incorporated in India U/s 25 of Companies Act 1956 (now Section 8 of Companies Act 2013). The Company has no share capital and is limited by guarantee.

The Company is engaged in conducting horse racing at Hyderabad and, on reciprocal basis conducts Inter Venue Betting (IVB) on races held at other Race Clubs in India.”

The income and property of the Company how so ever derived , shall be applied solely towards the promotion of the objects of the Company as set forth in the Memorandum of Association and no portion thereof shall be paid or transferred directly or indirectly by way of dividends,bonus or otherwise howsoever by way of profit to the Members of the Company.

By virtue of the Memorandum of Association every member of the Company undertakes to contribute to the assets of the Company in the event of its being wound up while he ia member or within one year after he ceases to be a member for payment of debts and liabilities of the Company contracted before he ceases to be a member and the costs, charges and expenses of winding up and for the adjustment of the rights of the contributories among themselves, such amount as may be required not exceeding Rs.100/-

If upon winding up or dissolution of the Company 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 Company, but shall be given or transferred to some other institution or institutions having objects similar to the objects of the Compnay or such charitable objects to be determined by the Members of the Company at or before the time of dissolution or in default thereof , by the National Company law Tribunal, Hyderabad or such judicial or quasi - judicial authority as may be notified by the Ministry of Corporate Affairs from time to time.

The financial statements for the year ended 31 March 2024 were approved by the Board of Directors and authorised to issue on 18 July 2024

2 Material Accounting Policies

2.1 Statement of Compliance:

The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and amendments issued thereafter.

2.2 Basis of accounting and preparation of financial statements

These financial statements have been prepared on accrual basis under the historical cost convention, except for certain financial instruments which are measured at fair value, the provisions of the Companies Act, 2013 (‘Act’), including presentation requirements of Division II of Schedule III to the Companies Act, 2013 (Ind AS Compliant Schedule III), as applicable to the standalone financial statements (to the extent notified).

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

In estimating the fair value of an asset or liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purpose in these standalone financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36.



In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at measurement date;

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 inputs are unobservable inputs for the asset or liability.

2.3 Use of estimates

The preparation of these standalone financial statements requires the management of the Company to make estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements, disclosure of contingent liabilities as at the date of the financial statements, and the reported amounts of income and expenses during the reported period. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the financial statements.

2.4 Property, Plant and Equipment

Property, Plant & Equipment are stated at actual cost less accumulated depreciation and net of impairment. The cost of Property, plant and equipment comprises of purchase price, applicable duties and taxes, any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition/construction of qualifying PPE, that takes a substantial period of time to get ready for its intended use, upto the date the asset is ready for its intended use. The initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located is required to be included in the cost of the respective item of property plant and equipment.

For transition to Ind AS, the Company has elected to adopt as deemed cost, the carrying value of PPE, other than land, measured as per previous GAAP, accumulated depreciation and cumulative impairment on the transition date of 01 April 2022. In respect of land, the Company has considered fair value of land as on transition date 01 April 2022 as deemed cost.

An item of PPE is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognised in statement of income and expenditure.

2.5 Depreciation and amortisation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on Property, Plant and equipment have been provided on the basis of estimated useful life's indicated in Part C of Schedule II to the Companies Act 2013. Intangible assets, primarily comprising of software, is depreciated over actual license period or estimated life whichever is less.

The estimated useful lives and residual values of the tangible and intangible assets are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

2.6 Impairment of Assets:

i) Financial assets

Company assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

Impairment loss on financial assets carried at amortised cost is measured at the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate. In a subsequent period, if the amount of impairment loss decreases and the decreases can be related objectively to an event, the previously recognised impairment is reversed through profit or loss.



ii) Non-financial assets

Property, Plant & Equipment and Other Intangible assets

Property, Plant and Equipment and Other intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the income or expenditure.

2.7 Leases

Payments associated with short-term leases and low value assets are recognized on a straight line basis as an expense in income or expenditure. Short term leases are leases with a lease term of 12 months or less.

The Company, as a lessor, classifies a lease either as an operating lease or a finance lease. Leases are classified as finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

2.8 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.

2.9 Revenue recognition:

(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.

(ii) Racing Activities

Revenue from racing activities, representing the totalizator 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 stores.

The non refundable infrastructure development fund from new members received as membership fees during the year is recognised as capital receipt and accounted in General Fund in the year of receipt.

(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.

2.10 Foreign currency transactions:

The functional currency of the Company is Indian Rupees (INR).

Foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities of foreign operations are restated into the functional currency using exchange rates prevailing on the date of the Balance Sheet. Gains and losses arising on settlement and restatement of foreign currency denominated monetary assets and liabilities are included in the income and expenditure.

2.11 Financial Instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.



Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised in income and expenditure.

i) Non-derivative financial instruments

Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these 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 at fair value

Financial asset not measured at amortised cost is carried at fair value through profit or loss (FVTPL) on initial recognition, unless the company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income.

The Company, on initial application of IND AS 109 Financial Instruments, has made an irrevocable election to present in other comprehensive income for changes in fair value of investment not held for trading.

Financial asset at FVTPL are measured at fair values at the end of each reporting period, with any gains or losses arising on remeasurement recognised in income and expenditure.

Financial liabilities

ii) Financial liabilities at fair value through profit and loss are stated at fair value, with any gains or losses arising on remeasurement recognised in income and expenditure.

For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

iii) Derecognition of financial instruments

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

The Company derecognises financial liabilities when, and only when, the Company's obligation are discharged, cancelled or have expired.

2.12 Employee Benefits:

a) Gratuity:

The Company accounts for its gratuity liability, a defined retirement benefit plan covering eligible employees. The gratuity plan provides for a lump sum payment to employees at retirement, death, incapacitation or termination of the employment based on the respective employee's salary and the tenure of the employment. Liabilities with regard to a Gratuity plan are determined based on the actuarial valuation carried out by an independent actuary as at the Balance Sheet date using the Projected Unit Credit method for the Company. Actuarial gains and losses are recognised in full in other comprehensive income and accumulated in equity in the period in which they occur.

b) Provident fund:

The eligible employees of the Company are entitled to receive the benefits of Provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary which are charged to the Statement of Income and Expenditure on accrual basis. The provident fund contributions are paid to the Regional Provident Fund Commissioner by the Company. The Company has no further obligations for future provident fund and superannuation fund benefits other than its annual contributions.



c) Compensated absences:

The Company provides for the encashment of leave subject to Company's rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment or availment. The liability is provided based on the number of days of unavailed leave at each Balance Sheet date on the basis of an independent actuarial valuation using the Projected Unit Credit method for the Company. The Company does not expect the difference on account of varying methods to be material.

The liability which is not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised based on actuarial valuation as at the Balance Sheet date.

d) Other short term employee benefits:

Other short-term employee benefits such as performance incentives expected to be paid in exchange for the services rendered by employees, are recognised during the period when the employee renders the service.

2.13 Taxation:

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to / recovered from the tax authorities, based on estimated tax liability computed after taking credit for allowances and exemption in accordance with the local tax laws existing in the respective countries.

Minimum Alternative Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability is considered as an asset if there is convincing evidence that the Company will pay normal tax after the tax holiday period. Accordingly, it is recognized as an asset in the Balance Sheet when it is probable that the future economic benefit associated with it will flow to the Company and the asset can be measured reliably.

Deferred income taxes

Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

The Company recognises interest levied and penalties related to income tax assessments in income tax expenses.

2.14 Provision, Contingent Liabilities and Contingent Assets:

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liabilities and Contingent Assets are not recognized in the financial statements.

2.15 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 noncurrent 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 noncurrent 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

2.16 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

2.17 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

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 31.3.2024 is the carrying value of each class of financial assets as on that date

2.18 First-time adoption - mandatory exceptions, options exemptions

The Company has prepared the opening balance sheet as per Ind AS as of 01 April 2022 (the transition date) by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not remitted by Ind AS, by reclassifying items from previous GAAP to Ind AS as required under Ind-AS, and applying Ind-AS in measurement of recognised assets and liabilities, However, this principle is subject to the certain exceptions and certain optional exemptions availed by the Company as detailed below:

a) Deemed cost for property, plant and equipment and intangible assets

The Company has elected to continue with the carrying value of all its plant and equipment and intangible assets recognised as of 01 April 2022 (the transition date) measured as per the previous GAAP and use that fair value as as its deemed cost as of the transition date.

b) The Company, on initial application of IND AS 109 Financial Instruments, has made an irrevocable election to present in other comprehensive income for changes in fair value of investment not held for trading.

2.19 Critical judgements in applying accounting policies:

The following are the critical judgements, apart from those involving estimations, that the directors have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statement.

