



**INDEPENDENT AUDITORS' REPORT**

To  
**The Managing Trustee**  
**Karnataka Health Promotion Trust**  
**Bangalore.**

**Report on the Financial Statements**

We have audited the accompanying Financial statements of **Karnataka Health Promotion Trust**, which comprise the Balance Sheet as at 31<sup>st</sup> March 2014 and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

Management is responsible the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Trust in accordance with accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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. 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 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 control 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 entity'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.

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**Head Office : Chennai**

**Branch : Devanahalli, Hyderabad, Salem**





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 financial statements give the information in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the Balance Sheet, of the state of affairs of the Trust as at March 31, 2014; and
- (ii) in the case of the Income and Expenditure Account, the excess of income over expenditure for the year ended on that date.

Place: Bangalore  
Date:

For R. Venkatakrisnan and Associates  
Chartered Accountants  
Firm No.008572S

  
24/9/2014  
R. Mohan  
Partner  
Membership No.203911



# KARNATAKA HEALTH PROMOTION TRUST (KHPT)

No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

Balance sheet as at 31st March, 2014 - Consolidated

Particulars	Schedule	31st March, 2014 (Rupees)	31st March, 2013 (Rupees)
<b>I Sources of Funds</b>			
<b>1 Reserves</b>			
Corpus fund	1	10,000	10,000
General Reserve	2	39,125,824	35,083,279
Grant Received in Advance	3	69,534,526	48,089,941
<b>Total</b>		<b>108,670,350</b>	<b>83,183,220</b>
<b>II Application of Funds</b>			
<b>1 Current Assets, Loans and Advances</b>			
Cash and Bank Balances	4	99,174,913	72,758,666
Loans and advances	5	12,754,376	15,358,840
<b>Total</b>		<b>111,929,289</b>	<b>88,117,506</b>
<b>2 Less : Current liabilities and provisions</b>			
Current Liabilities	6	2,660,775	4,421,818
Provisions	7	598,164	512,468
<b>Total</b>		<b>3,258,939</b>	<b>4,934,286</b>
<b>Net current assets</b>		<b>108,670,350</b>	<b>83,183,220</b>
<b>Total</b>		<b>108,670,350</b>	<b>83,183,220</b>

For Karnataka Health Promotion Trust

Dr. Reynold Washington  
Managing Trustee

Nanjundappa G.M  
Director Finance

Place: Bangalore  
Date : 24-Sep-2014

As per our audit report of even date attached  
For R. Venkatakrishnan & Associates  
Chartered Accountants  
Firm No. 008572S

  
24/19/2014

R. Mohan  
Partner  
Membership No. 203911



# KARNATAKA HEALTH PROMOTION TRUST (KHPT)

No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

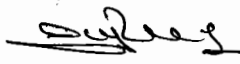
## Statement of Income and Expenditure - Consolidated

Particulars	Schedule	For the year ended 31st March, 2014 (Rupees)	For the year ended 31st March, 2013 (Rupees)
<b>Income</b>			
Grants Received - Utilized	3	354,827,006	311,414,895
Interest Income	8	4,330,947	4,171,283
Donations Others		76,214	63,749
Sale of Assets		254,198	3,480,935
Exchange Difference & Misc Income		3,319	1,957,183
<b>Total</b>		<b>359,491,683</b>	<b>321,088,045</b>
<b>Expenditure</b>			
Programme Expenses	9		
-Grants to NGO's		102,339,772	84,348,047
-Grants to NGO's in Kind		199,381	-
-Other Programme Expenses		88,210,584	92,249,442
-Training and Capacity Building Expenses		13,622,230	10,609,296
Personnel Expenses	10	90,767,061	77,925,920
Administrative and other expenses	11	60,310,110	49,884,810
<b>Total</b>		<b>355,449,139</b>	<b>315,017,515</b>
<b>Excess of Income over Expenditure transferred to General Reserve</b>		<b>4,042,545</b>	<b>6,070,530</b>

For Karnataka Health Promotion Trust



Dr. Reynold Washington  
Managing Trustee

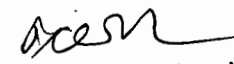


Nanjundappa G.M  
Director Finance

Place: Bangalore  
Date : 24-Sep-2014



As per our audit report of even date attached  
For R. Venkatakrishnan & Associates  
Chartered Accountants  
Firm No. 008572S



