



SECOND ANNUAL REPORT
FINANCIAL YEAR-2017-2018

CfHE

FOUNDATION FOR CfHE

(A not for profit Company limited by Guarantee & not having Share Capital)

Board of Directors

1. **Rajesh Mashruwala**
(Prime Venture Partners, Ex- VP, TIBCO & Alum IITB)
2. **Avi Nash**
(Avi Nash LLC, Former Partner Goldman Sachs, Alum IITB)
3. **Kirat Patel**
(Exec Director Alkyl Amines, Alum IITB)
4. **Prashant Ranade**
(Co-Chairman, Syntel Inc, Alum IITB)
5. **Anand Bang**
(Honorary advisor - Health, CM of Maharashtra, Health advisor, Tata Trusts, SEARCH, Gadchiroli)
6. **Prof. Uday Desai**
(Director IIT Hyderabad)
7. **Prof . Renu John**
(Associate Professor and Head, Biomedical Engg, IIT Hyderabad)
8. **Dr. Subha N Rath**
(Associate Professor,Biomedical Engg,IIT Hyderabad)

Executive Officers

Ms. Juhee Ahmed
CEO

Statutory Auditor

R. K.Sanghi & Associates
Chartered Accountants

Internal Auditor

SFS Advisors Pvt. Ltd.

Company Secretary

CS Jayata Agarwal

Bankers

State Bank of India

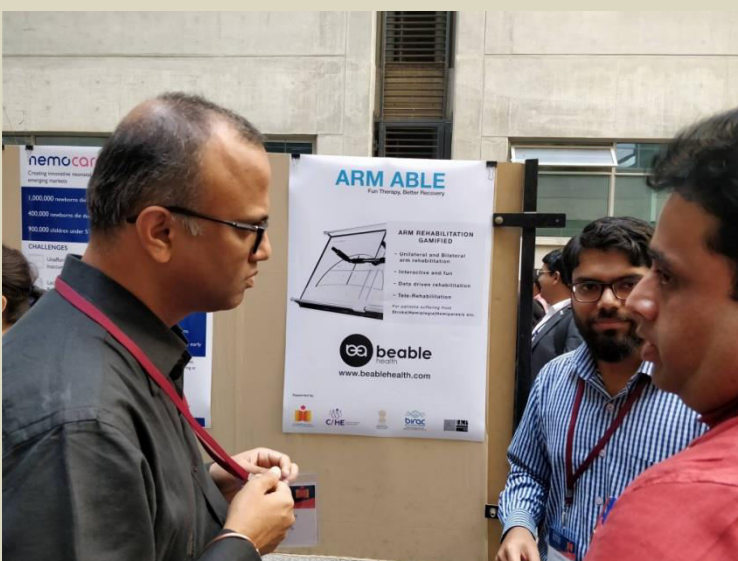
Registered Office:
Academic Block-A, IIT Hyderabad, Kandi Campus,
Sangareddy, Medak, Telangana, India-502285
Contact: +91 40 2301 6097
Fax: +91 04 2301 6032
Email: hc@iith.ac.in



(Bhavesh, Renu, Mohan & fellows)



(Rajesh Mashruwala's visit)



Habib Ali- Industry day



Prof. Renu John- Industry Day



GES

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NOTICE OF SECOND ANNUAL GENERAL MEETING

NOTICE is hereby given that the 2nd Annual General Meeting of the Members of **FOUNDATION FOR CfHE** will be held at a shorter notice on **Friday 27th July, 2018 at 11.30 am(IST)** at its registered office: Academic Block-A, IIT Hyderabad, Kandi Campus, Sangareddy, Medak, Telangana, India-502285 to transact the following business:-

Ordinary Business:

1. To receive, consider and adopt the audited financial statements of the company for the year ended 31st March, 2018 including balance sheet and the statement of income and expenditure for the year ended on that date along with the report of board of directors and auditor thereon.
2. To notify appointment of **CA. Rajgopal Sanghi** from **M/s. R. K. Sanghi & Associates, chartered accountant, Nagpur**, as the statutory auditor of the Company.

Notes:

- a) A member entitled to attend and vote at the meeting, is entitled to appoint a proxy to attend and to vote instead of himself and the proxy need not be a member.
- b) Members are requested to bring their copies of Annual Report and Accounts to the meeting.

By order of the Board
Foundation for CfHE

Date: 27th July, 2018

Place: Sangareddy

**Renu John
(Director)**

DIRECTORS' REPORT

To,
The Members,
Foundation for CfHE,
Sangareddy.

Your Directors have pleasure in presenting the **Second Annual Report** of the Foundation for CfHE together with audited accounts for the financial year ended March 31, 2018.

I. Preamble

Foundation for CfHE (hereinafter referred to as CfHE) was incorporated on August 08, 2016 as a not for profit company limited by guarantee and not having share capital under section 8 of the Companies Act, 2013.

