



SEKHAR & SURESH

CHARTERED ACCOUNTANTS

PARTNERS

C. SURESH, B.Com., F.C.A.

Mrs. MADHU SURESH, B.Com., (Hons) F.C.A.

S. VIGNESH, B.Com., A.C.A.

S. VINEETH, B.Com., A.C.A.

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SECUNDERABAD - 500 003.

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AUDITORS' REPORT

To

The Members,

M/s. Operation Blessing India

REPORT ON FINANCIAL STATEMENTS:

We have audited the attached Balance Sheet of OPERATION BLESSING INDIA as at 31st March 2017 and the Income and Expenditure Account of the Company for the year ended on that date along with annexures thereto containing a summary of the significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS:

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 2013 (the Act) read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal controls 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.

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. These 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 controls 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 Company'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.

OPINION:

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

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017; and
- (b) In the case of the Statement of Income and Expenditure, of the Net Deficit of the Company for the year ended on that date;

Place: Secunderabad
Date:13.09.2017



For M/S.SEKHAR & SURESH
Chartered Accountants

(C.SURESH)

Partner

Membership No.29709

M/S.OPERATION BLESSING INDIA, HYDERABAD

BALANCE SHEET AS ON 31.03.2017

PARTICULARS	NOTE NO.	AS ON 31.03.2017	AS ON 31.03.2016
<u>I. EQUITY AND LIABILITIES</u>			
<u>(1) SHAREHOLDERS FUNDS</u>			
(a) Corpus Fund	1	2910305	2910305
(b) Reserves and Surplus	2	906114	17138304
<u>(2) CURRENT LIABILITIES</u>			
(a) Current Liabilities	3	795425	455155
TOTAL		4611844	20503764
<u>II. ASSETS</u>			
<u>(1) NON CURRENT ASSETS</u>			
<u>(a) FIXED ASSETS</u>			
(i) Tangible Assets	4	2648468	3776252
<u>(2) CURRENT ASSETS</u>			
(a) Inventories		28108	172321
(b) Cash and Cash Equivalents	5	1407743	16082970
(c) Short-term Loans and Advances	6	527526	472222
TOTAL		4611844	20503764

Signature of the Directors:

1. Priti A Choudhry

Place: GURGAON

Date: 13.09.2017

2. Robert A Joseph

Place: GURGAON

Date: 13.09.2017



As per our Report of Even Date

For M/s. Sekhar and Suresh

Chartered Accountants

C. Suresh

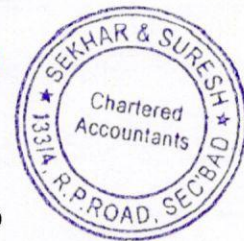
C.SURESH

(Partner)

Membership No.29709

Place : Secunderabad

Date: 13.09.2017



M/S.OPERATION BLESSING INDIA, HYDERABAD

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2017

PARTICULARS	NOTE NO	YEAR ENDED 31.03.2017	YEAR ENDED 31.03.2016
<u>I.)INCOME</u>			
Donations	7	27713087	75408200
Other Income	8	659740	812485
		28372827	76220685
<u>II.EXPENDITURE</u>			
Projects and Programmes Implementation Costs	9	43597701	61239386
Depreciation on Assets	4	1007316	1477208
		44605017	62716594
III.Surplus/ (Deficit) before exceptional and extraordinary items and tax (I-II)		-16232190	13504091
IV. Prior period Items		0	0
V. Surplus/ (Deficit) from the period from continuing operations (III-IV)		-16232190	13504091


Signature of the Directors:

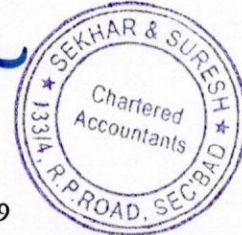
1. Priti A Choudhry
Place: GURGAON
Date: 13.09.2017

2. Robert A Joseph
Place: GURGAON
Date: 13.09.2017



As per our Report of Even Date
For M/s. Sekhar and Suresh
Chartered Accountants


C.SURESH
(Partner)
Membership No.29709
Place : Secunderabad
Date: 13.09.2017



M/S.OPERATION BLESSING INDIA, HYDERABAD

NOTES FORMING PART OF THE BALANCE SHEET

PARTICULARS	SUB NOTE NO	AS ON 31.03.2017	AS ON 31.03.2016
NOTE:1			
Corpus Fund		2910305	2910305
		2910305	2910305
NOTE:2			
RESERVES AND SURPLUS			
Opening Balance		17138304	3634214
ADD/(LESS): Current year Surplus/(Deficit)		-16232191	13504090
		906114	17138304
NOTE:3			
CURRENT LIABILITIES			
TDS Payable	3-A	175399	54733
Outstanding Expenses	3-B	620026	400422
		795425	455155
NOTE:5			
CASH AND BANK BALANCES			
Cash on Hand	5-A	24827	107038
Cash at Scheduled Banks	5-B	1382916	15975932
		1407743	16082970
NOTE:6			
SHORT TERM LOANS AND ADVANCES			
TDS Receivable		174200	174200
Prepaid Expenses	6-A	74654	19350
Other Advances	6-B	278672	278672
		527526	472222



