

**AUDITOR'S REPORT****Report on the Financial Statements under Foreign Contribution Regulation Act.****Opinion**

We have conducted a limited review of the standalone financial statements of **UMMEED CHILD DEVELOPMENT CENTER** ("the Company") for the purpose of Foreign Contribution Regulation Act, which comprise the Balance Sheet as at 31st March 2019, and the Statement of Income and Expenditure, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information on the basis of the affairs of the organisation through the funds received from foreign sources in designated bank account and on the basis of the statutory auditor's report dated 24 July 2019 on the financial affairs of the Company for the year ended 31st March 2019. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at March 31, 2019, and **Surplus** for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

For SLM & CO LLP
CHARTERED ACCOUNTANTS
(Firm's Registration No. W-100030)


Amit N Desai
Partner

Membership No. 122923
Mumbai: 30 December 2019
UDIN:19122923AAAACG9751




**Certificate to be given by Chartered Accountant**

We have audited the account of **UMMEED CHILD DEVELOPMENT CENTER** Ground Floor, Mantri Pride Co-op. Housing Society Limited, N.M.Joshi Marg, Lower Parel, Mumbai 400011, registered under section 8 of the Companies Act, 2013 under the Registrar of Companies, Maharashtra in Mumbai. Registration No.- U85320MH2001NPL132972 for the financial year ending the **31st March 2019** and examined all relevant books and vouchers and certify that according to the audited account:

- (i) The brought forward foreign contribution at the beginning of the financial year 2018-19 was Rs. **2,26,77,316/-**
- (ii) Foreign contribution of/ worth Rs. **1, 25,97,629/-** was received by the Association during the financial year 2018-19;
- (iii) Interest accrued on foreign contribution and other income derived from foreign contribution or interest thereon of/worth Rs. **14, 00,754/-** was received by the Association during the financial year 2018-19
- (iv) The balance of unutilized foreign contribution with the Association at the end of the financial year 2018-19 was Rs. **2,87,43,254/-**
- (v) Certified that the Association has maintained the accounts of foreign contribution and records relating thereto in the manner specified in section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with rule 17 of the Foreign Contribution (Regulation) Rules, 2011.
- (vi) The information in this certificate and in the enclosed Balance Sheet and statement of Receipt and Payment is correct as checked by me/us.
- (vii) The association has utilized the foreign contribution received for the purpose(s) it is registered/ granted prior permission under Foreign Contribution (Regulation) Act, 2010.

FOR SLM & CO LLP
CHARTERED ACCOUNTANTS

Firm No.: W-100030


Amit N Desai
Partner

Membership No.: 122923

Mumbai: 30 December, 2019

UDIN: 19122923AAAACG9751





CLINIC: Ground Floor, Mantri Pride, N. M. Joshi Marg, Lower Parel, Near Arthur Road Naka,
Mumbai 400 011. Contact: +91 22 62488100, info@ummeed.org

TRAINING FACILITY: 6B & 6C, Trust House, Global Hospital Compound, Dr. E. Borges Road, Parel,
Mumbai 400 012. Contact: +91 22 62102000, training@ummeed.org

To,
The Secretary to the Government of India
Ministry of Home Affairs
FCRA Wing / Foreigners Division
'NDCC-II Building'
Jai Singh Road, Off Parliament Street
New Delhi - 110 001

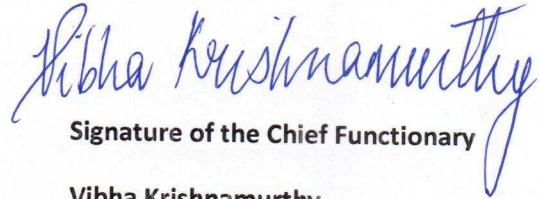
Declaration

I hereby declare that the above particulars furnished by me are true and correct.

I also affirm that the receipt of foreign contribution and its utilization have not been violative of any of the provisions of the Foreign Contribution (Regulation) Act, 2010, rules, notifications/ orders issued there under from time to time and the foreign contribution was utilized for the purpose(s) for which the association was granted registration/ prior permission by the Central Government.