Centre for Healthcare Entrepreneurship, promoted by two IIT Bombay alumni, will be an interdisciplinary center focused on making universal healthcare a reality. The center's objective is to catalyze healthcare innovation with a focus on affordable solutions to address healthcare needs of India, particularly its underserved population. The center hopes to jump-start on and eventually self-sustain effort that trains entrepreneurs to deliver a pipeline of cost-efficient solutions, which are increasingly 'commercialized'.

II. Financial Results

Your company financial results for the year 2017-18 are given below in summarized format:

| Sr. No. | Particulars | ₹ |
|---------|---|-------------------|
| 1. | Total Income | 334,13,378 |
| 2. | Less: Total Expenditure | 81,26,357 |
| 3. | Less: Funds earmarked for Stipends to Fellows Transferred to Balance Sheet | 251,00,000 |
| 4. | (Deficit)/Surplus before Tax | 29,37,021 |
| 5. | Tax Expenses | - |
| 6. | (Deficit)/Surplus for the year | 29,37,021 |

III. Business Activities:

During the year under review, CfHE had undertaken the following activities.

- CfHE drove batch 1 graduation pitch which commences with pitch jury that includes Go Norht Ventures, Kamineni hospital and Asian Institute of Gastroenterology. NemoCare and BeAble secure good validation and move into incubation phase and approval to formally be our first start-ups to be incubated at CfHE.
- Rajiv Doshi and Anurag Mairal - Stanford Professors visit to assess fellows. Rajeev and Anurag have been giving us regular support and advice through the fellowship.
- The project involving the Design i-school, exposing the Fellows to the Design i-School sponsored by Japanese collaboration and Tokyo University – refined design thinking skills and global immersion experience with Japanese students.

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- Clinical immersions commence at PHC(Primary healthcare Centers) – this was with Karuna Trust. Clinical immersion at Kamineni Hospitals with high level of engagement from medical teams keen to share their insight to help fellows arrive at needs assessments.
- C/HE's Batch 2 commences its Clinical immersion at the Asian Institute of Gastroenterology – deep insights into needs assessment and problem areas in healthcare. AIG is a leading corporate hospital and partner supporting C/HE in multiple ways.
- C/HE received an awards for innovation at International Innovation Fair September 2017.
- Awards and recognition for Nemocare Wellness Pvt Ltd:
 - Winner of Start TLV award for the period July 2017.
 - Winner of Grand Challenges Exploration- round 19 by Bill and Melinda gates foundation. November 2017.
 - Winner-Start TLV 2017 organized by TIE Delhi, Niti Aayog and Municipality and Embassy of Israel.
 - Gold medal winner for innovation at International Innovation Fair September 2017, Vizag hosted by IIFA.
 - Winner of the teaser pitch at International Knowledge Millennium Conference Oct 2017 hosted by IKP.
 - Women in Entrepreneurship award to co- founder Pratyusha Pareddy–March 2018.
 - American Society of Mechanical Engineers, ASME Challenge, made it to the top 8 nationwide start-ups, did not make to top 3 March 2018.
 - One of 19 global companies to be invited to pitch for UB Berkley's Global Social Venture. Challenge May 2018 in Milan. Missed out on making it to top 3 by a narrow vote.
- Awards and recognition for BeAble Health Pvt. Ltd:
 - First Prize at Start-up Weekend - Healthcare Edition 2017.
 - Gold medal for innovation at the IIA International Innovation Fair Sept 2017.
 - 3rd Position in Teaser Pitch Competition organized on the occasion of “IKMC2017: Start-up to Scale-up Oct 2017.
- GES: C/HE participates in GES – Pitch sessions by NemoCare at the GES Medtech Consortium – favorable reviews by former CEO of Cisc, John T. Chambers.
- Media interview session by NDTV – C/HE start-ups were featured in a 20 minute live interview panel from TV network, featured amongst other start-ups achieving national coverage about IIT Hyderabad and C/HE.
- BioAsia 2018: C/HE conducted fellowship programmes for research in bio-design process and various major health issues plaguing the society. The well positioned branded booth, with

presentations and projection at a prominent location, several hundred visitors, with presence from CfHE fellows, start-ups.

IV. Directors:

The present directors of the CfHE are **Mr. Rajesh Mashruwala, Mr. Avi Manudhane Nash, Prof. Uday Desai, Mr. Kirat Patel, Mr. Prashant Ranade, Mr. Renu John, Mr. Anand Bang and Mr. Subha Narayan Rath.**

CfHE has appointed **Ms. Juhee Ahmed** as a **Chief Executive Officer (CEO)** w.e.f. **1st January, 2018.**

V. Directors Meetings:

During the financial year ended March 31, 2018, three board meetings were held on **11th April, 2017, 4th September, 2017** and **28th December, 2017** in compliance with the provisions of Companies Act, 2013.

