

S.S. Kothari Mehta & Co.

(Registered)
Chartered Accountants

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Independent Auditor's Report

To the Members of

All India Football Federation

Report On the Financial Statements

We have audited the accompanying financial statements of All India Football Federation ("The Federation") which comprise the Balance Sheet as at March 31, 2017 and the Income & Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Federation's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the federation in accordance with the Accounting Standards issued by Institute of Chartered Accountants of India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the federation and for preventing and detecting fraud & 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 controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records relevant to the preparation and presentation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial controls relevant to the federation's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the federation has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the federation's members, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Basis for Qualified Opinion

1. Attention is invited to note 27 which explains in details regarding advances. A sum of Rs. 3,394,004 out of such advances were provided in the previous years, based on a communication from the Indian Football Association that their records were destroyed in fire. In the absence of any evidence, the recoverability or otherwise of the above advance and their resultant impact, on the financial statements of the Federation cannot be ascertained.
2. Attention is invited to note 28 which are advances made to member associations of Rs. 4,33,91,774 (Previous year Rs. 6,04,29,155) and member clubs Rs. 50,89,385 (Previous year Rs. 1,14,45,646) which are subject to reconciliations. In the absence of balance confirmations from the respective member associations and other parties. Adjustments, if any, which may arise consequent to the reconciliations/confirmation and the resultant impact on the financial statements cannot be ascertained at this stage. We are unable to express an opinion in the matter.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the impact of which is not ascertained by the Federation, the aforesaid 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 federation as at March 31, 2017, and its profit for the year ended on that date.

Report on Other Legal and Regulatory Requirements

Further to our comment in para Basis for Qualified Opinion above, 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 federation so far as it appears from our examination of those books;
- (c) The Balance Sheet and Income & Expenditure Account dealt with by this report are in agreement with the books of account.

For S.S. Kothari Mehta & Co.
Chartered Accountants
Firm Registration No.: 000756N

Sd/-
Sunil Wahal
Partner
Membership No.: 087294

Date: October 28th, 2017

Place: New Delhi

All India Football Federation

Balance Sheet as at 31 March 2017

<i>(All amounts in Rupees)</i>			
	Note	As at 31 March 2017	As at 31 March 2016
SOURCES OF FUNDS			
General fund			
General fund and reserves	3	19,334,211	19,334,211
Earmarked funds	4	22,957,798	23,836,121
Income and expenditure account		(76,541,806)	(89,403,352)
Total General Fund		(34,249,797)	(46,233,020)
Loan funds			
Secured borrowings	5	2,104,614	39,677,930
Unsecured borrowings	6	50,000,000	50,000,000
Total loan fund		52,104,614	89,677,930
Current liabilities			
Current liabilities and provisions	7	489,352,794	351,917,645
Total current liabilities		489,352,794	351,917,645
		507,207,611	395,362,555
APPLICATION OF FUNDS			
Fixed assets			
Tangible assets	8	35,306,789	32,453,284
Intangible assets		11,635,366	12,037,416
Capital work-in-progress		216,000	1,900,946
Total fixed assets		47,158,155	46,391,646
Current assets			
Cash and bank balances	9	188,503,552	91,882,699
Loans and advances	10	149,861,618	220,977,812
Income receivable	11	22,918,068	4,230,242
Other current assets	12	98,766,219	31,880,156
Total current assets		460,049,457	348,970,909
		507,207,611	395,362,555
Significant accounting policies	2		

The accompanying notes form an integral part of these financial statements

As per our report of even date attached

For **S.S. Kothari Mehta & Co.**
Chartered Accountants
Firm Registration No.: 000756N

Sd/-
Sunil Wahal
Partner
Membership No.: 087294

Place : New Delhi
Date : 28th October, 2017

For and on behalf of Executive Committee of
All India Football Federation

Sd/-
Praful M. Patel
President

Place : New Delhi
Date : 28th October, 2017

Sd/-
Kushal Das
General Secretary

Place : New Delhi
Date : 28th October, 2017

All India Football Federation

Income and Expenditure Account for the year ended 31 March 2017

(All amounts in Indian Rupees)

	Note	For the year ended 31 March 2017	For the year ended 31 March 2016
INCOME			
Income from grant of commercial rights, sponsorship and football assessment fee	13	559,161,285	537,612,596
Grants and aids received	14	65,443,627	24,514,466
Fees and levies	15	14,931,700	15,658,590
Other income	16	11,586,915	17,116,142
Total income		651,123,527	594,901,794
EXPENDITURE			
Tournament camps and other expenses	17	403,226,318	388,095,201
Administrative and other expenses	18	124,570,738	111,696,374
Meeting expenses	19	7,258,541	9,622,281
Coaches' salaries and remuneration	20	93,844,126	104,931,941
Finance cost	21	6,696,076	11,034,215
Depreciation and amortisation expenses	8	3,280,881	2,786,041
Total expenditure		638,876,681	628,166,053
Surplus for the year before prior period adjustments		12,246,846	(33,264,258)
Prior period adjustments (net)	22	(614,700)	(1,419,174)
Surplus / (Deficit) for the year after prior period adjustments		12,861,546	(31,845,084)
Balance brought forward		(89,403,352)	(57,558,268)
(Deficit) carried to the balance sheet		(76,541,806)	(89,403,352)