TABLE 4: FIXED ASSETS (FC&LC)

	NAME OF THE ASSET	RATE OF DEP	GROSS BLOCK				DEPRECIATION				NET BLOCK	
			BALANCE AS ON 01.04.2016	ADDITIO NS	DELET IONS	BALANCE AS ON 31.03.2017	AS ON 01.04.2016	FOR THE YEAR	DELETI ONS	AS ON 31.03.2017	WDV AS ON 31.03.2017	WDV AS ON 31.03.2016
1	Medical Equipment	20.58%	935190	0	0	935190	763046	35427	0	798473	136717	172144
2	Outdoor equipment	18.10%	66710	0	0	66710	51133	2819	0	53952	12758	15577
3	Office equipment	45.07%	1930531	0	34250	1896281	1550906	170316	32199	1689023	207258	379624
4	Computers	63.16%	1053225	0	5040	1048185	917005	86037	5040	998001	50184	136220
5	Furniture and Fixtures	25.89%	462275	0	0	462275	280075	47172	0	327246	135029	182200
6	Motor Vehicles	31.23%	7885038	0	1383508	6501530	5803287	638512	1265092	5176797	1324823	2081751
7	Land	0%	253638	0		253638	0	0	0	0	253638	253638
8	Buildings	5%	753075	0		753075	197980	27033	0	225013	528062	555095
			13339682	0	1422798	11916884	9563432	1007316	1302331.2	9268416	2648469	3776250



M/S.OPERATION BLESSING INDIA, HYDERABAD

NOTES FORMING PART OF INCOME AND EXPENDITURE ACCOUNT

PARTICULARS	SUB NOTE NO	AS ON 31.03.2017	AS ON 31.03.2016
<u>NOTE 7:</u> <u>DONATIONS</u>	7-A	27713087	75408200
		27713087	75408200
<u>NOTE:8</u> <u>OTHER INCOME</u>			
Profit on Sale of Assets		369534	577253
Bank Interest	8-A	285587	235232
Sundries Written Back		4619	0
		659740	812485
<u>NOTE :9</u> <u>PROJECTS AND PROGRAMMES</u> <u>IMPLEMENTATION COSTS</u>			
Providing Borewells	9-A	26364097	37234996
Conducting Medical camps	9-B	10320771	14609761
Imparting Education	9-C	6186888	6475229
HIV Clinic	9-D	300000	300000
Disaster Relief	9-E	0	422584
Surgeries	9-F	425946	2196816
		43597701	61239386



NOTES FORMING PART OF ACCOUNTS

1) COMPANY DESCRIPTION

The Company is duly registered under the provisions of Section 8 of the Companies Act, 2013. The provisions relating to Companies Auditors' Report Order, 2003 are not applicable to the Company

2) SIGNIFICANT ACCOUNTING POLICIES:

a. GENERAL

- i) The Financial Statements have been prepared on the basis of the generally accepted fundamental accounting assumptions, the Accounting standards and Guidance Notes issues by the Institute of Chartered Accountants of India and the Company adheres to the accrual system of accounting on a consistent basis.
- ii) The Financial Statements have been prepared in accordance with the provisions of Section 129 read with Schedule III to the Companies Act, 2013. As a result previous year's figures have been regrouped or rearranged for presentation purposes

b. FIXED ASSETS AND DEPRECIATION

Fixed Assets are stated at their original cost less depreciation provided on residual value method at the rates and useful life in the manner as prescribed in Schedule II to the Companies Act, 2013.

c. RETIREMENT BENEFITS

- i) The Company's Liability in respect of Gratuity payable to Employees, comprises its contribution made to the Gratuity Fund established by the Company under Group Gratuity Scheme and is accounted for as a charge to revenue.
- ii) Encashment of unutilized earned leave is accounted for on payment basis.
- iii) The Company's contribution in respect of Employees' Provident Fund and ESI are charged to revenue every year.

