

# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

6th & 7th Floor- "A" Block  
Tidel Park, (Module 601, 701 & 702)  
No. 4, Rajiv Gandhi Salai, Taramani  
Chennai-600 113, India  
Tel : +91 44 6654 8100  
Fax : +91 44 2254 0120

To  
The Trustees of  
Hrudaya Cure A Little Heart Foundation

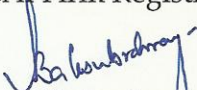
We have audited the accounts of Hrudaya Cure A Little Heart Foundation having its office at 8-2-611/3, Flat No.1, Ground floor, Nishan-E-Iqbal, Road No.11, Banjara Hills, Hyderabad – 500034, Andhra Pradesh for the year ended 31<sup>st</sup> March, 2014 and examined all relevant books and vouchers and certify that according to the audited accounts:

- i. The brought forward foreign contribution at the beginning of the year 1<sup>st</sup> April, 2013 was Rs. 19,587.
- ii. Foreign contribution of Rs.73,62,648 was received by the Trust during the year 2013-14.
- iii. The balance of unutilized foreign contribution with the Trust at the end of the year 2013-14 was Rs. 16,677.
- iv. Certified that the trust has maintained the accounts of foreign contribution and records relating thereto in the manner specified in Section 19 of Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with rule (16) of the Foreign Contribution (Regulation) Rules, 2011.
- v. The information in this certificate and in the enclosed balance sheet and income and expenditure account is correct as checked by us.

For **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W

  
per **S Balasubrahmanyam**

Partner

Membership Number: 053315

Place of Signature: Chennai

Date: July 25, 2014



**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, 2014 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 Statements**

Management/Trustee is 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 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 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.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

## **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, 2014;  
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.

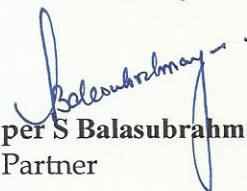
## **Restriction on Distribution and Use**

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 of the Form FC 6 with the Ministry of Home Affairs.

## **Other Matter**

We have also issued an Audit Report dated July 25, 2014 in Form No. 10B as per section 12A(b) of the Income Tax Act, 1961 on the financial statements prepared for the year ended March 31, 2014.

For **S.R. BATLIBOI & ASSOCIATES LLP**  
Chartered Accountants  
ICAI Firm Registration Number: 101049W

  
per **S Balasubrahmanyam**  
Partner

Membership Number: 053315

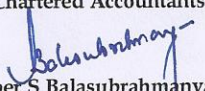
Place of Signature: Chennai  
Date: July 25, 2014



Hrudaya Cure A Little Heart Foundation  
 Balance Sheet as at March 31, 2014  
 (All amounts in Indian Rupees except as otherwise stated)

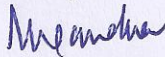
	Notes	March 31, 2014	March 31, 2013
<b>Corpus and liabilities</b>			
<b>Corpus</b>			
Corpus fund	3	1,116	1,116
Surplus/(deficit) in income and expenditure account	4	55,50,403	16,71,755
		<u>55,51,519</u>	<u>16,72,871</u>
<b>Current liabilities</b>			
Trade payables	5	84,63,707	1,12,81,402
Other current liabilities	6	47,932	44,288
		<u>85,11,639</u>	<u>1,13,25,690</u>
<b>TOTAL</b>		<b>1,40,63,158</b>	<b>1,29,98,561</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	7	44,145	12,529
		<u>44,145</u>	<u>12,529</u>
<b>Current assets</b>			
Cash and bank balances	8	1,33,32,094	1,22,98,065
Loans, advances and other current assets	9	6,86,919	6,87,967
		<u>1,40,19,013</u>	<u>1,29,86,032</u>
<b>TOTAL</b>		<b>1,40,63,158</b>	<b>1,29,98,561</b>
Summary of significant accounting policies	2		


The accompanying notes are an integral part of the financial statements.  
 As per our report of even date.