Significant accounting policies 2

The accompanying notes form an integral part of these financial statements

As per our report of even date attached

For **S.S. Kothari Mehta & Co.**
Chartered Accountants
Firm Registration No.: 000756N

Sd/-
Sunil Wahal
Partner
Membership No.: 087294

Place : New Delhi
Date : 28th October, 2017

For and on behalf of Executive Committee of
All India Football Federation

Sd/-
Praful M. Patel
President

Place : New Delhi
Date : 28th October, 2017

Sd/-
Kushal Das
General Secretary

Place : New Delhi
Date : 28th October, 2017

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

1. Background

The All India Football Federation ('AIFF') is a National Association registered with the Registrar of Societies, Mumbai, under the Societies Registration Act, 1860. The Federation is a member of FIFA, AFC, and Indian Olympic Association. Accordingly, it is itself obliged to respect of the statutes, regulations, directives and decisions of FIFA, the AFC and to ensure that these are likewise respected by its members.

The objective of AIFF are too improve and popularize the game of football constantly and promote it throughout India in the light of its unifying, educational, cultural and humanitarian values, particularly through youth and development programmes in urban, rural and remote areas including Schools, Colleges and Universities.

2. Significant accounting policies

a) Basis of preparation of financial statements

The financial statements have been prepared and presented on the accrual basis under the historical cost convention, in accordance with applicable accounting standards issued by the Institute of Chartered Accountants of India.

b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenue and expenses during the reporting year. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

c) Revenue recognition

(i) Revenue sale of Master Rights :

Revenue, including sale of master rights and telecasting rights, is recognised on accrual basis, as per the terms of arrangement.

(ii) Interest income :

Interest income from fixed deposits is recognised on time proportion basis.

d) (i) Fixed assets

Fixed assets are recorded at cost of acquisition less accumulated depreciation. Cost is inclusive of freight, duties (except for refundable duties), taxes and other directly attributable costs incurred to bring the assets to their working condition for intended use.

Expenditure related to and incurred on implementation of new/expansion-cum-modernisation projects is included under capital work-in-progress and the same is allocated to the respective tangible asset on completion of its construction/erection.

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Notes to the financial statements for the year ended 31st March 2017

(ii) Depreciation

Depreciation on fixed assets is provided on the basis of written down value method at the following rates.

Tangible Assets	Rates of depreciation (per annum)
Building	10 %
Computer	60 %
Furniture and fixtures	10 %
Vehicle	15%
Plant and machinery	15%
Intangible	Life
Intangible-rights in training centre-Bangalore	30 years

The above rates represent the estimated economic useful life of assets.

Depreciation on additions is provided on pro rata basis from the date of such additions. Similarly, depreciation on assets sold/disposed off during the year is provided up to the dates on which such assets are sold/disposed off.

Leasehold land, being under long term lease arrangement is not amortised.

e) Foreign exchange transactions

Foreign currency transactions are recorded at average monthly exchange rate, which approximate the prevailing exchange rate on the date of transaction. Monetary items denominated in foreign currencies are translated at the yearend exchange rate. Exchange differences, if any, arising out of transactions settled during the year/ translation at year end are recognised in the income and expenditure account.

f) Earmarked funds

Earmarked Funds are restricted funds received for specified purpose. These are held by the Federation until used for the purpose specified and deposits are earmarked against them. Income arising out of the investments in this regard is credited to the fund and is used for the purpose specified in this regard.

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

g) Government grants

Government grants are recognised when there is reasonable assurance of compliance of the conditions attached to them and that the grants will be received.

h) Investment of the earmarked funds

Investments of the earmarked funds in fixed deposits with banks are stated in the books at the principal amounts. Interest earned on these deposits is credited to the respective funds directly.

i) Cash & cash equivalent

Cash and cash equivalents comprise cash at bank, cash/cheques in hand and fixed deposits with banks with maturity period of three months or less.

j) Leases/license

When the Federation is the lessee/licensee

Leases/License where the lessor/licensor effectively retains substantially all the risks and benefits of ownership of the leased/licensed item, are classified as operating leases/license. Operating lease/license payments are recognized as an expense in the income and expenditure account on a straight-line basis over the lease/license term.

k) Borrowing cost

All borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

l) Retirement benefits

The Federation's obligations towards various employee benefits have been recognized as follows:

Short-term employee benefits:

All employee benefits payable/available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc., and are recognized in the income and expenditure account in the period in which the employee renders the related service.

Post-employment benefits:

The Federation's gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation carried at the yearend using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. Any unrecognized past service costs and the fair value of any plan assets are deducted. The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of obligation under defined benefit plan, is based on market yields on Government securities as at the balance sheet date, having maturity periods approximating the terms of related obligation.

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

Other long term employee benefits:

Cost of long term benefit by way of accumulating compensated absences arising during the tenure of the service is calculated taking into account the pattern of availment of leave. Further, in respect of encashment of leave, the defined benefit is calculated taking into account all types of decrements and qualifying salary projected upto the assumed date of encashment. The present value of obligations towards availment and encashment under such long term benefit plan is determined based on actuarial valuation carried out by an independent actuary using the Project unit credit method as at the year end.

The obligation is measured at the present value of estimated future cash flows. The discount rate used for determining the present value of obligation under defined benefit plan, is based on market yields on Government securities as at the balance sheet date, having maturity periods approximating the terms of related obligation.

