



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 31st March 2016 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.





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, 2016; 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 V K S And Associates
Chartered Accountants
Firm No.008572S

R. Mohan 18/10/2016

R. Mohan
Partner
M 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, 2016 - Consolidated

Particulars	Schedule	31st March, 2016 (Rupees)	31st March, 2015 (Rupees)
I Sources of Funds			
1 Reserves			
Corpus fund	1	10,000	10,000
General Reserve	2	4,68,08,407	4,41,24,817
Grant Received in Advance	3	5,49,53,732	5,79,45,020
Total		10,17,72,139	10,20,79,837
II Application of Funds			
1 Current Assets, Loans and Advances			
Cash and Bank Balances	4	9,41,77,078	9,37,61,874
Loans and advances	5	1,17,20,729	1,12,36,256
Total		10,58,97,807	10,49,98,130
2 Less : Current liabilities and provisions			
Current Liabilities	6	35,37,687	24,45,876
Provisions	7	5,87,981	4,72,417
Total		41,25,668	29,18,293
Net current assets		10,17,72,139	10,20,79,837
Total		10,17,72,139	10,20,79,837

For Karnataka Health Promotion Trust


Mohan H L
Managing Trustee


Nanjundappa G.M
Director Finance

Place: Bangalore
Date : 12-Oct-2016

As per our audit report of even date attached
For R V K S And Associates
Chartered Accountants
Firm No. 008572S


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, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Income			
Grants Received - Utilized	3	21,78,13,591	25,58,67,200
Interest Income	8	69,41,681	77,43,039
Donations Others		78,500	-
Sale of Assets		4,03,665	4,56,997
Exchange Difference & Misc Income		1,57,956	4,34,643
Income from Professional Charges		2,93,000	
Total		22,56,88,393	26,45,01,880
Expenditure			
Programme Expenses	9		
-Grants to NGO's		5,32,91,926	5,36,64,524
-Grants to NGO's in Kind		1,31,964	-
-Implementation Expenses		11,14,53,137	8,09,06,956
-Training and Capacity Building Expenses		92,65,303	1,12,76,019
Personnel Expenses	10	2,21,72,075	7,94,28,686
Administrative and other expenses	11	2,66,90,398	3,42,26,702
Total		22,30,04,804	25,95,02,887
Excess of Income over Expenditure transferred to General Reserve		26,83,589	49,98,993


For Karnataka Health Promotion Trust


Mohan H L
Managing Trustee


Nanjundappa G.M
Director Finance

Place: Bangalore
Date : 13-Oct-2016

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For R V K S And Associates
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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, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Schedules forming part of the accounts -Consolidated		
Schedule 1: Corpus Fund		
Opening balance	10,000	10,000
	10,000	10,000
Schedule 2: General Reserve		
Opening balance	4,41,24,816	3,91,25,824
Add: Transferred from Income & Expenditure A/c	26,83,589	49,98,993
	4,68,08,407	4,41,24,817
Schedule 3: Grant Received in Advance		
Opening balance	5,79,45,019	6,95,34,526
Grants Received during the year		
University of Manitoba	4,84,71,756	12,64,24,166
POP Council	34,69,721	-
WHO	-	19,05,130
LSHTM	90,47,130	1,57,58,300
CBCI Society for Medical Education	-	26,93,350
Abt Associates Inc	4,96,295	2,08,24,452
MAC AIDS FUND	53,20,825	29,30,000
Geneva Foundation for Medical Research (GFMR)	1,35,040	3,26,394
United States Agency for International Development-O'	4,66,11,573	1,05,21,509
American Jewish World Service	15,57,000	30,47,500
United Nations Development Programme	-	1,11,366
ViiV Healthcare UK Ltd	1,59,15,406	-
South African Medical & Research Council	50,19,000	-
India Cares (AHF India)	1,78,680	-
Global Alliance for Improve Nutririon	16,85,000	-
ICMR	-	10,24,777.00
GOK	-	12,50,000.00
WCD-Sabala	-	9,38,000.00
WCD-Special Care Programme	4,64,865.00	8,00,000.00
India HIV/AIDS Alliance	5,32,75,286.00	5,77,81,755.00
Kavin Corporation	-	2,04,000.00
OVC Contribution Staff & Others	10,000.00	73,375.00
Karnataka State Rural Livelihood Promotion Society	1,39,94,770.00	-
Azim Premji Philanthorphyic Initiative	1,42,34,000.00	-
Indegene-TB-Care	2,77,200.00	-
	27,81,08,566	31,61,48,601
Less:		
Refund of Grant Funds		
CBCI Society for Medical Education	2,61,093.00	-
KSAPS-Sampoorna-LWS	-	2,78,663.00
ICMR-Assessment of Sexual & Reproductive Health	34,08,275.00	-
MSACS-LWS	-	12,24,069.00
WCD-Sabala-Bijapur	-	13,097.00
ICMR Study-Pune	-	3,85,909.00
UNWomen	15,13,920.00	-
Exchange Fluctuation Income transferred	1,57,955.79	4,34,643.49
Grant Utilized transferred to Income & Expenditure Account	217813590.8	255867200.1
	22,31,54,835	25,82,03,582
	5,49,53,731	5,79,45,019
Grant Received in Advance		



