

Jamshedpur Football and Sporting Pvt. Ltd.

**Statutory Audit Report
and
Statement of Audited Accounts
for the Financial Year: 2018-19**

From:

P.K. Barman & Co.

(Chartered Accountants)

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INDEPENDENT AUDITOR'S REPORT

To
The Members of Jamshedpur Football & Sporting Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Jamshedpur Football & Sporting Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2019, and the statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit/loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the

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accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the 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 statement 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.

The Board of Directors is 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 to the extent as applicable.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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.

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

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.

(a) 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 Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.


(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

for P. K. Barman & Co.
(Chartered Accountants)
FRN - 015330N



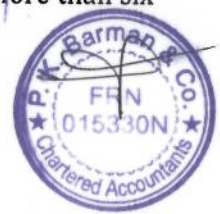

(CA. P. K. Barman)
Partner
M.No.094601

Place of Signature: Mumbai
Date: 18/04/2019

Annexure A" to the Independent Auditors' Report: CARO, 2016

Referred to in first paragraph under the heading '**Report on Other Legal & Regulatory Requirements**' of our Report of even date to the financial statements of **Jamshedpur Football and Sporting Private Limited** for the year ended March 31, 2019:

- 1) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- b) The Company has a plan to verify physically of all its Fixed Assets in a phased manner and design to cover all items over a period of three years.
- c) There is no immovable property in the name of the Company as on 31.03.2019.
- 2) The inventories are physically verified by the Management at regular intervals. According to the information & explanation given to us no material discrepancies were noticed during the year.
- 3) Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provisions of Clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) According to the information and explanations given to us and as per the scrutiny of accounts done by us, it was affirmed that the Company does not have any grant of loan, making investment and providing guarantee and security as per the provisions of section 185 and 186 of the Companies Act, 2013.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
- 7) a) According to the information and explanations given to us and on the basis of our examination of the books of account and records, the Company have been generally regular in depositing undisputed statutory dues including Income-Tax, Goods and Service Tax, Duty of Customs, Cess and any other statutory dues with the appropriate authorities though there has been a delay in a few cases. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable .



- b) According to the information and explanations given to us, there are no dues of Income Tax and Goods and Service Tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not taken any loan from Bank, financial institution or government and has not issued any debenture.
- 9) Based upon the audit procedures performed and the information and explanations given by the Management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the Management, we report that no fraud by the Company or on the Company has been noticed or reported during the period.
- 11) Based upon the audit procedures performed and the information and explanations given by the Management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order is not applicable to the Company.
- 13) Transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Notes forming part of financial statements as required by the applicable Accounting Standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the Management, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the Management, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.




16) In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place of Signature: Mumbai
Date: 18/04/2019



for P. K. Barman & Co.
(Chartered Accountants)
Firm Regn. No.: 015330N


(CA. P. K. Barman)
Partner
M.No.094601

"Annexure B" to the Independent Auditor's Report

Referred to in paragraph "F" under 'Report on Other Legal & Regulatory Requirements' of our Report of even date to the financial statements of **Jamshedpur Football and Sporting Private Limited** for the year ended March 31, 2019:

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Jamshedpur Football and Sporting Private Limited** ("the Company") as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective 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.

Auditors' Responsibility

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



Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the Auditor's 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 over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the 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 authorizations of Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 over Financial Reporting

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



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company is in the process of implementing, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting is gradually operating as at March 31, 2019, 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 as applicable.

Place of Signature: Mumbai
Date: 18.04.2019



for P. K. Barman & Co.
(Chartered Accountants)
Firm Regn. No.: - 015330N

A handwritten signature in black ink, appearing to read "P. K. Barman".

(CA. P. K. Barman)
Partner
M.No.094601



BALANCE SHEET as at 31st March, 2019

(Figures in Rs.)

