



V.NAGARAJAN & CO.,

Chartered Accountants

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UNITED CARE DEVELOPMENT SERVICES

1. Report on the financial statements

We have audited the accompanying financial statements of **UNITED CARE DEVELOPMENT SERVICES** ("the Company"), which comprise the Balance Sheet as at March 31, 2014 and the Statement of Income and Expenditure and Cash Flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. Management's responsibility for the financial statements

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 Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the general circular 15/2013 dated 13 September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. 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:

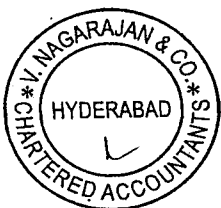
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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.

4. Opinion

In our opinion, and to the best of our information and according to the explanations given to us, the 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:

- In the case of the Balance Sheet, of the state of the affairs of the Company as at March 31, 2014 and;
- In the case of the statement of Income and Expenditure, of the deficit for the year ended on that date.
- In the case of the Cash Flow statement, of the cash flows for the year ended on that date.





V. NAGARAJAN & CO.,

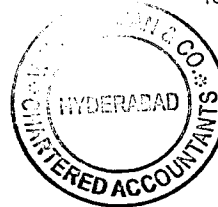
Chartered Accountants

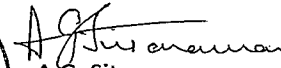
5. Report on other legal and regulatory requirements

- i. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- ii. As required by section 227(3) of the Act, 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 the law have been kept by the Company, so far as appears from our examination of the books.
 - c) The Balance Sheet, Statement of Income and Expenditure, and Cash Flow statement dealt with by this report are in agreement with the books of accounts;
 - d) In our opinion, the Balance Sheet, Statement of Income and Expenditure, and Cash Flow statement comply with the Accounting Standards notified under the Companies Act, 1956 read with the general circular 15/2013 dated 13 September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;
 - e) On the basis of the written representations received from the directors as on March 31, 2014 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

Date: 28th June 2014
Place: Hyderabad

for V. Nagarajan & Co.,
Chartered Accountants
ICAI Firm Reg. No.: 04879N




A.G. Sitaraman
Partner
M. No.: 017799

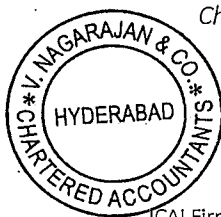
UNITED CARE DEVELOPMENT SERVICES

(All amounts in ₹. except otherwise stated)

BALANCE SHEET AS AT	Note No.	31-Mar-14	31-Mar-13
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	2.1	1,00,000	1,00,000
(b) Reserves and surplus	2.2	9,21,643	54,49,741
		<u>10,21,643</u>	<u>55,49,741</u>
Current liabilities			
(a) Short-term borrowings	2.3	-	-
(b) Other current liabilities	2.4	11,236	11,236
		<u>11,236</u>	<u>11,236</u>
Total		10,32,879	55,60,977
II. ASSETS			
Non-current assets			
(a) Fixed assets	2.5		
Tangible assets		3,09,503	1,58,028
		<u>3,09,503</u>	<u>1,58,028</u>
Current assets			
(a) Cash and cash equivalents	2.6	6,05,222	52,23,110
(b) Other current assets	2.7	1,18,154	1,79,839
		<u>7,23,376</u>	<u>54,02,949</u>
Total		10,32,879	55,60,977
Significant accounting policies and notes on accounts	1 & 2		

The accompanying notes are an integral part of these financial statements

As per our report of even date
for V. NAGARAJAN & CO.,
Chartered Accountants



A. G. Sitaraman
A. G. Sitaraman
Partner

ICAI Firm No. 04879N | M. No.: 017799

for UNITED CARE DEVELOPMENT SERVICES

N V Ramana
(N V Ramana)
Director

P. S. Gunaranjan
(P. S. Gunaranjan)
Director



Place: Hyderabad
Date: 28th June 2014

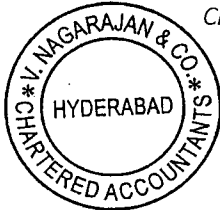
UNITED CARE DEVELOPMENT SERVICES

(All amounts in ₹. except otherwise stated)

