

BSRR & Co

Chartered Accountants

Reliance Humsafar, IV Floor
Road No. 11, Banjara Hills
Hyderabad-500 034, India

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FORM NO. 10B

[See rule 17B]

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

We have examined the balance sheet of United Way of Hyderabad ('the Society') as at 31 March 2012 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 Society. These financial statements are the responsibility of the Society'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 misstatement. 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the Society so far as appears from our examination of those books.

As there are presently no authoritatively established accounting principles for the specialised aspects related to charitable institutions not having any commercial activity, these statements have been prepared on the basis of accounting policies referred to in the Note 1 to the financial statements. On this basis, in our opinion and to the best of our information, and according to the explanations given to us, the said accounts give a true and fair view:

- (i) in the case of the balance sheet, of the state of affairs of the Society as at 31 March 2012; and
- (ii) in the case of the income and expenditure account, of the excess of income over expenditure for the accounting year ended on that date.

The prescribed particulars are annexed hereto.

for BSRR & Co

Chartered Accountants

Firm registration number: 130791W



Sriram Mahalingam

Partner

Membership No: 49642

Hyderabad

10 October 2012

ANNEXURE

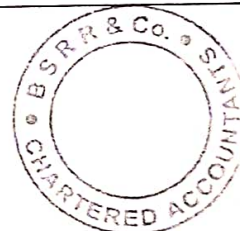
STATEMENT OF PARTICULARS

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	(Amount in Rupees) Income from donations 1,705,651 Total 1,705,651
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 <u>accumulated or set apart</u> <u>finally set apart*</u> for application to charitable or religious purposes, to the extent it does not exceed 15 per cent of the income derived from property held under Trust <u>wholly</u> for such purposes. <u>in part only*</u>	Rs. 103,549
4. Amount of income eligible for exemption under section 11(1)(c) (Give details)	Not Applicable
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

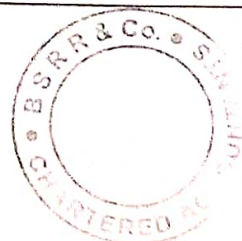


6. Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b)? If so, the details thereof	Not Applicable
7. Whether any part of the income in respect of which an option was exercised under clause (2) of the <i>Explanation</i> to section 11(1) in any earlier year is deemed to be income of the previous year under section 11(1B)? If so, the details thereof	Not Applicable
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— (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 (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 (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	Not Applicable



II. APPLICATION OR USE OF INCOME OR PROPERTY FOR THE BENEFIT OF PERSONS REFERRED TO IN SECTION 13(3)

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	No
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	No
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	No
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	No
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	No
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	No
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	No
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	No



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

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
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TOTAL					

As per our report of even date attached

for BSRR & Co

Chartered Accountants

Firm registration number: 130791W



Sriram Mahalingam

Partner

Membership No. 49642

Hyderabad

10 October 2012

United Way of Hyderabad

Note 1: Significant Accounting Policies

Background

United Way of Hyderabad (the "Society") is a not-for-profit organization registered on 20 October 2010 as a society with its registered office at Hyderabad under the Andhra Pradesh Societies Registration Act, 2001. The societies' core focus areas are Livelihoods, Health and Education. The society in-turn works with the local communities and NGO's to achieve its objectives. The activities of the society are restricted to the state of Andhra Pradesh.

The Society is managed by the members of Board of Directors in accordance with the rules and regulations laid down in Memorandum of Association of the Society.

1. Significant accounting policies

a. Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and on accrual basis of accounting. In the absence of any authoritatively established accounting principles for the specialised aspects related to charitable society's which do not carry out any commercial activity, these statements have been prepared in accordance with the significant accounting policies as described below. The financial statements are presented in Indian rupees rounded off to nearest rupee.

b. Use of estimates

The preparation of the financial statements in conformity with the significant accounting policies requires that the Board of Directors of the Society make estimates and assumptions that affect the reported amounts of income and expenditure of the year and reported balances of assets and liabilities. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

c. Revenue recognition

Unrestricted grants are recognised as revenue when received. Revenue from restricted grants is recognised based on fulfillment of conditions as stipulated in the agreement with the donor.

d. Income tax

The Society is registered under Section 12AA of the Income tax Act, 1961 ('the Act'). Under the provisions of the Act, the income of the Society is exempt from tax, subject to the compliance of terms and conditions specified in the Act and rules made thereunder.

