



INDEPENDENT AUDITOR'S REPORT

To,
The Trustees
Karnataka Health Promotion Trust
Bangalore

Opinion

We have audited the accompanying Consolidated (Local contribution Section & Foreign Contribution Section) Financial Statements of **Karnataka Health Promotion Trust, No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore-560044** which comprise the Balance Sheet as at 31 March 2022; the Statement of Income & Expenditure for the year ended, the Receipts and Payments Accounts for the year ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the financial statements).

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 as 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,

- (i) in the case of the Balance Sheet, of the state of affairs of the Society as at March 31, 2022;
- (ii) in the case of the Statement of Income & Expenditure, of the Excess of Income Over Expenditure for the year ended on that date.
- (iii) in the case Receipts and Payment Account, of the cash flows for the year ended on that date.

Basis for opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) issued by The Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's responsibilities for the audit of Financial Statements section of our report. We are independent of the Society in accordance with the Codes of Ethics issued by the



RVKS And Associates



Chartered Accountants

Institute of Chartered Accountants of India (ICAI) and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by The Institute of Chartered Accountants of India. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the Society and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

The Management is also responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:





- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



RVKS And Associates

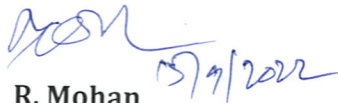
Chartered Accountants



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**For R V K S and Associates
Chartered Accountants
FRN: 008572S**


15/9/2022

**R. Mohan
Partner
M No.203911
UDIN:**



**Place: Bengaluru
Date:**

KARNATAKA HEALTH PROMOTION TRUST

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

Receipts and Payments Account - Consolidated

Particulars	Note	For the year ended 31st March, 2022 (Rupees)	For the year ended 31st March, 2021 (Rupees)
Opening Balance	3		
- Cash on hand		95,251	1,37,757
- Cash at Bank		20,10,98,730	14,10,71,013
		<u>20,11,93,981</u>	<u>14,12,08,770</u>
Add: Receipts			
Grants Received	2	34,84,22,233	31,19,56,084
Exchange Difference		8,118	-
Interest Income	8	1,27,74,232	1,35,81,321
Other Income		7,840	-
Refund of Deposits		2,66,292	4,31,250
Refund of Income Tax		18,81,752	1,74,45,956
Sale of Assets		-	83,250
Donations Others		6,79,658	1,72,670
Award income from APU		-	25,000
		<u>36,40,40,125</u>	<u>34,36,95,531</u>
Totals		<u>56,52,34,106</u>	<u>48,49,04,301</u>
Payments			
Programme Expenses			
- Grants to NGO's		-	4,73,44,188
- Other Programme Expenses		33,16,79,064	18,22,82,997
- Other Programme Expenses - Equipments		1,04,47,671	-
- Training and Capacity Building Expenses		75,35,110	60,06,177
Administrative Expenses			
Personnel Expenses		3,22,77,324	2,94,20,489
Administrative and other expenses		1,87,50,295	1,37,96,385
Movable Assets		-	48,12,558
Rent Deposit		13,03,500	-
Refund of Grant Funds	11	8,96,922	47,526
Total		<u>40,28,89,886</u>	<u>28,37,10,320</u>
Closing Balance			
Cash on hand	3	94,370	95,251
Cash at Bank	3	16,22,49,850	20,10,98,730
		<u>16,23,44,220</u>	<u>20,11,93,981</u>
Totals		<u>56,52,34,106</u>	<u>48,49,04,301</u>

For Karnataka Health Promotion Trust

Mohan H L
Chief Executive Officer

Place: Bangalore
Date : 15-Sep-2022

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

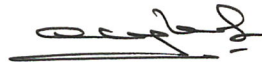
No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

Statement of Income and Expenditure - Consolidated

Particulars	Note	For the year ended 31st March, 2022 (Rupees)	For the year ended 31st March, 2021 (Rupees)
Income			
Grants Received - Utilized	3	40,43,57,137	28,16,91,796
Interest Income	8	80,33,832	1,19,77,467
Donations Others		6,79,658	1,72,670
Sale of Assets		-	83,250
Exchange Difference		8,118	-
Misc Income		7,840	-
Award income from APU		-	25,000
Total		41,30,86,585	29,39,50,183
Expenditure			
Programme Expenses	9		
- Grants to NGO's		-	4,73,44,188
- Implementation Expenses		33,69,43,031	18,07,74,958
- Implementation Equipments		1,04,47,671	-
- Training and Capacity Building Expenses		75,35,110	59,80,972
Administrative Expenses			
- Personnel Expenses	10	3,19,40,502	2,93,57,659
- Administrative and other expenses	11	1,86,73,255	1,83,37,605
- Interest Earned-Refunded		3,95,113	-
Total		40,59,34,682	28,17,95,382
Excess of Income over Expenditure transferred to General Reserve		71,51,903	1,21,54,801

