



V. NAGARAJAN & CO.,

Chartered Accountants

AUDITORS' REPORT TO THE MEMBERS OF UNITED CARE DEVELOPMENT SERVICES

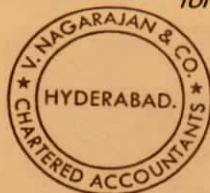
(A Company registered under section 25 of the Indian Companies Act, 1956)

We have audited the attached Balance Sheet of **'UNITED CARE DEVELOPMENT SERVICES'** as at March 31, 2011 and the Income and Expenditure account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

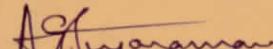
We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes, examining on a test basis, 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 evaluating the overall financial statement presentation. We believe that our audit provides reasonable basis for our opinion. On the basis of our audit 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 purposes 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 maintained at the Head Office of the Company;
- c) the Balance Sheet and the Income and Expenditure account dealt with by this report are in agreement with the books of account;
- d) In our opinion, the Income and Expenditure Account and the Balance Sheet comply with the accounting standards issued by The Institute of Chartered Accountants of India.
- e) In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet and the Income and Expenditure Account read together with the notes on accounts attached thereto.
- f) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011 and
- g) In the case of Income and Expenditure account, the excess of Expenditure over Income for the year ended on that date.

Hyderabad
April 30, 2011.



for **V. NAGARAJAN & Co.,**
Chartered Accountants


A.G. SITARAMAN
Partner
M.N. 017799

UNITED CARE DEVELOPMENT SERVICES

Rs.

BALANCE SHEET AS AT	Sch	March 31,2011	March 31,2010
Source of Funds:			
FUND & RESERVES			
Share Capital	1	100,000	80,000
Capital Reserve		818,997	818,997
Unsecured Loan (Interest free)		439,306	-
TOTAL		1,358,303	898,997
Application of Funds:			
FIXED ASSETS (at Cost)			
Less: Accumulated Depreciation	2	104,670	135,560
		37,002	-
		67,668	135,560
CURRENT ASSETS, LOANS AND ADVANCES			
Cash and Bank Balances	3	13,038	34,502
Loans And Advances(unsecured - considered good)		2,327	-
		15,365	34,502
LESS: CURRENT LIABILITES AND PROVISIONS			
	4	146,160	41,070
NET CURRENT ASSETS			
		(130,795)	(6,568)
MISCELLNEOUS EXP AND LOSSES			
Income & Expenditure Account (Debit balance)		1,421,430	770,005
TOTAL		1,358,303	898,997

Accounting Polices and Notes to Accounts

8

The schedules referred to above and notes to accounts form an integral part of accounts.

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

A.G. Sitaraman

A.G.Sitaraman
Partner
M.N. 017799

for, **UNITED CARE DEVELOPMENT SERVICES**

N.V. Ramana

N.V.Ramana
Director

P.S. Gunaranjan

P.S.Gunaranjan
Director

Hyderabad
April 30,2011



INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED	Sch.	March 31,2011	March 31,2010
INCOME:			
Donations	5	635,814	331,877
TOTAL (A)		635,814	331,877
EXPENDITURE:			
Grants	6	479,079	193,000
Direct project Expenses		6,870	-
Salaries		459,900	-
Administrative Expenses	7	304,389	92,549
Depreciation	2	37,002	-
pre/incorporation expenses written off		-	816,333
TOTAL (B)		1,287,240	1,101,882
(Deficit) for the year	C=(A-B)	(651,426)	(770,005)
Balance brought forward - previous year		(770,005)	-
Transfer to Balance Sheet		(1,421,430)	(770,005)

Accounting Polices and Notes to Accounts

8

The schedules referred to above and notes to accounts form an integral part of accounts.

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

A.G. Sitaraman
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Partner
M.N. 017799

for, **UNITED CARE DEVELOPMENT SERVICES**

N.V. Ramana
N.V.Ramana
Director

P.S. Gunaranjan
P.S.Gunaranjan
Director

Hyderabad
April 30,2011



UNITED CARE DEVELOPMENT SERVICES

Rs.