For S.R. BATLIBOI & ASSOCIATES LLP  
 ICAI Firm Registration No: 101049W  
 Chartered Accountants  
  
 per S Balasubrahmanyam  
 Partner  
 Membership No. 053315



Place of Signature: Chennai  
 Date : July 25, 2014

For and on behalf of  
 Hrudaya Cure A Little Heart Foundation  
  
 M. Yugandhar  
 Managing Trustee

  
 Dr. Gopichand Mannam  
 Trustee

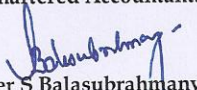
Hrudaya Cure A Little Heart Foundation  
Statement of Income and Expenditure for the year ended March 31, 2014  
(All amounts in Indian Rupees except as otherwise stated)

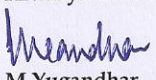
	Notes	March 31, 2014	March 31, 2013
<b>Income</b>			
Donations Received		2,21,31,650	62,32,722
Other income	10	12,51,431	11,64,210
<b>Total revenue</b>		<b>2,33,83,081</b>	<b>73,96,932</b>
<b>Expenses</b>			
Expenditure for heart surgery		1,83,59,747	1,87,81,609
Employee benefits expense	11	5,34,983	4,56,471
Other expenses	12	6,02,319	2,20,020
Depreciation	7	7,384	1,984
<b>Total expenses</b>		<b>1,95,04,433</b>	<b>1,94,60,084</b>
<b>Surplus/(Deficit)</b>		<b>38,78,648</b>	<b>(1,20,63,152)</b>
<b>Tax expenses</b>			
Current tax		-	-
<b>Total tax expense</b>		<b>-</b>	<b>-</b>
<b>Surplus/(Deficit) carried to Balance Sheet</b>		<b>38,78,648</b>	<b>(1,20,63,152)</b>
Summary of significant accounting policies	2		

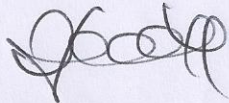
The accompanying notes are an integral part of the financial statements.

As per our report of even date.

For S.R. BATLIBOI & ASSOCIATES LLP  
ICAI Firm Registration No: 101049W  
Chartered Accountants

  
per S Balasubrahmanyam  
Partner  
Membership No. 053315

For and on behalf of  
Hrudaya Cure A Little Heart Foundation  
  
M. Yugandhar  
Managing Trustee

  
Dr. Gopichand Mannam  
Trustee

Place of Signature: Chennai  
Date : July 25, 2014



**Hrudaya Cure A Little Heart Foundation**  
**Notes annexed to and forming part of the financial statements for the year ended March 31, 2014**

**1. Nature of operations**

HRUDAYA CURE A LITTLE HEART FOUNDATION (the "Trust" or "Hrudaya Foundation") was founded in April 2005 by Dr. Gopichand Mannam (Promoter of Unimed Healthcare Pvt Ltd, 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 Pvt Ltd). 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 framed there under. The financial statements have been prepared on accrual basis unless otherwise stated 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 judgments, 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 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 costs if capitalization 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 recognized in the statement of income and expenditure when the asset is derecognized.

**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 accounted on cash basis. Interest income is recognized on a time proportion basis taking into 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.



**Hrudaya Cure A Little Heart Foundation**

**Notes annexed to and forming part of the financial statements for the year ended March 31, 2014**

**f. Income taxes**

Tax expense comprises current and deferred tax. 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 tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of income and expenditure.

**g. Provisions**

A provision is recognized 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 Care

Notes annexed to and forming part of financial statements for the year ended March 31, 2014

(All amounts in Indian Rupees except as otherwise stated)

	March 31, 2014	March 31, 2013
<b>3 Corpus fund</b>		
Corpus fund	1,116	1,116
	<b>1,116</b>	<b>1,116</b>
<b>4 Surplus/(deficit) in income and expenditure account</b>		
Balance, at the beginning of the year	16,71,755	1,37,34,907
Surplus/(Deficit) during the year	38,78,648	(1,20,63,152)
	<b>55,50,403</b>	<b>16,71,755</b>
<b>5 Trade payables</b>		
Payable to Unimed Healthcare Pvt Ltd	84,63,707	1,12,81,402
	<b>84,63,707</b>	<b>1,12,81,402</b>
<b>6 Other current liabilities</b>		
Outstanding liabilities	47,932	44,288
	<b>47,932</b>	<b>44,288</b>
<b>8 Cash and bank balances</b>		
Cash in Hand	1,580	1,177
Balance with Scheduled Banks		
in Current Accounts	16,677	19,587
in Savings Accounts	1,96,841	3,64,161
<b>Other bank balances</b>		
Deposits with original maturity for less than 12 months	1,31,16,996	1,19,13,140
	<b>1,33,32,094</b>	<b>1,22,98,065</b>
<b>9 Loans, advances and other current assets</b>		
Deposits	25,400	25,400
Tax Deducted at Source Receivable	14,277	14,277
Interest accrued on fixed deposits	6,47,242	6,48,290
	<b>6,86,919</b>	<b>6,87,967</b>





