



INDEPENDENT AUDITOR'S REPORT

To,
The Trustees
Karnataka Health Promotion Trust
Bengaluru.

Opinion

We have audited the accompanying Consolidated (Local Contribution & Foreign Contribution) Financial Statements of **Karnataka Health Promotion Trust, having office at No. 1-4, IT Park, Behind KSSIDC Admin. Office, Rajajinagar Industrial Area, Rajajinagar, Bengaluru-560044, PAN: AAATK6096L** which comprise the Balance Sheet as at 31 March 2023, the Statement of Income & Expenditure for the year then ended, the Receipts and Payments Account for the year then 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 Balance Sheet, of the state of affairs of the Society as at March 31, 2023.
- (ii) In the case of Statement of Income & Expenditure, of the Excess of Income Over Expenditure for the year ended on that date.
- (iii) In the case of Receipts and Payments 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 Trust in accordance with the Codes of Ethics issued by the 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 Trust 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 Trust'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 Trust or to cease operations, or has no realistic alternative but to do so.

The Management are also responsible for overseeing the Trust'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.



R V K S And Associates

Chartered Accountants



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 Trust'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 Trust'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 Trust 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.



R V K S 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

Venugopal. C
30/10/2023

Venugopal. C
Partner
M No. :226247

UDIN: 23226247BGLXWDR6746



Place: Bengaluru
Date: 30/10/2023

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, 2023 (Rupees)	For the year ended 31st March, 2022 (Rupees)
Opening Balance	3		
- Cash on hand		94,370	95,251
- Cash at Bank		16,22,49,850	20,10,98,730
		16,23,44,220	20,11,93,981
Add: Receipts			
Grants Received	2	61,86,69,534	34,84,22,233
Exchange Difference		-	8,118
Interest Income	8	48,18,960	1,27,74,232
Other Income		26,935	7,840
Refund of Deposits		3,75,800	2,66,292
Refund of Income Tax		11,86,384	18,81,752
Donations Others		-	6,79,658
		62,50,77,613	36,40,40,125
Totals		78,74,21,833	56,52,34,106
Payments			
Programme Expenses			
- Other Programme Expenses		45,41,63,744	33,16,79,064
- Other Programme Expenses - Equipments		80,35,681	1,04,47,671
- Training and Capacity Building Expenses		1,80,85,992	75,35,110
Administrative Expenses			
Personnel Expenses		3,01,61,865	3,22,77,324
Administrative and other expenses		2,36,34,029	1,87,50,295
Rent Deposit		16,02,333	13,03,500
Refund of Grant Funds	11	3,40,195	8,96,922
Total		53,60,23,839	40,28,89,886
Closing Balance			
Cash on hand	3	42,037	94,370
Cash at Bank	3	25,13,55,959	16,22,49,850
		25,13,97,996	16,23,44,220
Totals		78,74,21,833	56,52,34,106

For Karnataka Health Promotion Trust

Mohan H L
Chief Executive Officer

Place: Bangalore
Date : 30-Oct-2023

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

Venugopal C
Partner
Membership No. 226247



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	As at
		31st March, 2023 (Rupees)	31st March, 2022 (Rupees)
I Sources of Funds			
1 Reserves			
Corpus fund	1	10,000	10,000
General Reserve	2	18,01,99,153	17,29,66,950
Grant Received in Advance	3	11,30,74,257	5,82,77,760
Total		29,32,83,410	23,12,54,709
II Application of Funds			
1 Current Assets, Loans and Advances			
Cash and Bank Balances	4	25,13,97,996	16,23,44,220
Loans and advances	5	2,12,83,665	1,09,26,142
Grant Receivable	3	3,33,69,716	6,26,35,790
Total		30,60,51,377	23,59,06,152
2 Less : Current liabilities and provisions			
Current Liabilities	6	1,15,77,237	36,18,758
Provisions	7	11,90,730	10,32,685
Total		1,27,67,967	46,51,443
Net current assets		29,32,83,410	23,12,54,709
Total		29,32,83,410	23,12,54,709

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


Venugopal C
Partner
Membership No. 226247



Place: Bangalore
Date : 30-Oct-2023

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, 2023 (Rupees)	For the year ended 31st March, 2022 (Rupees)
Income			
Grants Received - Utilized	3	53,58,07,751	40,43,57,137
Interest Income	8	87,86,433	80,33,832
Donations Others		-	6,79,658
Exchange Difference		-	8,118
Misc Income		26,935	7,840
Total		54,46,21,119	41,30,86,585
Expenditure			
Programme Expenses	9		
- Implementation Expenses		45,66,61,057	33,69,43,031
- Implementation Equipments		80,35,681	1,04,47,671
- Training and Capacity Building Expenses		1,80,85,992	75,35,110
Administrative Expenses			
- Personnel Expenses	10	3,01,61,865	3,19,40,502
- Administrative and other expenses	11	2,29,03,338	1,86,73,255
- Interest Earned-Refunded		15,40,983	3,95,113
Total		53,73,88,916	40,59,34,682
Excess of Income over Expenditure transferred to General Reserve		72,32,203	71,51,903

