

### AUDITORS' REPORT

We have audited the attached Balance Sheet of "**HRUDAYA**" **Cure A Little Heart Foundation** as at 31st March, 2011 and the Income & Expenditure account of the Trust for the period ended on that date annexed there to. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation.

We believe that our audit provides a reasonable basis in our opinion.

1. Further, we report that:

- a.) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our Audit;
- b.) in our opinion, proper books of accounts as required by law have been kept by the Society so far as appears from our examination of those books;
- c.) the Balance Sheet and Income and Expenditure Account dealt with by this report are in agreement with the books of account;
- d.) In our opinion and to the best of our information and according to the explanations given to us, the statements give a true and fair view, subject to our comments in Notes on Accounts;
  - i) In the case of the Balance Sheet, of the state of affairs of the Society as at 31st March, 2011 and
  - ii) In the case of the Income and Expenditure Account, of the Excess of Income over Expenditure for the year ended on that date.

for S.V.RAO ASSOCIATES  
Chartered Accountants

Place: HYDERABAD.  
Date : 14.07.2011

  
(S.V. Rao)  
Partner

Membership No:023903



Hrudaya Cure A Little Heart Foundation  
 8-2-611/3, Flat No.1  
 Ground Floor, Nishan-E-Iqbal  
 Road #11, Banjara Hills,  
 Hyderabad-500034

Balance Sheet as at March 31, 2011

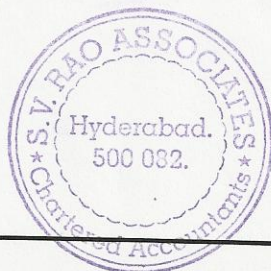
Particulars	Schedule No.	Amount in Rs.:	
		As at 31.03.2011	As at 31.03.2010
<b>I. SOURCES OF FUNDS:</b>			
1. Capital Fund	I	1,116	1,116
2. Surplus of Income Over Expenditure	II	11,285,073	9,310,981
		<b>11,286,189</b>	<b>9,312,097</b>
<b>II. APPLICATION OF FUNDS:</b>			
I. Fixed Assets	III		
(a) Gross Block		126,275	124,325
(b) Less: Depreciation		113,004	109,030
(c) Net Block			
		13,271	15,295
2. Investments	IV	14,720,967	2,358,631
3. Current Assets, Loans and Advances			
(a) Cash and Bank Balances	V	333,257	8,049,853
(b) Loans and Advances	VI	30,285	30,285
(c) Interest Accrued but not due		30,498	43,624
		394,040	8,123,762
Less: Current Liabilities and Provisions	VII	3,842,089	1,185,591
Net Current Assets		(3,448,049)	6,938,171
		<b>11,286,189</b>	<b>9,312,097</b>
Notes to Accounts	XI		

The schedules referred above form an integral part of Balance Sheet

This is the Balance Sheet referred to in our report of even date.

for Hrudaya Cure A Little Heart Foundation

*S.V.Rao*  
 S.V.Rao  
 Partner  
 Membership No.023903  
 for and on behalf of  
 S.V.Rao Associates  
 Chartered Accountants  
 FRN 003152S



*M. Yugandhar*  
 (M. Yugandhar)  
 Managing Trustee

*(Dr. Gopichand Mannam)*  
 (Dr. Gopichand Mannam)  
 Trustee

Place: Hyderabad  
 Date : 14.07.2011

Hrudaya Cure A Little Heart Foundation  
 8-2-611/3, Flat No.1  
 Ground Floor, Nishan-E-Iqbal  
 Road #11, Banjara Hills,  
 Hyderabad-500034

Income and Expenditure Account for the year ended March 31, 2011

(Amount in Rs.)

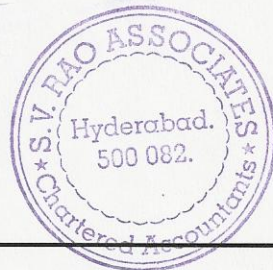
Particulars	Schedule No.	for the year ending 31.03.2011	for the year ending 31.03.2010
<b>I. Income</b>			
Donations Received	VIII	16,912,651	16,448,694
Other Income		963,183	-
		<b>17,875,834</b>	<b>16,448,694</b>
<b>II. Expenditure</b>			
Expenditure for Heart Surgery	IX X	14,655,811	8,551,372
Payments and Benefits to Employees		340,493	-
Administration and Other Expenses		901,465	-
Depreciation		3,974	5,065
		<b>15,901,743</b>	<b>8,556,437</b>
<b>III. Surplus (Excess of Income Over Expenditure)</b>		1,974,091	7,892,257
<b>Surplus carried to Balance Sheet</b>		<b>1,974,091</b>	<b>7,892,257</b>
Notes to Accounts	XI		