SCHEDULES TO ANNUAL ACCOUNTS AS AT**March 31,2011****March 31,2010****Sch: 1 SHARE CAPITAL***Authorised:*

1000 Equity Shares @ Rs. 100 Each

100,000**100,000***Issued and Subscribed:*

800 Equity @ Rs. 100 each, fully paid up

100,000

80,000

Total**100,000****80,000****Sch 3 : CASH AND BANK BALANCES**

Balance with Scheduled Bank in Current Account

12,586

34,502

Cash in Hand

452

-

Total**13,038****34,502****Sch 4: CURRENT LIABILITES AND PROVISIONS**

Salary Payable

109,500

-

Statutory dues

14,600

4,500

Expenses Payable

22,060

36,570

Total**146,160****41,070****Sch 5: DONATIONS**

Donations towards Project

329,197

210,000

Donations towards Operation

306,617

121,877

635,814**331,877****Sch 6: GRANTS**

Grant to INDIAN GRAMEEN SERVICES

205,078

193,000

Grant to INDIAN GRAMEEN SERVICES - Kind

57,329

-

Grant to ISHA OUTREACH

160,000

-

Grant to ISHA OUTREACH- Kind

16,999

-

ISHA OUTREACH - Project Exp

673

-

Grant to PALLI UNNAYAN SEVA SAMITI

36,000

-

Grant "Do Not Waste Donate Your Waste" - Kind

3,000

-

Total**479,079****193,000**

UNITED CARE DEVELOPMENT SERVICES

SCHEDULE 2: FIXED ASSETS		(Rupees)						Rate of Depreciation as per Companies Act	
Description	Gross Block			Depreciation		Net Block			
	As on April 1, 2010	Additions during the year	Deletions during the year	As on March 31, 2011	Up to April 1, 2010	For the Year	Total	As on March 31, 2011	As on March 31, 2010
Computer & Accessories	116,910	-	30,890	86,020	-	34,408	34,408	51,612	116,910
Office equipment (mobile)	18,650	-	-	18,650	-	2,594	2,594	16,056	18,650
TOTAL	135,560	-	30,890	104,670	-	37,002	37,002	67,668	135,560

Accounting Policies and Notes to Accounts Schedule 8

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

(Signature)
(A.G.SITARAMAN)
 Partner

M. No.: 017799



April 30, 2011

for, **UNITED CARE DEVELOPMENT SERVICES**

(Signature)
N.V.Ramana Director
P.S.Gunaranjan Director



UNITED CARE DEVELOPMENT SERVICES

Rs.

SCHEDULES TO ANNUAL ACCOUNTS AS AT

March 31,2011

March 31,2010

Sch 7: ADMINISTRATIVE EXPENSES

Investig & Conveyance	1,35,857	2,098
Rates & Taxes	2,500	-
Telephone & Internet Charges	54,060	-
Awareness Creation Expenses	14,020	-
Insurance	564	-
Bank Charges	27,796	-
IT Solutions (Domain Main)	9,549	-
Professional & Consultancy fee	16,150	52,600
Printing & Stationery	18,290	20,000
Miscellaneous Exp	983	1,306
Auditor's Remuneration	22,060	16,545
Assets written off	2,560	-
Total	304,389	92,549

Law *Sanyal*

UNITED CARE DEVELOPMENT SERVICES

SCHEDULE 8: NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS

A) ACCOUNTING POLICIES:

1) Basis of Accounting:

- i) The Financial statements are drawn up based on historical costs and mercantile basis of accounting has been followed, except grants and contributions, which are accounted for on cash basis.
- ii) Grants to other organization for implementation of approved projects have been accounted as expenditure on disbursement.

2) Fixed Assets and Depreciation:

- i) Fixed Assets is stated in the books at the historical cost inclusive of all incidental expenses incurred for acquisition of such assets.
- ii) Depreciation is provided on the written down value at the stated rates on prorata basis from the day the asset is put into use.
- iii) The rate assumed for calculating the depreciation under written down value method is as follows:

Class of fixed assets	Rate of Depreciation
Computers & Software	40.00%
Office Equipment)	13.91%

3) Investments:

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

4) Income Tax:

The company is registered under sec 25 of the companies act and sec 12A of Income Tax Act, 1961. The Income (if any) is exempted from tax.

B) NOTES TO ACCOUNTS

1) Operation: The objective of 'United Care Development Services' (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.

2) The Capital Reserve is the contribution made by the Mentor Mr. Gunanujan in the previous financial year.

