



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 of the Balance Sheet as at 31st March 2017 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 Trust'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.



RVKS And Associates

Chartered Accountants




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, 2017; and
- (ii) in the case of the Income and Expenditure Account, the excess of income over expenditure for the year ended on that date.

For R V K S And Associates
Chartered Accountants
Firm No.008572S


12/10/2017

R. Mohan
Partner
M No.203911



Date:
Place: Bangalore

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, 2017 - Consolidated

Particulars	Schedule	31st March, 2017 (Rupees)	31st March, 2016 (Rupees)
I Sources of Funds			
1 Reserves			
Corpus fund	1	10,000	10,000
General Reserve	2	6,68,65,843	4,68,08,407
Grant Received in Advance	3	1,45,94,130	5,49,53,732
Total		8,14,69,973	10,17,72,139
II Application of Funds			
1 Current Assets, Loans and Advances			
Cash and Bank Balances	4	7,10,03,616	9,41,77,078
Loans and advances	5	2,56,20,490	1,17,20,729
Total		9,66,24,106	10,58,97,807
2 Less : Current liabilities and provisions			
Current Liabilities	6	1,31,93,395	35,37,687
Provisions	7	19,60,738	5,87,981
Total		1,51,54,133	41,25,668
Net current assets		8,14,69,973	10,17,72,139
Total		8,14,69,973	10,17,72,139

For Karnataka Health Promotion Trust



Mohan H L
Managing Trustee

Place: Bangalore
Date : 12-Oct-2017



Nanjundappa G.M
Director Finance

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, 2017 (Rupees)	For the year ended 31st March, 2016 (Rupees)
Income			
Grants Received - Utilized	3	34,34,91,135	21,78,13,591
Interest Income	8	55,54,933	69,41,681
Donations Others		1,39,152	78,500
Sale of Assets		6,27,025	4,03,665
Exchange Difference		(4,39,393)	1,57,956
Misc Income		15,20,563	-
Income from Professional Charges		5,82,795	2,93,000
Total		35,14,76,210	22,56,88,393
Expenditure			
Programme Expenses	9		
-Grants to NGO's		8,91,56,565	5,32,91,926
-Grants to NGO's in Kind		-	1,31,964
-Implementation Expenses		17,20,66,549	11,14,53,137
-Training and Capacity Building Expenses		37,69,705	92,65,303
Personnel Expenses	10	2,39,04,049	2,21,72,075
Administrative and other expenses	11	4,25,21,906	2,66,90,398
Total		33,14,18,774	22,30,04,804
Excess of Income over Expenditure transferred to General Reserve		2,00,57,436	26,83,589

For Karnataka Health Promotion Trust


Mohan H L
Managing Trustee


Nanjundappa G.M
Director Finance

Place: Bangalore
Date : 12-Oct-2017

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

	As at 31st March, 2017 (Rupees)	As at 31st March, 2016 (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	4,68,08,406	4,41,24,816
Add: Transferred from Income & Expenditure A/c	2,00,57,436	26,83,589
	6,68,65,843	4,68,08,407
Schedule 3: Grant Received in Advance		
Opening balance	5,49,53,731	5,79,45,019
Grants Received during the year		
University of Manitoba	85,22,791	4,84,71,756
POP Council	31,06,789	34,69,721
ISHTM	81,81,878	90,47,130
Abt Associates Inc	-	4,96,295
MAC AIDS FUND	-	53,20,825
Geneva Foundation for Medical Research (GFMER)	1,32,400	1,35,040
United States Agency for International Development-O	11,41,04,437	4,66,11,573
American Jewish World Service	-	15,57,000
ViiV Healthcare UK Ltd	-	1,59,15,406
South African Medical & Research Council	65,40,187	50,19,000
India Cares (AHF India)	-	1,78,680
Global Alliance for Improve Nutrition	4,30,20,000	16,85,000
CBCI Society For Medical Education	1,30,13,209	-
WCD-Special Care Programme	4,36,675.00	4,64,865.00
India HIV/AIDS Alliance	5,49,84,203.00	5,32,75,286.00
OVC Contribution Staff & Others	11,750.00	10,000.00
Karnataka State Rural Livelihood Promotion Society	2,49,29,497.00	1,39,94,770.00
Azim Premji Philanthorphyic Initiative	1,96,68,950.00	1,42,34,000.00
Indegene-TB-Care	3,26,100.00	2,77,200.00
MAC-ELCA Cosmetics Pvt Ltd.	57,13,275.00	-
	35,76,45,871	27,81,08,566
Less:		
Refund of Grant Funds		
CBCI Society for Medical Education	-	2,61,093.00
ICMR-Assessment of Sexual & Reproductive Health	-	34,08,275.00
UNWomen	-	15,13,920.00
Exchange Fluctuation Income transferred	(4,39,392.58)	1,57,955.79
Grant Utilized transferred to Income & Expenditure Account	34,34,91,134.61	21,78,13,590.84
	34,30,51,742	22,31,54,835
Grant Received in Advance	1,45,94,129	5,49,53,731