For Karnataka Health Promotion Trust


Mohan H L
Chief Executive Officer


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



Place: Bangalore
Date : 15-Sep-2022



KARNATAKA HEALTH PROMOTION TRUST

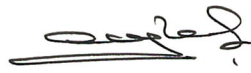
No.1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bangalore - 560 044

Balance sheet - Consolidated

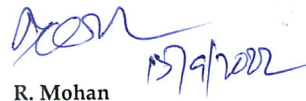
Particulars	Note	As at 31st March, 2022 (Rupees)	As at 31st March, 2021 (Rupees)
I Sources of Funds			
1 Reserves			
Corpus fund	1	10,000	10,000
General Reserve	2	17,29,66,950	16,58,15,046
Grant Received in Advance	3	5,82,77,760	4,71,45,012
Total		23,12,54,709	21,29,70,059
II Application of Funds			
1 Current Assets, Loans and Advances			
Cash and Bank Balances	4	16,23,44,220	20,11,93,981
Loans and advances	5	1,09,26,142	1,61,80,522
Grant Receivable	3	6,26,35,790	-
Total		23,59,06,152	21,73,74,503
2 Less : Current liabilities and provisions			
Current Liabilities	6	36,18,758	34,69,790
Provisions	7	10,32,685	9,34,654
Total		46,51,443	44,04,444
Net current assets		23,12,54,709	21,29,70,059
Total		23,12,54,709	21,29,70,059

For Karnataka Health Promotion Trust


Mohan H L
Chief Executive Officer


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

Place: Bangalore
Date : 15-Sep-2022



KARNATAKA HEALTH PROMOTION TRUST

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

	As at 31st March, 2022 (Rupees)	As at 31st March, 2021 (Rupees)
Notes forming part of the accounts - Consolidated		
Note 1: Corpus Fund		
Opening balance	10,000	10,000
	10,000	10,000
Note 2: General Reserve		
Opening balance	16,58,15,047	15,36,60,246
Add: Transferred from Income & Expenditure A/c	71,51,903	1,21,54,801
	17,29,66,950	16,58,15,047
Note 3: Grant Received in Advance		
Opening balance	4,71,45,012	1,69,28,250
Grants Received during the year		
The Cooperative for Assistance and Relief Everywhere Inc. CARE	6,06,015	59,33,172
United States Agency for International Development-OVC	19,74,86,575	11,57,93,205
Global Alliance for Improve Nutririon	2,96,19,543	2,61,17,699
Medtronic Global Health Foundation	-	3,39,80,719
Wellspring Philanthropic Fund	59,28,795	88,58,260
DASRA	77,10,082	-
ACCESS Health International Inc	28,85,066	-
JSI Research & Training Institute Inc	46,29,350	-
UNOPS-Stop TB	39,65,333	-
Karnataka State Aids Prevention Society - KSAPS	95,79,698	1,02,11,391
India HIV/AIDS Alliance	80,554	4,35,01,615
Karnataka State Rural Livelihood Promotion Society	-	30,69,247
Azim Premji Philanthorphyic Initiative	-	5,25,000
Indegene-TB-Care	-	12,40,018
MAC-ELCA Cosmetics Pvt Ltd	-	7,97,570
CBCI Society for Medical Education	48,51,385	47,52,614
Life style International Pvt Ltd	-	40,08,500
Sponsored Funds-OVC-Nutrition & Others	-	1,11,000
FIND India	3,29,87,423	2,21,49,583
Health Systems Transformation Platform	-	4,60,000
World Health Organisation	39,53,520	22,76,064
KALIKE	20,16,000	95,00,000
H T Parekh Foundation	2,88,09,428	1,22,90,572
Dhruvkumar Khaitan	-	50,00,100
District Health & Family Welfare Society, Koppal	10,85,922	6,19,755
Mangalore Chemicals & Fertilizers Limited	-	7,60,000
Wipro Cares	16,67,952	-
Johnson & Johnson Private Limited	44,44,610	-
HCL Foundation	25,00,000	-
Bosch	35,87,100	-
Cherian Dominic & Annie Dominic	36,000	-
	39,55,75,363	32,88,84,384



