

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, 2015 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/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 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, 2015; 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 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 March 31, 2015.

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

Chartered Accountants

ICAI Firm Registration Number: 101049W



per Shankar Srinivasan
Partner



Membership Number: 213271

Place of Signature: Hyderabad

Date: July 31, 2015

Hrudaya Cure A Little Heart Foundation**Balance Sheet as at March 31, 2015**

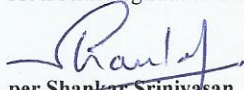
(All amounts in Indian Rupees except as otherwise stated)

	Notes	As at March 31, 2015	As at March 31, 2014
Corpus and liabilities			
Corpus			
Corpus fund	3	1,116	1,116
Surplus in income and expenditure account	4	21,952,503	5,550,403
		21,953,619	5,551,519
Current Liabilities			
Trade payables	5	12,156,667	8,463,707
Other current liabilities	6	99,423	47,932
		12,256,090	8,511,639
Total		34,209,709	14,063,158
Assets			
Non-current assets			
Fixed assets			
Tangible and intangible assets	7	37,894	44,145
		37,894	44,145
Current assets			
Cash and bank balances	8	33,448,758	13,332,094
Loans, advances and other current assets	9	723,057	686,919
		34,171,815	14,019,013
Total		34,209,709	14,063,158

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**Chartered Accountants**

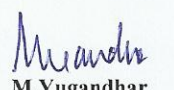
ICAI Firm Registration No.101049W



per **Shankar Srinivasan**
Partner
Membership No.213271

Place : Hyderabad
Date: July 31, 2015

For and on behalf of

Hrudaya Cure A Little Heart Foundation


M. Yugandhar
Managing Trustee


Dr. Gopichand Mannam
Trustee

Place : Hyderabad
Date: July 31, 2015

Hrudaya Cure A Little Heart Foundation
Statement of Income and Expenditure for the year ended March 31, 2015
 (All amounts in Indian Rupees except as otherwise stated)

	Notes	Year ended March 31, 2015	Year ended March 31, 2014
Income			
Donations received		38,130,432	22,131,650
Other income	10	1,375,913	1,251,431
Total revenue		39,506,345	23,383,081
Expenses			
Expenditure for heart surgery		22,109,234	18,359,747
Employee benefits expenses	11	575,934	534,983
Other expenses	12	412,826	602,319
Depreciation	7	6,251	7,384
Total Expenses		23,104,245	19,504,433
Surplus		16,402,100	3,878,648
Tax expenses			
Current tax		-	-
Total tax expense		-	-
Surplus for the year		16,402,100	3,878,648

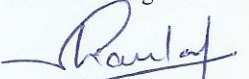
Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statements

As per our report of even date

For S.R.BATLIBOI & ASSOCIATES LLP

Chartered Accountants
 ICAI Firm Registration No.101049W



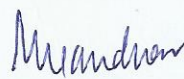
per **Shankar Srinivasan**
 Partner
 Membership No.213271

Place : Hyderabad
 Date: July 31, 2015



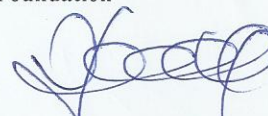
For and on behalf of

Hrudaya Cure A Little Heart Foundation



M. Yugandhar
 Managing Trustee

Place : Hyderabad
 Date: July 31, 2015



Dr. Gopichand Mannam
 Trustee

Hrudaya Cure A Little Heart Foundation

Notes annexed to and forming part of the financial statements for the year ended March 31, 2015

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 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 framed 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 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 recognised on establishment of right to receive such donations, which generally coincides with the receipt of money. 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.



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 and 12 of the Income Tax Act, 1961, subject to the condition specified therein. Based on such exemption no tax has been provided in the financial statements.