Hrudaya Cure A Little Heart Care

Notes annexed to and forming part of financial statements for the year ended March 31, 2014

(All amounts in Indian Rupees except as otherwise stated)

**Tangible assets**

	Computers & Software	HandyCam Camera	Furniture and Fixtures	Printer & Scanner	Total
<b>Cost or valuation</b>					
At April 1, 2012	74,612	32,000	19,663	3,750	1,30,025
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Other adjustments	-	-	-	-	-
<b>At March 31, 2013</b>	<b>74,612</b>	<b>32,000</b>	<b>19,663</b>	<b>3,750</b>	<b>1,30,025</b>
Additions	-	39,000	-	-	39,000
Disposals	-	-	-	-	-
Other adjustments	-	-	-	-	-
<b>At March 31, 2014</b>	<b>74,612</b>	<b>71,000</b>	<b>19,663</b>	<b>3,750</b>	<b>1,69,025</b>
<b>Depreciation</b>					
At April 1, 2012	73,945	31,948	9,338	281	1,15,512
Charge for the year	400	31	1,033	520	1,984
Disposals	-	-	-	-	-
<b>At March 31, 2013</b>	<b>74,345</b>	<b>31,979</b>	<b>10,371</b>	<b>801</b>	<b>1,17,496</b>
Charge for the year	160	5,853	929	442	7,384
Disposals	-	-	-	-	-
<b>At March 31, 2014</b>	<b>74,505</b>	<b>37,832</b>	<b>11,300</b>	<b>1,243</b>	<b>1,24,880</b>
<b>Net block</b>					
At March 31, 2013	267	21	9,292	2,949	12,529
At March 31, 2014	107	33,168	8,363	2,507	44,145



Hrudaya Cure A Little Heart Care

Notes annexed to and forming part of financial statements for the year ended March 31, 2014

(All amounts in Indian Rupees except as otherwise stated)

	March 31, 2014	March 31, 2013
<b>10 Other Income</b>		
Interest from bank	12,51,431	11,64,210
	<b>12,51,431</b>	<b>11,64,210</b>
<b>11 Employee benefits expense</b>		
Salaries	5,34,983	4,56,471
	<b>5,34,983</b>	<b>4,56,471</b>
<b>12 Other Expenses</b>		
Repairs and Maintenance	-	18,050
Bank Charges	4,292	2,318
Printing and Stationery	75,599	10,642
Communication Expenses	22,117	20,895
Travelling and Conveyance	1,673	27,181
Rent Paid	1,32,000	1,18,500
Electricity Charges	11,338	7,807
Office Maintenance	8,220	5,897
Feasibility report expenses	3,37,080	-
Advertisement & promotional expenses	10,000	8,730
	<b>6,02,319</b>	<b>2,20,020</b>
<b>13 Earnings in foreign currency</b>		
Donations received	73,62,648	42,31,223
	<b>73,62,648</b>	<b>42,31,223</b>
<b>14 Expenditure in foreign currency</b>	Nil	Nil

**15 Previous year figures**

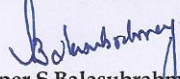
Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

As per our report of even date.

For S.R. BATLIBOI & ASSOCIATES LLP

ICAI Firm Registration No: 101049W

Chartered Accountants

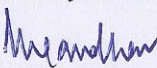
  
per S Balasubrahmanyam  
Partner  
Membership No. 053315

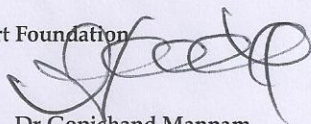
Place of Signature: Chennai  
Date : July 25, 2014



For and on behalf of

Hrudaya Cure A Little Heart Foundation

  
M. Yugandhar  
Managing Trustee

  
Dr. Gopichand Mannam  
Trustee

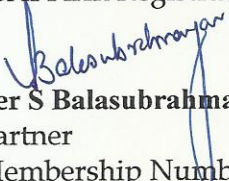
**FORM NO. 10 B**

[See rule 17 B]

**Audit report under section 12A (b) of the Income Tax Act, 1961 in the case of charitable or religious trusts or institutions**

1. We have examined the balance sheet of Hrudaya Cure A Little Heart Foundation (the 'Trust') as at 31<sup>st</sup> March, 2014 and the income and expenditure account for the year ended on that date which are in agreement with the books of account maintained by the said Trust.
2. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of audit. In our opinion, proper books of account have been kept by the head office of the above named trust visited by us so far as appears from our examination of the books.
3. In our opinion, and to the best of our information and according to information given to us, the said accounts give a true and fair view -
  - a) in the case of the balance sheet, of the state of affairs of the above named Trust as at 31<sup>st</sup> March, 2014; and
  - b) in the case of the income and expenditure account, of the surplus for the accounting year ended on 31<sup>st</sup> March, 2014.
4. The prescribed particulars are annexed hereto.