Key sources of estimation uncertainty:

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Useful lives of property, plant and equipment:

The company reviews the estimated useful lives of property plant and equipment at the end of each reporting period. During the current year, there has been no change in life considered for the assets.

Fair value measurements and valuation processes:

Investments are measured at fair value for the financial reporting purposes.

In estimating the fair value of an asset or a liability, the Company uses market-observable data to the extent it is available.

Provision for doubtful receivables:

The Company has adopted Expected credit loss model for provisioning of receivables, apart from this the company also monitors long outstanding balances and make additional provision where required.

Provision for employee benefits:

The Company uses actuarial assumptions to determine the obligations for employee benefits at each reporting period . These assumptions include the discount rate, expected long-term rate of return on plan assets, rate of increase in compensation levels and mortality rates.

Provision for taxes:

Significant judgments are required in determining the provision for income taxes, including the amount expected to be paid/ recovered for uncertain tax positions.

3. Property, Plant and Equipment

	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
Land	1,23,369.59	1,22,715.84	1,22,025.90
Buildings	3,151.92	3,173.10	3,278.66
Plant & Machinery	240.77	286.76	349.55
Furniture & Fixtures	92.92	82.60	87.51
Electrical Fittings	405.94	439.52	405.11
Computers	181.89	255.04	458.21
Vehicles	28.02	34.15	43.37
Live Stock (Horses)	-	-	-
	1,27,471.05	1,26,987.01	1,26,648.31



HYDERABAD RACE CLUB
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Notes to the financial statements for the year ended 31 March 2024

(All Amounts are in Rupees Lakhs, unless otherwise stated)

Description	Gross Block			Depreciation			Net Block
	As at 01 April 2023	Additions	Deletions	As at 31 March 2024	For the year	Deletions	
Land [Refer Note 3.1]	1,22,715.84	653.75	-	1,23,369.59	-	-	1,23,369.59
Buildings	3,356.90	157.34	-	3,514.24	178.52	-	3,151.92
Plant & Machinery	349.55	4.81	-	354.36	50.80	-	240.77
Furniture & Fixtures	102.79	33.10	-	135.89	22.78	-	92.92
Electrical Fittings	501.99	50.02	-	552.01	83.60	-	405.94
Computers	504.51	8.76	-	513.27	81.91	-	181.89
Vehicles	43.37	-	-	43.37	6.13	-	28.02
Live Stock (Horses)	-	-	-	-	-	-	-
Total	1,27,574.95	907.78	-	1,28,482.73	423.74	-	1,011.68

Description	Gross Block			Depreciation			Net Block
	As at 01 April 2022	Additions	Deletions	As at 31 March 2023	For the year	Deletions	
Land	1,22,025.90	689.94	-	1,22,715.84	-	-	1,22,715.84
Buildings	3,278.66	78.24	-	3,356.90	183.80	-	3,173.10
Plant & Machinery	349.55	-	-	349.55	62.79	-	286.76
Furniture & Fixtures	87.51	15.28	-	102.79	20.19	-	82.60
Electrical Fittings	405.11	104.25	(7.37)	501.99	69.47	(7.00)	439.52
Computers	458.21	46.30	-	504.51	249.47	-	255.04
Vehicles	43.37	-	-	43.37	9.22	-	34.15
Live Stock (Horses)	-	-	-	-	-	-	-
Total	1,26,648.31	934.01	(7.37)	1,27,574.95	594.94	(7.00)	587.94

3.1 The fair value of land as on transition date i.e. 01 April 2022 is considered as deemed cost. The fair value of land was based on SRO rates notified by the Government and adjusted for infrastructural facilities as at the transition date.



HYDERABAD RACE CLUB

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Notes to the financial statements for the year ended 31 March 2024

(All Amounts are in Rupees Lakhs, unless otherwise stated)

4. CAPITAL WORK IN PROGRES

	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
Opening Balance			
Land under development	191.71	191.71	191.71
Buildings	2,392.46	706.61	88.75
	2,584.17	898.32	280.46
Additions during the year			
Land under development		-	-
Buildings	4,202.71	1,764.09	617.86
	4,202.71	1,764.09	617.86
Capitalised during the year			
Land under development		-	-
Buildings	-	78.24	-
	-	78.24	-
Closing Balance			
Land under development	191.71	191.71	191.71
Buildings	6,595.17	2,392.46	706.61
	6,786.88	2,584.17	898.32

Project status as on 31.03.2024

Date of commencement of Excavation works	28-03-2022
Date of commencement of Civil works	24-11-2022
Projected date of completion	Sep-25
% of completion as on 31.03.2024	35%
any delays in completion	9 Months

Ageing for capital works in progress as at 31 March 2024

	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Land Under Development		42.22	148.82	-	191.04
Building Under Construction	4,202.71	1,721.87	469.04	202.22	6,595.84
Total	4,202.71	1,764.09	617.86	202.22	6,786.88



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Notes to the financial statements for the year ended 31 March 2024

(All Amounts are in Rupees Lakhs, unless otherwise stated)

Ageing for capital works in progress as at 31 March 2023

As at March, 31 2023	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Land Under Development		42.22	148.82		191.04
Building Under Construction	1,764.08	575.64	53.41	-	2393.13
Total	1,764.08	617.86	202.23	-	2,584.17

Ageing for capital works in progress as at 01 April 2022

As at April 01, 2022	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Land Under Development	-	42.22	148.82	-	191.04
Building Under Construction	617.84	10.51	78.93	-	707.28
Total	617.84	10.51	78.93	-	898.32

5. Other Intangible Assets

	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
Computer Softwares	10.25	13.69	28.77
Total	10.25	13.69	28.77

Description	Gross Block (At Cost)				Amortisation				Net Block
	As at 01 April 2023	Additions	Deletions	As at 31 March 2024	Up to 01 April 2023	For the year	Deletions	Up to 31 March 2024	
Computer Softwares	28.77	0.86	-	29.63	15.08	4.30	-	19.38	10.25
Total	28.77	0.86	-	29.63	15.08	4.30	-	19.38	10.25

Description	Gross Block (At Cost)				Amortisation				Net Block
	As at 01 April 2022	Additions	Deletions	As at 31 March 2023	Up to 01 April 2022	For the year	Deletions	Up to 31 March 2023	
Computer Softwares	28.77	-	-	28.77		15.08	-	15.08	13.69
Total	28.77	-	-	28.77	-	15.08	-	15.08	13.69



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Notes to the financial statements for the year ended 31 March 2024

(All Amounts are in Rupees Lakhs, unless otherwise stated)

6.	Investments (Refer Note 40)	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Non Current Investments			
	Investments at fair value through Other Comprehensive Income			
	Mutual funds - Balanced Growth , Liquid Funds			
	Tax free bonds	-	-	1,363.28
	Structured Funds	13,407.43	10,566.08	8,752.22
		13,407.43	10,566.08	10,115.50

7.	Trade Receivables	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Considered good - secured			-
	Considered good - unsecured	2,539.15	1,036.36	709.9
	Receivables which have significant increase in credit risk	-	0.13	1.08
		2,539.15	1,036.49	710.98
	Credit impaired	-	(0.13)	(1.08)
	Total	2,539.15	1,036.36	709.90

7.1	Of the above, trade receivables from:			
a)	Others	2,539.15	1,036.36	709.90
b)	Related parties	-	-	-

7.2 Ind AS requires expected credit losses to be measured through a loss allowance. The Company assesses at each date of statement of financial position whether a financial asset or a group of financial asset is impaired. The Company recognises lifetime expected losses for trade receivables that do not constitute a financing transaction. The Company has used a practical expedient by computing the expected credit loss allowance for trade receivable based on a provision matrix.