The schedules referred to above form an integral part of Income and Expenditure Account

This is the Income and Expenditure Account referred to in our report of even date.

for Hrudaya Cure A Little Heart Foundation

**S.V.Rao**  
 Partner  
 Membership No.023903  
 for and on behalf of  
**S.V.Rao Associates**  
 Chartered Accountants  
 FRN: 003152S



Place : Hyderabad  
 Date : 14.07.2011

(M. Yugandhar)  
 Managing Trustee

(Dr. Gopichand Mannam)  
 Trustee

Hrudaya Cure A Little Heart Foundation  
Schedules to Balance Sheet as at March 31,2011

Particulars	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
<b>I. Capital Fund</b>				
Capital Fund		1,116		1,116
		<b>1,116</b>		<b>1,116</b>
<b>II. Surplus of Income Over Expenditure</b>				
Opening Balance	9,310,981		2,572,270	
Add: Surplus/(Deficit) during the year	1,974,091		6,738,711	
		11,285,073		9,310,981
		<b>11,285,073</b>		<b>9,310,981</b>
<b>IV. Investment</b>				
Deposits with Banks		14,720,967		2,358,631
		<b>14,720,967</b>		<b>2,358,631</b>
<b>V. Cash and Bank</b>				
Cash in Hand		75		3,817
Balance with Scheduled Banks in Current Accounts in Savings Accounts		15,000 318,182 <b>333,257</b>		8,031,036 15,000 <b>8,049,853</b>
<b>VI. Loans and Advances</b>				
Deposits		25,400		25,400
Tax Deducted at Source Receivable		4,885		4,885
		<b>30,285</b>		<b>30,285</b>
<b>VII. Current Liabilities and Provisions</b>				
Payable to Unimed Healthcare Pvt Ltd		3,816,510		1,185,591
Out standing liabilities		25,579		
		<b>3,842,089</b>		<b>1,185,591</b>

**Hrudaya Cure A Little Heart Foundation**  
**Schedules to Balance Sheet as at March 31, 2011**

**III. Fixed Assets**

(Amount in Rupees)

Particulars	Gross Block			Depreciation			Net Block	
	As at 01.04.2010	Additions	As at 31.03.2011	As at 01.04.2010	For the Year	As at 31.03.2010	As at 31.03.2011	As at 31.03.2010
Computers & Software	72,662	1,950	74,612	70,441	2,503	72,944	1,668	2,221
HandyCam Camera	32,000	-	32,000	31,673	196	31,869	131	327
Furniture and Fixtures	19,663		19,663	6,916	1,275	8,191	11,471	12,747
<b>Total</b>	<b>124,325</b>	<b>1,950</b>	<b>126,275</b>	<b>109,030</b>	<b>3,974</b>	<b>113,004</b>	<b>13,271</b>	<b>15,295</b>
<b>As at March 31, 2010</b>	<b>121,162</b>	<b>3,163</b>	<b>124,325</b>	<b>103,965</b>	<b>5,065</b>	<b>109,030</b>	<b>15,295</b>	<b>17,196</b>

**Hrudaya Cure A Little Heart Foundation**

**Schedules to Income and Expenditure Account for the year ended March 31, 2011**

Particulars	For the Year	For the Year
	Ending'2011	Ending'2010
	Rs.	Rs.
<b>VIII. Other Income</b>		
Other Income	-	7,551
Interest on Deposits	963,183	293,128
	<b>963,183</b>	<b>300,679</b>
<b>IX. Payment and Benefits to Employees</b>		
Salaries	340,493	441,258
	<b>340,493</b>	<b>441,258</b>
<b>X. Administrative And Other Expenses</b>		
Repairs and Maintenance	5,413	16,861
Bank Charges	401	1,466
Printing and Stationery	3,127	1,585
Telephone and Postage	13,037	30,771
Conveyance	12,795	9,261
Rent Paid	114,000	114,000
Electricity Charges	7,100	5,838
Office Maintenance	18,522	8,750
Seminars ,Conferences and Travelling	718,094	824,435
Interest	8,976	-
	<b>901,465</b>	<b>1,012,967</b>

## **SCHEDULE XI: NOTES ON ACCOUNTS:**

### **1. Organisation**

Hrudaya Cure A Little Heart Foundation was incorporated on April 13, 2005 as a trust. Approval towards registration U/s 12 AA of the Income Tax Act 1961, was received from the director of Income Tax (Exemptions), Hyderabad vide their order dated September 21, 2005.