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, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Schedules forming part of the accounts - Consolidated		
Schedule 4: Cash and bank balances		
Cash in Hand	2,90,645	3,40,089
Balance with Schedule Banks	-	-
- in savings accounts	5,38,86,433	2,34,21,785
- in deposit accounts	4,00,00,000	7,00,00,000
	<u>9,41,77,078</u>	<u>9,37,61,874</u>
Schedule 5: Loans and advances		
Advances recoverable in cash or in kind or for value to be received	30,37,605	60,20,675
TDS receivable	36,38,153	19,29,240
Deposits	50,44,970	32,86,340
	<u>1,17,20,728</u>	<u>1,12,36,255</u>
Schedule 6 : Current liabilities		
TDS payable	11,23,842	9,99,328
Sundry creditors	20,03,147	9,60,625
Other liabilities	4,10,698	4,85,923
	<u>35,37,687</u>	<u>24,45,876</u>
Schedule 7 : Provisions		
Accruals	5,87,981	4,72,417
	<u>5,87,981</u>	<u>4,72,417</u>



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, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Schedules forming part of the accounts - Consolidated		
Schedule 8: Interest Income		
From Savings Bank Accounts	12,34,801	14,23,890
From Fixed Deposits with Bank	57,06,463	62,60,900
Interest on IT Refund	418	58,249
	69,41,681	77,43,039
Schedule 9 : Programme Expenses		
-Grants to NGO's	5,32,91,926	5,36,64,524
-Grants to NGO's in Kind	1,31,964	-
-Implementation Expenses	11,14,53,137	8,09,06,956
-Training and Capacity Building Expenses	92,65,303	1,12,76,019
	17,41,42,330	14,58,47,499
Schedule 10 : Personnel Expenses		
Salaries	1,05,35,028	3,22,38,531
PF Employers' Share	24,30,687	29,16,732
Leave Encashment	1,01,298	27,921
Leave Travel Allowance	15,26,249	18,30,730
Consultancy Charges	44,70,057	3,85,61,496
Recruitment Expenses	1,99,247	1,71,763
Gratuity	1,54,409	11,07,933
Insurance-Staff	24,03,178	25,73,580
Overtime Allowance	3,37,372	-
Relocation Charges-Joining	8,750	-
Relocation Charges-Transfer	5,800	-
	2,21,72,075	7,94,28,686