Particulars	Note No.	As at 31st March, 2019	As at 31st March, 2018
I ASSETS			
1 Non-current assets			
a) Property, Plant and Equipment	3A	10,943,436	10,139,392
b) Other Intangible Assets	3B	12,322	15,591
(A)		10,955,758	10,154,983
2 Current assets			
a) Inventories		272,629	-
b) Financial Assets			
(i) Investments	4	593,261	30,373,237
(ii) Trade receivables	5	41,002,709	297,215,236
(iii) Cash and cash equivalents	6	31,079,437	8,242,733
c) Other current assets	7	162,794,532	77,771,286
(B)		235,742,569	413,602,493
Total Assets (A+B)		246,698,327	423,757,476
II EQUITY AND LIABILITIES			
Equity			
a) Equity Share capital	8	320,000,000	200,000,000
b) Other Equity	9	(190,794,736)	(81,524,320)
(A)		129,205,264	118,475,680
Liabilities			
1 Non-current liabilities			
a) Financial Liabilities			
(i) Borrowings	10	4,243,869	153,065,855
b) Deferred Tax Liabilities	21	136,444	99,548
(B)		4,380,313	153,165,403
2 Current liabilities			
a) Financial Liabilities			
(i) Trade payables	11	50,023,103	110,494,052
b) Other Current liabilities	12	63,089,646	41,622,341
(C)		113,112,750	152,116,393
Total Equity and Liabilities (A+B+C)		246,698,327	423,757,476

Accounting Policies & Notes on Accounts

1 to 24

In terms of our attached report of even date

For P.K. Barman & Co.
Chartered Accountants
Firm Regn. No.: 015330N

CA. P.K. Barman
Partner
Membership No. :094601



Place : Mumbai
Date : April 18, 2019

For and on behalf of Board of Directors

Chanakya Chaudhary
Chairman
02139568

Suprakash Mukhopadhyay
Director
00019901

Pradipta Bagchi
Director
08225516

Mukul Choudhari
Chief Executive Officer

Prasanta Dinda
Chief Financial Officer

Melisa Alva
Company Secretary



STATEMENT OF CHANGES IN EQUITY for the year ended on 31st March, 2019

(Figures in Rs.)

A. Equity Share Capital		
Opening Balance	Changes in Equity share capital during the year	Balance as on 31st March, 2019
200,000,000	120,000,000	320,000,000
B. Other Equity		
Particulars	Reserves and Surplus	
	Retained Earnings	
	2018-19	2017-18
Balance at the beginning of the year	(81,524,320)	-
Changes in accounting policy or prior period errors	-	-
Restated balance at the beginning of the year	-	-
Total Comprehensive Income for the year	(109,270,415)	(81,524,320)
Dividends	-	-
Transfer to retained earnings	-	-
Balance at the end of the Year	(190,794,736)	(81,524,320)

In terms of our attached report of even date

For P.K. Barman & Co.
Chartered Accountants
Firm Regn. No.: 015330N

For and on behalf of Board of Directors

CA. P.K. Barman
Partner
Membership No. 094601



Chanakya Chaudhary
Chairman
02139568

Suprakash Mukhopadhyay
Director
00019901

Pradipta Bagchi
Director
08225516

Place : Mumbai
Date : April 18, 2019

Mukul Choudhari
Chief Executive Officer

Prasanta Dinda
Chief Financial Officer

Melisa Alva
Company Secretary



STATEMENT OF PROFIT AND LOSS for the year ended 31st March, 2019

(Figures in Rs.)

Particulars		Note No.	For the year ended on 31st March '19	For the year ended on 31st March '18
I.	Revenue from Operations	13	465,203,710	401,359,950
II.	Other income	14	1,830,216	373,237
III.	Total Revenue (I+II)		467,033,926	401,733,187
IV.	Expenses :			
	Purchase of Stock -in-trade		776,179	-
	Changes in inventories of Stock -in-trade	15	(272,629)	-
	Finance costs	16	1,313,939	3,406,506
	Depreciation and amortization expense	17	2,060,652	708,262
	Other expenses	18	572,389,304	479,043,192
	Total expenses (IV)		576,267,445	483,157,960
V.	Profit/(Loss) before taxes (III-IV)		(109,233,519)	(81,424,772)
VI.	Tax expense:			
	(1) Current Tax		-	-
	(2) Deferred Tax	21	36,896	99,548
VII.	Profit/(Loss) for the Year (V-VI)		(109,270,415)	(81,524,320)
VIII.	Other Comprehensive Income		-	-
IX.	Total Comprehensive Income for the year (VII+VIII)		(109,270,415)	(81,524,320)
	Earning per equity share:			
	(1) Basic		(3.41)	(4.08)
	(2) Diluted		(3.41)	(4.08)