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED	Note No.	31-Mar-14	31-Mar-13
Revenue from operations	2.8	6,86,270	53,36,008
Other income	2.9	2,52,552	4,34,329
Total Revenue		9,38,822	57,70,337
Expenses			
Grants and Direct programme expenses	2.10	42,79,814	23,38,219
Employee benefits expense	2.11	5,76,089	4,66,276
Depreciation		1,38,225	64,163
Other operating expenses	2.12	4,72,791	4,85,829
Total expenses		54,66,919	33,54,487
Surplus/(deficit) for the year		(45,28,097)	24,15,850
Significant accounting policies and notes on accounts	1 & 2		

The accompanying notes are an integral part of these financial statements

As per our report of even date
for V. NAGARAJAN & CO.,
Chartered Accountants



A. G. Sitaraman
A. G. Sitaraman
Partner

ICAI Firm No. 04879N | M. No.: 017799

for UNITED CARE DEVELOPMENT SERVICES

N V Ramana

(N V Ramana)
Director

P. S. Gunaranjan

(P. S. Gunaranjan)
Director



Place: Hyderabad

Date: 28th June 2014

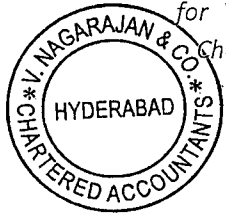
UNITED CARE DEVELOPMENT SERVICES

(All amounts in ₹. except otherwise stated)

Cash flow statement for the year ended	31-Mar-14	31-Mar-13
A. Cash flows from operating activities		
Surplus/(deficit) for the period	(45,28,097)	24,15,850
Adjustments for non-cash expenditure		
Depreciation	1,38,225	64,163
<i>Operating profit before working capital changes</i>	(43,89,872)	24,80,013
Adjustments for:		
Decrease / (Increase) in operating assets	61,684	(1,15,178)
(Decrease) / Increase in current liabilities	-	(10,559)
Net cash flow from operating activities [A]	(43,28,188)	23,54,276
B. Cash flows from investing activities		
Purchase of fixed assets	(2,89,700)	(1,28,151)
Net cash flow from investment activities [B]	(2,89,700)	(1,28,151)
C. Cash flows from financing activities		
Increase/(Decrease) in share capital	-	-
Increase/(Decrease) in unsecured loan	-	-
Net cash flow from financing activities [C]	-	-
Net change in cash and cash equivalents during the year (A+B+C)	(46,17,888)	22,26,125
Cash and cash equivalents at the beginning of the year	52,23,110	29,96,985
Cash and cash equivalents at the end of the year	6,05,222	52,23,110

This is the cash flow statement referred to in our report of even date.

As per our report of even date
for V. NAGARAJAN & CO.,
Chartered Accountants



A. G. Sitaraman
A. G. Sitaraman
Partner

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for UNITED CARE DEVELOPMENT SERVICES

N V Ramana

N V Ramana
Director

P. S. Gunaranjan

P. S. Gunaranjan
Director



Place: Hyderabad

Date: 28th June 2014

UNITED CARE DEVELOPMENT SERVICES

Notes Forming Part of Balance Sheet And Statement Of Profit & Loss For The Year Ended March 31, 2014

Company overview:

"United Care Development Services" (herein after referred as 'UCDS' or the 'Company') has been incorporated under section 25 of the Companies Act, 1956 and also registered as a charitable organisation u/s 12A of the Income Tax act, 1961.

The objective of UCDS is to bring a result-based approach to development finance in the areas of Education, Health and Energy & Environmental services for the poor. UCDS aims to attract development funding for projects undertaken by it, by seeking grant contributions from both individuals and institutions based on demonstrable results achieved. By emphasizing on results and thereby reducing the risk of opportunity cost for social returns, the result based funding model aims to attract more individual and institutional donors and funders, to create a larger and efficient market for philanthropy and development finance.

1 Significant accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under historical cost convention on an accrual basis and in accordance with generally accepted accounting principles in India and specifically to comply in all material respects with the notified Accounting Standards (AS) issued under the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956 ('the Act') except grants and contributions, which are accounted for on cash basis.

1.2 Use of estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of the operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognised prospectively in the current and future years.

1.3 Fixed assets and Depreciation

Fixed assets are stated at cost inclusive of all incidental expenses incurred for acquisition of such assets.

Depreciation is calculated on the written down value method on prorata basis from the day the asset is put to use at the rates determined by the management. These rates are not lower than the rate prescribed in the Companies Act, 1956.