Add:

Interest Earned Refunded

H T Parekh Foundation	82,545	-
India HIV/ AIDS Alliance	17,287	-
FIND India	1,74,710	-
KSAPS-LWS Gadag	18,195	-
KSAPS-LWS Bagalkot	23,436	-
KSAPS-LWS Bijapur	20,825	-
KSAPS-LWS Belgaum	20,412	-
HCL Foundation	37,703	-

Gross Totals

3,95,113 -

Less:

Refund of Grants Funds

CBCI Society for Medical Education	-	47,526
India HIV/ AIDS Alliance	8,96,922	-

8,96,922 **47,526**

Exchange Differences Income transferred

8,118 -

Grant Utilized transferred to Income & Expenditure Account

40,43,57,137 28,16,91,796

Grant Utilized transferred to Income & Expenditure Account - Dr

-49,33,671 -

39,94,31,584 **28,16,91,796**

Grant Received in Advance

-43,58,030 **4,71,45,012**

Grant Payable

5,82,77,760 4,71,45,012

Grant Receivable

6,26,35,790 -

Total

-43,58,030 **4,71,45,012**



KARNATAKA HEALTH PROMOTION TRUST

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

	As at 31st March, 2022 (Rupees)	As at 31st March, 2021 (Rupees)
Notes forming part of the accounts - Consolidated		
Note 4: Cash and bank balances		
Cash in Hand	94,370	95,251
Balance with Scheduled Banks		
in savings accounts	16,20,78,850	3,09,27,730
in deposit accounts	1,71,000	17,01,71,000
	<u>16,23,44,220</u>	<u>20,11,93,981</u>
Note 5: Loans and advances		
Advances recoverable in cash or in kind or for value to be received	32,10,855	79,14,610
TDS receivable	28,26,792	44,14,624
Deposits	48,88,495	38,51,287
	<u>1,09,26,142</u>	<u>1,61,80,521</u>
Note 6 : Current liabilities		
TDS payable	18,34,855	15,58,761
Sundry creditors	8,09,655	6,54,631
Other liabilities	9,74,248	12,56,399
	<u>36,18,758</u>	<u>34,69,791</u>
Note 7 : Provisions		
Accruals - Payable	10,32,685	9,34,654
	<u>10,32,685</u>	<u>9,34,654</u>



KARNATAKA HEALTH PROMOTION TRUST

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

	For the year ended 31st March, 2022 (Rupees)	For the year ended 31st March, 2021 (Rupees)
Notes forming part of the accounts - Consolidated		
Note 8: Interest Income		
From Savings Bank Accounts	51,68,969	18,36,714
From Fixed Deposits with Bank	27,14,325	85,80,988
Interest on IT Refund	1,50,538	15,59,765
	<u>80,33,832</u>	<u>1,19,77,467</u>
Note 9 : Programme Expenses		
Grants to NGO's	-	4,73,44,188
Programme Implementation Expenses	33,69,43,031	18,07,74,958
Programme Implementation Equipments	1,04,47,671	-
Training and Capacity Building Expenses	75,35,110	59,80,972
	<u>35,49,25,812</u>	<u>23,41,00,118</u>
Note 10 : Personnel Expenses		
Salaries	3,13,63,970	1,81,07,697
PF Employers' Share	-	12,243
Leave Encashment	-	95,534
Leave Travel Allowance	-	1,06,104
Consultancy Charges	-	1,01,89,159
Recruitment Expenses	2,478	64,342
Gratuity	-	2,28,674
Insurance-Staff	-	2,77,703
Ex-Gratia	5,00,000	1,68,326
Overtime Allowance	-	1,07,877
Relocation Charges-Joining	4,550	-
Special Allowance	69,504	-
	<u>3,19,40,502</u>	<u>2,93,57,659</u>