3) DETAILS OF AUDITOR'S REMUNERATION:

Particulars	Rs.	
	March31, 2011	March31, 2010
Auditor Fee	11,030	11,030

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UNITED CARE DEVELOPMENT SERVICES

SCHEDULE 8: NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS

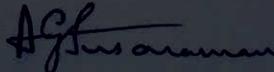
a. ... which remuneration has been paid during the year to any Director or promoters of the Company.

b. MISCELLANEOUS:

- a) Additional information pursuant to paragraph 4 -C and 4-D of Part-II of Schedule VI of the Companies Act, 1956 - NIL/Not Applicable.
- b) The Company is in the process of identifying the suppliers, who would be covered under the Micro, Small and Medium Enterprises Development Act, 2006. Under these circumstances, the information, if any, required to be disclosed under the Act, has not yet been ascertained.
- c) The Company has kept all the unutilized balance of fund in the form of bank balance with scheduled banks, which are in conformity with section 11(5) of the Income Tax Act, 1961.

As per our report of even date

for, **V. NAGARAJAN & Co.,**
Chartered Accountants



A.G.SITARAMAN
Partner
M.N.017799

for, **UNITED CARE DEVELOPMENT SERVICES**



N.V.Ramana **P.S.Gunaranjan**
Director Director

Hyderabad
April 30, 2011



UNITED CARE DEVELOPMENT SERVICES

Rs.

CASH FLOW STATEMENT FOR THE YEAR ENDED		March 31,2011	March 31,2010
(A) Cash Flow from Operating Activities			
Net Profit before taxes		(651,426)	(770,005)
Adjustment for Non Cash Expenditure:			
Depreciation		37,002	-
Fixed assets Written off		2,560	-
Donation of Computer to IGS		28,330	-
<i>Operating profit before working capital changes</i>		(583,534)	(770,005)
Adjustments for:			
(Increase)/Decrease in Operating Assets			
Net Increase/(Decrease) in Current Liabilities		102,763	41,070
Net Cash flow from Operating Activities (A)		(480,771)	(728,935)
(B) Cash Flow from Investment Activities			
Purchase of Fixed Assets		-	(135,560)
Net Cash flow from Investments Activities (B)		-	(135,560)
(C) Cash Flow from Financing Activities			
Increase/(Decrease) in Share Capital		20,000	80,000
Increase/(Decrease) in Unsecured Loan		439,306	-
Increase/(Decrease) in Capital Reserve		-	818,997
Net cash flow from Financing Activities (C.)		459,306	898,997
Net Increase or Decrease in Cash or Cash equivalents (A)+(B)+(C)		(21,465)	34,502
Add: Opening Cash and Cash equivalents		34,502	-
Closing Cash and Cash Equivalents as per the books		13,038	34,502
Net Increase		(21,465)	34,502

As per our report of even date
for V.NAGARAJAN & Co.,
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A.G. Sitaraman

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Partner
M.N. 017799

for, **UNITED CARE DEVELOPMENT SERVICES**

N.V. Ramana *P.S. Gunaranjan*

N.V.Ramana **P.S.Gunaranjan**
Director Director

Hyderabad
April 30,2011



UNITED CARE DEVELOPMENT SERVICES

Enclosure to Notes forming part of accounts for the year ended March 31, 2011

The Information Relating to the Balance Sheet abstract and the Company's General Business Profile.
As per Part IV of Schedule VI to the Companies Act, 1956 as under:

Rs. in thousand

I. Registration Details

Registration No. **U93000AP2010NPL066991** State Code **0 1**
Balance Sheet Date **3 1 0 3 2 0 1 1**

II. Capital Raised During the Period (Amount in Rs. Thousands)

Public Issue	-	Right Issue	-
Bonus Issue	-	Private Placement	20

III. Position of Mobilization and deployment of Funds (Amount in Rs. Thousands)

Sources of Funds	Total Liabilities	1,358	Total Assets	1,358
	Paid up Capital	100	Reserves and Surplus	819
	Secured Loans	-	Unsecured Loans	439
	Deferred Taxation	-		

Application of Funds

Net Fixed Assets	68	Investments	-
Net Current Assets	(131)	Miscellaneous Expenditure	-
Accumulated Losses	(1,421)		

IV. Performance of Company (Amount in Rs. Thousands)

Total Receipts	636	Total Expenditure	1,287
Profit/Loss before Tax	(651)	Profit/Loss after Tax	-
Earning Per Share Rs.	-	Dividend	-

VI. Generic Name of Three Principal Products/Services of the Company.

Item Code No. (ITC Code): **N . A**
Product Description **Not for Profit Company**

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

for, **UNITED CARE DEVELOPMENT SERVICES**

Place: Hyderabad
Date: April 30, 2011

A.G. Sitaraman

N.V. Ramana

P.S. Gunaranjan

A.G.SITARAMAN
Partner
Membership No.017799

N.V.Ramana
Director

P.S.Gunaranjan
Director

