



SEKHAR & SURESH

CHARTERED ACCOUNTANTS

PARTNERS

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

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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 2016 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.

Contd..2

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, 2016; and
- (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date; and

Place: Secunderabad

Date : 19.09.2016



For M/S.SEKHAR & SURESH
Chartered Accountants

(C.SURESH)

Partner

Membership No.29709

M/S.OPERATION BLESSING INDIA, HYDERABAD

BALANCE SHEET AS ON 31.03.2016

PARTICULARS	NOTE NO.	AS ON 31.03.2016	AS ON 31.03.2015
<u>I. EQUITY AND LIABILITIES</u>			
<u>(1) SHAREHOLDERS FUNDS</u>			
(a) Corpus Fund	1	2910305	2910305
(b) Reserves and Surplus	2	17138304	3634214
<u>(2) CURRENT LIABILITIES</u>			
(a) Current Liabilities	3	455155	481376
TOTAL		20503764	7025895
<u>II. ASSETS</u>			
<u>(1) NON CURRENT ASSETS</u>			
<u>(a) FIXED ASSETS</u>			
(i) Tangible Assets	4	3776252	5049809
<u>(2) CURRENT ASSETS</u>			
(a) Inventories		172321	438403
(b) Cash and Cash Equivalents	5	16082970	1273952
(c) Short-term Loans and Advances	6	472222	263731
TOTAL		20503764	7025895

Signature of the Director:

Place: Secunderabad

Date: 19.09.2016

Place: Secunderabad

Date: 19.09.2016



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

C.SURESH
(Partner)

Membership No.29709

Place : Secunderabad

Date: 19.09.2016



M/S. OPERATION BLESSING INDIA, HYDERABAD

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2016

PARTICULARS	NOTE NO	AS ON 31.03.2016	AS ON 31.03.2015
<u>I.) INCOME</u>			
Donations	7	75408200	59411581
Other Income	8	812485	1027505
		76220685	60439086
<u>II. EXPENDITURE</u>			
Projects and Programmes Implementation Costs	9	61239386	62322140
Depreciation on Assets	4	1477208	1914691
		62716594	64236831
III. Surplus/ (Deficit) before exceptional and extraordinary items and tax (I-II)		13504091	-3797745
IV. Prior period Items		0	0
V. Surplus/ (Deficit) from the period from continuing operations (III-IV)		13504091	-3797745

Signature of the Directors:

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

Place: Secunderabad

Date: 19.09.2016

Place: Secunderabad

Date: 19.09.2016



[Signature]

C.SURESH
(Partner)

Membership No.29709

Place : Secunderabad

Date: 19.09.2016



M/S.OPERATION BLESSING INDIA, HYDERABAD

NOTES FORMING PART OF THE BALANCE SHEET

PARTICULARS	SUB NOTE NO	AS ON 31.03.2016	AS ON 31.03.2015
NOTE:1			
Corpus Fund		2910305	2910305
		2910305	2910305
NOTE:2			
RESERVES AND SURPLUS			
Opening Balance		3634214	7431959
ADD/(LESS): Current year Surplus/(Deficit)		13504090	-3797745
		17138304	3634214
NOTE:3			
CURRENT LIABILITIES			
TDS Payable	3-A	54733	49591
Outstanding Expenses	3-B	400422	431785
		455155	481376
NOTE:5			
CASH AND BANK BALANCES			
Cash on Hand	5-A	107038	148227
Cash at Scheduled Banks	5-B	15975932	1125725
		16082970	1273952
NOTE:6			
SHORT TERM LOANS AND ADVANCES			
TDS Receivable		174200	174200
Prepaid Expenses	6-A	19350	18311
Deposits	6-B	278672	71220
		472222	263731



NOTE 4: FIXED ASSETS (FC&LC)

SL.N O	NAME OF THE ASSET	RATE OF DEP	GROSS BLOCK			DEPRECIATION				NET BLOCK		
			BALANCE AS ON 01.04.2015	ADDITIO NS	DELETION S	BALANCE AS ON 31.03.2016	AS ON 01.04.2015	FOR THE YEAR	DELETIONS	AS ON 31.03.2016	WDV AS ON 31.03.2016	WDV AS ON 31.03.2015
1	Medical Equipment	20.58%	935190		0	935190	718438	44608	0	763046	172144	216752
2	Outdoor equipment	18.10%	66710		0	66710	47690	3443	0	51133	15577	19020
3	Office equipment	45.07%	1819201		111330	1930531	1293400	257506	0	1550906	379625	525801
4	Computers	63.16%	1017405		116205	1053225	843942	149691	76628	917005	136220	173463
5	Furniture and Fixtures	25.89%	310655		151020	462275	251855	28219	0	280074	182201	58800
6	Motor Vehicles	31.23%	9451445		0	7885038	6232623	965324.7562	1394660	5803288	2081750	3218822
7	Land	0%	253638		0	253638	0	0	42459	0	253638	253638
8	Buildings	5%	753075		0	753075	169563	28417	0	197980	555095	583512
			14607319	379155	1646292	13339682	9557511	1477208	1513747.18	9563431	3776252	5049808



