

**AROGYA, INC.
(d/b/a AROGYA WORLD)**

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2012

AROGYA, INC. (d/b/a AROGYA WORLD)
YEAR ENDED DECEMBER 31, 2012

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Independent Accountants' Review Report

Board of Directors
Arogya, Inc. (d/b/a Arogya World)
Langhorne, PA

We have reviewed the accompanying statement of financial position of Arogya, Inc. (d/b/a Arogya World) (a Pennsylvania Nonprofit Organization) as of December 31, 2012 and the related statements of activities and changes in net assets and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Shechtman Marks Devor PC

July 10, 2013

AROGYA, INC. (d/b/a AROGYA WORLD)
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2012
(See Independent Accountants' Review Report)

ASSETS

Current assets:

Cash	\$ 96,214
Contributions receivable	<u>32,610</u>

Total assets	<u><u>\$128,824</u></u>
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LIABILITIES AND NET ASSETS

Current liabilities:

Accounts payable	\$ 2,394
Accrued expenses	<u>16,446</u>

Total current liabilities	<u>18,840</u>
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Net assets:

Unrestricted	109,757
Temporarily restricted	<u>227</u>

Total net assets	<u>109,984</u>
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Total liabilities and net assets	<u><u>\$128,824</u></u>
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AROGYA, INC. (d/b/a AROGYA WORLD)
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2012
(See Independent Accountants' Review Report)

	Unrestricted	Temporarily Restricted	Total
Revenue:			
Contributions and grants	\$ 183,482	\$ -	\$183,482
In-kind contributions	121,860	-	121,860
Net assets released from restrictions	97,773	(97,773)	-
Total revenue	403,115	(97,773)	305,342
Functional expenses:			
Program operating expenses:			
In-kind services	48,550	-	48,550
Communications	49,220	-	49,220
Conferences and meetings	2,906	-	2,906
Education	21,698	-	21,698
mHealth program	84,857	-	84,857
Professional fees	4,105	-	4,105
In-kind travel and related expenses	10,430	-	10,430
	221,766	-	221,766
Fundraising expenses:			
In-kind services	24,450	-	24,450
Communications	12,723	-	12,723
Development materials	1,238	-	1,238
Marketing and networking fees	168	-	168
Travel and related expenses	262	-	262
In-kind travel and related expenses	6,258	-	6,258
	45,099	-	45,099
General and administrative expenses:			
In-kind services	28,000	-	28,000
Bank charges	591	-	591
Conferences & meetings	980	-	980
Insurance expense	1,545	-	1,545
Other expenses	487	-	487
Professional fees	10,876	-	10,876
Travel and related expenses	1,519	-	1,519
In-kind travel and related expenses	4,172	-	4,172
Taxes and fees	493	-	493
	48,663	-	48,663
Total expenses	315,528	-	315,528
Change in net assets	87,587	(97,773)	(10,186)
Net assets, beginning of year	22,170	98,000	120,170
Net assets, end of year	\$ 109,757	\$ 227	\$109,984

AROGYA, INC. (d/b/a AROGYA WORLD)

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2012

(See Independent Accountants' Review Report)

Cash flows from operating activities:

Change in net assets	\$ (10,186)
Changes in operating assets and liabilities:	
(Increase) decrease in operating assets:	
Receivables:	
Contributions	(32,610)
Grants	35,000
Increase in operating liabilities:	
Accounts payable	894
Accrued expenses	16,446

Net cash provided by operating activities9,544**Net increase in cash**

9,544

Cash, beginning of year86,670**Cash, end of year**\$ 96,214

AROGYA, INC. (d/b/a AROGYA WORLD)

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2012

(See Independent Accountants' Review Report)

1. DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

Arogya, Inc. (d/b/a Arogya World) (the "Organization"), founded in 2010, is a not-for-profit organization that raises global awareness about Non Communicable Diseases (NCDs) and focuses on prevention through lifestyle changes by promoting healthy living. The Organization's mHealth Program uses mobile technology to disseminate information about healthy living.