The rate assumed for calculating the depreciation under Written down value method is as follows:

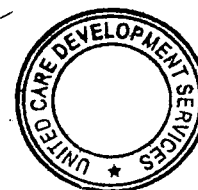
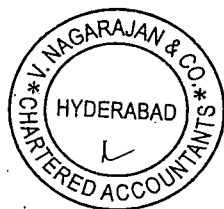
Class of fixed assets	Rate of Depreciation
Computers	40.00%
Office equipment	13.91%

1.4 Investments

All current and long-term investments are valued at lower of cost or market value.

1.5 Income tax

The Company is registered under section-12A of the Income Tax Act, 1961 as a tax exempt entity and has fulfilled all the conditions laid down therein and hence no tax liability is expected.



UNITED CARE DEVELOPMENT SERVICES

Notes Forming Part of Balance Sheet And Statement Of Profit & Loss For The Year Ended March 31, 2014

2 Notes on accounts (All amounts in ₹. except otherwise stated)

2.1 Share capital	31-Mar-14	31-Mar-13
Authorized		
1,000 (31 March 2014: 1,000) equity shares of Rs. 100 each	1,00,000	1,00,000
Issued, subscribed and fully paid-up		
Equity shares:		
1,000 (31 March 2014: 1,000) equity shares of Rs. 100 each fully paid-up.	1,00,000	1,00,000
Total	1,00,000	1,00,000

(a) The details of Equity shareholders holding more than 5% shares is set out below

SI No.	Name	No. of fully paid up shares	% of total	31-03-2014 Amount in ₹	31-03-2013 Amount in ₹
1	Gunaranjan.P	505	50.5%	50,500	50,500
2	Ramana .N.V	99	9.9%	9,900	9,900
3	Satish Raju .G	99	9.9%	9,900	9,900
4	Rai P.D	99	9.9%	9,900	9,900
5	Sushil Ramola	99	9.9%	9,900	9,900
6	Vijay Mahajan	99	9.9%	9,900	9,900
	Total	1000	100%	1,00,000	1,00,000

(b) Reconciliation of the number of Equity Shares:

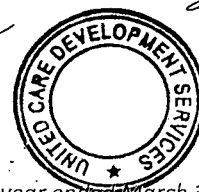
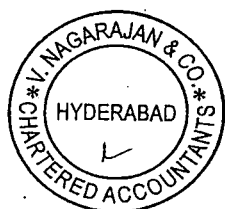
Number of equity shares outstanding at the beginning of the year	1,000
Number of equity shares outstanding at the end of the year	1,000
There was no issue / buy of shares during the year and in the previous year.	

(c) The company has issued only one class of Equity shares of the par value of Rs. 100 each, with voting right of one vote per share.

2.2 Reserves and surplus

	31-Mar-14	31-Mar-13
Capital reserve		
Opening balance	8,18,997	8,18,997
Additions during the year	-	-
Deductions during the year	-	-
Closing Balance	8,18,997	8,18,997
Surplus		
Opening balance	46,30,744	22,14,894
Additions during the year	(45,28,098)	24,15,850
Total	9,21,643	54,49,741

Total 9,21,643 54,49,741



UNITED CARE DEVELOPMENT SERVICES

Notes Forming Part of Balance Sheet And Statement Of Profit & Loss For The Year Ended March 31, 2014

2.3	Short term borrowings	<i>(All amounts in ₹. except otherwise stated)</i>	
		31-Mar-14	31-Mar-13
	Unsecured		
	Other loans and advances	-	-
	Total	-	-
2.4	Other current liabilities	31-Mar-14	31-Mar-13
	Statutory liabilities	-	-
	Other payables	11,236	11,236
	Total	11,236	11,236
2.6	Cash and cash equivalents	31-Mar-14	31-Mar-13
	Balances with banks		
	<i>in current account</i>	2,98,833	44,702
	<i>in deposit account</i>	3,06,389	51,69,962
	Cash on hand	-	8,446
	Total	6,05,222	52,23,110
2.7	Other current assets	31-Mar-14	31-Mar-13
	(Unsecured, considered good)		
	Interest earned but not due on term deposits	3,945	68,212
	Rent deposit	32,000	32,000
	Other receivables	82,209	79,627
	Total	1,18,154	1,79,839
2.8	Revenue from operations	31-Mar-14	31-Mar-13
	Donations		
	<i>from individuals</i>	3,60,000	8,36,008
	<i>from institutions</i>	3,26,270	45,00,000
	Total	6,86,270	53,36,008
2.9	Other income	31-Mar-14	31-Mar-13
	Interest on term deposits	2,52,552	4,34,329
	Total	2,52,552	4,34,329