Place: MUMBAI

Date: 30th December 2019


Signature of the Chief Functionary

Vibha Krishnamurthy

Ummeed Child Development Center
SUMMARY - FCRA FUND
(PERIOD FROM 01.04.2018 TO 31.03.2019)
ICICI Bank - A/c no. 000401132181 & Cash Account (FCRA)

| PARTICULARS | Amount (Rs.) | Amount (Rs.) |
|---|--------------|--------------|
| CASH & BANK BALANCE AS ON 01.04.2018 | | |
| - ICICI Bank A/c No. 000401132181 | 1,22,75,626 | |
| - FCRA Cash A/c | - | |
| FIXED DEPOSIT with ICICI BANK | 1,04,01,690 | 2,26,77,316 |
| ADD: INCOME | | |
| Bank Interest | 5,21,882 | |
| Donations Received | 1,52,027 | |
| FD Interest | 8,78,872 | |
| Grant Received | 1,24,45,602 | 1,39,98,384 |
| | | 3,66,75,700 |
| LESS: EXPENSES | | |
| EXPENSE ON ACTIVITIES | | |
| Computer Consumable, Photocopy, Printing & Stationary | 16,889 | |
| Consultancy Fee | 3,39,351 | |
| Conveyance and Travelling Expenses | 900 | |
| Courier Expense | 4,187 | |
| Electricity Expense | 29,853 | |
| Event expenses | 93,200 | |
| Housekeeping Expense | 58,232 | |
| IT Project expense | 23,01,859 | |
| Telephone and Internet | 54,575 | |
| Meeting Expense | 21,932 | |
| Office Expenses | 7,000 | |
| Staff Salary | 34,43,828 | |
| Payments toward statutory dues | 5,13,575 | |
| Payroll processing fees | 12,656 | 68,98,037 |
| ADMINISTRATIVE EXPENSES | | |
| Staff Salary | 10,19,329 | 10,19,329 |
| FIXED ASSETS | | |
| Asset Purchased -Printer | 15,080 | 15,080 |
| | | 2,87,43,254 |
| AMOUNT REPRESENTED BY | | |
| -FIXED DEPOSIT with ICICI BANK | 1,67,35,542 | |
| - ICICI Bank A/c No. 000401132181 | 1,19,99,588 | |
| CASH BALANCES | | |
| Cash (FCRA) | 8,124 | 2,87,43,254 |
| | | 2,87,43,254 |

FOR SLM & CO LLP

FOR UMMEED CHILD
DEVELOPMENT CENTER

CHARTERED ACCOUNTS

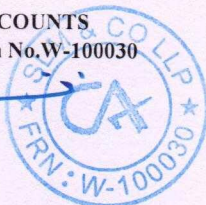
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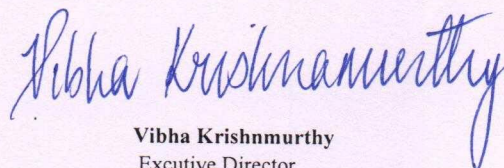

Amit N. Desai

Partner

Membership No: 122923

Date: 30 December 2019




Vibha Krishnamurthy

Executive Director

Date: 30 December 2019

UMMEED CHILD DEVELOPMENT CENTER**Balance Sheet as at 31st March 2019***As per Foreign Contribution Regulation Act, 2015 (for utilization of foreign funds)*

| Particulars | Notes | As at |
|---------------------------------------|-------|--------------------|
| | | March 31,2019 |
| | | Rupees |
| <u>EQUITY AND LIABILITIES</u> | | |
| Shareholders' Funds | | |
| Reserves and Surplus | 3 | 2,63,72,229 |
| Current liabilities | | |
| Other current liabilities | 4 | 77,63,582 |
| Payable | 5 | 2,86,933 |
| TOTAL | | 3,44,22,744 |
| <u>ASSETS</u> | | |
| Non-current assets | | |
| Fixed Assets | | |
| Tangible assets | 6 | 52,52,542 |
| Long-term loans and advances | 7 | 97,653 |
| Current assets | | |
| Programme income and Grant receivable | 8 | 3,29,295 |
| Cash and bank balances | 9 | 2,87,43,254 |
| TOTAL | | 3,44,22,744 |

The accompanying notes are an integral part of the financial statements.