Treatment of actuarial gains and losses

Actuarial gains and losses are recognized immediately in the income and expenditure account. Gains or losses on the curtailment or settlement of any defined benefit plan are recognized when the curtailment or settlement occurs.

m) Provisions and contingencies

A provision is created when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
3 General Fund and Reserves		
Opening balance	19,334,211	19,334,211
Add: Transferred from earmarked fund	–	–
Closing balance	<u>19,334,211</u>	<u>19,334,211</u>
4 Earmarked funds		
a) FIFA goal project fund (Refer Note 25)		
Opening balance	9,553,845	10,615,383
Less: Depreciation on building (Refer Note No. 8)	(955,384)	(1,061,538)
Closing balance	<u>8,598,461</u>	<u>9,553,845</u>
b) Sub-junior football development fund*		
Opening balance	5,884,446	5,414,756
Add: Interest on earmarked fixed deposits	432,573	469,690
Closing balance	<u>6,317,019</u>	<u>5,884,446</u>
c) FIFA assistance for capital expenses		
Opening balance	160,001	168,315
Less: Depreciation (Refer Note No. 8)	(7,483)	(8,314)
Closing balance	<u>152,518</u>	<u>160,001</u>
d) FIFA assistance for infrastructure		
Opening balance	8,237,829	8,624,528
Less: Depreciation (Refer Note No. 8)	(348,029)	(386,699)
Closing balance	<u>7,889,800</u>	<u>8,237,829</u>
	<u>22,957,798</u>	<u>23,836,121</u>

* The earmarked funds have been invested in the form of fixed deposits amounting to Rs. 61,79,267.00 (Previous Year Rs. 57,91,007.00)

The fixed deposit is shown after TDS on interest paid by the bank.

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Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
5 Secured borrowings		
Bank overdraft ***	2,104,614	39,677,930
	<u>2,104,614</u>	<u>39,677,930</u>
<p>***Bank overdraft is secured by way of exclusive charge on all the current and movable fixed assets (both present and future) of the Federation. The interest on loan is 4.35% spread over and above bank's 06 month MCLR. The loan is due to be paid on 18th June 2018.</p>		
6 Unsecured borrowings		
Unsecured loan from IMG Reliance Private Limited**	50,000,000	50,000,000
	<u>50,000,000</u>	<u>50,000,000</u>
<p>** Unsecured loan aggregating to Rs. 50,000,000 is deductible from year 2019 by way of adjustment to revenue from IMG Reliance Private Limited. The interest on loan is based on Prime lending rate of RBI/SBI and shall be deducted from the available net revenue share of AIFF in the year of 2019.</p>		
7 Current liabilities and provisions		
Current liabilities		
Interest accrued & due	21,520,575	17,178,075
Payable to member associations	3,102,697	6,848,125
Statutory Dues Payable	9,038,134	32,925,924
Other payables	250,103,448	242,514,919
Earnest money deposits	1,600,000	1,600,000
Income received in advance	194,405,361	41,776,004
	<u>479,770,214</u>	<u>342,843,047</u>
Provisions		
Provision for gratuity (refer note 31)	6,545,456	4,996,672
Provision for leave encashment (refer note 31)	3,037,124	4,077,927
	<u>9,582,580</u>	<u>9,074,599</u>
	<u>489,352,794</u>	<u>351,917,646</u>

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

Particulars	Tangible Assets						Intangible Assets					
	Land-Freehold	Land-Leasehold	Building	Furniture & Fixtures	Computers	Vehicle	Office Equipments	AIFF Trophies and cups*	Total tangible assets	Rights at Training Centre - Bangalore	Total intangible assets	Capital Work-in-progress
Gross block												
As at April 1, 2015	3,213,000	1,916,909	38,050,808	7,236,763	3,338,434	1,501,595	14,829,300	276,909	70,363,718	13,080,252	13,080,252	-
Additions	-	-	-	53,523	829,946	8,700	3,278,607	-	4,170,776	-	-	1,900,946
Sold/written off during the year	-	-	-	-	(83,765)	-	(22,500)	-	(106,265)	-	-	-
As at March 31, 2016	3,213,000	1,916,909	38,050,808	7,290,286	4,084,615	1,510,295	18,085,407	276,909	74,428,229	13,080,252	13,080,252	1,900,946
Additions	-	-	-	681,000	3,709,784	-	2,936,984	-	7,327,768	-	-	216,000
Sold/written off during the year	-	-	-	-	(1,415,559)	-	(590,111)	-	(2,005,670)	-	-	1,900,946
As at March 31, 2017	3,213,000	1,916,909	38,050,808	7,971,286	6,378,840	1,510,295	20,432,280	276,909	79,750,327	13,080,252	13,080,252	216,000
Depreciation												
As at March 31, 2015	-	-	23,124,408	3,737,266	2,669,852	965,260	7,716,759	-	38,213,545	606,828	606,828	-
For the year	-	-	1,492,640	351,419	648,896	81,437	1,232,193	-	3,806,585	436,008	436,008	-
Relating to sale/adjustment/transfer	-	-	-	-	(38,385)	-	(6,802)	-	(45,187)	-	-	-
As at March 31, 2016	-	-	24,617,048	4,088,685	3,280,363	1,046,697	8,942,150	-	41,974,943	1,042,836	1,042,836	-
For the year	-	-	1,343,376	347,044	973,174	69,540	1,456,593	-	4,189,727	402,050	402,050	-
Relating to sale/adjustment/transfer	-	-	-	-	(1,302,469)	-	(418,663)	-	(1,721,132)	-	-	-
As at March 31, 2017	-	-	25,960,424	4,435,729	2,951,068	1,116,237	9,980,080	-	44,443,538	1,444,886	1,444,836	-
Net block												
As at March 31, 2016	3,213,000	1,916,909	13,433,759	3,201,600	804,252	463,598	9,143,257	276,909	32,453,284	12,037,416	12,037,416	1,900,946
As at March 31, 2017	3,213,000	1,916,909	12,090,384	3,535,557	3,427,772	394,058	10,452,200	276,909	35,306,789	11,635,366	11,635,366	216,000

