



INDEPENDENT AUDITOR 'S REPORT

To The Trustees of Hrudaya Cure A Little Heart Foundation

Report on the Financial Statements

We have audited the accompanying financial statements of Hrudaya Cure A little Heart Foundation ("the Trust"), which comprise the Balance Sheet as at March 31, 2016 and the statement of income and expenditure for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statement

Management /Trustees are responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance in accordance with accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that 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 the 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 procedure selected depend on the auditors 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 control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give a true and fair view in conformity with accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the State of affairs of the Trust as at March 31,2016;
And

(b) In the case of the statement of Income and Expenditure, of the excess of Income over expenditure for the year ended on that date.

Restriction on Distribution and Use

Our report is intended solely for the Trust on the audit of Financial Statements and should not be distributed to or used by parties other than the Trust and in connection with the filing with the Ministry of Home Affairs.

Other Matter

We have also issued an audit Report dated July 31, 2015 in Form No.10B as per section 12A (b) of the Income Tax Act, 1961 on the financial statements prepared for the year ended March31, 2016.

Place: Hyderabad
Date: 20-07-2016

For Kumar & Giri
Chartered Accountants
FRN0015849


(J. Bhadra Kumar)
Partner
Membership No. 025480

Hrudaya Cure A Little Heart Foundation

Notes annexed to and forming part of the financial statements for the year ended March 31, 2016

1. Nature of operations:

Hrudaya cure A Little Heart Foundation (the "Trust" or "Hrudaya Foundation") was founded in April, 2005 by the Dr. Gopichand Mannam (Promoter of Unimed Healthcare Private Limited, Hyderabad) to comprehensively deal with the scourge of heart disease in underprivileged children of India. All the surgeries which are sponsored by this Trust are operated at Star Hospital (brand of Unimed Healthcare Private Limited). The Trust is registered U/S 12AA of the Income Tax Act, 1961. The Trust receives donations from individuals and corporates and is also registered under Foreign Contributions (Regulation) Act, 2010.

2. Summary of significant accounting policies:

a. Basis of preparation

The financial statements of the Trust have been prepared to comply in all material respects with the Accounting Standards issued by the Institute of Chartered Accountants of India, to the extent Applicable to the Trust, trust deed and the rules frame there under. The financial statements have been prepared on accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

b. Use of estimates

The preparation of financial statements requires Management / Trustee's to make judgement, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of the assets or liabilities in future periods.

c. Tangible Fixed Assets

Fixed Assets are stated at cost, net of accumulated depreciation. The cost comprises purchase price, borrowing cost if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of income and expenditure when the asset is de-recognised.

d. Depreciation on Tangible Fixed Assets

Depreciation on tangible fixed assets is calculated on a written down value basis using the rates prescribed under the Income Tax Act, 1961.

e. Income Recognition

Donations received from domestic and overseas donors are recognised on establishment of right receive such donations, which generally coincides with the receipt of money. Interest Income is recognised on a time proportion basis taking in to account the amount outstanding and the applicable interest rate. Interest Income is included under the head "other income" in the statement of income and expenditure.

f. Income Taxes

Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Trust operates. The Trust is exempt from the payment of Income Tax under section 11 & 12 of the Income Tax Act, 1961, subject to the conditions specified therein. Based on such exemptions no tax has been provided in the financial statements.

g. Provisions:

A provision is recognised when the Trust has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.



Hrudaya cure A Little Heart Foundation
Balance sheet as on March 31st, 2016

(All amounts in Indian Rupees except as otherwise stated)

Particulars	Notes	As at march 31st,2016	As at march 31st,2015
Corpus and Liabilities			
Corpus	3	1,116	1,116
Surplus in income & expenditure a/c	4	4,10,31,422	2,19,52,503
		<u>4,10,32,538</u>	<u>2,19,53,619</u>
Current Liabilities			
Trade Payables	5	63,44,104	1,21,56,667
Other Current Liabilities	6	2,510	99,423
		<u>63,46,614</u>	<u>1,22,56,090</u>
Total		<u>4,73,79,152</u>	<u>3,42,09,709</u>

ASSETS:

Non Current Assets:

Tangible and intangible assets	7	32,567	37,894
		<u>32,567</u>	<u>37894</u>

Current Assets


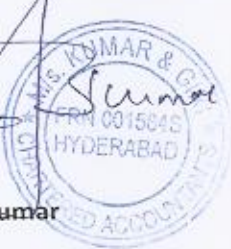
Cash and bank balances	8	4,59,46,654	3,34,48,758
Loans, Advances and other current assets	9	13,99,931	7,23,057
		<u>4,73,46,585</u>	<u>3,41,71,815</u>
Total		<u>4,73,79,152</u>	<u>3,42,09,709</u>

Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statement
As per our report of even dates

For KUMAR & GIRI
Chartered Accountants
Firm Registration No. 001584S

For and behalf of
Hrudaya cure A Little Heart Foundation

J Bhadra Kumar
Partner
Membership No.025480


M. Yugandhar
Managing Trustee


Dr. Gopichand Mannam
Trustee

Place: Hyderabad
Date: 20/7/2016

Place: Hyderabad
Date: 20.7.16

Place: Hyderabad
Date: 20.7.16

Statement of Income and expenditure for the year ended march 31st, 2016

Particulars	notes	year ended march	year ended march
		31st,2016	31st, 2015
Incomes:			
Donations Received		3,64,22,007	3,81,30,432
Other income	10	22,39,147	13,75,913
Total income		3,86,61,154	3,95,06,345
Expenses:			
Expenditure on Heart Surgery		1,84,27,278	2,21,09,234
Employees Benefit expenses	11	7,22,450	5,75,934
Other expenses	12	4,27,180	4,12,826
Depriciation		5,327	6,251
Total expenses		1,95,82,235	2,31,04,245
Surplus		1,90,78,919	1,64,02,100
Tax expenses			
current tax		-	-
Total tax expenses			
surplus for the year		1,90,78,919	1,64,02,100

For KUMAR & GIRI
Chartered Accountants
Firm Registration No. 001584S

J Bhadra Kumar
Partner
Membership No.025480

Place: Hyderabad
Date: 20/7/16

For and behalf of
Hrudaya cure A Little Heart Foundation

M. Yugandhar
Managing Trustee

Place: Hyderabad
Date: 20.7.16

Dr. Gopichand Mannam
Trustee

Place: Hyderabad
Date: 20.7.16

Notes to the financial statements for the year ended March 31st, 2016

notes no.	Particulars	As at March 31, 2016	As at March 31, 2015
3	Corpus fund	1,116	1,116
	total	1,116	1,116
4	Surplus in income and expenditure account		
	Balance as per the last financial statement	2,19,52,503	55,50,403
	Surplus in the statement of income and expenditure	1,90,78,919	1,64,02,100
	total	4,10,31,422	2,19,52,503
5	Trade Payables	63,44,104	1,21,56,667
	total	63,44,104	1,21,56,667
6	other current liabilities		
	outstandings liabilities	2,510	99,423
	total	2,510	99,423

Notes to the financial statements for the year ended March 31st, 2016

Tangible and intangible assets

Particulars	Computer & Software	HandyCam Camera	Furniture & Fixtures	Printer & Scanner	Total
Cost					
At April 1, 2015	74,612	71,000	19,663	3,750	1,69,025
Additions	-	-	-	-	-
Disposal	-	-	-	-	-
At March 31, 2016	74,612	71,000	19,663	3,750	1,69,025
Depriciation / Amortisation					
At April 1, 2015	74,569	42,807	12,136	1,619	1,31,131
Charge for the year	26	4,229	753	319	5,327
Disposal	-	-	-	-	-
At March 31, 2016	74,595	47,036	12,889	1,938	1,36,458
Net Block					
At March 31, 2015	43	28,193	7,527	2,131	37,894
At March 31, 2016	17	23,964	6,774	1,812	32,567

Notes to the financial statements for the year ended March 31st, 2016

notes no.	Particulars	As at march 31,2016	As at march 31,2015
8	Cash and bank balances		
	Cash in hand	2,000	1,680
	Balances with scheduled banks		
	In current account	10,620	17,769
	In saving account	2,31,61,107	1,90,21,101
	Other bank balances		
	Deposit with original maturity for 12 months	2,27,72,927	1,44,08,208
	total	4,59,46,654	3,34,48,758
9	Loans, advances and other current assets		
	Deposits	46,400	46,400
	IT refundable	3,807	3,807
	TDS on FDR with HDFC	81,923	-
	Interest accrued on fixed deposit	12,67,801	6,72,850
	total	13,99,931	7,23,057

Notes to the financial statements for the year ended March 31st, 2016

notes no.	Particulars	As at march 31,2016
10 Other income:		
	Interest from bank	
	interest on FDR with banks	20,18,042
	interest on saving bank a/c	2,21,105
	total	22,39,147
11 Employees Benefit expenses:		
	Mr. Gorakala ramanjaneyulu	4,500
	Mr. Sai	72,950
	Mr. S.S Murthy	90,000
	Ms. Archana rangam	4,23,000
	Ms. Sumani	1,32,000
	total	7,22,450
12 Other expenses		
	Administrative expenses	73,811
	Fund raising event expenses	97,969
	Office premises rent a/c	2,55,400
	total	4,27,180