7.3 Age of trade receivables as on 31 March 2024

		Not due	Less than 6 months	6 months - 1 years	1 - 2 years	More than 3 years	Total
	Undisputed trade receivables						
a)	Considered good	-	2,539.15	-	-	-	2,539.15
b)	which have significant increase in credit risk	-	-	-	-	-	-
c)	credit impaired	-	-	-	-	-	-
	Disputed trade receivables						
a)	Considered good	-	-	-	-	-	-
b)	which have significant increase in credit risk	-	-	-	-	-	-
c)	credit impaired	-	-	-	-	-	-
		-	2,539.15	-	-	-	2,539.15



7.4 Age of trade receivables as on 31 March 2023

		Not due	Less than 6 months	6 months - 1 years	1 - 2 years	More than 3 years	Total
	Undisputed trade receivables						
a)	Considered good	-	989.90	36.62		9.85	1,036.36
b)	which have significant increase in credit risk	-	-	-	-	0.13	0.13
c)	credit impaired	-	-	-	-	-	-
	Disputed trade receivables						
a)	Considered good	-	-	-	-	-	-
b)	which have significant increase in credit risk	-	-	-	-	-	-
c)	credit impaired	-	-	-	-	-	-
		-	989.90	36.62	-	9.98	1,036.49

7.5 Age of trade receivables as on 01 April 2022

		Not due	Less than 6 months	6 months - 1 years	1 - 2 years	More than 3 years	Total
	Undisputed trade receivables						
a)	Considered good	680.56	17.43		11.92	-	709.90
b)	which have significant increase in credit risk	-	-	-	-	-	-
c)	credit impaired	-	-	-	1.08	-	1.08
	Disputed trade receivables						
a)	Considered good	-	-	-	-	-	-
b)	which have significant increase in credit risk	-	-	-	-	-	-
c)	credit impaired	-	-	-	-	-	-
		680.56	17.43	-	13.00	-	710.98

8.	Other Financial Assets	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Advance to Related Parties (HRC Recreation Chambers) [Refer Note 34]	33.42	32.07	31.57
	Deposit with Government Authorities [Refer Note 32a]	26,858.47	25,147.13	21,192.33
	Other deposits	143.19	142.79	144.17
	Total	27,035.08	25,321.99	21,368.07



9.	Non Current Tax Asset (net)	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Non Current Tax Asset	1,990.25	273.26	-
10.	Non Current Assets	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Others	39.90	111.14	135.52
11.	Inventories	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	(At lower of cost or NRV)			
	Stores	128.97	144.32	123.54
12.	Cash and Cash Equivalents	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Cash in hand	9.67	7.71	7.67
	Balance with Banks			
	-Savings Bank Accounts	8,078.38	8,474.13	17,597.34
	-Current Account	343.60	84.10	92.62
	-Fixed Deposits (Under Lien)	179.69	179.36	201.19
	Total	8,611.34	8,745.30	17,898.82
13.	Other Bank Balances	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Balance with Banks			
	Deposits with Maturity less than 12 months	11,887.96	13,150.00	4,340.00
	Fixed Deposits (Under Lien) (maturing after 12 months)	1.06	1.06	1.06
	Total	11,889.02	13,151.06	4,341.06
14.	Other Assets	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Capital advances	934.84	902.00	-
	Interest Accrued on deposits	369.50	255.44	96.28
	Prepaid	105.43	69.81	66.93
	Employee Advances	12.97	13.97	19.68
	Total	1,422.74	1,241.22	182.89
15.	Other Equity	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Retained Earnings	1,05,131.33	1,02,991.41	96,321.91
	Entrance Fees	1,420.14	1,375.14	1,012.14
	Items of Other Comprehensive Income	2,106.25	422.75	642.74
	Total	1,08,657.71	1,04,789.30	97,976.78



		As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
15.1	Retained Earnings			
	Balance at beginning of year	1,02,991.41	96,321.91	1,27,992.42
	Surlus / (Deficit) for the year	2,139.91	6,669.51	(31,670.51)
	Balance at end of year	1,05,131.33	1,02,991.41	96,321.91
15.2	Membership Fees			
	Balance at beginning of year	1,375.14	1,012.14	1012.14
	Additions/ withdrawals during the year	45.00	363.00	-
	Balance at end of year	1,420.14	1,375.14	1,012.14
15.2	Items of Other Comprehensive Income			
	Remeasurements of the defined benefit plans			
	Opening balance	27.70	5.35	-
	Current year charge (net of tax)	21.22	22.35	5.35
	Balance at end of year (A)	48.92	27.70	5.35
	Fair value change - Investments			
	Opening balance	395.05	637.39	-
	Fair value reversal - Ind AS	(395.05)	(637.39)	
	Current year charge (net of tax)	2,057.32	395.05	637.39
	Balance at end of year (B)	2,057.32	395.05	637.39
	Total Other Comprehensive Income (A+B)	2,106.25	422.75	642.74
15.3	Retained earning represents the Company's undistributed earnings after taxes.			
15.4	Remeasurement of the defined benefits plans recognised in other comprehensive income represents the actuarial gain / (loss) recognised on the defined benefit plan and will not be reclassified to retained earnings.			
16.	Provisions			
16.1	Non-Current			
	Provision for employee benefits			
	Leave Encashment [Refer Note 16.4]	91.05	101.64	118.52
	Gratuity [Refer Note 16.4]	94.27	96.24	117.69
	Provisions for Contingencies [Refer Note 16.3]	6,980.84	6,980.84	6,980.84
	GST Provision Payable [Refer Note 16.3/ Note 32a]	49,727.04	49,727.04	49,727.04
	Total	56,893.19	56,905.76	56,944.09



		As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
16.2	Current			
	Provisions for employee benefits			
	Leave Encashment [Refer Note 16.4]	10.29	13.20	10.52
	Gratuity [Refer Note 16.4]	11.52	10.07	9.12
	Total	21.81	23.27	19.64
16.3	Considering that the litigations disclosed in Note no.30 and 32a to the financial statements are likely to be long drawn and may impact the activities of the Company in the event of unfavourable decision, the Company has decided to make provision to meet contingencies that may arise out on completion of adjudication process. In the assessment of Management, the provisions made as at the year end is adequate to meet such contingencies. There is no movement in the provision during the year.			
16.4	Defined Benefit Plan			
	The gratuity scheme is a final salary Defined Benefit Plan that provides for a lump sum payment made on exit either by way of retirement, death, disability or voluntary withdrawal. The benefits are defined on the basis of final salary and the period of service and paid as lump sum at exit. The plan design means the risks commonly affecting the liabilities and the financial results are expected to:			
a)	Interest rate risk : the defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.			
b)	Salary inflation risk : Higher than expected increases in salary will increase the defined benefit obligation			
c)	Demographic risk : For example, as plan is open to new entrants, an increase in membership will increase the defined benefit obligation. Also, the plan only provides benefits upon completion of a vesting criteria. Therefore, if turnover rates increase, then the liability will tend to fall as fewer employees reach vesting period.			

The following table sets forth the status of the gratuity plan of the Company, and the amounts recognized in the balance sheet and statement of income and expenditure.

		As at 31 March 2024	As at 31 March 2023
a)	Table showing changes in present value of obligations		
	Prevent value of Obligation as at the beginning of the year	351.22	406.79
	Current service cost	30.11	33.78
	Interest cost	22.76	23.62
	Benefits paid	(61.32)	(63.97)
	Actuarial (gain) / loss on obligations	(26.61)	(49.01)
	Prevent value of Obligation as at the end of the year	316.16	351.21
b)	Table showing changes in fair value of plan assets		
	Value of plan assets at the beginning of the year	244.90	279.97
	Adjustment to Opening Balance		
	Expected return on plan assets	15.55	15.99
	Contributions	0.24	0.24
	Benefits paid	(52.07)	(52.48)
	Actuarial gain / (loss) on plan assets	1.75	1.18
	Fair value of the plan assets	210.37	244.90



		As at 31 March 2024	As at 31 March 2023
c)	Amount to be recognised in the balance sheet		
	Present value of obligation as at the end of the year	210.37	244.91
	Value of plan assets as at the end of the year	316.16	351.22
	Funded Status	105.79	106.31
	Unrecognised Actuarial (gains) / losses		
	Net Asset / (Liability) recognised in the balance sheet	105.79	106.31
	Current	11.52	10.07
	Non-Current	94.27	96.24
d)	Expenses recognised in the statement of income and expenditure		
	Current service cost	30.11	33.78
	Interest cost	22.76	23.62
	Expenses	-	-
	Expected return on Plan assets	(15.55)	(15.99)
	Net actuarial (gain) / loss recognised in year	(28.36)	(50.19)
	Expenses recognised in the statement of income and expenditure	8.96	(8.78)
e)	Assumptions		
	Discount Rate	7%	7%
	Rate of increase in Compensation levels	7%	7%
	Expected Rate of return on plan assets	7%	7%
	Expected average remaining working lives of employees	10	10



17	Deferred Tax Liability (Net)	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Deferred tax assets			
	On Provision for GST liability including interest	5,089.43	5,465.93	6,335.71
	On Provision for Employee Benefits	42.96	45.55	52.03
	On Provision for Employee Benefits (OCI)	(7.14)	(7.52)	(1.8)
	Deferred tax liabilities			
	On Depreciation	(122.44)	(107.10)	(103.52)
	On Fair value of Land	(30,713.92)	(30,713.92)	(30,713.92)
	On Fair Valuation of Investments	(607.60)	(116.67)	(214.39)
	Total (net)	(26,318.71)	(25,433.73)	(24,645.89)
18	Trade Payables			
	Amounts due to micro and small enterprises [Refer note 18.5]	-	-	-
	Others	1,727.71	1,684.28	1,413.56
	Total	1,727.71	1,684.28	1,413.56
18.1	Of the above, trade payables from :			
a)	Related Parties	-	-	-
b)	Others	1,727.71	1,684.28	1,413.56