	For the year ended 31 March 2017	For the year ended 31 March 2016
Depreciation as per above schedule	4,591,777	4,242,593
Less: Charged to FIFA Goal Project Fund (Building)	(955,384)	(1,061,538)
Charged to FIFA Assistance to infrastructure (Building)	(348,029)	(386,699)
Charged to FIFA Assistance for capital expense (Furniture and fixtures)	(7,483)	(8,314)
Depreciation as per Income and Expenditure Account	3,280,881	2,786,041

* With regard to the trophies and cups held by the Federation, the management does not envisage any depreciation due to specific nature of these items.

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
9 Cash and bank balances		
Cash in hand	65,560	60,370
Balances with scheduled banks		
– On current accounts	13,036,772	20,109,757
– On savings accounts	147,771,418	55,068,855
Fixed deposit accounts		
– Earmarked funds	6,179,267	5,791,007
– Others	21,450,535	10,852,710
	<u>188,503,552</u>	<u>91,882,700</u>
10 Loans and advances		
Loan to member association (unsecured)	20,000,000	20,000,000
Advances recoverable in cash or in kind or for value to be received (unsecured) :		
Considered good		
– Receivables from and advances to member associations (Also refer to note 29)	44,769,646	55,857,125
– Other advances and receivables	34,627,038	81,446,158
	<u>79,396,684</u>	<u>137,303,283</u>
Considered doubtful	4,194,309	4,194,309
	<u>83,590,993</u>	<u>141,497,592</u>
Less: Provision for doubtful advances	(4,194,309)	(4,194,309)
	79,396,684	137,303,283
Security deposits	1,458,457	1,558,857
Taxes paid under protest	–	–
Balance with service tax authorities	597,727	4,307,894
Taxes deducted at source	48,408,750	57,807,778
	<u>149,861,618</u>	<u>220,977,812</u>
11 Income receivable		
Income receivable from sponsorship and grant of commercial rights	22,918,068	4,230,242
	<u>22,918,068</u>	<u>4,230,242</u>
12 Other current assets		
Interest accrued on fixed deposits	192,341	140,156
FIFA U-17 World Cup Project	–	–
Pre U-17 World Cup Expenses	64,133,882	–
Accrued Income (IMGR)	34,439,996	31,740,000
	<u>98,766,219</u>	<u>31,880,156</u>

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
13 Income from grant of commercial rights, sponsorship and football assessment fee		
Sale of telecasting and master rights	500,000,000	417,558,219
Sponsorship	11,780,565	9,048,099
FIFA U-17 World Cup	–	31,224,323
Football assessment programme fees	47,380,720	79,781,955
	<u>559,161,285</u>	<u>537,612,596</u>
14 Grants and aids received		
Grant-in-aid (Government)	45,044,794	24,514,466
Grant-Mission XI Million (Government)	20,398,833	–
	<u>65,443,627</u>	<u>24,514,466</u>
15 Fees and levies		
Disciplinary sanctions	6,215,500	6,960,000
Entry fees for National Football League	3,500,000	3,150,000
Membership and protest fees	206,000	82,000
Tournament registration fees	769,900	1,010,000
FIFA players agent examination fees	900	12,340
2nd Division league participation fees	1,200,000	1,100,000
Club Licensing Appeals fees	–	205,000
Registration fees (Central Registration System)	2,619,400	3,139,250
Academy Accreditation Certificate Fees	420,00	–
	<u>14,931,700</u>	<u>15,658,590</u>
16 Other income		
Interest income		
– Savings bank account	3,692,932	2,511,688
– Fixed deposits with banks	974,928	803,048
Income from AFC/AIFF license courses	2,262,905	1,339,422
Interest on loan (employee)	32,763	52,659
Interest on security deposit	18,000	18,000
Interest on loan (WIFA)	1,870,000	2,000,000
Interest U/s 244A	439,043	7,074,159
Provision written back	176,321	2,298,640
Miscellaneous income	2,119,493	1,016,774
Profit on sale of asset	530	1,752
	<u>11,586,915</u>	<u>17,116,142</u>