### **2. Significant Accounting Policies**

#### **Basis of preparation of Financial Statements**

These accounts have been prepared as per the generally accepted accounting principles, under the historical cost convention on the basis of a going concern, with revenues recognized and expenses accounted for on their accrual including provisions / adjustments for committed obligations and amounts payable or receivable during the period.

#### **Revenue Recognition**

Donations received from Domestic and Overseas Donors are accounted on cash basis.

#### **Fixed Assets**

Fixed Assets are accounted for at cost of acquisition inclusive of inward freight, duties, taxes and incidental costs if any.

Depreciation on all assets is provided on written down value method as per the rates prescribed in the Income Tax Act 1961.

### **3. Earnings in Foreign Exchange**

Donations Received Rs.1,69,12,651 including received in FE (USD NIL, equivalent to Rs.NIL) (2009-10- USD 68998, Rs 31,70,631/-)

### **4. Expenditure Incurred in Foreign Currency**

For the year 2010-11 Rs Nil (2009-10 - Rs Nil)

### **5. Investments of Rs.1,47,20,967/- (Previous Year Rs.23,58,631/-) represents amounts kept under Term Deposit.**

### **6. Previous year figures have been regrouped to confirm with current year groupings.**



FORM NO.10  
[See rule 17]

Notice to the Assessing Officer/Prescribed Authority u/s 11(2) of  
the Income-Tax Act, 1961.

To  
The Assessing Officer,  
DDIT (Exemptions)  
HYDERABAD.

I, M. Yugandhar, Managing Trustee on behalf of HRUDAYA CURE A LITTLE HEART FOUNDATION hereby bring to your notice that it has been decided by a resolution passed by the trustees by whatever name called, on 14.07.2011 that, out of the income of the trust for the previous year, relevant to the Assessment Year 2011-12 and subsequent previous years an amount of Rs.19,51,238/- being 11 percent of income of the trust such sum as is available at the end of the previous year should be accumulated or set apart till the previous year ending 31.03.2016 in order to enable the trustees /governing body by whatever name called to accumulate sufficient funds for carrying out the following purposes of the trust

- i) to provide Medical treatment to poor patients with Cardiac ailments; to conduct research, training and for advancement, promotion and propagation of medical and general education.

Before expiry of six months commencing from the end of each previous year, the amount so accumulated or set apart has been invested or deposited in any one or more of the forms or modes specified in sub-section (5) of section 11.

Copies of the annual accounts of the trust along with details of investment (including deposits) and utilisation, if any, of the money by accumulated or set apart will be furnished to your before the expiry of Six months commencing from the end of each relevant previous year.

It is requested that, in view of our complying with the conditions laid down in section 11(2) of the Income-Tax Act, 1961, the benefit of that section may be given in the assessments of the trust exempting the income in respect of the trust in respect of the incomes accumulated or set apart as mentioned above.

Date : 14.07.2011

For 'HRUDAYA' Cure A Little Heart Foundation

Signature : *M. Yugandhar*

Designation: Managing Trustee **Managing Trustee**

Address: M/s Hrudaya Cure A Little Heart Foundation  
8-2-611/3, Flat No.1, Ground Floor,  
Nishan-E-Iqbal, Road#11, Banjara Hills  
Hyderabad – 500034




**Certificate to Form FC 3 under the Foreign Contribution (Regulation) Act, 1976**

We have audited the accounts of Hrudaya Cure a Little Heart Foundation having Registered 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 March 31, 2011 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 April 01, 2010 was Rs.15,000/-.
- ii) foreign contribution of worth Rs.NIL/- was received by the Trust during the year 2010-11.
- iii) The balance of unutilized foreign contribution with the Association at the end of the year 2010-11 was Rs.15,000/-.
- iv) Certified that the trust has maintained the accounts of foreign contribution and records relating thereto in the manner specified in Section 13 of the Foreign Contribution (Regulation) Act, 1976 read with sub-rule (1) of Rule 8 of the Foreign Contribution (Regulation) Rules, 1976.
- v) The information furnished in this certificate and in the enclosed balance sheet and Statement Income and Expenditure is correct and checked by us.

Place: Hyderabad  
Date : 14.07.2011

For S V Rao Associates  
FRN 03152S  
Chartered Accountants

  
(S.V.Rao)  
Partner  
Membership No.023903