Accounting Policies & Notes on Accounts

1 to 24

In terms of our attached report of even date

For P.K. Barman & Co.
Chartered Accountants
Firm Regn. No.: 015330N

CA. P.K. Barman
Partner
Membership No. :094601



Place : Mumbai
Date : April 18, 2019

For and on behalf of Board of Directors

Chanakya Chaudhary
Chairman
02139568

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Director
00019901

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Director
08225516

Mukul Choudhari
Chief Executive Office

Prasanta Dinda
Chief Financial Officer

Melisa Alva
Company Secretary



CASH FLOW STATEMENT for the year ended 31st March, 2019

Particulars		For the year ended on 31st March, 2019		For the year ended on 31st March, 2018	
(1)	Cash flow from operating activities				
	(a) Net profit/(loss) before tax & extraordinary items	(109,233,519)		(81,424,772)	
	Adjustments:				
	Add: Depreciation and amortization	2,060,652		708,262	
	Add: Finance cost	1,313,939		3,406,506	
	Less: Other income	(925,093)		(373,237)	
	Operating profit Before working capital changes	(106,784,021)		(77,683,242)	
	Increase/(decrease) in Trade payables	(60,470,949)		110,494,052	
	Increase/(decrease) in Other Current Liabilities	21,467,305		41,622,341	
	(Increase)/decrease in Inventories	(272,629)			
	(Increase)/decrease in Trade Receivables	256,212,527		(297,215,236)	
	(Increase)/decrease in Other Current Assets	(85,023,246)		(77,771,286)	
	Cash generated from operations	25,128,986		(300,553,370)	
	Less: Income tax paid	-		-	
	Net cash flow from operating activities		25,128,986		(300,553,370)
(2)	Cash flow from investing activities				
	Purchase of Fixed Assets	(2,861,427)		(10,863,245)	
	Investment in Mutual Funds	-		(30,000,000)	
	Redemption of Mutual Funds	30,705,070		-	
	Interest received	-		-	
	Net cash flow from investing activities		27,843,643		(40,863,245)
(3)	Cash flow from financing activities				
	Proceeds from issue of equity shares	120,000,000		200,000,000	
	Proceeds from Long-term borrowings	-		150,000,000	
	Repayment of Long-term borrowings	(150,000,000)		-	
	Interest paid	(135,925)		(340,651)	
	Net cash flow from financing activities		(30,135,925)		349,659,349
	Net increase/(decrease) in cash and cash equivalents		22,836,704		8,242,733
	Add: Cash and cash equivalents at the beginning of the year		8,242,733		-
	Cash and cash equivalents at the end of the period		31,079,437		8,242,733

In terms of our attached report of even date

For P.K. Barman & Co.
Chartered Accountants
Firm Regn. No.: 015330N

CA. P.K. Barman
Partner
Membership No. :094601



For and on behalf of Board of Directors

Charakya Chaudhary
Charakya Chaudhary
Chairman
02139568

Suprakash Mukhopadhyay
Suprakash Mukhopadhyay
Director
00019901

Pradipta Bagchi
Pradipta Bagchi
Director
08225516

Mukul Choudhary
Mukul Choudhary
Chief Executive Officer

Prasanta Dinda
Prasanta Dinda
Chief Financial Officer

Melisa Alva
Melisa Alva
Company Secretary

Place : Mumbai
Date : April 18, 2019



JAMSHEDPUR FOOTBALL AND SPORTING PRIVATE LIMITED

NOTE - 1 : CORPORATE INFORMATION

Jamshedpur Football and Sporting Private Limited is a Private Limited company and a wholly owned Subsidiary of Tata Steel Limited, incorporated in India on 7th July 2017 vide Corporate Identity Number U92490MH2017PTC297047 with its registered office in Mumbai, Maharashtra, India.

The Company has been incorporated to set up and develop 'Jamshedpur Football Club' for the purpose of participation in the Indian Super League and other such leagues.

NOTE - 2 : SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation of Financial Statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Indian Accounting Standards (Ind AS) issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, to the extent applicable. The financial statements are presented in Indian Rupees.

2.2 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized. The management believes that the estimates used in the preparation of the financial statements are prudent and reasonable.

2.3 Property, plant and Equipments

Property, Plant and Equipments have been stated at cost less accumulated depreciation. Such cost comprise of purchase/cost price and all attributable cost of bringing the assets to its working condition for its intended use up to the date the asset was put to use.

2.4 Depreciation / Amortization

Depreciation on Property, Plant and Equipments has been provided on Straight Line Method in accordance with Schedule II to the Companies Act, 2013 which provides useful life of the assets to compute the depreciation.

2.5 Impairment of assets

The carrying values of assets of the company's cash- generating units are reviewed for impairment annually. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment loss is recognized, if the carrying amount of those assets exceeds their recoverable amount.