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UNITED CARE DEVELOPMENT SERVICES

Notes to the Financial Statements

2.5 Fixed assets

(All amounts in ₹. except otherwise stated)

Particulars	Gross block		Depreciation			Net block		
	As at 01-Apr-13	Additions during the year	Deletions/ Adjustments	As at 31-Mar-14	Charge for the year	Deletions/ Adjustments	As at 31-Mar-14	As at 31-Mar-13
Tangible assets								
Computers	1,82,521	1,01,969		2,84,490	98,405	-	2,04,445	76,481
Office equipment	99,550	1,87,731		2,87,281	39,820	-	2,29,458	81,547
Total	2,82,071	2,89,700	-	5,71,771	1,38,225	-	3,09,503	1,58,028
Previous year	1,53,920	1,28,151		2,82,071	64,163	-	1,58,028	94,040

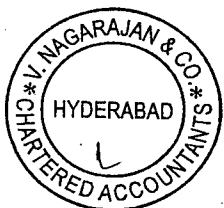


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UNITED CARE DEVELOPMENT SERVICES

Notes Forming Part of Balance Sheet And Statement Of Profit & Loss For The Year Ended March 31, 2014

2.10 Grant and direct programme expenditure	<i>(All amounts in ₹. except otherwise stated)</i>	
	31-Mar-14	31-Mar-13
Grant to		
Apni Pathshala	70,377	1,49,400
Ashray Akrti	1,67,015	1,80,000
Ekam Foundation	-	88,215
Indian Grameen Services	5,00,000	2,00,000
Move the Wheel foundation	44,000	159,000
Nirman Organisation	8,50,000	6,00,000
	16,31,392	13,76,615
Direct Project implementation at		
"Don't Waste, Donate Waste"	19,200	21,180
Adhya Educational Society	1,95,000	1,33,000
Ekam Foundation	-	22,000
Gandhi Hospital, Hyderabad	19,94,193	6,56,942
Maitri Project		94,550
Move The Wheel Foundation		2,260
Project Expenses	4,40,029	31,672
	26,48,422	9,61,604
Total	42,79,814	23,38,219
2.11 Employee benefit expense		
	31-Mar-14	31-Mar-13
Salaries	4,16,735	3,87,575
Staff & Volunteers Welfare	1,59,354	78,701
Total	5,76,089	4,66,276
2.12 Other operating expenses		
	31-Mar-14	31-Mar-13
Rent	1,92,000	1,92,000
Travelling & Conveyance	1,24,287	1,68,819
Telephone & Internet Charges	54,707	46,643
Professional & Consultancy fee	3,300	12,914
Remuneration to auditors as		
Audit Fee	11,236	11,236
Expenses Reimbursement		
IT Solutions (Domain Main)	29,104	13,331
Printing & Stationery	7,757	6,241
Office Maintenance	36,743	33,094
Bank Charges	13,657	1,551
Total	4,72,791	4,85,829



UNITED CARE DEVELOPMENT SERVICES

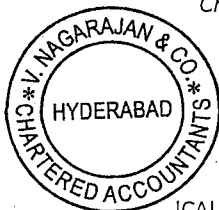
Notes Forming Part of Balance Sheet And Statement Of Profit & Loss For The Year Ended March 31, 2014

3	Earnings and expenditure in foreign gains	<i>(All amounts in ₹. except otherwise stated)</i>	
		31-Mar-14	31-Mar-13
	Earnings		
	Grant		45,00,000
	Expenditure		
4	Other information required under Para 5(viii) of part II of schedule VI of the companies Act 1956 - Nil		
6	Based on information available with the Company, there are no suppliers who are registered as micro and small enterprises under "The Micro, Small and Medium Enterprises Development Act, 2006 as at 31 March 2014.		
5	Prior year comparatives The previous year figures are regrouped /rearranged to conform to current year presentation.		

As per our report of even date

for **V. NAGARAJAN & CO.,**

Chartered Accountants



A. G. Sitaraman
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Partner

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for **UNITED CARE DEVELOPMENT SERVICES**

N V Ramana

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Director

P. S. Gunaranjan

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Director



Place: Hyderabad

Date: 28th June 2014