EGM:

During the financial year ended March 31, 2018, an extra Ordinary general meeting was held on **5th May, 2017** to alter MoA & AoA of the company in order to register the company under section 12A of the Income Tax Act 1961 as a charitable institution.

VI. Policy relating to Directors appointment and remuneration:

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of directors, payment of managerial remuneration, directors qualifications, positive attributes, independence of directors and other related matters as provided under Section 178(3) of the Companies Act, 2013. None of the directors during the year has received any remuneration from the Company.

VII. Auditors:

The Members at the Annual General Meeting held on 27th September, 2017 appointed **CA Rajgopal Sanghi of M/s R. K. Sanghi & Associates**, chartered accountant, as an auditor of the company for a period of five years to hold office from the conclusion of first annual general meeting to the conclusion of the sixth consecutive annual general meeting.

CA Rajgopal Sanghi of M/s R. K. Sanghi & Associates, chartered accountant, have confirmed their eligibility and willingness to accept office, if reappointed.

There were no qualifications, reservations or adverse remarks made by the auditor in their report. The provisions relating to submission of secretarial audit report are not applicable to the company.

VIII. Details of policy developed and implemented by the company on its corporate social responsibility initiatives:

The provisions of corporate social responsibility are not applicable to the company.

IX. Particulars of contracts or arrangements with related parties:

No agreement was entered with related parties by the company during the current year. All the related party transactions were entered by the company in ordinary course of business and were in

arm's length basis. The company presents all related party transactions before the board specifying the nature, value, and terms and conditions of the transaction. Transaction with related parties are conducted in a transparent manner with the interest of the Company and members as utmost priority.

Since all the related party transactions were entered by the Company in ordinary course of business and were in arm's length basis, FORM AOC- 2 is not applicable to the Company.

X. Public Deposits:

The Company has not accepted deposit from the public falling within the ambit of Section 73 of the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014. During the year under review, there was no unclaimed deposit amount which is required to be transferred to Investor Education and Protection Fund.

XI. Particulars of loans, guarantees or investments:

No loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 were given during the year under review.

XII. Particulars of conservation of energy, technology absorption are given in the prescribed format under the Companies (Accounts) Rules, 2014:

Particulars of conservation of energy, technology absorption and foreign exchange earnings and outgo as required under Section 134(3) (m) of The Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014 are not applicable.

XIII. Directors' Responsibility Statement:

Your Directors hereby confirm and declare that:

- i. In the preparation of final accounts for the year ended March 31, 2018, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- ii. They had selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the year ended March 31, 2018 and of the loss of the Company for that period;
- iii. They had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. They had prepared the accounts for the year ended March 31, 2018 on a 'going concern' basis.
- v. They had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating efficiently.

XIV. General:

- a) There were no significant material orders passed by the Regulators or Courts which would impact the going concern status of the Company and its future operations.
- b) During the year under review, no complaints/cases were filed pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

XV. Acknowledgements:

The directors place on record their sincere appreciation for the assistance and co-operation extended by Bank, its employees, its investors and all other associates and look forward to continue fruitful association with all business partners of the company.

For and on behalf of the Board

Date: 27th July, 2018

Place: Sangareddy

Dr. Uday Desai
(Director)
DIN:01735464

Prof. Renu John
(Director)
DIN: 07542200

INDEPENDENT AUDITOR'S REPORT

**TO,
THE MEMBERS,
FOUNDATION FOR CfHE,
HYDERABAD.**

Report on the Financial Statements

We have audited the accompanying Financial Statements of **FOUNDATION FOR CfHE**, (“the Company”), which comprise the Balance Sheet as at **31st March, 2018**, the Income & Expenditure Statement, for the year then ended and a summary of significant accounting policies & other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those 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 the 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. An audit also includes evaluating the appropriateness of the accounting

policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 on the financial statements.

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, of the state of affairs of the Company as at 31 March, 2018 and its profit and its cash flows for the year ended on that date.

Report on other legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub - section (11) of section 143 of the Act does not apply to the company since it is company licensed to operate under Sec.8 of the Companies Act, 2013.

2. As required by Section 143 (3) of the Act, We report that:

(a) We have sought and 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 account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) The balance sheet, the statement of income & expenditure statement dealt with by this Report are in agreement with the books of account;

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors as on 31 March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy of internal financial controls or financial reporting of the company & the operating effectiveness of such control, refer to my report in annexure (A)

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

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- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long - term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor education and Protection Fund by the Company.

**For R.K.Sanghi & Associates
Chartered Accountant
Firm Registration No.: 139732w**

**Place: Nagpur
Date: 27th July, 2018**

**Sd/-
Rajgopal Sanghi
(Partner)
Memb.No 141918**