M/S.OPERATION BLESSING INDIA, HYDERABAD

NOTES FORMING PART OF INCOME AND EXPENDITURE ACCOUNT

PARTICULARS	SUB NOTE NO	AS ON 31.03.2016	AS ON 31.03.2015
NOTE 7: DONATIONS	7-A	75408200	59411581
		75408200	59411581
NOTE:8 OTHER INCOME			
Other Income			1000
Profit on sale of assets		577253	820890
Bank Interest	8-A	235232	205615
		812485	1026505
NOTE :9 PROJECTS AND PROGRAMMES IMPLEMENTATION COSTS			
Providing Borewells	9-A	37066136	40314815
Conducting Medical camps	9-B	14778621	13834169
Imparting Education	9-C	6475229	4897133
HIV Clinic	9-D	300000	250000
Disaster Relief	9-E	422584	788774
Humanitarian Relief			1711992
Travelling Expenses			38941
Surgeries	9-F	2196816	486317
		61239386	62322141



SUBNOTES FORMING PART OF BALANCE SHEET

PARTICULARS	AS ON 31.03.2016
SUBNOTE NO.3-A:	
<u>TDS PAYABLE</u>	
TDS on Professional fee	38490
TDS on Rents	5067
TDS on Salaries	1960
TDS on Contracts	9216
	54733
SUBNOTE NO.3-B:	
<u>OUTSTANDING EXPENSES</u>	
Utilities	22773
Audit fees payable	261250
Professional Tax	6600
<u>Employer's Contribution -</u>	
PF	90684
ESI	9788
Payroll Liabilities	6998
Outstanding expenses - others	2329
	400422
SUBNOTE NO.5-A:	
<u>CASH ON HAND</u>	
FC A/c	96650
LC A/c	10388
	107038
SUBNOTE NO.5-B:	
<u>BANK BALANCES</u>	
Axis Bank (A/c.1029)	14230764
Axis Bank (A/c.6051)	187436
Axis Bank (A/c.5998)	1545562
State Bank of India-Medchal	12169
	15975932
SUBNOTE NO.6-A:	
<u>PREPAID EXPENSES</u>	
AMC for X - Ray machine	19350
	19350
SUBNOTE NO.6-B:	
<u>DEPOSITS</u>	
Rent Deposit	252672
Fuel Deposit	25000
Telephone Deposit	1000
	278672



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

PARTICULARS	AS ON 31.03.2016
SUBNOTE NO.7-A:	
<u>DETAILS OF DONATIONS RECEIVED</u>	
<u>(GRANTS)</u>	
CBN International	27033412
OB International	37285001
Other Donations	1797647
CBN Foundation	9292140
	75408200
SUBNOTE 8-A:	
<u>BANK INTEREST</u>	
FC	127246
LC	107986
	235232
SUBNOTE NO.9-A:	
<u>PROVIDING AND CASING OF</u>	
<u>BOREWELLS</u>	
Salaries and allowances	6542116
Overtime	153787
EPF and other Funds	579252
Group Health Insurance	161383
Medical Allowance	87209
ESI Employer Share	55485
Employee Benefits	458938
Electricity	587638
Gas/heating Oil	39080
Telephone charges	65479
Internet	1305
Insurance Premium	246078
Security Services	265310
Repairs and maintenance	99887
PC Hardware/Software	127673
Drilling and casing	14653376
Pipes	2794227
Hand Pump assemblies	4138978
Erection and construction charges	17,38,041
Plaque charges	358890
Transportation charges	120340
Travelling and Accomodation	3342950
Professional Fees	141895
Camp arrangements	1959
Honorarium	35165
Humanitarian Relief	21900
Food	22050
Bank Charges	10657
Licence,Taxes and Fees	57810
Rents	131336
Office Supplies	25942
	37066136