18.2 Trade payables ageing schedule for the year ended as on 31 March 2024

	Particulars	Outstanding for following periods from due date of payment					Total
		Not Due	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i)	MSME						-
(ii)	Others		1,638.87	46.46	28.10	14.28	1,727.71
(iii)	Disputed Dues - MSME						-
(iv)	Disputed Dues - Others						-
	Total	-	1,638.87	46.46	28.10	14.28	1,727.71

18.3 Trade payables ageing schedule for the year ended as on 31 March 2023

	Particulars	Outstanding for following periods from due date of payment					Total
		Not Due	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i)	MSME						-
(ii)	Others		1,595.44	46.46	28.10	14.28	1,684.28
(iii)	Disputed Dues - MSME						-
(iv)	Disputed Dues - Others						-
	Total	-	1,595.44	46.46	28.10	14.28	1,684.28



18.4 Trade payables ageing schedule for the year ended as on 01 April 2022

	Particulars	Outstanding for following periods from due date of payment					Total
		Not Due	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i)	MSME	-	-	-	-	-	-
(ii)	Others	-	1,399.28	-	-	14.28	1,413.56
(iii)	Disputed Dues - MSME	-	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-	-
	Total	-	1,399.28	-	-	14.28	1,413.56

18.5 The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the MSMED Act, 2006) claiming their status as micro or small enterprises. Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by management and the required disclosures are given below:

		As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
i)	Principal amount remaining unpaid	-	-	-
ii)	Interest due thereon	-	-	-
iii)	Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-	-
iv)	Interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	-	-	-
v)	Interest accrued and remaining unpaid	-	-	-
vi)	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.	-	-	-

19.	Other Current Liabilities	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Statutory payables	348.89	282.62	484.64
	Deposits/ Fees received in advance	1,068.27	827.47	680.97
	Employee Payables	38.63	54.76	27.29
	Others	1,972.98	-	-
	CSR Payable [Refer Note 38]	5.33	-	-
	Provision for expenses	1,001.56	174.40	98.48
	Provision for loss on TDS Paid [Refer Note 32b]	3,277.27	-	-
	Total	7,712.93	1,339.26	1,291.38



20.	Current Tax Liabilities (Net)	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
	Income tax payables	-	-	159.36
	[Net of advance tax 31 March 2024: Rs.Nil; 31 March 2023: Rs.Nil and 01 April 2022, Rs.1395 Lakhs]			
	Total	-	-	159.36

21.	Revenue from operations	Year Ended 31 March 2024	Year Ended 31 March 2023
	From Offline Tote Pools	4,413.81	6,903.61
	From Online Tote Pools	1,757.40	2,384.39
	Other Racing Income	5,140.00	5,372.11
	Total	11,311.21	14,660.11
22.	Other Income		
	Interest on Bank Deposits	1,558.23	1,309.44
	Income from Investments	251.86	945.17
	Members' Subscription	9.20	9.33
	Miscellaneous Income	493.10	475.36
	Total	2,312.39	2,739.30
23.	Stakes, Subsidies/Concessions & Other Racing Expenses		
	Stake Money	2,681.97	2,374.56
	Cups and Trophies	48.56	46.71
	Subsidy/Concessions	68.53	99.10
	Contribution for Indian Turf Invitational Races	35.50	35.50
	Racing Expenses	734.23	1,026.99
	Total	3,568.79	3,582.86
24.	Share Of Income To Other Centres		
	Share Of Income To Mrc-Chennai	-	5.43
	Share Of Income To Rwtc Ltd-Mumbai	-	148.31
	Share Of Income To Rctc	-	4.81
	Share Of Income To Mysore Race Club Ltd	-	1.76
	Total	-	160.31



25.	Employee benefit expenses	Year Ended 31 March 2024	Year Ended 31 March 2023
	Salaries, Wages & Bonus etc.	908.76	936.90
	Contribution to Provident & Other Funds	59.27	62.02
	Contribution to Group Gratuity Fund	45.68	56.33
	Contribution to Superannuation Fund	22.31	12.50
	Employees Welfare Expenses	38.73	46.05
	Leave Travel Concession	14.84	13.98
	Out-sourcing Expenses	298.66	267.20
	Total	1,388.25	1,394.98
26.	Depreciation and amortisation		
	Depreciation on property, plant and equipment	423.74	594.94
	Amortisation on intangible assets	4.30	15.08
	Total	428.04	610.01
27.	Other Expenses		
	Rent	319.44	295.16
	Power & Fuel	244.40	262.46
	Rates & Taxes	72.21	90.11
	Water Charges	39.97	38.74
	Insurance	24.22	20.49
	Repairs & Maintenance - Buildings	84.34	1,086.60
	Repairs & Maintenance - Machinery	18.08	44.12
	Repairs & Maintenance - Electronic Equipment & Software	117.43	131.40
	Track Maintenance	112.30	99.06
	Printing & Stationery	21.89	34.24
	Communication Expenses	11.77	17.13
	Equine Hospital Expenses	272.59	231.89
	Remuneration to Auditors [Refer Note 27.1]	11.32	11.97
	Legal charges	42.81	-
	Professional Charges	27.37	50.12
	CCTV / Live Telecast Expenses	152.33	70.50
	Race Day Expenses	35.71	25.96
	Office maintenance and Housekeeping	178.33	172.70
	Garden Maintenance	18.17	-
	Miscellaneous Expenses	179.76	200.55
	Bad Debts Written off	6.25	0.13
	Loss on Sale of Assets/Investments	2.73	0.20
	Corporate Social Responsibility expenses [Refer Note 37]	27.33	-
	Donations	-	2.00
	Bank charges	0.87	2.09
	Total	2,021.62	2,887.62



27.1	Remuneration to Auditors	Year Ended 31 March 2024	Year Ended 31 March 2023
	Audit Fee	10.00	10.00
	Tax Audit Fee	0.60	0.60
	Reimbursement of Expenses	0.72	1.37
	Total	11.32	11.97
28	Reconciliation of income tax expenses for the year to the accounting profit		
	Surplus for the year	2,988.37	8,763.63
	Income tax expense	(293.66)	(2,095.84)
	Effect of expenses that are not deductible in determining taxable profit	(160.38)	881.58
	Deferred tax impact	(394.42)	(879.85)
	Income tax expense recognised in income and expenditure	(848.47)	(2,094.12)
28.1	Income tax recognised in other comprehensive income		
	Items that will not be recycled to income and expenditure		
	Remeasurement of the defined benefit liabilities / (assets)	(7.14)	(7.52)
	Items that may be reclassified to income and expenditure	(607.60)	(116.67)
	Total	(614.74)	(124.19)

29. Contingent Liabilities and Commitments

29.1 Claims against the Company not acknowledged as debts: -

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
Disputed Vacant Land Tax where Company is in Appeal	678.00	678.00
Interest on delayed payments to ESIC relating to earlier years	9.61	9.61
Labour and other matters on Appeal	2.83	2.83
Totalizator Tax on Second Horse Pool- case pending before Telangana State High Court	171.00	171.00
VAT on sale of Oats pending petition filed before Telangana High Court	17.50	17.50
Fee for carrying mobile phones liable to admission tax for the period 2011-12 to 2016-17	407.79	407.79
Service Tax Cases:		
Disputed service tax on the value of taxable service provided during the period 2009-10 to 2013-14.	323.11	323.11
Disputed service tax on short payment during the period 2012-13 and 2013-14.	630.22	630.22
Disputed service tax on the value of taxable service provided during the period from April 2014 to March 2015	403.50	403.50
Disputed service tax on the value of taxable service provided during the period from April 2015 to June 2017 (excluding interest).	1,097.27	1,097.27
	3,740.83	3,740.83



29.2 Income Tax Cases for which the Department is in appeal:

The Income tax Department has raised demands u/s 201 and 201A for non-deduction of tax on distributions of winning money, stake money and on royalty payment to other clubs U/S 194BB ,194H and 194B for AY 2005-06 to AY 2013-14. Disputes were decided in favour of the company by Hon'ble Income Tax Appellate Tribunal (ITAT), Hyderabad. Aggrieved by the order of the ITAT, the Department has filed an appeal before the Hon'ble High Court Telangana which are pending disposal

30 Income Tax Assessments

Income Tax Assessments have been completed up to Assessment Year 2023-24.

For Assessment year 2022-23 the assessment officer raised a demand of Rs.725.18 lakhs with interest of Rs.116.03 lakhs Total demand for Rs. 841.21 lakhs From Assessment Year 2010-11 to 2018-19 the Department had been making adhoc disallowance in respect of payments to punters. The Appeals have been decided in favour of the company by CIT (A) up to AY 2017-18 and by the ITAT up to AY 2016-17. Aggrieved by such orders the Department is in appeal before Hon'ble High court for Assessment years 2012-13 to 2016-17. For AY 2017-18 the ITAT set the file back to Assessing officer for the adhoc disallowance. Aggrieved by the ITAT order HRC filed an appeal in the High court and the order of ITAT was stayed.