Basis of Presentation

The Organization's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America ("US GAAP") using the accrual basis of accounting, and as such, are required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

Classification of Net Assets

Net assets are categorized according to externally (donor) imposed restrictions. A description of the net assets categories is as follows:

Unrestricted net assets - are those net assets that are available for the support of operations and whose use is not externally restricted by donors.

Temporarily restricted net assets - are those net assets subject to donor-imposed stipulations that can be fulfilled by the Organization's actions pursuant to these stipulations or that expire by the passage of time. As of December 31, 2012, the Organization had \$227 of net assets restricted for program use.

Permanently restricted net assets - are those net assets whose use by the Organization has been limited by donors in perpetuity. There were no permanently restricted net assets as of the statement of financial position date.

Use of Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Support and Revenue Recognition

In accordance with US GAAP, grants and contributions, including unconditional promises to give, are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Grants and contributions are recorded upon receipt of notification.

AROGYA, INC. (d/b/a AROGYA WORLD)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2012
(See Independent Accountants' Review Report)

1. DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Support and Revenue Recognition (Continued)

When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities and changes in net assets as net assets released from restrictions. Gifts for which the donor restriction expires in the same year as the receipt of the gift are included in unrestricted support.

All contributions are considered available for unrestricted use unless specifically restricted by donor request. The Organization received no restricted contributions during the year ended December 31, 2012.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited based upon employee time spent on each program or service.

Donated Services

The Organization generally pays for most services requiring specific expertise. The value of donated services is recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Donated services that met the criteria for recognition are included as in-kind contribution revenue and related expenses in the accompanying statement of activities and changes in net assets. The Organization recorded \$101,000 of in-kind contributions for time (salary) donated by the Executive Director, Treasurer and Business Development Manager during the year ended December 31, 2012. Additionally, the Executive Director personally paid for approximately \$21,000 of unreimbursed travel and related costs for business trips taken on behalf of the Organization.

Income Taxes

The Organization is exempt from federal income taxes under the provisions of the Internal Revenue Code Section 501(c)(3), and is exempt from state income taxes under the provisions of the Pennsylvania Nonprofit Corporation Law. The Organization is not a private foundation under Section 509(a) of the Internal Revenue Code. Therefore, no provision for federal or state income taxes are included in the accompanying financial statements.

AROGYA, INC. (d/b/a AROGYA WORLD)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2012
(See Independent Accountants' Review Report)

2. COMMITMENTS

The Organization has entered into various agreements with vendors for work to be performed in fulfillment of the Organization's mission of providing education and information about NCD's. Payments are due to these vendors in stages based upon the satisfactory completion of the contracted services. The total amount due under these agreements upon the vendors reaching these milestones in 2013 is approximately \$75,000 as of December 31, 2012.

3. UNCERTAIN TAX POSITIONS

Management of the Organization considers the likelihood of changes by taxing authorities in its filed income tax returns and recognizes a liability for or discloses potential significant changes that management believes are more likely than not to occur upon examination by tax authorities, including changes to the Organization's status as a not-for-profit entity. Management believes the Organization met the requirements to maintain its tax-exempt status and has not identified any uncertain tax positions subject to the unrelated business income tax that require recognition or disclosure in the accompanying financial statements. The Organization's income tax returns for the past three years are subject to examination by tax authorities, and may change upon examination.

4. CONCENTRATION OF CREDIT RISK

During the year ended December 31, 2012, approximately 76% of contributions and grants revenue was received from three donors. One of these three donors also accounted for approximately 68% of outstanding contributions receivable as of December 31, 2012.

5. SUBSEQUENT EVENTS

The Organization has evaluated events and transactions for potential recognition or disclosure in the financial statements through July 10, 2013, the date on which the financial statements were available to be issued.