2.6 Revenue Recognition

The Company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis. However, income from Football Schools run by the company is recognized on Cash basis. Fees paid for players, coach and support staff are charged to Statement of Profit & Loss. Interest expense is recognized on time proportion basis taking into account the amount outstanding and rate applicable.





JAMSHEDPUR FOOTBALL AND SPORTING PRIVATE LIMITED

2.7 Foreign Currency Transactions

Transactions occurring in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction.

2.8 Provision for Current Tax and Deferred Tax

Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961. Deferred tax resulting from "temporary differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the Balance Sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual or reasonable certainty that the asset will be realized in future.

In the current scenario, there is no reasonable certainty of future taxable income against which the deferred tax asset can be realized. Hence, the recognition of Deferred Tax Asset has been postponed until there is reasonable certainty of future taxable income.

2.9 Provisions and Contingencies

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in notes. Contingent assets are neither recognized nor disclosed in the financial statements.

2.10 Earning per Share

Basic earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholders of the company by the weighted average number of equity shares in issue during the period.

Diluted earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period after adjustments for the effects of all dilutive potential equity shares.



**JAMSHEDPUR FOOTBALL AND SPORTING PRIVATE LIMITED**

NOTES annexed to and forming part of Balance Sheet and Statement of Profit and Loss as on March 31, 2019

**NOTE - 3A
PROPERTY, PLANT AND EQUIPMENT**

(Figures in Rs.)

Particulars	Gross Block			Depreciation			Net Block	
	As on 01.04.2018	Addition during the year	As on 31.03.2019	Up to 31.03.2018	For the year ended	Up to 31.03.2019	As on 31.03.2019	As on 31.03.2018
a) Furniture & Fixtures Furniture & Fittings	15,213	735,432	750,645	466	41,068	41,534	709,111	14,747
b) Vehicles Tata Magna Bus	4,902,255	-	4,902,255	205,830	582,388	788,218	4,114,037	4,696,425
c) Office Equipments Computer and Accessories Camera and Accessories Air Conditioner	1,180,582 107,772 -	312,070 38,673 33,796	1,492,652 146,445 33,796	168,699 8,037 -	415,828 25,328 3,501	584,527 33,365 3,501	908,125 113,080 30,295	1,011,883 99,735 -
d) Equipments Sports Training Equipments Other Equipments	4,018,500 621,720	1,181,100 560,356	5,199,600 1,182,076	297,039 26,579	864,990 124,280	1,162,029 150,859	4,037,571 1,031,217	3,721,461 595,141
Total	10,846,042	2,861,427	13,707,469	706,650	2,057,383	2,764,033	10,943,436	10,139,392
<i>Previous year Figures</i>	-	10,846,042	10,846,042	-	706,650	706,650	10,139,392	-

**NOTE - 3B
OTHER INTANGIBLE ASSETS**

(Figures in Rs.)

Particulars	Gross Block			Depreciation			Net Block	
	As on 01.04.2018	Addition during the year	As on 31.03.2019	Up to 31.03.2018	For the year ended	Up to 31.03.2019	As on 31.03.2019	As on 31.03.2018
a) Computer Software Tally ERP	17,203	-	17,203	1,612	3,269	4,881	12,322	15,591
Total	17,203	-	17,203	1,612	3,269	4,881	12,322	15,591
<i>Previous year Figures</i>	-	17,203	17,203	-	1,612	1,612	15,591	-





JAMSHEDPUR FOOTBALL AND SPORTING PRIVATE LIMITED

NOTES annexed to and forming part of Balance Sheet and Statement of Profit and Loss as on March 31, 2019

(Figures in Rs.)

	As at 31st March, 2019	As at 31st March, 2018
NOTE - 4		
INVESTMENTS		
a) Investments in Mutual Funds		
Tata Money Market fund	593,261	30,373,237
Total	593,261	30,373,237
NOTE - 5		
TRADE RECEIVABLES		
a) Unsecured, Considered good		
More than Six months	-	-
Others	41,002,709	297,215,236
Total	41,002,709	297,215,236
NOTE - 6		
CASH & CASH EQUIVALENTS		
a) Cash-in-Hand	20,045	-
b) Balances with Scheduled Banks		
Current A/c with HDFC Bank	31,059,392	8,242,733
Total	31,079,437	8,242,733
NOTE - 7		
OTHER CURRENT ASSETS		
a) Balance with government authorities		
Input GST Credit	141,778,129	70,006,526
TDS Receivable	19,570,541	6,264,032
TCS Receivable	49,023	49,023
b) Other Loans and Advances		
Advance for Expenses	300,000	431,760
Advance to Players	772,318	631,037
Advance to Support Staff	55,999	120,386
Retention Money	267,022	267,022
Security Deposits	1,500	1,500
Total	162,794,532	77,771,286
NOTE - 8		
EQUITY SHARE CAPITAL		
Authorised :		
5,00,00,000 Equity Shares of Rs. 10/- each	500,000,000	500,000,000
Issued, subscribed & paid-up :		
3,20,00,000 Equity shares of Rs. 10/- each fully paid-up	320,000,000	200,000,000
Total	320,000,000	200,000,000