The amount of tax under dispute :

Assessment year	As at March 31, 2024	As at March 31, 2023
2010-11	2,451.11	2,451.11
2011-12	2,790.14	2,790.14
2012-13	3,479.63	3,479.63
2013-14	4,158.83	4,158.83
2014-15	4,395.73	4,395.73
2015-16	4,781.57	4,781.57
2016-17	6,358.16	6,358.16
2017-18	6,960.53	6,960.53
2018-19	2,670.48	2,670.48
2022-23	841.21	-
Ad-hoc Disallowance of 15% on payment of less than ₹ 2,500/- (amended to ₹ 5,000/- with effect from 01.07.2010) (including interest) to punters for the Assessment Years 2002 – 03 to 2009 – 10 for which Appeal has been filed in the Hon'ble High court by the Income Tax Department for Assessment Years 2004-05, 2005-06, and 2009-10	10,295.59	10,295.59
TDS related matters		
For Assessment years 2007-08 to 2010-11 the Department has raised demands U/s 194BB with respect to distribution of winning money to punters and the applicability of threshold limit for deduction of tax.	1,385.60	1,385.60
The appeal has been decided in favour of the Company by ITAT. Aggrieved by the ITAT Order the Department is in appeal before the Hon'ble High Court of Telangana.		
For Assessment year 2009-10 to 2013-14 the Department has raised demands U/s 194B in respect of stake money distributed to the horse owners. The dispute is decided in favour of the Company by the ITAT. Aggrieved by the ITAT Order the Department is in appeal before the High Court of Telangana.	4,923.90	4,923.90
For Assessment year 2005-06, 2007-08 to 2009-10 the Department has raised demand U/s 194H in respect of TDS on share of Income payable to other Clubs. The dispute is decided in favour of the Company by the ITAT. Aggrieved by the ITAT Order the Department is in appeal before the High court of Telangana	321.36	321.36
Commercial Tax case		
Revision in betting tax rate pending disposal of our waiver petition.	210.31	210.31
Total	56,024.15	55,182.94



31 Commitments:

Estimated amount on Contracts remaining to be executed on Capital Account and not provided for with respect to HRC Recreation chambers is ₹ 22,838.35 Lakhs (31 March.2023 - ₹11,755.38 lakhs)

32.a Provision for Goods and Services Tax (GST):

Upon promulgation of Goods and Services Tax Act ('GST') effective from 01.07.2017, the Company has been regular in remitting GST collected on commission earned by the Company from racing activity. Consequent to introduction of Rule 31A through a notification dated 23.01.2018, the Company has received Orders from State Governments of Telangana and Andhra Pradesh demanding GST on the total value of bet as stated in Rule 31A (3). While State Government of Telangana issued Orders prospectively from 23.01.2018, the State Government of Andhra Pradesh has issued Orders demanding levy of tax on total bet value from 01.07.2017. The Company has filed Writ Petitions in High Court of Telangana and Andhra Pradesh

- To declare Rule 31A(3) as unconstitutional and violative of the Constitution
- To quash Circular 27/01/2018-GST dated 04.01.2018 as ultravires, illegal and unsustainable
- To set aside Orders issued by jurisdictional offices demanding tax on total bet value and consider the same as illegal, arbitrary, violative of principles of natural justice and fundamental rights under the Constitution
- To declare that the Company is liable to pay GST only on its commission and not on the total value of the bet as stated in impugned rule 31 A (3)

Also, the Company has filed petition for stay of demand issued by jurisdictional offices demanding levy of tax pending disposal of above-mentioned Writ Petitions.

The Hon'ble High Courts of Telangana and Andhra Pradesh have passed interim Orders staying the levy of GST on total bet value on the condition that petitioner deposits 10% of the disputed tax relating to period from 23.01.2018 onwards. Hon'ble High Courts of Andhra Pradesh and Telangana have granted interim stay of demand relating to the period from July 2017 to January 2018. Further, the High Court has issued an interim direction to the effect that :

- The Company is directed to make a voluntary deposit under protest out of its own funds, forthwith
- The deposit made by the Company is not treated as giving up its challenge to any of the impugned Orders or Rules

In effect, the Hon'ble High Courts of Telangana and Andhra Pradesh stayed the collection / payment of such GST, by the Department / the Company. In a similar case, the Hon'ble High Court of Karnataka, in the case of Bangalore Turf Club (BTC) has decided the matter in favor of BTC.

The Company as a matter of prudence made an aggregate amount of provision including interest for ₹ 49,726.94 Lakhs. Based on the assessment made by the management and as was decided for the financial Year 2022-23, Board concluded that the provision made is adequate to meet the future Tax liability in the event of any adverse order against the Company and hence no further provision is considered necessary for the financial year 2023-24 also. The Company, in pursuance of Orders of High Courts and voluntarily, has deposited ₹ 26,593.19 Lakhs and (as at 31.03.2023: ₹ 24,881.81 Lakhs) against the provision made towards the disputed GST

32.b Note on TDS Provision

The provisions relating to tax deduction at source on winnings from horse races under section 194BB of the Income Tax Act, 1961 have been amended with effect from 1st April 2023. In terms of amended provisions, the Club was required to deduct tax on winnings from horse racing being the amount or aggregate of amounts exceeding ten thousand rupees during the financial year at the time of payment thereof at the rates in force.

The club could not implement the amended TDS provision with effect from 01.04.2023 due to following reasons:

1. The practical difficulties of collecting PAN from every winning punter to give him due credit for their respective share of TDS deducted from winnings required time for change in the software.



2. The difficulty that majority of persons wagering in racecourse are small time and are not PAN holders. The difficulty of Club on deducting from this small time patrons and punishing them by not able to give them credit for TAX deducted due to non-availability of PAN was a major challenge.
3. The Turf Authorities of India of which the Club is member was expecting that their representation to the Ministry of revenue would result in favourable changes to exclude small time punters from these provisions.
4. There was a clear differential treatment by the law makers for people wagering online and people wagering offline. The wagers in horse race are not tech savvy and the provisions seem to have punished them for not being as literate as people wagering online. The Club in order not to loose on wagering patrons had to give them ample time to understand and not to circumvent with the amended provision.

The position taken by the Club was similar to the other clubs operating in other States and this non-deduction continued till 31 March 2024. However, the Club has revisited the position taken, considering the fact there was no relaxation from the government and, has decided to comply with amended provision of tax deduction as per amended requirements effective from 01.04.2024.

Further, the Club has decided to make payment of tax that was not deducted during FY 2022-23 out of its reserves and has recognized the liability towards such non-deduction and recognized the same as loss arising out of racing activities in its statement of income and expenditure. The amount of tax (on horse winnings) together with interest is recognized as deductible expenditure arising from business in the Income and Expenditure Account. Pending finalization of assessment additional tax provision recognized to this extent.

33 Online pool income from races:

The Company introduced online streaming of races and betting by the Public in the year 2020-21. The computer applications, providing services such as live streaming, online betting, receipt / payment through gateway facility, settlement of transactions, were outsourced to a third-party service provider. The Company has a contractual right to access such facility for the purpose of ensuring confidentiality, completeness and correctness of transactions entered through online facility. The management proposes to engage IT Consultants to carry out information systems review / audit of the service provider.

34. Related Party Transactions

34.1 Following is the list of the related parties and relationships Subsidiary

HRC Recreation Chambers, by virtue of common control

34.2 Related party transactions during the year

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
Reimbursement of expenses	1.35	0.50

34.3 Related party balances at the end of the year

HRC Recreation Chambers	33.42	32.07
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35. Segment reporting

Based on the assessment of the chief operating decision maker ('CODM'), for the purpose of resource allocation and assessment of segment performance, the Company has only one business segment. The Company's business is providing racing facilities.