For **S.R. BATLIBOI & ASSOCIATES LLP**  
Chartered Accountants  
ICAI Firm Registration Number: 101049W

  
per **S Balasubrahmanyam**  
Partner  
Membership Number: 053315

Place of Signature: Chennai  
Date: July 25, 2014



## ANNEXURE

## STATEMENT OF PARTICULARS

I. APPLICATION OF INCOME FOR CHARITABLE OR RELIGIOUS PURPOSES	
1. Amount of income of the previous year applied to charitable or religious purposes in India during that year	2,23,50,100
2. Whether the trust has exercised the option under clause (2) of the Explanation to section 11(1) ? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year	No
3. Amount of income accumulated or set apart /finally set apart for application to charitable or religious purposes, to the extent it does not exceed 25 per cent of the income derived from property held under trust wholly /in part only for such purposes.	21,08,811
4. Amount of income eligible for exemption under section 11(1)(c) (Give details)	Nil
5. Amount of income, in addition to the amount referred to in item 3 above, accumulated or set apart for specified purposes under section 11(2)	Nil
6. Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b) ? If so, the details thereof	NA
7. Whether any part of the income in respect of which an option was exercised under clause (2) of the Explanation to section 11(1) in any earlier year is deemed to be income of the previous year under section 11(1B) ? If so, the details thereof	Nil
8. Whether, during the previous year, any part of income accumulated or set apart for specified purposes under section 11(2) in any earlier year-	No
(a) has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto, or	No
(b) has ceased to remain invested in any security referred to in section 11(2)(b)(i) or deposited in any account referred to in section 11(2)(b)(ii) or section 11(2)(b)(iii), or	No
(c) has not been utilised for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart, or in the year immediately following the expiry thereof? If so, the details thereof	No
II. APPLICATION OR USE OF INCOME OR PROPERTY FOR THE BENEFIT OF PERSONS REFERRED TO IN SECTION 13(3)	Nil
1. Whether any part of the income or property of the trust was lent, or continues to be lent, in the previous year to any person referred to in section 13(3) (hereinafter referred to in this Annexure as such person)? If so, give details of the amount, rate of interest charged and the nature of security, if any	
2. Whether any land, building or other property of the trust was made, or continued to be made, available for the use of any such person during the previous year? If so, give details of the property and the amount of rent or compensation charged, if any	
3. Whether any payment was made to any such person during the previous year by way of salary, allowance or otherwise? If so, give details	
4. Whether the services of the trust were made available to any such person during the previous year? If so, give details thereof together	



with remuneration or compensation received, if any

5. Whether any share, security or other property was purchased by or on behalf of the trust during the previous year from any such person? If so, give details thereof together with the consideration paid

6. Whether any share, security or other property was sold by or on behalf of the trust during the previous year to any such person? If so, give details thereof together with the consideration received

7. Whether any income or property of the trust was diverted during the previous year in favour of any such person? If so, give details thereof together with the amount of income or value of property so diverted

8. Whether the income or property of the trust was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details

III INVESTMENTS HELD AT ANY TIME DURING THE PREVIOUS YEAR(S) IN CONCERNS IN WHICH PERSONS REFERRED TO IN SECTION 13(3) HAVE A SUBSTANTIAL INTEREST

Nil

Sl. No.	Name and address of the concern	Where the concern is a company, number and class of shares held	Nominal value of the investment	Income from the investment	Whether the amount in col. 4 exceeded 5 per cent of the capital of the concern during the previous year-say, Yes/No
1	2	3	4	5	6

For S.R. BATLIBOI & ASSOCIATES LLP  
Chartered Accountants  
ICAI Firm registration number: 101049W  
per S. Balasubrahmanyam  
Partner  
Membership No.: 053315

Place of Signature: Chennai  
Date: July 25, 2014