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
17	Tournament camps and other expenses	
	I-League Expenses	
2nd Division league expenses	17,721,424	20,246,031
U-19 I-League 2014-15	–	3,148,910
U-15 I-League 2015-16	3,982,286	1,447,868
U-16 I-League 2016-17	8,750,803	–
U-18 I-League 2015-16	(72,133)	6,468,359
U-18 I-League 2016-17	1,527,000	–
I-League (8th Edition)	–	41,395,381
I-League (9th Edition)	–	62,674,585
I-League (10th Edition)	22,673,345	–
I-League (11th Edition)	79,597,227	–
I-League department and meeting expenses	9,930,777	7,947,925
I-League (Misc. Exp)	469,193	1,170,133
	144,579,922	144,499,192
	Age group tournaments/festivals	
U-14/13 Football festival	–	–
U-16 National Championship (Sub Junior Football Tournament)	11,482,354	6,162,925
U-19 National Championship (Junior)	1,728,267	9,134,395
U-14 Boys Football Festival	705,821	2,087,173
Youth development	–	38,737
SAFF U-19 Boys Championship	–	950,523
FIFA U-17 World Cup Exp	–	13,591,556
U-16 Youth Cup, 2016	11,539,405	–
SAFF U-16 Boys Championship-Nepal	–	1,477,577
FIFA XI Million Project Expenses	20,544,658	–
	46,000,506	33,442,886
	Women's Tournament and Camps	
Sr. Women National championship and camp	3,279,059	12,842,453
Women development	1,105,884	593,984
AFC Women Championship (Qualifiers) & camp expenses	380,169	–
Junior National Championship for Girls	8,429,804	7,585,384
Sub Junior Girls National Football Championship	–	13,666,322
FIFA Live Your Goals	–	1,902,097
SAFF Women championship	4,081,857	–
U-14 Girls NFC	36,013	9,817
Indian Women's League Exp.	13,360,364	–
Pre Olympic Qualifiers (Womens) and Camp	–	13,118
AFC Asia Cup Women Qualifier & Camp	378,240	–
	31,051,390	36,613,175

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
17 Tournament camps and other expenses continued		
Senior team national tournaments		
Santosh Trophy	21,482,610	14,551,285
	21,482,610	14,551,285
Other tournaments		
Federation Cup	8,206,045	10,360
Indian Super League expenses	39,873	574,301
BRICS Football Tournament	1,130,019	–
	9,375,937	584,661
International tournaments, exposure tours and camps		
Friendly match in India - 2016 (Senior Men)	13,615,490	–
Friendly Team - Exposure Tours (2016)	5,401,938	–
Friendly Match Against Nepal	–	2,948,747
Pre-Olympic qualifier (Men)	–	16,400
SAFF Championship and camp expenses	–	5,572,576
SAFF SUZUKI CUP 2015	949,217	1,297,789
Sr. Team Expenses	900,181	480,823
South Asian Games Camp & Tournament	154,500	4,785,936
Preworld cup qualifier (Men)	3,255,110	27,676,744
Asia Cup Camp & Qualifier Expenses	8,272,333	–
	32,548,769	42,779,015
Asian Football Confederation (AFC) and FIFA tournaments		
AFC U-16 Women qualification round	2,807,700	–
AFC U-19 Womens championship, qualifier and camp	1,222,414	–
AFC U-16 Boys championship	4,611,711	245,511
AFC U-13/14 Girls football festival and camp	260,370	1,817,287
AFC U-14 football festival and preparation camp	–	8,629
AFC U-19 Boys Championship (camp and qualifier)	–	902,009
AFC U-23 Camp & Qualifier	–	77,661
	8,902,196	3,051,097

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
17		
Tournament camps and other expenses continued		
Courses, seminars, projects, grants and other expenses		
AFC A License	–	–
AFC “C” License	–	–
AFC Award Night	–	7,793,729
AFC “B” License	–	–
AFC Goal Keeping Course	–	25,492
AFC Medcon 2015	–	269,680
Referees development/Dept Exp	9,592,878	5,329,024
AFC Pro Licence	–	–
Seminars and courses	58,626	250,911
AFC Instructor Course	40,760	–
Refresher Course for Coaches	134,400	–
FIFA MA Course	1,890,884	1,473,271
Grassroot Development Conference expenses	3,549,805	1,808,384
FIFA Academy	88,521,687	91,311,694
Coaching Workshop	446,285	–
Scouting Expenses	3,049,010	3,414,985
AIFF player of the year	1,150,000	600,000
Competition department expenses	850,654	296,719
	<u>109,284,989</u>	<u>112,573,889</u>
	<u>403,226,318</u>	<u>388,095,201</u>

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Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
18 Administrative and other expenses		
Salaries and allowances		
Salaries	40,249,054	40,249,054
Ex-gratia, bonus, gratuity and other funds	7,313,757	7,313,757
Staff welfare	674,833	674,833
	48,237,644	48,237,644
Other expenses		
Electricity and generator expenses	2,201,692	2,259,586
Insurance expense	3,280,257	2,207,345
Legal and professional expenses	29,574,550	20,572,156
Office expenses	2,939,318	2,219,117
Postage and courier	1,641,472	2,820,949
Printing and stationery	930,262	973,347
Repairs and maintenance	3,265,978	2,852,502
Traveling, conveyance and transportation	6,302,963	4,094,329
Telephone and fax charges	2,209,810	2,020,458
Website expenses	694,687	1,231,163
Water charges	50,860	32,873
Gift/Momentos	547,372	–
Bank charges	248,343	1,232,779
Newspaper, books and periodicals	17,965	20,330
Financial Aid	176,000	–
Lease rent/ground rent	89,697	113,081
Miscellaneous expense	666,883	4,286,865
Advertisement and publicity expenses	1,824,365	1,197,791
Audit fee and expenses	1,724,920	1,151,165
AFC Affiliation fees	36,179	35,707
FIFA Affiliation fees	22,140	21,534
IOA Affiliation Fee	1,000	1,200
Interest on TDS/Service tax	1,879,763	5,574,534
FIFA TMS (Recurring Expenditure)	54,496	–