Auditor's Report


Signed in terms of separate report of even date

SLM & CO LLP

Chartered Accountants

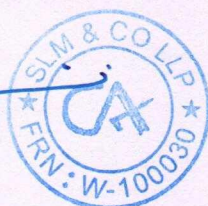
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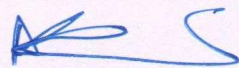
For And On Behalf Of The Board Of Directors


Amit N Desai
Partner

Membership No: 122923

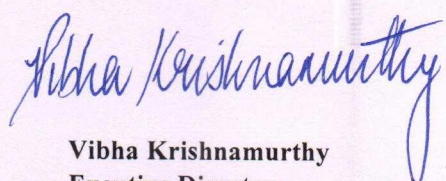
Date: 30 December 2019




Ashish Karamchandani
Director

DIN : 01894569

Date: 30 December 2019


Vibha Krishnamurthy
Executive Director

UMMEED CHILD DEVELOPMENT CENTER

Statement of Income & Expenditure for the year ended 31st March 2019
As per Foreign Contribution Regulation Act, 2015 (for utilization of foreign funds)

| Particulars | Notes | Year ended March 31,2019 Rupees |
|-----------------------------|-------|---------------------------------------|
| INCOME | | |
| Contributions and Donations | 10 | 65,67,576 |
| Other Income | 11 | 14,98,407 |
| TOTAL | | 80,65,983 |
| EXPENDITURE | | |
| Utilization of funds | 12 | 75,62,108 |
| Depreciation | 6 | 1,13,531 |
| TOTAL | | 76,75,639 |
| Surplus/(Deficit) | | 3,90,344 |

Significant Accounting Policies

The accompanying notes are an integral part of the financial statements.

Auditor's Report

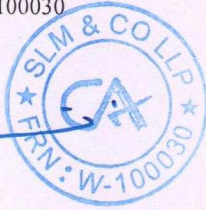
Signed in terms of separate report of even date.

SLM & CO LLP

Chartered Accountants

Firm Regn No: W-100030

For And On Behalf of The Board of Director
Ummeed Child Development Centre

Amit N Desai
Partner

Membership No: 122923

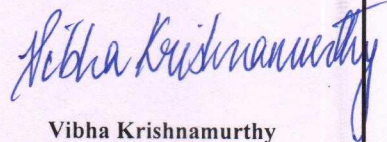
Date: 30 December 2019



Ashish Karamchandani
Director

DIN: 01894569

Date: 30 December 2019



Vibha Krishnamurthy
Executive Director

UMMEED CHILD DEVELOPMENT CENTER
Notes Forming Part Of the Financial Statements for the year ending 31 March 2019

1 Nature of Operations

The Company is registered u/s 8 of the Companies Act, 2013 for providing specialised care for underprivileged children with developmental disabilities.

1.1 The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on accrual basis in compliance with all material aspects of the Accounting Standards (AS) notified by the Companies Accounting Standard Rules, 2006 (as amended) and the provisions of the Companies Act, 2013. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2 Summary of Significant Accounting Policies

2.1 Accounting policy

Current/ Non-Current classification of assets and liabilities

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the acquisition of assets and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as up to twelve months for the purpose of current – non current classification of assets and liabilities.

2.2 Use of Estimates

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets & liabilities, the disclosure of contingent assets and liabilities on the date of the financial statements and reported amounts of revenues and expenses during the year reported. Actual results could differ from these estimates.

2.3 Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Items of fixed asset held for disposal are stated at lower of the net book value and net realisable value and are shown under other current assets. Expenditure on civil work undertaken as part of the renovation of the clinic premises have been capitalised and added to "Premises" in the Fixed Asset Schedule.