a) Reconciliation of shares outstanding :

Particulars	As at 31st March, 2019
Equity Shares (in Nos.)	
At the beginning of the period	20,000,000
Issued during the period	12,000,000
Bought back during the period	-
Outstanding at the end of the period	32,000,000





JAMSHEDPUR FOOTBALL AND SPORTING PRIVATE LIMITED

NOTES annexed to and forming part of Balance Sheet and Statement of Profit and Loss as on March 31, 2019

b) Details of shares held by Holding or Subsidiaries/Associates of Holding Company :

Particulars	As at 31st March, 2019	
	% Held	No. of Shares
Equity Shares held by - a) Holding Company - Tata Steel Limited	100	32,000,000

c) Details of shareholding for more than 5% shares :

Name of Shareholders	As at 31st March, 2019	
	% Held	No. of Shares
Equity Shares:		
Tata Steel Limited	100	32,000,000

d) The company has only one class of shares referred to as equity shares having a par value of Rs.10/-.
Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company in proportion to the number of equity shares held by the shareholders, after distribution of all preferential amounts.

**NOTE - 9
OTHER EQUITY**

a) Retained Earnings

Total

**NOTE - 10
BORROWINGS**

a) Loans from related parties

Loan from Holding Company
(Unsecured, repayable on demand)

Total

**NOTE - 11
TRADE PAYABLES**

Sundry Creditors for expenses

Total

**NOTE - 12
OTHER CURRENT LIABILITIES**

a) Statutory Dues

TDS payable
GST payable under Forward Charge
GST payable under Reverse Charge

b) Other Current Liabilities

Deposit for Coach Training Programme
Advance from Ticketing Agency
Other liability for expenses

Total

	As at 31st March, 2019	As at 31st March, 2018
	(190,794,736)	(81,524,320)
Total	(190,794,736)	(81,524,320)
	4,243,869	153,065,855
Total	4,243,869	153,065,855
	50,023,103	110,494,052
Total	50,023,103	110,494,052
	6,908,916	9,337,317
	24,202,506	13,195,284
	2,880,097	2,834,000
	33,650	-
	17,996,625	-
	11,067,852	16,255,740
Total	63,089,646	41,622,341





NOTES annexed to and forming part of Balance Sheet and Statement of Profit and Loss as on March 31, 2019

NOTE - 13**REVENUE FROM OPERATIONS**

Sale of Match Tickets
 Sale of Merchandise
 Proceeds from Sponsorship
 Award Money
 Income from Central rights
 Proceeds from Football School
 Proceeds From Insurance Claim

Total**NOTE - 14****OTHER INCOME**

Income from Mutual Funds
 Discount on Kit & Jersey
 Miscellaneous Income

Total**NOTE - 15****CHANGES IN INVENTORY OF STOCK-IN-TRADE**

Opening Stock
 Less : Closing Stock

Total**NOTE - 16****FINANCE COSTS**

Interest on borrowings

Total**NOTE - 17****DEPRECIATION AND AMORTIZATION**

Depreciation
 Amortization

Total

	For the year ended on 31st March '19	For the year ended on 31st March '18
	16,846,718	19,431,164
	610,490	-
	307,916,350	312,684,307
	1,450,900	1,650,000
	130,331,221	67,594,479
	1,051,003	-
	6,997,029	-
Total	465,203,710	401,359,950
	925,093	373,237
	764,339	-
	140,784	-
Total	1,830,216	373,237
	-	-
	272,629	-
Total	(272,629)	-
	1,313,939	3,406,506
Total	1,313,939	3,406,506
	2,057,383	706,650
	3,269	1,612
Total	2,060,652	708,262





NOTES annexed to and forming part of Balance Sheet and Statement of Profit and Loss as on March 31, 2019