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Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
18 Administrative and other expenses continued		
Integrity/referee department expenses	734,785	2,268,317
Academy department expenses	1,333,883	984,231
Grassroot department expenses	449,360	418,096
Registration department expenses	416,745	360,214
State FA Development Project	8,486,377	2,326,250
Technical department expenses	296,672	120,971
National team department expenses	1,493,897	1,792,791
Property tax	123,665	123,665
Honarorium Expenses	1,000,000	–
Loss on sale of fixed asset	120,027	9,785
Other expenses	5,736	135,599
	<u>74,842,117</u>	<u>63,458,730</u>
	<u>124,570,738</u>	<u>111,696,374</u>
19 Meeting expenses		
Annual general body meeting expenses	2,392,753	4,244,427
Executive and sub - committee meeting expenses	3,214,338	3,373,276
Other meeting expenses	1,651,451	2,004,577
	<u>7,258,541</u>	<u>9,622,281</u>
20 Coaches' salaries and remuneration		
Remuneration and allowances to chief coach	29,082,103	29,676,850
Remuneration and allowances to technical director	15,859,832	17,357,651
Remuneration and allowances to FIFA U-17 WC coach	24,496,589	33,029,679
Support staff-team	21,549,621	23,259,477
Director-youth development expenses	–	–
Technical director Expenses	2,855,981	1,608,284
	<u>93,844,126</u>	<u>104,931,941</u>

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Notes to the financial statements for the year ended 31st March 2017

(All amounts in Indian Rupees)

	As at 31 March 2017	As at 31 March 2016
Notes		
21 Finance Cost		
Interest on loan from IMG Reliance Private Limited	4,825,000	6,715,792
Other interest	1,871,076	4,318,423
	<u>6,696,076</u>	<u>11,034,215</u>
22 Prior period adjustments (net)		
Income		
Prior period income	4,898,095	1,625,476
Expenses		
Prior period expenses	4,283,395	206,302
	<u>(614,700)</u>	<u>(1,419,174)</u>

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

23. Audit fees (excluding service tax)

Particulars	For the year ended 31 March 2017 Rs	For the year ended 31 March 2016 Rs
Statutory audit	1,000,000	1,000,000

24. In view of registration under section 12A of the Income tax Act, 1961 with effect from 1 April 2001, no provision for tax has been considered in these financial statements.

25. The building in Note No. 8 is consequent to an arrangement by which Federation International de Football Association ('FIFA') has provided assistance earmarked for constructing the building at Dwarka, New Delhi for the Federation. The construction of the building has been pursuant to a direct arrangement between FIFA and the contractor. Accordingly, the value of the building ascertified by the contractor has been credited to specific fund, viz, FIFA Goal Project Fund. Depreciation relatable to the building is charged from this fund.

26. The Federation has incurred the following expenses in respect of which the original supporting documents are not in the possession of the Federation. Considering the current practices being followed, the Federation is in the process of initiating certain processes in order to avoid recurrence of such instances.

S.No	Particulars of expenses	As at March 31, 2017 Rs.	As at March 31, 2016 Rs.
1	Expense claims submitted by in respect of which only photocopies of supports are available	1,19,98,017	1,12,27,832
	Total	1,19,98,017	1,12,27,832

27. Federation has given advances aggregating Rs.87,81,748(Previous year Rs.73,03,737) to meet tournament expenses. During the year Rs.20,00,000/- given interest free loan to Indian Football Association ("IFA") for the purpose of renovation and development of Barasat football stadium in Kolkata. During the earlier years, a fire took place at the premises of IFA and consequently they were not able to provide necessary evidence in support of their expenses to the Federation. A sum of Rs. 33,94,004/- was provided for by the Federation as in the earlier years. Due to long term relationship with IFA, the Federation is hopeful of recovering the advances and is of the view that no further provision is required with regard to the remaining amount.

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

28. The management is in the process of obtaining balance confirmation in respect of the following parties:

Particulars	As at 31 March 2017 Rs	As at 31 March 2016 Rs
Advances to Member associations:		
Haryana Football Association	9,650	–
Kerala Football Association	1,85,86,339	4,43,28,059
The Indian Football Association	87,81,748	73,03,738
Debajyoti Mukherjee	18,42,193	18,42,193
Goa Football Association	48,45,754	15,09,733
Mizoram Football Association	5,83,500	–
Pondicherry Football Association	900	–
Jharkhand Football Association	12,17,961	13,79,142
Meghalaya Football Association	6,89,762	–
Tamilnadu Football Association	4,01,236	73,939
Telangana Football Association	1,91,250	–
The Western India Football Association	11,24,454	12,29,572
Karnataka State FA (I-League)	–	3,00,000
All Manipur Football Association	–	39,674
Assam Football Association	50,29,471	24,14,775
Chandigarh Football Association	87,556	8,330
Total	4,33,91,774	6,04,29,155

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Notes to the financial statements for the year ended 31st March 2017