Signature of Directors:

1) DIRECTOR

2) DIRECTOR



As per our Report of even date
For M/s.SEKHAR & SURESH
Chartered Accountants





(C.SURESH)

Partner

Membership No.29709

Place: Secunderabad

Date: 13.09.2017

SUBNOTES FORMING PART OF BALANCE SHEET

PARTICULARS	AS ON 31.03.2017	AS ON 31.03.2016
<u>SUBNOTE NO.3-A:</u>		
<u>TDS PAYABLE</u>		
TDS on Professional fee	163338	38490
TDS on Rents	5320	5067
TDS on Salaries	-227	1960
TDS on Contracts	6968	9216
	175399	54733
<u>SUBNOTE NO.3-B:</u>		
<u>OUTSTANDING EXPENSES</u>		
Auditor's Fees Payable	262500	261250
Professional Fees Payable	125831	0
Outstanding expenses-wells	102400	0
Professional Tax	12200	6600
<u>Employer's Contribution -</u>		
PF	55453	90684
ESI	11996	9788
Outstanding Expenses	49646	32100
	620026	400422
<u>SUBNOTE NO.5-A:</u>		
<u>CASH ON HAND</u>		
FC	5104	96650
LC	19723	10388
	24827	107038
<u>SUBNOTE NO.5-B:</u>		
<u>BANK BALANCES</u>		
Axis Bank (A/c.1029)	918450	14230764
Axis Bank (A/c.6051)	341558	187436
Axis Bank (A/c.5998)	122909	1545562
State Bank of India-Medchal	0	12169
	1382916	15975932
<u>SUBNOTE NO.6-A:</u>		
<u>PREPAID EXPENSES</u>		
Prepaid Insurance	74654	19350
	74654	19350
<u>SUB NOTE NO. 6-B</u>		
<u>OTHER ADVANCES</u>		
Rent Deposits	252672	252672
Fuel Deposits	25000	25000
Telephone Deposits	1000	1000
	278672	278672



**SUBNOTES FORMING PART OF INCOME
AND EXPENDITURE ACCOUNT**

PARTICULARS	AS ON 31.03.2017	AS ON 31.03.2016
SUBNOTE NO.7-A:		
<u>DETAILS OF DONATIONS RECEIVED</u>		
<u>(GRANTS)</u>		
CBN International	17243541	27033412
OB International	9267550	37285001
Other Donations	1201996	1797647
CBN Foundation	0	9292140
	27713087	75408200
SUBNOTE 8-A:		
<u>BANK INTEREST</u>		
FC	226457	127246
LC	59130	107986
	285587	235232
SUBNOTE NO.9-A:		
<u>PROVIDING AND CASING OF</u>		
<u>BOREWELLS</u>		
Salaries and allowances	6397543	6542116
Overtime	145498	153787
EPF and other Funds	1295385	579252
Group Health Insurance	94245	161383
Medical Allowance	81570	87209
ESI Employer Share	69924	55485
Employee Benefits	841680	458938
Electricity	0	587638
Gas/heating Oil	16972	39080
Telephone charges	51246	65479
Internet	0	1305
Insurance Premium	64410	246078
Security Services	0	265310
Repairs and maintenance	2000	99887
PC Hardware/Software	600	127673
Drilling and casing	8082522	14653376
Pipes	1736550	2794227
Hand Pump assemblies	2171406	4138978
Erection and construction charges	1148208	1906901
Plaque charges	210306	358890
Transportation charges	107883	120340
Travelling and Accomodation	2248892	3342950
Professional Fees	378200	141895
Rents	0	131336
Honorarium	920050	35165
Humanitarian Relief	0	21900
Food	4377	22050
Bank Charges	0	10657
Licence,Taxes and Fees	10260	57810
Camp arrangements	3420	1959
Office Supplies	5517	25942
Mechanical Parts	270355	0
Books and stationery	120	0
Holiday Travel Allowance	4958	0
	26364097	37234996



SUBNOTE NO.9-B:		
CONDUCTING MEDICAL CAMPS		
Salaries and allowances	2215774	2143175
EPF and other funds	253127	272814
Group Health Insurance	76185	159924
Medical Allowance	40924	44470
Employee Benefits	286458	219234
Mailing Charges	44352	78646
Electricity	146232	550307
Gas/Heating Oil	0	41293
Books & stationery	0	350
Telephone charges	38115	30320
Internet	29922	25240
Rents	703681	165901
Insurance premium	1463	56514
Security Services	0	338679
Repairs and maintenance	123392	80302
PC Hardware/Software	0	144383
Travelling and Accomodation	769454	1440560
Audit Fees	0	307250
Professional charges	528726	211738
Honorarium	333450	512659
Erection Charges	22356	0
Humanitarian relief	373240	1442929
Medicines	1781270	3714267
Spectacles Expenses	452826	593156
Surgery Expenses	0	50000
Camp arrangements	70652	243884
Promotional expenses	9980	2040
Food expenses	1813858	1620069
Class arrangements	63883	57557
Bank Charges	36053	33877
Licence & Fees	47581	15711
Office and other supplies	49920	12513
Foreign Exchange Loss	7897	0
	10320771	14609761
SUBNOTE NO.9-C:		
IMPARTING EDUCATION		
A. (VIDHYA JYOTHI)		
Salaries and allowances	773253	929246
EPF and other funds	326421	53613
Medical Allowance	5459	3613
Employee Benefits	126883	52691
Telephone	3740	2293
Travelling and Accomodation	152263	69439
Humanitarian Relief	1005061	991561
Camp arrangements	83514	74671
Books and Stationery	353209	396377
Food	846248	1071122
Class arrangements	207471	293151
Honorarium	1833100	1941620
Office Supplies	760	2904
Fees for children	0	1670
Mailing Charges	570	0
Professional Charges	59400	0
	5777352	5883971