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

Venugopal C
Partner
Membership No. 226247



Place: Bangalore
Date : 30-Oct-2023

KARNATAKA HEALTH PROMOTION TRUST

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

	As at 31st March, 2023 (Rupees)	As at 31st March, 2022 (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	17,29,66,950	16,58,15,047
Add: Transferred from Income & Expenditure A/c	72,32,203	71,51,903
	18,01,99,153	17,29,66,950
Note 3: Grant Received in Advance		
Opening balance	-43,58,030	4,71,45,012
Grants Received during the year		
The Cooperative for Assistance and Relief Everywhere Inc. CARE	-	6,06,015
United States Agency for International Development-OVC	27,91,52,812	19,74,86,575
Global Alliance for Improve Nutririon	1,95,00,000	2,96,19,543
Medtronic Global Health Foundation	38,59,933	-
Wellspring Philanthropic Fund	80,51,750	59,28,795
DASRA	-	77,10,082
ACCESS Health International Inc	48,08,444	28,85,066
JSI Research & Training Institute Inc	8,29,65,323	46,29,350
UNOPS-Stop TB	-	39,65,333
Karnataka State Aids Prevention Society - KSAPS	91,33,295	95,79,698
India HIV/ AIDS Alliance	-	80,554
Azim Premji Philanthorphyic Initiative	3,46,79,000	-
CBCI Society for Medical Education	20,82,400	48,51,385
FIND India	2,46,06,490	3,29,87,423
Healthium Medtech Pvt Ltd	33,30,525	-
World Health Organisation	1,78,948	39,53,520
KALIKE	-	20,16,000
H T Parekh Foundation	5,36,28,000	2,88,09,428
District Health & Family Welfare Society, Koppal	-	10,85,922
Wipro Cares	62,54,742	16,67,952
Johnson & Johnson Private Limited	40,64,996	44,44,610
HCL Foundation	-	25,00,000
Bosch	-	35,87,100
Cherian Dominic & Annie Dominic	72,000	36,000
Ashraya Hastha Trust	1,27,45,876	-
Dept. Women & Child Development-GoK	6,25,00,000	-
Khorakiwala	50,00,000	-
KaiOS Technologies	9,55,000	-
National Health Systems Resource Centre (NHSRC)	11,00,000	-
	61,43,11,504	39,55,75,363



Add:

Interest Earned Refunded

H T Parekh Foundation	2,45,560	82,545
India HIV/ AIDS Alliance	-	17,287
FIND India	1,23,884	1,74,710
KSAPS-LWS Gadag	11,342	18,195
KSAPS-LWS Bagalkot	17,851	23,436
KSAPS-LWS Bijapur	14,823	20,825
KSAPS-LWS Belgaum	16,125	20,412
HCL Foundation	5,386	37,703
Azim Premji Philanthropic Initiative	10,16,115	-
Dept. Women & Child Development-GoK	89,897	-

Gross Totals

15,40,983 **3,95,113**

Less:

Refund of Grants Funds

Karnataka State Aids Prevention Society - KSAPS	3,40,195	-
India HIV/ AIDS Alliance	-	8,96,922

3,40,195 **8,96,922**

Exchange Differances Income tansferred - 8,118

Grant Utilized transferred to Income & Expenditure Account 53,58,07,751 40,43,57,137
Grant Utilized transferred to Income & Expenditure Account - Dr - -49,33,671

53,58,07,751 **39,94,31,584**

Grant Received in Advance **7,97,04,541** **-43,58,030**

Grant Payable 11,30,74,257 5,82,77,760
Grant Receivable 3,33,69,716 6,26,35,790

Total **7,97,04,541** **-43,58,030**



KARNATAKA HEALTH PROMOTION TRUST

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

	As at 31st March, 2023 (Rupees)	As at 31st March, 2022 (Rupees)
Notes forming part of the accounts - Consolidated		
Note 4: Cash and bank balances		
Cash in Hand	42,037	94,370
Balance with Scheduled Banks		
in savings accounts	16,11,84,963	16,20,78,850
in deposit accounts	9,01,70,996	1,71,000
	25,13,97,996	16,23,44,220
Note 5: Loans and advances		
Advances recoverable in cash or in kind or for value to be received	1,28,83,147	32,10,855
TDS receivable	22,85,490	28,26,792
Deposits	61,15,028	48,88,495
	2,12,83,665	1,09,26,142
Note 6 : Current liabilities		
TDS payable	21,53,332	18,34,855
Sundry creditors	19,04,399	8,09,655
Other liabilities	75,19,506	9,74,248
	1,15,77,237	36,18,758
Note 7 : Provisions		
Accruals - Payable	11,90,730	10,32,685
	11,90,730	10,32,685