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, 2017 (Rupees)	As at 31st March, 2016 (Rupees)
Schedules forming part of the accounts - Consolidated		
Schedule 4: Cash and bank balances		
Cash in Hand	2,07,931	2,90,645
Balance with Schedule Banks		
- in savings accounts	2,57,95,685	5,38,86,433
- in deposit accounts	4,50,00,000	4,00,00,000
	<u>7,10,03,616</u>	<u>9,41,77,078</u>
Schedule 5: Loans and advances		
Advances recoverable in cash or in kind or for value to be received	1,41,38,977	30,37,605
TDS receivable	60,97,793	36,38,153
Deposits	53,83,720	50,44,970
	<u>2,56,20,489</u>	<u>1,17,20,728</u>
Schedule 6: Current liabilities		
TDS payable	11,92,092	11,23,842
Sundry creditors	1,13,63,557	20,03,147
Other liabilities	6,37,746	4,10,698
	<u>1,31,93,395</u>	<u>35,37,687</u>
Schedule 7: Provisions		
Accruals	19,60,738	5,87,981
	<u>19,60,738</u>	<u>5,87,981</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, 2017
(Rupees)

As at
31st March, 2016
(Rupees)

Schedules forming part of the accounts - Consolidated

Schedule 8: Interest Income

From Savings Bank Accounts	23,37,308	12,34,801
From Fixed Deposits with Bank	32,17,625	57,06,463
Interest on IT Refund	-	418
	<u>55,54,933</u>	<u>69,41,681</u>

Schedule 9 : Programme Expenses

-Grants to NGO's	8,91,56,565	5,32,91,926
-Grants to NGO's in Kind	-	1,31,964
-Implementation Expenses	17,20,66,549	11,14,53,137
-Training and Capacity Building Expenses	37,69,705	92,65,303
	<u>26,49,92,819</u>	<u>17,41,42,330</u>

Schedule 10 : Personnel Expenses

Salaries	93,27,967	1,05,35,028
PF Employers' Share	29,49,907	24,30,687
Leave Encashment	1,88,216	1,01,298
Leave Travel Allowance	21,54,026	15,26,249
Consultancy Charges	38,34,196	44,70,057
Recruitment Expenses	2,44,629	1,99,247
Gratuity	10,99,335	1,54,409
Insurance-Staff	38,95,739	24,03,178
Overtime Allowance	2,10,034	3,37,372
Relocation Charges-Joining	-	8,750
Relocation Charges-Transfer	-	5,800
	<u>2,39,04,049</u>	<u>2,21,72,075</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, 2017 (Rupees)	As at 31st March, 2016 (Rupees)
Schedule 11 : Administrative and other expenses		
Fixed Assets		
Computers	30,96,973	17,76,290
Furniture & Equipments	26,50,684	2,91,958
Communications		
Courier Charges	3,33,006	1,85,982
Data Card Expenses	9,94,791	8,57,470
Email/internet & Wireless	34,476	54,449
Internet Charges	2,15,508	2,21,124
Mobile Charges	14,88,621	8,68,935
Postage & Telegrams	61	787
Telephone Charges	1,83,880	1,94,512
Office Running Expenses		
AMC for Equipments & Others	1,45,197	5,88,897
Bank Charges	47,009	89,140
Books & Periodicals	2,000	40,483
Computer Running Expenses	6,04,864	81,246
Electricity/Water /Maintenance Charges	12,12,883	10,93,837
Insurance -Assets	1,39,678	1,15,102
Insurance -Cash	16,655	5,649
Office Expenses	600	1,08,190
Office Repairs and Maintenance	6,52,150	7,94,221
Printing & Stationery	11,12,983	4,97,578
Rent-Office	63,79,646	46,88,082
Rent - Others	18,08,124	4,80,325
Software Expenses	2,54,264	41,127
Staff Welfare-Tea/coffee/meal	2,00,822	1,47,578
Brokerage Charges	29,000	-
Website Development & Maintenance	2,94,531	73,868
Registration Fees-Legal & Others	20,000	-
Travel Expenses-Staff & Consultants		
Local Conveyance	4,48,129	69,534
Travel Expenses-International	61,24,567	20,80,182
Travel Expenses-National-Accommodation	21,66,866	21,11,754
Travel Expenses-National-Air tickets	37,56,407	24,64,945
Travel Expenses-National-Others	25,15,443	15,77,485
Travel Expenses-National-Perdiem	16,32,096	18,37,965
Travel Expenses-National-Train/Bus	10,03,085	14,88,985
Vehicle Repair & Maintenance		
Vehicle-Insurance	84,095	77,121
Vehicle-Repair & Maintenance	22,36,436	8,70,778
Professional Charges-Audit Fees		
Audit Fees-Other Services	3,36,376	7,14,819
Audit Fees-FY-2015-16	-	1,00,000
Audit Fees-FY-2016-17	3,00,000	-
	4,25,21,906	2,66,90,398



KARNATAKA HEALTH PROMOTION TRUST

NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2017


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. The fixed assets have been accounted as "Applications of funds for charitable purposes" under the respective projects funded by various funding agencies.
5. Foreign exchange transactions are accounted based on the rate prevailing as on the date of the respective transactions. Foreign exchange loss incurred due to the fluctuations to the tune of Rs. 4,39,393/- has been accounted appropriately.
6. Expenses towards gratuity and leave encashment have been accounted on payment basis. The provisions of provident fund Act have been complied with.
7. No Payments have been made to any trustees of the Trust.



8. Operating lease payments have been expensed over the lease term.
9. 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


12/10/2017
R. Mohan
Partner
Membership No: 203911