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, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Schedule 11 : Administrative and other expenses		
Fixed Assets		
Computers	17,76,290	23,83,606
Furniture & Equipments	2,91,958	4,65,802
Communications	-	
Courier Charges	1,85,982	5,79,256
Data Card Expenses	8,57,470	11,72,641
Email/internet & Wireless	54,449	94,596
Internet Charges	2,21,124	2,44,886
Mobile Charges	8,68,935	8,04,062
Postage & Telegrams	787	749
Telephone Charges	1,94,512	1,61,746
Office Running Expenses	-	
AMC for Equipments & Others	5,88,897	7,66,649
Bank Charges	89,140	33,410
Books & Periodicals	40,483	1,09,791
Computer Running Expenses	81,246	2,26,054
Electricity/Water /Maintenance Charges	10,93,837	10,36,901
Insurance -Assets	1,15,102	1,51,903
Insurance -Cash	5,649	9,910
Office Expenses	1,08,190	-
Office Repairs and Maintenance	7,94,221	3,51,875
Printing & Stationery	4,97,578	9,93,236
Rent-Office	46,88,082	41,44,263
Rent - Others	4,80,325	4,80,085
Security Service Charges	-	15,000
Software Expenses	41,127	83,107
Staff Welfare-Tea/coffee/meal	1,47,578	2,16,914
Website Development & Maintenance	73,868	
Travel Expenses-Staff & Consultants	-	
Local Conveyance	69,534	1,61,028
Travel Expenses-International	20,80,182	48,15,669
Travel Expenses-National-Accommodation	21,11,754	31,86,258
Travel Expenses-National-Air tickets	24,64,945	24,95,212
Travel Expenses-National-Others	15,77,485	15,50,131
Travel Expenses-National-Perdiem	18,37,965	24,20,778
Travel Expenses-National-Train/Bus	14,88,985	16,84,880
Vehicle Repair & Maintenance	-	
Vehicle-Insurance	77,121	70,444
Vehicle-Repair & Maintenance	8,70,778	28,83,762
Professional Charges-Audit Fees	-	
Audit Fees-Other Services	7,14,819	-
Audit Fees-FY-2014-15	-	2,85,000
Audit Fees-FY-2015-16	1,00,000	-
Professional Fees	-	1,47,098
	2,66,90,398	3,42,26,702



KARNATAKA HEALTH PROMOTION TRUST

NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

1. The financial statements have been prepared to comply in all material respects to accounting standards prescribed by the Institute of Chartered Accountants of India. The financial statements have been prepared under the historical cost convention on an accrual basis in accordance with accounting principles generally accepted in India. The accounting policies have been consistently applied by the Trust and are consistent with those used in the previous year. All the applicable accounting standards have been followed, except otherwise stated.
2. Grant-in-aid accounted based on expenditure incurred by the Trust during the year and the corresponding claim that can be made on the funding agency against such expenditure. The additional amounts received from the funding agencies over such claims are accounted as 'Grant received in advances'.
3. Donations are accounted on receipt basis only.
4. All the applicable accounting standards have been followed, except wherever noted otherwise.
5. The fixed assets have been accounted as "Applications of funds for charitable purposes" under the respective projects funded by various funding agencies.
6. Foreign exchange transactions are accounted based on the rate prevailing as on the date of the respective transactions. Foreign exchange gain earned due to the fluctuations to the tune of Rs. 1,57,956/- has been accounted appropriately.
7. Expenses towards gratuity and leave encashment have been accounted on payment basis. The provisions of provident fund Act have been complied with.



8. No Payments have been made to any trustees of the Trust.
9. Operating lease payments have been expensed over the lease term.
10. As the Trust is registered under section 12AA of the Income tax Act, there are no taxes due on the surplus of the Trust in any year. There are no taxes due on the past income tax assessments. Income tax deducted at source on interest income is accounted as 'Receivables'.

For Karnataka Health Promotion Trust

**Mohan H L
Managing Trustee**

**Nanjundappa G.M
Director Finance**

**As per our audit report
Of even date annexed**

**R V K S And Associates
Chartered Accountants
Firm No: 008572S**

R. Mohan
13/10/2016

**R.Mohan
Partner
Membership No: 203911**