Particulars	As at 31 March 2017 Rs	As at 31 March 2016 Rs
Members Club		
Poona District Football Association	10,67,223	10,67,223
Mohammedan Sporting Club	–	1,30,000
Mumbai Football Club Private Limited	–	2,50,000
Kalighat Milan Sangha FC Private Limited	5,58,075	5,58,075
ONGC(I-League Club)	4,39,030	4,39,030
Aizawl Football Club	3,74,128	35,00,000
Chanmari Football Club	99,175	–
Lonestar Kashmir Football Club Private Limited	2,413	–
United Mohun Bagan Football Team Private Limited	–	10,70,192
Salgaocar Sports Club Private Limited	–	1,04,087
United Sikkim Football Club Private Limited	1,33,130	1,33,130
Rangdajied United Football Club	15,000	15,000
Sporting Clube De Goa	–	6,00,000
TATA Steels Limited	2,03,191	2,03,191
Lajong Football Club Private Limited	21,98,020	33,75,718
Total	50,89,385	1,14,45,646

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

29. During the current year and in the previous years, the Federation has received football assessment programme fee from FIFA (Federation International de Football Association) and AFC (Asian Football Confederation) aggregating Rs.10,59,05,590 including Rs. 5,85,24,480 advance for FIFA U-17 World Cup 2017 (previous year Rs. 15,27,82,281 including Rs. 7,30,00,327 receipts for FIFA U-17 World Cup 2017). The federation is of the view that this grant is in nature of Financial assistance and believes that it is not required to take prior approval from Ministry of Home Affairs as envisaged under Foreign Contribution (Regulation) Act 2010 in this regard.
30. During The year, the Federation has received grant of Rs. 5,85,24,480 from FIFA (Federation International de Football Association) towards FIFA U-17 World Cup 2017 and incurred expenditure of Rs. 6,41,33,882 towards the same. Since, the event will take place in next year, Grant received is disclosed as income received in advance and expenditure incurred is disclosed as pre-operative expense in the current year financial statements.
31. Advance Income of Rs. 4,95,00,000 represent amount received from National Supporter Bank of Baroda against total agreement for of Rs. 9,90,00,000 towards Sponsorship of National Supporter for FIFA U-17 World Cup 2017.
32. During the year, the Federation has received grant of Rs. 6,27,29,000 from Government of India for Mission XI Million program under the FIFA U-17 World Cup 2017 project and incurred expenditure of Rs. 2,03,98,833 towards the same. Since, the event will conclude in next year, grant is recognised as income in the income & expenditure account to the extent of expenditure incurred (i.e. Rs. 203,98,833) and balance amount of grant received is disclosed as income received in advance in the current year financial statements.
33. Disclosure pursuant to Accounting Standard - 15 (Revised) 'Employee Benefits':

Defined Contribution Plans:

Particulars	2016-17	2015-16
Pension Fund/Superannuation funds/ESI/PF	10,63,883	9,93,716
Total	10,63,883	9,93,716

Recognized as an expense and included in "Administrative and other expenses" in the income and expenditure account.

Defined Benefit Plans:

Gratuity

Gratuity is payable to all eligible employees of the Company on retirement or separation from the Company in terms of the provisions of the Payment of Gratuity Act, 1972 or as per the Company's Scheme whichever is more beneficial.

Other long term employee benefits

Compensated absence

Eligible employees can carry forward and encash leave standing to their credit at any time. However, the maximum accumulation allowed as per Company policy is 60 days.

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

The disclosures for gratuity costs & compensated absence are given below:

a. Changes in benefit obligation

Particulars	Gratuity		Compensated absence	
	As at 31 March 2017	As at 31 March 2016	As at 31 March 2017	As at 31 March 2016
	Rs	Rs	Rs	Rs
Present value of obligation as at the beginning of the period	49,96,672	37,93,982	40,77,927	14,80,315
Current service cost	11,04,271	9,23,986	5,46,611	8,23,842
Interest cost	3,99,734	2,98,966	3,26,234	1,16,649
Actuarial (gain)/loss on obligation	44,779	1,73,788	(18,47,648)	17,98,502
Past service cost	–	–	–	–
Benefits paid	–	(1,94,040)	(66,000)	(1,41,381)
Present value of obligation as at the end of period	65,45,456	49,96,672	30,37,124	40,77,927

b. Changes in the fair value of plan assets

Particulars	Gratuity		Compensated absence	
	As at 31 March 2017	As at 31 March 2016	As at 31 March 2017	As at 31 March 2016
	Rs	Rs	Rs	Rs
Fair value of plan assets at the beginning of the year	–	–	–	–
Expected return on plan assets	–	–	–	–
Contributions by employer	–	–	–	–
Benefits paid	–	–	–	–
Actuarial gain/(loss) on plan assets	–	–	–	–
Fair value of plan assets at the end of the year	–	–	–	–