NOTE - 18

OTHER EXPENSES

	For the year ended on 31st March '19	For the year ended on 31st March '18
Award/Prize Money Distributed	1,421,620	-
Advertising and Marketing expenses	5,876,648	8,531,256
Auditor's Remuneration	175,000	125,000
Bonus to Contractual Staff	404,400	-
Bank Charges	4,231	4,002
Club Transfer Fee	7,037,238	-
Commission Agent Fees	8,576,271	10,421,314
Commission on Sale of Tickets	523,227	826,869
Contractual Fees to Coaches	41,166,739	33,900,877
Contractual Fees to Domestic Players	52,628,132	39,178,000
Contractual Fees to Domestic Support Staff	14,144,889	9,657,484
Contractual Fees to International Players	117,823,424	60,341,043
Contractual Fees to Reserve Team Players	5,639,821	420,000
Contractual Fees to Reserve Team Staff	4,083,333	336,734
Enrolment & Registration Fee	487,200	1,131,250
Foreign remittance charges	292,325	1,103,297
Football School Coaches Fee	244,130	-
Football School Revenue Share	124,408	-
General and Miscellaneous Expenses	387,557	57,508
Insurance Charges	7,777,246	3,886,001
Interest & Fees on Statutory Liabilities	79,381	35,931
Internet & Connectivity Charges	1,607,745	1,341,750
Jersey & Kit Expenses	9,581,529	-
Lodging, Boarding and Other hospitality	45,315,087	36,846,483
Logo and Jersey Designing Fee	-	3,459,322
Statutory Fees & Penalty	470,000	400,000
Match-day Hospitality charges	4,391,512	4,684,602
Match-day venue Management charges	23,901,078	46,738,981
Medicine and Supplements	2,009,875	5,260,654
Participation Fee to ISL	151,000,000	151,000,000
Pre-Operative Expenditure	-	5,582,570
Pre-Season Expenses	22,160,715	10,305,725
Printing and Stationary	218,551	111,037
Professional Fees	3,277,960	2,769,095
Reimbursements to players and support staff	583,410	475,636
Rental Charges of Flatlets	5,093,750	5,436,000
Rental Charges of Furnitures & Fixtures	1,728,316	1,521,810
Rental Charges of Stadium	4,270,180	4,000,000
Repairs and Maintenance charges	417,399	35,962
ROC Filing Fees	62,900	22,700
Social Media Management Charges	2,805,339	3,144,000
Stadium Refurbishing Charges	524,192	5,908,870
Subscription of software	1,578,278	752,209
Team Bus Running & Maintenance	739,181	449,917
Team Training expenditure	851,844	645,616
Team travelling and conveyance	17,975,415	12,586,710
Team Welfare and Recreation Expenses	99,658	2,136,037
Ticket Printing Charges	533,172	970,940
Video Surveillance Charges	2,295,000	2,500,000
Total	572,389,304	479,043,192





NOTES annexed to and forming part of Balance Sheet and Statement of Profit and Loss as on March 31, 2019

21. Deferred Tax as per Ind AS - 12

Particulars	Opening Balance	Closing Balance
Deferred Tax Liabilities		
WDV as per IT Act	9,768,390	10,425,878
WDV as per Cos. Act	10,154,983	10,955,758
Temporary Differences	386,593	529,880
Deferred Tax Liabilities	99,548	136,444
Increase/(Decrease) in Deferred Tax Liability		36,896

22. Details of Fees to Auditors

Particulars	For the year ended on 31st March, 2019	For the year ended on 31st March, 2018
Statutory Audit fees	150,000	100,000
Tax Audit Fees	25,000	25,000
Other Matters		-
Total	175,000	125,000

23. The Chief Executive Officer (CEO), Chief Financial Officer (CFO) and Company Secretary (CS) being Key Management Personnel of the company are entitled to token remuneration of Re. 1 per annum each in terms with their appointment.

24. Figures have been rounded off to nearest Rupee.

In terms of our attached report of even date

For P.K. Barman & Co.
Chartered Accountants
Firm Regn. No.: 015330N

CA. P.K. Barman
Partner
Membership No. :094601

Place : Mumbai
Date : April 18, 2019



For and on behalf of Board of Directors

Chanakya Chaudhary
Chairman
02139568

Suprakash Mukhopadhyay
Director
00019901

Mukul Choudhari
Chief Executive Officer

Prasanta Dinda
Chief Financial Officer

Pradipta Bagchi
Director
08225516

Melisa Alva
Company Secretary