2.4 Depreciation

Depreciation on fixed assets is provided on the SLM over the remaining useful life of the assets estimated by the management. The management estimates the useful life for the different categories of fixed assets as follows :

| Assets | Schedule XIV Rates (WDV) |
|-----------------------------|--------------------------|
| Office Equipments | 5 years |
| Furniture other than chairs | 5 years |
| Chairs | 3 years |
| Computers | 3 years |
| Clinic Premises | 25 Years |
| Server & Network | 4 Years |
| Books | 5 years |
| Air conditioner | 5 years |

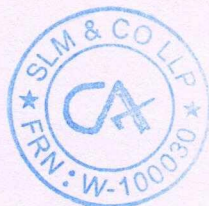
Intangible Assets: The maximum permissible life allowed by AS 26 for intangibles is 10 years. The management has estimated the life of intangibles as 4 years

2.5 Asset Fund

Fixed assets purchased out of grants received are charged off to the respective grants. These assets are capitalized and reflected under 'Additions' in the Fixed Asset register. An equal amount is transferred to the Asset Fund accounts for control purposes. Depreciation on fixed assets purchased out of grant funds is debited to the Asset Fund account. Accordingly, deletion of such fixed assets due to sale/disposal are also adjusted from the Asset Fund account.

2.6 Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to the present value at interest rate specific to the asset and in case where the specific rate is not available at the weighted average cost of capital which is adjusted for country risk/currency risk.



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UMMEED CHILD DEVELOPMENT CENTER
Notes Forming Part Of the Financial Statements for the year ending 31 March 2019

2.7 Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

2.8 Revenue recognition policy

Restricted grant funds are recognised as income to the extent grant conditions are met and the amount is utilised during the financial year. Unutilised grant funds are reflected under "Current Liabilities" in the Balance Sheet as "Grants received in advance - restricted funds. Unrestricted grants and donations are recognised as income in the year of receipt. Grants with firm commitment but not received are recognised as receivable under Current Assets.

2.9 Retirement and other employee benefits

Retirement benefits in the form of Provident Fund, a defined contribution scheme, as well as Gratuity Fund contributions are charged to the Statement of Income and Expenditure of the year in which the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective authorities.

2.10 Foreign Currency Transactions

Conversion

Foreign currency monetary items are reported using the closing rates. Non monetary items which are carried in terms of historical costs denominated in a foreign currency are reported using the exchange rate at the date of transaction.

Exchange Difference

It was observed that foreign currency transactions have been accounted in accordance with AS-11 issued by the ICAI. Transactions arising in foreign currency during the year are converted at bank rates as per bank advice received during the year. In the absence of bank intimation, and for transactions outstanding as on the year end date, the bank rate prevailing on that date is taken.

2.11 Taxes On Income

The Company has been registered as a Not-For-Profit company under the provisions of the Companies Act, 2013. By virtue of the license granted to the Center by the Central Government of India under section 8 of the Act, the word "PRIVATE LIMITED" has not been used as a part of its name. The income of the Center is exempt from Income Tax under the provisions of section 11 of the Income Tax Act, 1961. Hence the applicability of Accounting Standard (AS-22) Accounting for Taxes is not applicable.

2.12 Segment Reporting Policies

Segment Policies:

The Company is registered u/s 8 of the Companies Act, 2013 for providing specialised care for children with developmental disabilities. The activities of the Company are primarily concentrated in one geographical location. As such, there is no separate reportable segment as per accounting standard 17 on segment reporting.

2.13 Earnings Per Share

The Center has been registered as a Not-For-Profit company under the provisions of the Companies Act, 2013. By virtue of the license granted to the Center by the Central Government of India under section 8 of the Act, the word "PRIVATE LIMITED" has not been used as a part of its name. The income of the Center is exempt from Income Tax under the provisions of section 11 of the Income Tax Act, 1961. Hence disclosure requirements for EPS are not applicable to the Company.

2.14 Provisions

A provision is recognised when an enterprise has a present obligation as a result of a past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

2.15 Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Income and Expenditure on straight line method basis over the lease term.

2.16 Cash and Cash Equivalents

Cash and cash equivalents in the cash flow statement comprise cash at bank in current/ savings accounts as well as fixed deposits with maturity period of less than three months and cash in hand.