<u>B. (COMMUNITY DEVELOPMENT)</u>		
Telephone	0	449
Travelling and Accomodation	3535	20155
Camp arrangements	11270	8380
Food	6030	64306
Class arrangements	125701	120431
Honorarium	263000	376967
Humanitarian Relief	0	570
	409536	591258
A&B	6186888	6475229
<u>SUBNOTE NO.9-D:</u>		
<u>HIV CLINIC</u>		
Humanitarian Relief Expenses	300000	300000
	300000	300000
<u>SUBNOTE NO.9-E:</u>		
<u>DISASTER RELIEF</u>		
Camp Arrangements	0	2565
Medical Expenses	0	116660
Honorarium paid	0	13100
Humanitrian Relief	0	246848
Travel and Accomodation	0	43411
	0	422584
<u>SUBNOTE NO.9-F:</u>		
<u>CLEFT LIP/CLEFT PALATE AND LIFE</u>		
<u>CHANGING SURGERIES</u>		
Surgery Expenses	421100	2014000
Telephone Charges	0	808
Travel and Accomodation	4800	179513
Camp Arrangements	46	1425
Other Miscellaneous	0	1070
	425946	2196816



NOT 9:

PROJECTS AND PROGRAMMES
IMPLEMENTATION COSTS

Providing Borewell	9-A	26227285	32824552
Conducting Medical camps	9-B	7517516	11892338
Imparting education	9-C	6186888	4290331
HIV clinic	9-D	300000	250000
Disaster relief	9-E	0	116660
Surgeries	9-F	425946	1675816
		40657635	51049698



FORM NO. 10 B
[Vide rule 17B of Income-tax Rules, 1962]

**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 M/s. OPERATION BLESSING INDIA, a Not for Profit Company duly registered u/s 8 of the Companies Act 2013 SF -207 &208, 3RD FLOOR, THE PEACH TREE COMPLEX, C-BLOCK, SUSHANT LOK-1. GURGOAN, HARYANA - 122009 as at 31-03-2017 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 Company.

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, property books of account have been kept by the head office and the branches of the above named Company so far as appears from our examination of the books, and proper returns adequate for the purposes of audit have been received from branches not visited by us, subject to the comments given below:

NIL

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:

- (i) in the case of the balance sheet, of the state of affairs of the above named Company as at 31-03-2017 and
- (ii) in the case of the Income and Expenditure account, the Deficit of its accounting year ending on 31-03-2017.

The prescribed particulars are annexed hereto.

Place: SECUNDERABAD.
Date : 13.09.2017

For M/s.Sekhar & Suresh
Chartered Accountants



(C.SURESH)
Partner

Membership No.200-29709



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 the year | Rs. 43597701 |
| 2. | Whether the trust/institution* 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 | NIL |
| 3. | Amount of Income <u>accumulated or set apart*</u> finally set apart 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 in part only | .NIL |
| 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 | NIL |
| 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__ | NIL |
| (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 | NIL |



- (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 NIL
- (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 NIL

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/institution 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)? NO
2. Whether any land, building or other property of the *trust/institution 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 NIL
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 NIL
4. Whether the services of the *trust/institution were made available to any such person during the previous year? If So; give details thereof together with remuneration or compensation received, if any NIL
5. Whether any share, security or other property was purchased by or on behalf of the *trust/institution during the previous year from any such person? If so, give details thereof together with the consideration paid NIL
6. Whether any share, security or other property was sold by or on behalf of the *trust/institution during the previous year to any such person? If so, give details thereof together with the consideration received NIL
7. Whether any income or property of the *trust/institution 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 NIL



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

NIL

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 COCONCERN IS A COMPANY, NUMBER AND CLASS OF SHARES HELD	NOMINAL VALUE OF THE INVEST-MENT	INCOME FROM THE IN-VESTMENT	WHETHER THE AMOUNT IN COL.4 EXCEEDED 5 PER CENT OF THE CAPITAL OF THE CONCERN DURING THE PREVIOUS YEAR-SAY,YES/NO
	NIL	NIL	NIL	NIL	NIL

Place: SECUNDERABAD.

Date : 13.09.2017



For M/s.SEKHAR & SURESH
Chartered Accountants

(C.SURESH)

Partner

Membership No.200-29709