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, 2023 (Rupees)	For the year ended 31st March, 2022 (Rupees)
Notes forming part of the accounts - Consolidated		
Note 8: Interest Income		
From Savings Bank Accounts	34,06,051	51,68,969
From Fixed Deposits with Bank	53,50,826	27,14,325
Interest on IT Refund	29,556	1,50,538
	<u>87,86,433</u>	<u>80,33,832</u>
Note 9 : Programme Expenses		
Programme Implementation Expenses	45,66,61,057	33,69,43,031
Programme Implementation Equipments	80,35,681	1,04,47,671
Training and Capacity Building Expenses	1,80,85,992	75,35,110
	<u>48,27,82,730</u>	<u>35,49,25,812</u>
Note 10 : Personnel Expenses		
Salaries	2,95,37,601	3,13,63,970
Consultancy Charges	1,13,617	-
Recruitment Expenses	3,79,370	2,478
Ex-Gratia	-	5,00,000
Relocation Charges-Joining	20,292	4,550
Special Allowance	1,10,985	69,504
	<u>3,01,61,865</u>	<u>3,19,40,502</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, 2023 (Rupees)	For the year ended 31st March, 2022 (Rupees)
Note 11 : Administrative and other expenses		
Communications		
Courier Charges	1,70,009	1,24,394
Data Card Expenses	16,17,237	10,55,743
Internet Charges	2,26,276	3,05,747
Mobile Charges	8,74,880	6,36,958
Postage & Telegrams	1,170	2,003
Telephone Charges	1,54,860	1,82,995
Call Conferencing Charges	32,834	-
Office Running Expenses		
AMC for Equipments & Others	94,400	94,400
Bank Charges	28,308	28,358
Books & Periodicals	13,121	11,243
Computer Running Expenses	9,39,885	1,54,528
Electricity/Water /Maintenance Charges	12,96,299	10,17,367
Insurance - Assets	53,844	8,236
Insurance - Others	28,986	-
Office Repairs and Maintenance	26,19,304	15,87,875
Printing & Stationery	8,25,949	5,38,002
Rent-Office	96,97,888	84,97,325
Rent - Others	8,33,233	11,73,529
Software Expenses	9,49,213	6,27,642
Staff Welfare-Tea/coffee/meal	2,04,775	1,95,864
Brokerage Charges	1,16,820	-
Website Development & Maintenance	3,81,145	4,16,547
Registration Fees-Legal & Others	1,22,674	1,04,791
Other Expenses		
Interest Paid-Professional Tax	2,500	2,500
Travel Expenses-Staff & Consultants		
Local Conveyance	44,455	60,422
Travel Expenses-National-Accommodation	50,922	24,097
Travel Expenses-National-Air tickets	71,620	34,072
Travel Expenses-National-Others	5,908	17,211
Travel Expenses-National-Perdiem	71,050	38,055
Travel Expenses-National-Train/Bus	26,807	5,821
Vehicle Expenses		
Vehicle-Insurance	-	26,473
Vehicle-Repair & Maintenance	53,458	63,489
Vehicle Fuel Expenses	4,34,248	3,44,476
Vehicle Hire Charges	43,168	4,21,319
Professional Charges-Audit Fees		
Audit Fees-FY-2021-22	-	4,74,950
Audit Fees-FY-2022-23	4,74,950	-
Professional Charges		
Professional Fees	3,41,142	3,96,823
Total	2,29,03,338	1,86,73,255



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. The Trust has applied for renewal and awaiting approval, validity of current registration is extended up to 31/03/2024
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 approval number AAATK6096LE2021 dt 28-05-2021 and has obtained renewal under section 80G(5)(i) vide 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.



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

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 2022-23, Professional charges and other reimbursement of actual expenses are paid to the Trustee's who have provided services to trust in the capacity of chief executive officer and Trustees to achieve the objectives of the trust.

During the year following payments are made to trustees

Sl	Name	Amount	Remarks
1	Mohan H L – CEO & Trustee	73,20,523	Out of this Rs.2,60,347 is paid towards reimbursement of expenses and Rs.70,60176 as professional fee including GST
2	Rajshekar – Trustee	4591	Reimbursement of expenses
3	Merlyn Martis- Trustee	2661	Reimbursement of expenses
4	Sanjay Kaul – Trustee	4251	Reimbursement of expenses

10. Accounting policies not specifically reported to otherwise are consistent and in consonance with generally accepted accounting principles.



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

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


Venugopal. C
Partner
M No: 226247