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| UMMEED CHILD DEVELOPMENT CENTER Notes to financial statements for the year ended 31 March 2019 | | |
|---|---|---------------------------------|
| 3 | Reserves and Surplus | March 31,2019 Rupees |
| | 1.Surplus: | |
| | <u>Surplus/ (deficit) in the statement of Income and Expenditure</u> | |
| | Opening balance | 2,08,53,855 |
| | Surplus/ Deficit for the year | 3,90,344 |
| | | 2,12,44,199 |
| | 2.Fixed Assets Fund | |
| | At the beginning of the Accounting Period | 24,94,586 |
| | Additions during the year | - |
| | Less: Utilisation during the year | 6,07,818 |
| | At the end of the Accounting period | 18,86,768 |
| | 3.Premises Fund | |
| | At the beginning of the Accounting Period | 33,77,716 |
| | Additions during the year | - |
| | Less: Utilisation during the year | 1,36,454 |
| | At the end of the Accounting period | 32,41,261 |
| | Total | 2,63,72,229 |
| | | |
| 4 | Other liabilities | March 31,2019 Rupees |
| | <u>Current</u> | |
| | Unearned revenue (Grant received in advance) | 77,63,582 |
| | Total | 77,63,582 |
| | | |
| 5 | Payables | March 31,2019 Rupees |
| | Creditors for Expenses | 2,86,933 |
| | Total | 2,86,933 |



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UMMEED CHILD DEVELOPMENT CENTER
Notes to financial statements for the year ended 31st March 2019

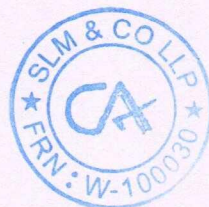
| 6. Fixed Assets | | | | |
|---|-----------------------|------------------------|------------------------------|------------------------|
| Particulars | As on April 1 2018 | Additions to Assets | Depreciation For The Year | As on March 31 2019 |
| Tangible assets | | | | |
| Clinic Premises | 33,77,716 | - | 1,36,454 | 32,41,262 |
| Air Conditioner | 21,78,640 | | 4,60,693 | 17,17,947 |
| Computers & Printer | 3,55,727 | | 1,86,527 | 1,69,200 |
| Server | 1,68,380 | | 63,688 | 1,04,692 |
| Equipments | 26,779 | | 7,338 | 19,441 |
| Furniture & Fixtures | 3,104 | | 3,103 | - |
| Total | 61,10,346 | | 8,57,803 | 52,52,542 |
| Less: Depreciation on Fixed Assets fund & Premises fund transferred to fund account | | | | |
| | | | 7,44,272 | |
| | | | 1,13,531 | |



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| UMMEED CHILD DEVELOPMENT CENTER | | |
|---|--|----------------------|
| Notes to financial statements for the year ended 31 March 2019 | | |
| 7 | Long-term loans and advances | March 31,2019 |
| | | Rupees |
| | Tax refunds due | 97,653 |
| | Total | 97,653 |
| 8 | Programme income and Grant receivable | March 31,2019 |
| | | Rupees |
| | Income Receivable | 3,29,295 |
| | Total | 3,29,295 |
| 9 | Cash and bank balances | March 31,2019 |
| | | Rupees |
| | (i)Cash in Hand | 8,124 |
| | (ii)Balances with banks: | |
| | – In Savings accounts | 1,19,99,588 |
| | – Fixed Deposit With Bank | 1,67,35,542 |
| | Total | 2,87,43,254 |
| 10 | Contributions and Donations | March 31,2019 |
| | | Rupees |
| | Grants Receipt | 64,15,549 |
| | Donations Received | 1,52,027 |
| | Total | 65,67,576 |
| 11 | Other income | March 31,2019 |
| | | Rupees |
| | <u>Interest income on</u> | |
| | - Savings Bank Account | 5,21,882 |
| | - Fixed Deposits | 9,76,525 |
| | Total | 14,98,407 |
| 12 | Utilization of funds | March 31,2019 |
| | | Rupees |
| | Local Conveyance Expense | 900 |
| | Salaries | 43,05,853 |
| | Professional Fees | 2,97,355 |
| | Meeting Expense | 2,900 |
| | Communication Expense | 15,000 |
| | Electricity Expenses | 29,853 |
| | Housekeeping Expenses | 59,236 |
| | Internet & Broadband Expense | 54,575 |
| | I.T.Consulting Services - Project Related | 27,50,994 |
| | Miscellaneous Expenses | 4,032 |
| | Office Expenses | 7,000 |
| | Office Supplies including Consumable | 6,911 |
| | Payroll Processing Fees | 13,334 |
| | Postage and Courier | 4,187 |
| | Printing & Stationery Expense | 9,978 |
| | Total | 75,62,108 |



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