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 Foundation

Notes to the financial statements for the year ended March 31, 2015

(All amounts in Indian Rupees except as otherwise stated)

	As at March 31, 2015	As at March 31, 2014
3 Corpus fund		
Corpus fund	1,116	1,116
	<u>1,116</u>	<u>1,116</u>
4 Surplus in income and expenditure account		
Balance as per last financial statements	5,550,403	1,671,755
Surplus in the statement of income and expenditure	16,402,100	3,878,648
	<u>21,952,503</u>	<u>5,550,403</u>
5 Trade payables		
Trade Payables	12,156,667	8,463,707
	<u>12,156,667</u>	<u>8,463,707</u>
6 Other current liabilities		
Outstanding liabilities	99,423	47,932
	<u>99,423</u>	<u>47,932</u>



Hrudaya Cure A Little Heart Foundation

Notes to the financial statements for the year ended March 31, 2015

(All amounts in Indian Rupees except as otherwise stated)

7 Tangible and intangible assets

	Computer & software	Handycam Camera	Furniture & fixtures	Printer & Scanner	Total
Cost					
At April 1, 2013	74,612	32,000	19,663	3,750	130,025
Additions	-	39,000	-	-	39,000
Disposals	-	-	-	-	-
At March 31, 2014	74,612	71,000	19,663	3,750	169,025
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At March 31, 2015	74,612	71,000	19,663	3,750	169,025
Depreciation/ Amortisation					
At April 1, 2013	74,345	31,979	10,371	801	117,496
Charge for the year	160	5,853	929	442	7,384
Disposals	-	-	-	-	-
At March 31, 2014	74,505	37,832	11,300	1,243	124,880
Charge for the year	64	4,975	836	376	6,251
Disposals	-	-	-	-	-
At March 31, 2015	74,569	42,807	12,136	1,619	131,131
Net block					
At March 31, 2014	107	33,168	8,363	2,507	44,145
At March 31, 2015	43	28,193	7,527	2,131	37,894



8 Cash and bank balances**Cash and cash equivalents**

Cash in hand	1,680	1,580
Balances with scheduled banks		
In current accounts	17,769	16,677
In savings accounts	19,021,101	196,841

Other bank balances

Deposits with original maturity for less than 12 months	14,408,208	13,116,996
	<u>33,448,758</u>	<u>13,332,094</u>

9 Loans, advances and other current assets

Deposits	46,400	25,400
Advance tax	3,807	14,277
Interest accrued on fixed deposits	672,850	647,242
	<u>723,057</u>	<u>686,919</u>



Hrudaya Cure A Little Heart Foundation

Notes to the financial statements for the year ended March 31, 2015

(All amounts in Indian Rupees except as otherwise stated)

	Year ended March 31, 2015	Year ended March 31, 2014
10 Other income		
Interest from Bank	1,375,913	1,251,431
	1,375,913	1,251,431
11 Employee benefits expenses		
Salaries	575,934	534,983
	575,934	534,983
12 Other expenses		
Bank charges	6,194	4,292
Printing and stationery	84,535	75,599
Communication expenses	23,365	22,117
Travelling and conveyance	35,814	1,673
Rent	238,000	132,000
Electricity charges	9,217	11,338
Office maintenance	15,701	8,220
Consultancy charges	-	337,080
Advertisement and promotional expenses	-	10,000
	412,826	602,319
13 Earnings in foreign currency		
Donations received	16,025,806	7,362,648
	16,025,806	7,362,648

14 Previous year figures

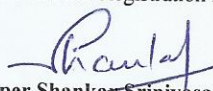
Previous year figures have been regrouped/ reclassified, where necessary, to conform to this year's classification.

As per our report of even date.

For S.R.BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration No.101049W


per **Shankar Srinivasan**

Partner

Membership No.213271

Place : Hyderabad

Date: July 31, 2015



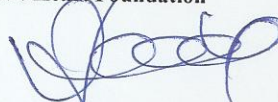
For and on behalf of

Hrudaya Cure A Little Heart Foundation



M. Yugandhar

Managing Trustee



Dr. Gopichand Mannam

Trustee

Place : Hyderabad

Date: July 31, 2015