36	Earning and expenditure in foreign currency	Year Ended 31 March 2024	Year Ended 31 March 2023
	Earnings in foreign currency		
	Broadcasting license and technical fee	189.78	193.11
	Expenditure in foreign currency		
	(i) Dope Testing charges	52.36	35.73
	(ii) Horse Tracking System	68.53	27.78
	(iii) Horse urine sample kits	8.25	-
	(iv) Starting Gates for horse racing	47.50	-
	(v) Photo finish Camera and training material	21.79	-
	Total expenditure in foreign currency	198.43	63.51
37.	Corporate Social Responsibility		
i)	Amount required to be spent by the Company during the year	27.33	NIL
ii)	Amount of expenditure incurred	22.00	NIL
iii)	Shortfall at the end of the year	5.33	NIL
iv)	Total of previous years shortfall	NIL	NIL
v)	Reasons for shortfall (Refer Note below)		
	The committee is looking for new initiatives for spending the amount.		
vi)	Details of related party transactions	NA	NA
vii)	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year.	NA	NA
viii)	Nature of CSR activities:		
	Contribution to Retired Race Horse Welfare Society		



38. Effect of adoption of IndAS

38.1 Effect of adoption of IndAS on the Balance Sheet as at 31 March 2023

Particulars	Note No.	Previous GAAP	Effect of transition to Ind-AS	As per Ind-AS Balance Sheet
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	3.00	20,222.60	1,06,764.41	1,26,987.01
Capital Works in progress	4	2,584.17	-	2,584.17
Other intangible assets	5	13.69	-	13.69
Financial assets				
Investments	6	10,054.36	511.72	10,566.08
Trade Receivables	7	-	-	-
Loans		437.32	(437.32)	-
Other financial assets	8	-	25,321.99	25,321.99
Non current tax asset	9	-	273.26	273.26
Deferred tax assets (net)		5,404.37	(5,404.37)	-
Other non-current asset	10	3,631.53	(3,520.39)	111.14
Total Non-Current Assets		42,348.05	1,23,509.30	1,65,857.34
Current Assets				
Inventories	11	144.32	-	144.32
Financial assets				
Trade receivables	7	1,036.36	-	1,036.36
Cash and cash equivalents	12	21,895.30	(13,150.00)	8,745.30
Bank balances other than above	13	-	13,151.06	13,151.06
Loans		1,428.79	(1,428.79)	-
Other current assets	14	255.44	985.78	1,241.22
Total Current Assets		24,760.21	(441.94)	24,318.26
Total Assets		67,108.26	1,23,067.36	1,90,175.60
EQUITY AND LIABILITIES				
Equity				
Equity share capital	15	-	-	-
Other equity	16	28,369.89	76,419.41	1,04,789.30
Total Equity		28,369.89	76,419.41	1,04,789.30
Liabilities				
Non-Current Liabilities				
Financial Liabilities				
Provisions	17	32,033.12	24,872.64	56,905.76
Deferred Tax Liability	18	-	25,433.73	25,433.73
Total Non-Current Liabilities		32,033.12	50,306.37	82,339.49
Current Liabilities				
Financial liabilities				
Lease Liability				-
Trade payables	19	-	-	-
(A) Total outstanding dues of micro enterprises and small enterprises; and		-	-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		1,684.28	-	1,684.28
Other financial liabilities		-	-	-
Other current liabilities	20	1,314.75	24.51	1,339.26
Provisions	17	3,706.22	(3,682.95)	23.27
Current tax liabilities (Net)		-	-	-
Total Current Liabilities		6,705.25	(3,658.44)	3,046.80
Total Equity and Liabilities		67,108.26	1,23,067.34	1,90,175.58



38.2 Effect of adoption of IndAS on the Balance Sheet as at 01 April 2022

Particulars	Note No.	Previous GAAP	Effect of transition to Ind-AS	As per Ind-AS Balance Sheet
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	3	19,883.90	1,06,764.41	1,26,648.31
Capital Works in progress	4	898.34	(0.02)	898.32
Other intangible assets	5	28.77	-	28.77
Financial assets				
Investments	6	9,263.72	851.78	10,115.50
Trade Receivables	7		-	-
Loans		435.56	(435.56)	-
Other financial assets	8	-	21,368.07	21,368.07
Non current tax asset (net)	9	-	-	-
Deferred tax assets (net)		6,284.22	(6,284.22)	-
Other non-current asset	10	1,382.75	(1,247.23)	135.52
Total Non-Current Assets		38,177.26	1,21,017.23	1,59,194.48
Current Assets				
Inventories	11	123.54	-	123.54
Financial assets			-	-
Investments	6		-	-
Trade receivables	7	709.90	-	709.90
Cash and cash equivalents	12	22,239.88	(4,341.06)	17,898.82
Bank balances other than above	13	-	4,341.06	4,341.06
Loans		238.25	(238.25)	-
Other current assets	14	96.28	86.61	182.89
Total Current Assets		23,407.85	(151.64)	23,256.21
Total Assets		61,585.11	1,20,865.59	1,82,450.69
EQUITY AND LIABILITIES				
Equity				
Equity share capital	15	-	-	-
Other equity	16	21,312.51	76,664.27	97,976.78
Total Equity		21,312.51	76,664.27	97,976.78
Liabilities				
Non-Current Liabilities				
Provisions	17	35,993.93	20,950.16	56,944.09
Deferred Tax Liability	18	-	24,645.89	24,645.89
Total Non-Current Liabilities		35,993.93	45,596.05	81,589.98
Current Liabilities				
Financial liabilities				
Trade payables	19			
(A) Total outstanding dues of micro enterprises and small enterprises; and		-	-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		1,413.56	-	1,413.56
Other financial liabilities		-	-	-
Other current liabilities	20	1,291.00	0.38	1,291.38
Provisions	17	1,574.11	(1,554.47)	19.64
Current tax liabilities (Net)	21	-	159.36	159.36
Total Current Liabilities		4,278.67	(1,394.73)	2,883.93
Total Equity and Liabilities		61,585.11	1,20,865.59	1,82,450.69



38.3 Effect of adoption of IndAS on the Statement of Income and Expenditure for the year ended 31 March 2023

Particulars	Note No.	Previous GAAP	Effect of transition to Ind-AS	As per Ind-AS Balance Sheet
Income				
Income from operations	22	14,660.11	-	14,660.11
Other income	23	2,739.30	-	2,739.30
Total Income		17,399.41	-	17,399.41
Expenses				
Stake expenses	24	3,582.86	-	3,582.86
Share of Income to other Centers	25	160.31	-	160.31
Employee benefit expenses	26	1,370.10	24.88	1,394.98
Depreciation and amortisation	27	610.01	-	610.01
Other expenses	28	2,885.53	2.09	2,887.62
Finance charges		2.09	(2.09)	-
Total Expenses		8,610.90	24.88	8,635.78
Surplus before tax		8,788.51	(24.88)	8,763.63
Tax Expense				
Current tax		(2,095.84)	-	(2,095.84)
Earlier years tax		881.58	-	881.58
Deferred tax		(879.85)	-	(879.85)
Total tax expense		(2,094.12)	-	(2,094.12)
Surplus for the year		6,694.39	(24.88)	6,669.51
Other comprehensive income / (loss)				
A. Items that will not be reclassified to income or expenditure				-
Remeasurements of the defined benefit plans		-	29.87	29.87
Income tax on above items		-	(7.52)	(7.52)
B. Items that may be reclassified to income or expenditure		-	-	-
Fair value reversal - investments			511.72	511.72
Income tax on above items			(116.67)	(116.67)
Other comprehensive income / (loss) for the year		-	417.40	417.40
Total comprehensive income for the year		6,694.39	392.52	7,086.91

38.4 Reconciliation of total comprehensive income for the year ended 31 March 2023

Particulars	Note No.	Year Ended 31 March 2023
Surplus as per previous GAAP		6,694.39
Remeasurement of defined benefit obligation recognised in other comprehensive income under Ind AS (net of tax)		33.35
Effect of deferred tax on above		8.39
Total effect of transition to Ind-AS		6,736.13
Surplus for the year as per Ind-AS		6,669.51
Other Comprehensive Income for the year (net of tax)		417.40
Total Comprehensive Income for the year		7,086.91

**38.5 Reconciliation of total equity as at 31 March 2023 and 01 April 2022**

Particulars	Note No.	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
Total equity (shareholders funds) under previous GAAP		33,009.29	28,369.89	21,312.51
Effect of transition to Ind AS (net of deferred tax)		75,648.42	76,419.41	76,664.27
Total adjustment to equity		75,648.42	76,419.41	76,664.27
Total equity under Ind AS		1,08,657.71	1,04,789.30	97,976.78

38.6 Effect of adoption of IndAS on the Statement of Cash Flow for the year ended 31 March 2024

Particulars	Note No.	Previous GAAP	Effect of transition to Ind-AS	As per Ind-AS Balance Sheet
Net cash flows from operating activities		2,520.55	3,516.27	6,036.82
Net cash flows from investing activities		(2,654.85)	(3,515.93)	(6,170.78)
Net cash flows from financing activities		-	-	-
Net increase / (decrease) in cash & cash equivalents		(134.30)	0.34	(133.96)
Cash and cash equivalents at the beginning		8,565.93	179.37	8,745.30
Cash and cash equivalents at the end of the period		8,431.63	179.71	8,611.34

Effect of adoption of IndAS on the Statement of Cash Flow for the year ended 31 March 2023