KARNATAKA HEALTH PROMOTION TRUST

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

	For the year ended 31st March, 2022 (Rupees)	For the year ended 31st March, 2021 (Rupees)
Note 11 : Administrative and other expenses		
Fixed Assets		
Computers	-	21,05,867
Furniture & Equipments	-	27,06,691
Communications		
Courier Charges	1,24,394	80,159
Data Card Expenses	10,55,743	5,89,532
Internet Charges	3,05,747	2,68,214
Mobile Charges	6,36,958	6,87,050
Postage & Telegrams	2,003	-
Telephone Charges	1,82,995	1,76,762
Call Conferencing Charges	-	2,218
Office Running Expenses		
AMC for Equipments & Others	94,400	1,63,285
Bank Charges	28,358	34,814
Books & Periodicals	11,243	10,804
Computer Running Expenses	1,54,528	4,36,331
Electricity/Water /Maintenance Charges	10,17,367	10,23,458
Insurance - Assets	8,236	1,37,638
Insurance - Cash	-	10,846
Office Repairs and Maintenance	15,87,875	11,76,709
Printing & Stationery	5,38,002	3,14,754
Rent-Office	84,97,325	56,31,982
Rent - Others	11,73,529	5,45,237
Software Expenses	6,27,642	6,12,656
Staff Welfare-Tea/ coffee/meal	1,95,864	1,36,075
Website Development & Maintenance	4,16,547	3,00,028
Registration Fees-Legal & Others	1,04,791	40,119
Other Expenses		
Interest Paid-Income Tax	-	9,134
Interest Paid-Professional Tax	2,500	-
Travel Expenses-Staff & Consultants		
Local Conveyance	60,422	1,05,322
Travel Expenses-National-Accommodation	24,097	-
Travel Expenses-National-Air tickets	34,072	-
Travel Expenses-National-Others	17,211	-
Travel Expenses-National-Perdiem	38,055	-
Travel Expenses-National-Train/Bus	5,821	-
Vehicle Expenses		
Vehicle-Insurance	26,473	-
Vehicle-Repair & Maintenance	63,489	-
Vehicle Fuel Expenses	3,44,476	-
Vehicle Hire Charges	4,21,319	-
Professional Charges-Audit Fees		
Audit Fees-FY-2020-21	-	4,13,000
Audit Fees-FY-2021-22	4,74,950	-
Professional Charges		
Professional Fees	3,96,823	6,18,920
Total	1,86,73,255	1,83,37,605



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

Notes to account and Significant Accounting Policies

1. The Trust is formed/registered on 07th July,2003. The Trust is registered with Sub-registrar, Gandhinagar vide registration document no. IV 150/03-04 dated 07/07/2003. The trust deed was amended on 08th January 2020 and the same was registered with Senior Sub-registrar, Rajajinagar, Bangalore.
2. The trust has been registered under Foreign Contribution (Regulation) Act,1976 vide registration No. 094421216 dated 01/03/2006 vide letter No. 11/21022/69(013)/2006-FCRA III for receiving foreign contributions. Renewed FCRA registration is valid Up to 30/09/2022. Trust has applied for renewal and awaiting approval for the same.
3. The trust is registered under Section 12AA(1)(b)(i) of Income Tax Act 1961 vide letter No. DIT(E)/12(A)/VOL-I/K-705 dt.28/11/2003 of Director Income Tax (Exemptions) and 80G approval number DIT(E)BLR/80G(R)/369/ITO dt.: 29/09/2008 as such is exempt from taxation of its income and gains. The trust has obtained renewal under section 12A(1)(ac)(i) vide provisional approval number AAATK6096LE2021 dt 28-05-2021 and has obtained renewal under section 80G(5)(i) vide Provisional approval number AAATK6096LF20214 dt 28-05-2021 and are valid till AY 2026-27. The income is Exempt subject to conditions specified under Section 11 and 13 of the Income tax Act.
4. 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.
5. 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. With respect to USAID projects statement of expenditure has been submitted based on actual outflow.
6. Donations are accounted on receipt basis only.



7. The fixed assets have been accounted as "Application of funds for charitable purposes" under the respective projects funded by various funding agencies. Even fixed assets which are not funded by projects are utilised towards objective of the trust hence the same has been accounted as application of funds.
8. Expenses towards gratuity and leave encashment have been accounted on payment basis. The provisions of provident fund Act have been complied with.
9. During the year 2021-22, Professional charges and other reimbursement of actual expenses are paid to the Trustee who provide services to trust in the capacity of chief executive officer to achieve the objectives of the trust. During the year an amount of Rs. Rs.67,23,168/- is paid to Trustee Mr. Mohan H L, Chief Executive Officer as professional charges and Rs. 68,256/- towards reimbursement of actual expenses.
10. Accounting policies not specifically reported to otherwise are consistent and in consonance with generally accepted accounting principles.
11. Transactions denominated in foreign currency are converted to Indian rupees and recorded as per the exchange rates prevalent on the date of transaction
12. Previous year figures have been regrouped wherever necessary.

For Karnataka Health Promotion Trust


Mohan H L
Chief Executive Officer


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


15/9/2022

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Partner
M No: 203911