SUBNOTE NO.9-B:**A.) CONDUCTING MEDICAL CAMPS**

Salaries and allowances	2143175
EPF and other funds	272814
Group Health Insurance	159924
Medical Allowance	44470
Employee Benefits	219234
Mailing Charges	78646
Electricity	550307
Gas/Heating Oil	41293
Telephone charges	30320
Internet	25240
Insurance premium	56514
Security Services	338679
Repairs and maintenance	80302
PC Hardware/Software	144383
Travelling and Accommodation	1440560
Audit Fees	307250
Professional charges	211738
Honorarium	512659
Humanitarian relief	1442929
Books & stationery	350
Medicines	3714267
Spectacles Expenses	593156
Surgery Expenses	50000
Camp arrangements	243884
Food expenses	1620069
Class arrangements	57557
Bank Charges	33877
Licence & Fees	15711
Construction expenses	1,68,860
Promotional expenses	2040
Office and other supplies	12513
Rents	165901
	14778621

SUBNOTE NO.9-C:**IMPARTING EDUCATION****A. (VIDHYA JYOTHI)**

Salaries and allowances	929246
EPF and other funds	53613
Medical Allowance	3613
Employee Benefits	52691
Telephone	2293
Travelling and Accommodation	69439
Humanitarian Relief	991561
Camp arrangements	74671
Books and Stationery	396377
Food	1071122
Class arrangements	293151
Honorarium	1941620
Office Supplies	2904
Fees for children	1670
	5883971



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



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:

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

1) DIRECTOR 19.09.2016
1. A G
2) DIRECTOR

Place: Secunderabad

Date: 19.09.2016




(C.SURESH)
Partner
Membership No.29709
19.09.2016

NAME AND ADDRESS OF THE ASSESSEE : M/S.OPERATION BLESSING INDIA
FLAT NO. 102, 1ST FLOOR,
JADE ARCADE,
PARADISE CIRCLE,
SECUNDERABAD-500 003
TELANGANA

STATUS : PRIVATE LIMITED COMPANY
(ASSOCIATION OF PERSONS)

PREVIOUS YEAR : 31.03.16

ASSESSMENT YEAR : 2016-17

DATE OF INCORPORATION : 16.4.1999

P.A.NO. : AABCC3223D/DIT (EXEMPTIONS)
HYDERABAD

TELEPHONE NO. : 040-23476777

REG.NO. : 01-03153 OF 1999-2000

REGISTRATION U/S 80G : F.NO.DIT(E)/HYD/80G/65(04)/09-10
DATED 08.10.09 FROM 1.4.2009
TO 31.3.2012

BANK DETAILS : Current A/c No. 32571119203 with
State Bank of India, Medchal Branch
With MICR No. 500002108

For OPERATION BLESSING INDIA

 Director

STATEMENT OF TOTAL INCOME

Particulars	Amount (Rs.)
Receipts during the year as per Income and Expenditure Account	7,62,20,685
Less: a) Amount applied for the objects of the Company as per the Income and Expenditure Account, excluding depreciation	(6,12,39,386)
Balance	1,49,81,299
Less: Purchase of Fixed Assets during the year: a. Computers- Rs. 116205 b. Office Equipment- Rs. 111330 c. Furniture - Rs. 151620	(3,79,155)
Balance	1,46,02,144
Less: 15% of Gross Receipts allowed for retention and future application for objects of Trust.	(1,14,33,103)
Balance	31,69,041
Less: Balance amount of Rs.31,69,041, being 4.16% of Gross Receipts accumulated and kept invested in prescribed Section 11(5) Investments for application for the objects of the Trust within the next five years	(31,69,041)
Total Income	NIL

TOTAL INCOME

NIL

For OPERATION BLESSING INDIA


Director

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, H.NO. 2-80 SY.NO 60&61 N.H.7 NAGPUR HIGHWAY, KANDLAKOYA, R.R. DISTRICT, ANDHRA PRADESH as at 31-03-2016 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 31-03-2016 and
- (ii) in the case of the Income and Expenditure account, the Deficit of its accounting year ending on 31-03-2016.

The prescribed particulars are annexed hereto.

Place: SECUNDERABAD.
Date : 03.10.2016



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. 61618541
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 accumulated or set apart* 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 wholly* for such purposes in part only Rs.11433103
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) Rs.3169041
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 YES, in Axis Bank
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 : 03.10.2016

For M/s.SEKHAR & SURESH
Chartered Accountants



(C.SURESH)

Partner

Membership No.200-29709