R. Mohan  
Partner  
Membership No. 203911

24/9/2014



# KARNATAKA HEALTH PROMOTION TRUST (KHPT)

No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

	As at 31st March, 2014 (Rupees)	As at 31st March, 2013 (Rupees)
<b>Schedules forming part of the accounts -Consolidated</b>		
<b>Schedule 1: Corpus Fund</b>		
Opening balance	10,000	10,000
	<b>10,000</b>	<b>10,000</b>
<b>Schedule 2: General Reserve</b>		
Opening balance	35,083,279	29,012,749
Add: Transferred from Income & Expenditure A/c	4,042,545	6,070,530
	<b>39,125,824</b>	<b>35,083,279</b>
<b>Schedule 3: Grant Received in Advance</b>		
Opening balance	48,089,941	56,252,621
<b>Grants Received during the year</b>		
University of Manitoba	202,472,119	155,167,106
PHFI	-	4,082,332
PSJ Segmentation Study	-	5,869,036
LSHTM	5,920,283	11,492,385
CGHDDIH-Boston University	-	367,725
ICRW	-	551,197
CBCI Society for Medical Education	4,059,479	-
Abt Associates Inc	17,237,210	-
MAC AIDS FUND	6,224,091	-
Individual Donation-Gerry	313,000	-
Geneva Foundation for Medical Research (GFMER)	100,290	-
India Health Action Trust	6,244,179	-
Stitching Aids Funds-Netherlands Staff	264,163	-
Karnataka State Aids Prevention Society - KSAPS	18,299,916	20,777,949
The Global Fund to Fight AIDS, Tuberculosis, and Mala	15,404,881	81,922,704
ICMR	-	4,642,158
KHSDRP	-	568,231
NRHM	-	1,528,846
GOK-GSPP	1,354,000	160,330
WCD-Sabala	376,373	1,044,403
UN WOMEN	43,720,784	-
WCD-Special Care Programme	533,610	-
Maharashtra State Aids Control Society(MSACS)	37,282,515	16,019,698
James N Jacob- Project House Exepenses	-	969,048
India HIV/ AIDS Alliance	31,702,900	-
	<b>439,599,735</b>	<b>361,415,768</b>
<b>Less:</b>		
<b>Refund of Grant Funds</b>		
MAC AIDS FUND	3,316,826	-
LSHTM- Sudhashree	195,213	-
KSAPS-Sampoorna-LWS	4,540,019	-
ICMR-Assessment of Sexual & Reproductive Health	68,718	-
MSACS-LWS	7,114,108	-
Exchange Fluctuation Income transferred	3,319	1,910,931
Grant Utilized transferred to Income & Expenditure Account	354,827,006	311,414,895
	<b>370,065,208</b>	<b>313,325,827</b>
<b>Grant Received in Advance</b>	<b>69,534,526</b>	<b>48,089,941</b>



# KARNATAKA HEALTH PROMOTION TRUST (KHPT)

No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

	As at 31st March, 2014 (Rupees)	As at 31st March, 2013 (Rupees)
<b>Schedules forming part of the accounts - Consolidated</b>		
<b>Schedule 4: Cash and bank balances</b>		
Cash in Hand	381,471	334,312
Balance with Schedule Banks		
- in savings accounts	43,793,442	72,424,354
- in deposit accounts	55,000,000	-
	<u>99,174,913</u>	<u>72,758,666</u>
<b>Schedule 5: Loans and advances</b>		
Advances recoverable in cash or in kind or for value to be received	7,735,465	10,075,534
TDS receivable	1,784,571	1,512,465
Deposits	3,234,340	3,770,840
	<u>12,754,376</u>	<u>15,358,840</u>
<b>Schedule 6: Current liabilities</b>		
TDS payable	1,209,511	937,982
Sundry creditors	907,252	2,923,410
Other liabilities	544,011	560,425
	<u>2,660,774</u>	<u>4,421,817</u>
<b>Schedule 7: Provisions</b>		
Accruals	598,164	512,468
	<u>598,164</u>	<u>512,468</u>