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

c. Actuarial gain/loss recognised

Particulars	Gratuity		Compensated absence	
	As at 31 March 2017	As at 31 March 2016	As at 31 March 2017	As at 31 March 2016
	Rs	Rs	Rs	Rs
Actuarial gain / (loss) for the period - obligation	(44,779)	(1,73,788)	18,47,648	(17,98,502)
Actuarial (gain) / loss for the period - plan assets	–	–	–	–
Total (gain) / loss for the period	44,779	1,73,788	(18,47,648)	17,98,502
Actuarial (gain) / loss recognized in the period	44,779	1,73,788	(18,47,648)	17,98,502
Unrecognized actuarial (gains) losses at the end of period	–	–	–	–

d. Amount recognized in the Balance Sheet

Particulars	Gratuity		Compensated absence	
	As at 31 March 2017	As at 31 March 2016	As at 31 March 2017	As at 31 March 2016
	Rs	Rs	Rs	Rs
Present value of obligation as at the end of the period	65,45,456	49,96,672	30,37,124	40,77,927
Fair value of plan assets as at the end of the period	–	–	–	–
Funded status / Difference	(65,45,456)	(49,96,672)	(30,37,124)	(40,77,927)
Excess of actual over estimated				
Unrecognised actuarial (gains) / losses	–	–	–	–
Net asset / (liability) recognised in balance sheet	(65,45,456)	(49,96,672)	(30,37,124)	(40,77,927)

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

e. Expenses recognized in the Income and Expenditure Account

Particulars	Gratuity		Compensated absence	
	As at 31 March 2017	As at 31 March 2016	As at 31 March 2017	As at 31 March 2016
	Rs	Rs	Rs	Rs
Current service cost	11,04,271	9,23,986	5,46,611	8,23,842
Past service cost	–	–	–	–
Interest cost	3,99,734	2,98,966	3,24,234	1,16,649
Expected return on plan assets	–	–	–	–
Curtailment cost / (credit)	–	–	–	–
Settlement cost / (credit)	–	–	–	–
Net actuarial (gain) / loss recognized in the period	44,779	1,73,788	(18,47,648)	17,98,502
Expenses recognized in the Income and Expenditure Account	15,48,784	13,96,730	(9,74,803)	27,38,993

f. Disclosure as required by Para 120(n) of AS-15

As on	Compensated absence				
	31/03/2013	31/03/2014	31/03/2015	31/03/2016	31/03/2017
	Rs	Rs	Rs	Rs	Rs
PBO (C)	12,85,121	16,40,712	14,80,315	40,77,927	30,37,124
Plan Assets	–	–	–	–	–
Net Assets / Liability	(12,85,121)	(16,40,712)	(14,80,315)	(40,77,927)	(30,37,124)
On Plan PBO	(2,77,858)	(3,430)	6,66,573	(18,43,181)	19,62,076
On Plan Assets	–	–	–	–	–

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

As on	Gratuity				
	31/03/2013	31/03/2014	31/03/2015	31/03/2016	31/03/2017
	Rs	Rs	Rs	Rs	Rs
PBO (C)	32,18,851	53,96,572	37,93,982	49,96,672	65,45,456
Plan Assets	–	–	–	–	–
Net Assets / Liability	(32,18,851)	(53,96,572)	(37,93,982)	(49,96,672)	(65,45,456)
On Plan PBO	(81,439)	(10,56,054)	31,56,549	(2,30,658)	2,19,299
On Plan Assets	–	–	–	–	–

- g. **Principal actuarial assumptions at the balance sheet date for gratuity and compensated absences are as follows:**

Economic assumptions:

The principal assumptions are the discount rate and salary growth rate. The discount rate is generally based upon the market yield available on the Government bonds at the accounting date with a term that matches that of the liabilities and the salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.

Particulars	Gratuity	Compensated absences	Gratuity	Compensated absences
	As at 31 March 2017	As at 31 March 2017	As at 31 March 2016	As at 31 March 2016
Discount rate	7.54%	7.54%	8.00%	8.00%
Expected rate of return on plan assets (p.a.)	NA	NA	NA	NA
Salary escalation rate (p.a.)	6%	6%	6%	6%

All India Football Federation

Notes to the financial statements for the year ended 31st March 2017

Demographic assumptions:

Particulars	Gratuity	Compensated absences	Gratuity	Compensated absences
	As at 31 March 2017	As at 31 March 2017	As at 31 March 2016	As at 31 March 2016
Retirement age	60 years	60 years	60 years	60 years
Withdrawal rates				
– upto 30 years	2.00%	2.00%	2.00%	2.00%
– from 31 to 44 years	2.00%	2.00%	2.00%	2.00%
– above 44 years	2.00%	2.00%	2.00%	2.00%
Mortality table	IALM (2006 - 08)		IALM (2006 - 08)	

Expected rate of return on plan assets: This is based on our expectation of the average long term rate of return expected on investments of the Fund during the estimated term of the obligations.

Discount rate: The discount rate is based on the prevailing market yields of Government Bonds as at the balance sheet date for the estimated term of the obligations.

Salary escalation rate: The estimates of salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors on a long-term basis.

34. Previous year figures have been regrouped / rearranged wherever considered necessary to make them comparable with current year's figures.

As per our report of even date attached

For **S.S. Kothari Mehta & Co.**
Chartered Accountants
Firm Registration No.: 000756N

Sd/-
Sunil Wahal
Partner
Membership No.: 087294

Place : New Delhi
Date : 28th October, 2017

For and on behalf of Executive Committee of
All India Football Federation

Sd/-
Praful M. Patel
President

Place : New Delhi
Date : 28th October, 2017

Sd/-
Kushal Das
General Secretary

Place : New Delhi
Date : 28th October, 2017