Particulars	Note No.	Previous GAAP	Effect of transition to Ind-AS	As per Ind-AS Balance Sheet
Net cash flows from operating activities		785.00	(932.26)	(147.26)
Net cash flows from investing activities		(9,917.34)	911.08	(9,006.26)
Net cash flows from financing activities		-	-	-
Net increase / (decrease) in cash & cash equivalents		(9,132.34)	(21.18)	(9,153.52)
Cash and cash equivalents at the beginning		17,697.63	201.19	17,898.82
Cash and cash equivalents at the end of the period		8,565.94	179.36	8,745.30



38.7 Analysis of cash and cash equivalents as at 31 March 2024 and 31 March 2023 for the purpose of cash flow statement

Particulars	As at 31 March 2024	As at 01 April 2023
Cash and cash equivalents for the purpose of statement of cash flows as per previous GAAP	8,431.63	8,565.94
Adjustments on account of transition to Ind-AS	179.71	179.36
Cash and cash equivalents for the purpose of statement of cash flows under Ind-AS	8,611.34	8,745.30

38.8 Under previous GAAP, the presentation of Balance Sheet was based on the Schedule III Division I of the Companies Act 2013. Under Ind AS, specified items of financial assets, financial liabilities, current income tax and provisions are required to be presented separately in line with the Schedule III Division II of the Companies Act 2013.

Under previous GAAP, actuarial gains and losses were recognised in Income and Expenditure Account . Under IndAS, the actuarial gains and losses form part of remeasurement of the net defined benefit liability / asset which is recognised in other comprehensive income. Consequently, the tax effect of the same also has been recognised in other comprehensive income under IndAS instead of income and expenditure. The actuarial gain for the year ended 31 March 2022 were Rs.29.87Lakhs and the tax effect thereon Rs.7.52 Lakhs. This change does not effect the total equity.

Under previous GAAP, fair value change of investments were not recognised in Income and Expenditure Account . Under IndAS, this is recognised in other comprehensive income. Consequently, the tax effect of the same also has been recognised in other comprehensive income under IndAS . The fair value gain for the year ended 31 March 2023 were Rs.851 Lakhs and the tax effect thereon Rs.214 Lakhs. This change does not effect the total equity.

Under previous GAAP, there was no concept of other comprehensive income. Under IndAS, specified items of income, expenses, gains or losses are required to be presented in other comprehensive income.

39. Leases :

39.1 A. As lessor

The Company has leased out some of its office buildings under operating leases. The lease income recognized in income and expenditure account for the year is as follows:

Particulars	As at 31 March 2024	As at 31 March 2023
Lease income	181.35	174.74
Variable lease payments not included in lease income	8.27	14.88
Total	189.62	189.62

Maturity Analysis of Lease Payments

The maturity analysis of lease payments to be received under non-cancellable operating leases are as follows

Particulars	As at 31 March 2024	As at 31 March 2023
Less than 1 year	189.62	189.62
1 to 5 years	-	-
More than 5 years	-	-
Total	189.62	189.62

**39.2 B. As lessee:****Nature of Leasing Activities**

The Company has entered into operating lease contracts for office buildings. The lease terms range for 11 Months. These leases do not contain any purchase options

Lease Payments

The total lease payments recognized as an expense for the year are as follows

Particulars	As at 31 March 2024	As at 31 March 2023
Office buildings	319.44	295.16

Maturity Analysis of Lease Payments

The maturity analysis of lease payments to be made under non-cancellable operating leases are as follows:

Particulars	As at 31 March 2024	As at 31 March 2023
Less than 1 year	319.44	295.16
1 to 5 years	-	-
More than 5 years	-	-
Total	319.44	295.16

40. Investments

S.No	Particulars of funds	As at 31 March 2024		As at 31 March 2023	
		No of Units	Rs.	No of Units	Rs
	SECTORAL EQUITY MUTUAL FUNDS				
1	ICICI Pru Technology Fund Growth	45,111.88	77.57	45,111.88	60.00
2	SBI Technology Opportunities Fund Regular Growth	44,946.38	79.01	44,946.38	62.00
3	DSP Healthcare Fund - Reg - Growth	-	-	2,40,280.18	50.00
4	Franklin Infotech Fund (G)	-	-	17,974.96	53.00
5	ICICI Prudential Pharma Healthcare and Diagnostics (P.H.D) Fund Growth	-	-	2,59,323.13	48.00
6	SBI Healthcare Opportunities Fund Regular Growth	-	-	22,914.46	50.00
	EQUITY MUTUAL FUNDS				
1	CANARA ROBECO FLEXI CAP FUND	21,600.02	62.63	15,441.75	33.00
2	Kotak Emerging Equity Scheme	59,404.15	60.89	59,404.15	44.00
3	Franklin India Bluechip Fund	4,793.56	42.38	4,793.56	32.00
4	ICICI Prudential Focused Equity Fund	89,621.33	66.86	89,621.33	45.00
5	HDFC FLEXI CAP FUND	3,557.91	57.13	3,557.91	40.00
6	Quant Active Fund Growth	12,832.24	79.30	-	-
7	SBI Contra Fund- Growth	23,573.96	78.96	-	-
8	Kotak Multicap Fund Regular Plan - Growth	5,18,506.819	84.58	-	-
9	SBI Large & Midcap Fund Regular Growth	13,704.44	70.41		



S.No	Particulars of funds	As at 31 March 2024		As at 31 March 2023	
		No of Units	Rs.	No of Units	Rs
10	HDFC Small Cap fund - Regular Plan Growth	54,829.84	64.51		
11	DSP Equity Opportunities fund - Regular - Growth	12,046.63	60.28		
12	Invesco India Small Cap fund - Regular Plan - Growth	1,73,068.27	56.14		
13	ICICI Prudential Dividend Yield Equity Fund Regular Plan Growth	1,15,106.405	51.73		
14	CANARA ROBECO BLUECHIP EQUITY FUND			83,134.32	34.00
15	DSP BlackRock Mid Cap Fund			67,997.60	56.00
16	Kotak Equity Opportunities			17,471.14	36.00
17	Mirae Asset Large Cap Fund			55,128.59	42.00
18	SBI Focused Equity Fund			27,841.60	61.00
	DEBT MUTUAL FUNDS				
1	IDFC Gilt 2027 Index Fund Regular Plan-Growth	20,29,559.90	236.32	20,29,559.90	221.00
2	ADITYA BIRLA SUN LIFE CRISIL IBX GILT - APRIL 2026 INDEX FUND	19,73,533.60	219.32	19,73,533.60	205.00
3	Aditya Birla SL CRISIL IBX Gilt Apr 2029 Index Fund-Reg(G)	19,50,855.50	219.40	19,50,855.50	204.00
4	SBI Crisil IBX Gilt Index - Apr 2029 Index fund	21,89,272.04	245.14	21,89,272.04	228.00
5	Aditya Birla SL CRISIL IBX Gilt Apr 2029 Index Fund-Reg(G)	48,65,936.75	547.24	48,65,936.75	508.20
6	SBI Crisil IBX Gilt Index - June 2036 Index fund	48,58,513.04	553.99	48,58,513.04	507.88
7	SBI Crisil IBX Gilt Index - June 2036 Index fund	16,99,257.63	193.76	16,99,257.63	177.00
8	Aditya Birla SL CRISIL IBX Gilt Apr 2029 Index Fund-Reg(G)	17,01,653.60	191.37	17,01,653.60	177.00
	GOLD FUNDS				
1	HDFC Gold FUND-GROWTH	13,33,899.90	273.45	13,33,899.90	247.00
2	Kotak Gold Fund - Growth	10,16,530.62	268.38	10,16,530.62	243.00
3	NIPPON INDIA Gold Savings Fund -Growth	10,38,872.78	272.84	10,38,872.78	247.00
4	SBI Gold FUND -GROWTH	13,58,584.44	272.37	13,58,584.44	247.00
	PERPETUAL BOND				
1	TATA 8.35% PERP BOND	5.00	500.00	5	516.00