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# KARNATAKA HEALTH PROMOTION TRUST (KHPT)

No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

	As at 31st March, 2014 (Rupees)	As at 31st March, 2013 (Rupees)
<b>Schedules forming part of the accounts - Consolidated</b>		
<b>Schedule 8: Interest Income</b>		
Savings Bank Accounts	2,148,859	1,804,471
Fixed Deposits	2,145,536	2,366,812
Income Tax Department	36,552	-
	<u>4,330,947</u>	<u>4,171,283</u>
<b>Schedule 9 : Programme Expenses</b>		
-Grants to NGO's	102,339,772	84,348,047
-Grants to NGO's in Kind	199,381	-
-Other Programme Expenses	88,210,584	92,249,442
-Training and Capacity Building Expenses	13,622,230	10,609,296
	<u>204,371,968</u>	<u>187,206,785</u>
<b>Schedule 10 : Personnel Expenses</b>		
Salaries	37,591,726	40,884,212
PF Employers' Share	3,355,619	4,682,181
Leave Encashment	23,069	21,050
Leave Travel Allowance	2,259,437	2,272,319
Consultancy Charges	43,493,914	27,334,846
Recruitment Expenses	150,064	182,054
Gratuity	1,221,570	345,040
Insurance-Staff	2,671,662	2,163,891
Ex-Gratia	-	40,327
	<u>90,767,061</u>	<u>77,925,920</u>



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# KARNATAKA HEALTH PROMOTION TRUST (KHPT)

No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

As at 31st March, 2014 (Rupees)	As at 31st March, 2013 (Rupees)
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## Schedule 11 : Administrative and other expenses

<b>Fixed Assets</b>		
Computers	2,155,438	279,720
Furniture & Equipments	871,136	544,235
<b>Communications</b>		
Courier Charges	611,160	896,741
Data Card Expenses	1,162,073	1,092,906
Email/internet & Wireless	-	617
Internet Charges	390,362	366,928
Mobile Charges	905,321	849,804
Postage & Telegrams	1,081	1,540
Telephone Charges	285,845	186,871
<b>Office Running Expenses</b>		
Advertisement Expenses	-	16,527
AMC for Equipments & Others	661,291	558,181
Bank Charges	60,271	82,736
Books & Periodicals	110,814	1,030
Computer Running Expenses	323,756	387,695
Electricity/Water /Maintenance Charges	959,503	1,325,150
Insurance -Assets	36,501	95,560
Office Expenses	953,041	641,036
Office Repairs and Maintenance	184,994	941,562
Printing & Stationery	3,216,631	1,568,894
Rent-Office	4,829,821	5,739,963
Rent - Others	1,785,460	1,392,706
Security Service Charges	310,116	268,992
Software Expenses	1,775,494	1,150,668
Subscription & Membership Fee	10,000	-
Staff Welfare-Tea/coffee/meal	195,929	174,182
Project House Expenses	64,148	115,934
Brokerage Charges	-	58,000
<b>Other Expenses</b>		
Documentation & Research	116,349	-
Meeting Expenses	4,476,619	2,608,202
Interest Paid-Income Tax	7,606	1,782
<b>Travel Expenses-Staff &amp; Consultants</b>		
Local Conveyance	156,208	105,239
Travel Expenses-International	7,824,527	7,695,655
Travel Expenses-National-Accommodation	5,346,975	3,184,288
Travel Expenses-National-Air tickets	9,121,848	6,086,827
Travel Expenses-National-Others	3,771,868	5,145,811
Travel Expenses-National-Perdiem	3,350,200	2,710,820
Travel Expenses-National-Train/ Bus	1,744,482	1,514,012
Consultancy Expenses	186,224	190,621
<b>Vehicle Repair &amp; Maintenance</b>		
Vehicle-Insurance	118,330	52,830
Vehicle-Repair & Maintenance	1,901,159	1,517,985
<b>Professional Charges-Audit Fees</b>		
Audit Fees-Other Services	8,988	41,015
Audit Fees-FY-2012-13	-	259,738
Audit Fees-FY-2013-14	318,541	-
<b>Professional Charges</b>		
Professional Fees	-	31,806
	<b>60,310,110</b>	<b>49,884,810</b>