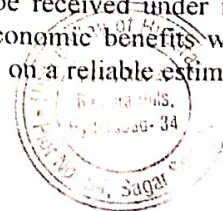
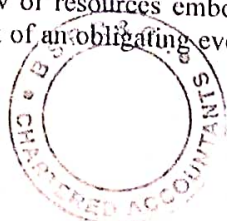
e. Cash and cash equivalents

Cash and cash equivalents comprise balance in current account with banks.

f. Provisions and contingent liabilities

The Society creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event based on a reliable estimate of such obligation.



United Way of Hyderabad
Income and expenditure account
(All amounts in Indian Rupees)

Note

For the year ended
31 March 2012

INCOME

Income from donations

1,809,200

TOTAL INCOME

1,809,200

EXPENDITURE

Contribution to non-government organizations

200,000

Personnel costs

300,000

Professional charges

1,205,651

TOTAL EXPENDITURE

1,705,651

Excess of income over expenditure

103,549

Significant accounting policies and notes to accounts

1 & 2

As per our report of even date attached.

for **BSRR & Co**

Chartered Accountants

Firm's registration no.: 130791W

for and on behalf of the Board of Directors of
United Way of Hyderabad



Sriram Mahalingam

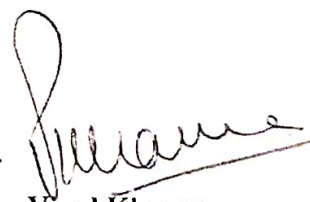
Partner

Membership No: 49642



Shakti Sagar

Chairman



Vipul Khanna

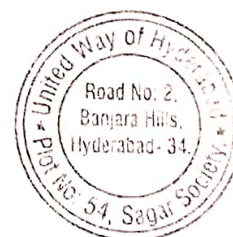
Vice Chairman

Place: Hyderabad

Date: 10 October 2012

Place: Hyderabad

Date: 10 October 2012



United Way of Hyderabad
Balance sheet
 (All amounts in Indian Rupees)

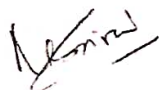
	Note	As at 31 March 2012
Funds and liabilities		
Funds		
Excess of income over expenditure	2.1	103,549
		<u>103,549</u>
Liabilities		
Current liabilities		
Other current liabilities	2.2	114,633
		<u>218,182</u>
Assets		
Current assets		
Cash and cash equivalents	2.3	218,182
		<u>218,182</u>

Significant accounting policies and notes to accounts 1 & 2

The notes referred to above form an integral part of the financial statements

As per our report of even date attached.

for B S R R & Co
Chartered Accountants
 Firm's registration no.: 130791W



Sriram Mahalingam
Partner
 Membership No: 49642

Place: Hyderabad
 Date: 10 October 2012

for and on behalf of the Board of Directors of
United Way of Hyderabad

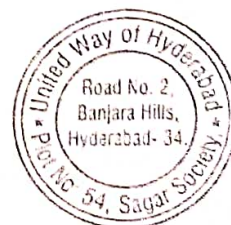


Shakti Sagar
Chairman

Place: Hyderabad
 Date: 10 October 2012



Vipul Khanna
Vice Chairman



United Way of Hyderabad
Notes to financial statements
(All amounts in Indian Rupees)

As at
31 March 2012

2.1 - Excess of income over expenditure

Opening balance	-
Add: Balance carried forward for the year	103,549
Closing balance	<u>103,549</u>

2.2 - Other current liabilities

Salaries payable	100,000
Statutory liabilities payable	14,633
	<u>114,633</u>

2.3 - Cash and cash equivalents

Balance with banks	218,182
	<u>218,182</u>

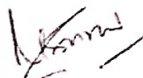
2.4 - The Society does not have any related parties as defined under AS - 18, "Related Party Disclosures", accordingly the disclosure requirements are not applicable.

2.5 - The Society does not have minimum number of employees as required for applicability of Payment of Gratuity Act, 1972 and hence no provision and disclosures have been made in this regard.

2.6 - This being the first year of preparation of the financial statements since inception of the Society on 20 October 2010, comparative information has not been disclosed.

As per our report of even date attached.

for B S R R & Co
Chartered Accountants
Firm's registration no.: 130791 W



Sriram Mahalingam
Partner
Membership No. 49642

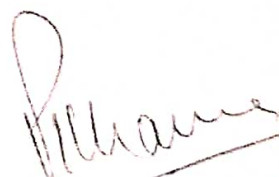
Place: Hyderabad
Date: 10 October 2012

for and on behalf of the Board of Directors of
United Way of Hyderabad



Shakti Sagar
Chairman

Place: Hyderabad
Date: 10 October 2012



Vipul Khanna
Vice Chairman