S.No	Particulars of funds	As at 31 March 2024		As at 31 March 2023	
		No of Units	Rs.	No of Units	Rs
	STRUCTURED PRODUCTS				
1	Nifty Accelerator - 662 - 100%	960	1,673.04	960	1,200.00
2	Nifty Magnifier - 578- 80%	960	1,590.12	960	1,200.00
3	Nifty Accelerator - 587	400	729.60	400	539.00
4	Nifty Magnifier - 506	400	688.50	400	617.00
5	Nifty Accelerator - 832	1,812.00	2,787.99	1,812.00	2,265.00
6	Nifty Accelerator - 1031	240	328.29	-	-
7	Protected Call - 423			160	271.00
8	Nifty Magnifier 155 7 Years				
	EQUITY MUTUAL FUNDS				
1	CANARA ROBECO FLEXI CAP FUND	7,543.64	21.87	-	-
2	Kotak Emerging Equity Scheme	12,592.72	12.91	-	-
3	Franklin India Bluechip Fund	1,505.83	13.31	-	-
4	ICICI Prudential Focused Equity Fund	21,762.43	16.23	-	-
5	HDFC FLEXI CAP FUND	1,429.88	22.96	-	-
6	Quant Active Fund Growth	3,604.24	22.27	-	-
7	SBI Contra FUND - Growth	6,666.98	22.33	-	-
8	Kotak Multicap Fund Regular Plan - Growth	1,36,800.99	22.31	-	-
9	SBI Large & Midcap Fund Regular Growth	3,793.78	19.49	-	-
10	HDFC SMALL CAP FUND-REGULAR GROWTH PLAN	12,600.05	14.83	-	-
11	Aditya Birla Sun Life Small Cap Fund Growth-Regular Plan	20,044.64	14.50	-	-
12	DSP Equity Opportunities Fund - Regular - Growth	5,578.70	27.92	-	-
13	Invesco India Small Cap Fund - Regular Plan Growth	66,626.67	21.61	-	-
14	ICICI Prudential Dividend Yield Equity Fund Regular Plan Growth	50,594.30	22.74	-	-
	OVERNIGHT MUTUAL FUNDS				
1	Kotak Overnight Fund	437.45	5.56	-	-
2	Franklin India Overnight Fund	436.66	5.44	-	-
3	ICICI Prudential Overnight Fund	498.21	6.40	-	-
4	HDFC OVERNIGHT FUND	159.61	5.62	-	-
5	SBI Overnight FUND - Growth	206.93	7.96	-	-
6	Aditya Birla Sun Life Overnight Fund Growth-Regular Plan	505.8	6.51	-	-
	STRUCTURED PRODUCTS				
1	Nifty Accelerator- 1143	240	311.16	-	-
	Total		13,407.43		10,566.08



41 Financial Instruments - fair value and risk management:

A. Accounting classification and Fair Values

Financial Instruments by category

The carrying value of financial instruments which are measured at amortised cost are as follows:

Particulars	As at 31 March 2024	As at 31 March 2023	As at 01 April 2022
Assets			
Cash and cash equivalents	8,611.34	8,745.30	17,898.82
Other balances with banks	11,889.02	13,151.06	4,341.06
Investments	13,407.43	10,566.08	10,115.50
Trade receivables	2,539.15	1,036.36	709.90
Other financial assets	27,035.08	25,321.99	21,368.07
Total	63,482.02	58,820.79	54,433.35
Liabilities			
Trade and other payables	1,727.71	1,684.28	1,413.56
Total	1,727.71	1,684.28	1,413.56

B. Financial Risk Management

Risk Management Framework

The Company's activities are exposed to liquidity, credit and market risks. The Board of Stewards have the overall responsibility for the establishment and oversight of the Club's risk management framework. The Board members are responsible for developing and monitoring the Club's risk management policies. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set and monitor appropriate risk limits and controls, periodically review to reflect the changes in market conditions and the Club's activities.

Credit Risk Management

Credit Risk refers to the risk for a counter party default on its contractual obligation resulting a financial loss to the Club. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risk. Credit risk is controlled by analysing credit limits and creditworthiness of customers on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. The maximum exposure of the financial assets represents trade receivables. The receivables are outstanding from the parent company.

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

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

Others:

Other financial assets primarily comprises of Accrued Interest Income, advances given to employees and other short term receivables. The Club does not expect any loss from non-performance by these counterparties.

The fair value of cash and cash equivalents, other balances with bank, trade receivables, trade payables, and certain other financial assets and liabilities approximate their carrying amount largely due to the short term nature of these instruments.

The Company does not have any financial assets that are measured at fair value.

Fair value hierarchy

The different levels have been defined as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within level -1 that are observable for asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

Market Risk

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.

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 table below provides details regarding the contractual maturities of financial liabilities including estimated interest payments.

	As at 31 March 2024		As at 31 March 2023		As at 01 April 2022	
	Accounts payable	Other financial liabilities	Accounts payable	Other financial liabilities	Accounts payable	Other financial liabilities
Carrying amount						
upto 1 year	1,727.71	-	1,684.28	-	1,413.56	-
More than 1 year						
The table below provides details of financial assets:						
	As at 31 March 2024		As at 31 March 2023		As at 01 April 2022	
Investments		13,407.43		10,566.08		10,115.50
Trade receivables		2,539.15		1,036.36		709.90
Cash and cash equivalents		8,611.34		8,745.30		17,898.82
Bank balances other than above		11,889.02		13,151.06		4,341.06
Other financial assets		27,035.08		25,321.99		21,368.07



42 Ratios

S. No.	Ratio	Numerator	Denominator	31 March 2024	31 March 2023	% Variance	Reason
a)	Current ratio	Current Assets	Current Liabilities	2.60	7.98	(67%)	Note 1
b)	Debt equity ratio	Total Debt	Shareholder's equity	NA	NA	-	
c)	Debt service coverage ratio	Earning available for debt services	Debt Service	NA	NA	-	
d)	Return on equity	Net Profits after taxes	Average Shareholder's Equity	NA	NA	-	
e)	Inventory turnover ratio	Sales	Average Inventory	NA	NA	-	
f)	Trade receivables turnover ratio	Revenue	Average Trade Receivable	4.45	14.15	(69%)	Collections during the year
g)	Trade payables turnover ratio	Purchases of services and other expenses	Average Trade Payables	1.17	1.71	(32%)	Note 3
h)	Net capital Turnover ratio	Revenue	Working Capital	0.75	0.69	8%	
i)	Net profit ratio	Net Profit	Revenue	0.16	0.38	(59%)	Note 2
j)	Return on capital employed	Earning before interest and taxes	Capital Employed	NA	NA	-	

Note:

1. Variance on account of provision of TDS payable
2. Variance on account of fall in turnover and revenue during the year
3. Variance is on account of increase in trade payables during the current financial year

43 Other Statutory Information

- i) The Company has not revalued any of its Property, Plant and Equipment or intangible assets during the year.
- ii) The Company does not own any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) not held in the name of the Company as at March 31, 2024.
- iii) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- iv) The Company does not have any transactions with companies struck off under section 248 of Companies Act 2013 or Section 560 of Companies Act 1956
- v) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- vi) The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)



The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- (a) 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
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:

- (a) 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
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vii) The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPS and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person that are repayable on demand; or without specifying any terms or period of repayment.
- viii) The Company does not have any borrowings from banks or financial institutions.
- ix) The Company is not a declared wilful defaulter by any Bank or Financial Institution or other lender.
- x) The Company does not have any charges or satisfaction which are to be registered with ROC beyond the statutory period.
- xi) During the year, no scheme of arrangements has been approved by the competent authority in terms of Sec.230 to 237 of the Act, in which the company is a party.

As per our Report of even date

for SEKHAR & CO.,

Chartered Accountants
Firm Reg. No. 003695 S

K.C. DEVDAS
Partner
Membership No. 014966

for M. BHASKARA RAO & CO.,

Chartered Accountants
Firm Reg. No. 000459 S

M V RAMANA MURTHY
Partner
Membership No. 206439

for and on behalf of the
Board of Stewards

R SURENDER REDDY
Chairperson
DIN:00083972

CA. ARUNA DAGA
General Manager (F&A)

P V REDDY
Chief Financial & Administration Officer

Stewards

Col S B Nair
DIN: 00534863

PLACE: Hyderabad
DATE: 18 July 2024

HARI KISHEN GUPTA
DIN: 01842810



Mr Sandeep Prakash, IRS, Chief Commissioner of CGST presenting The Kakatiya Cup to Trainer Mr L D'Silva.



Her Excellency Dr (Smt) TAMILISAI Soundarajan, Governor of Telangana State along with the Chairperson and Board of Directors/Stewards in connection with the presentation ceremony of The Governor's Cup.



Mr Y Gopi Rao, Director, M/s Razor Gaming Pvt Ltd presenting The Race2win.com Deccan Colts Championship Stakes Trophy(Gr.III) to Trainer Mr L D'Silva.



Mr Narayanan Vellayan, President, Coromandel International Limited presenting The Coromandel Gromor Deccan Derby (Gr I) Trophy to the winning owners.



Mr Suresh Kumar Paladugu, Chairman & M.D. M/s HPSL Sports and Leisure Pvt Ltd presenting The HPSL Golconda Oaks Trophy to Mr M Ramakrishna Reddy, winner of the race.



Dr (Mrs) N Nari Reddy presenting The N Nari Reddy Memorial Million Trophy to Mr P S Reddy, winner of the race.





HYDERABAD RACE CLUB

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