

INDEPENDENT AUDITOR'S REPORT

To
The Members of Governing Body
Swasti
Bengaluru

Opinion

We have audited the accompanying Consolidated (Local contribution Section & Foreign Contribution Section) Financial Statements of **Swasti, No.25, AECS Layout, Ashwath Nagar, Bengaluru - 560094** which comprise the Balance Sheet as at 31st March 2026, the Statement of Income & Expenditure for the year ended, the Receipts and Payments Account 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, 2026;
- (ii) in the case of the Statement of Income & Expenditure, of the Excess of Expenditure Over Income 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 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



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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 skepticism 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.



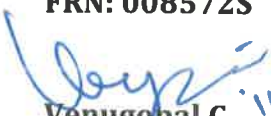
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material 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.

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

Partner

M.No.226247

UDIN: 26226247IHDLOE7168



Place: Bengaluru

Date: 11/09/2026

Balance Sheet

Particulars	Note	Amt in (₹)	Amt In (₹)
		as at 31st Mar 2026	as at 31st Mar 2025
<u>SOURCE OF FUNDS</u>			
<u>Restricted funds</u>			
Earmarked funds	2	19,91,51,492	9,88,58,794
<u>Designated Funds</u>			
Employee benefit funds	3.1	2,37,08,208	2,00,03,939
General operating fund	3.2	5,72,43,237	5,89,97,128
Assets fund	3.3	79,64,033	93,78,140
Earmarked funds	3.4	-	20,00,00,000
<u>Unrestricted funds</u>			
General fund	4	20,35,02,887	10,06,87,131
TOTAL		49,15,69,857	48,79,25,132
<u>APPLICATION OF FUNDS</u>			
<u>Fixed Assets</u>			
Tangible assets	5A	52,46,753	54,00,002
Intangible assets	5B	27,17,283	39,78,138
<u>Investments</u>			
Long term investments	6	40,52,83,088	31,89,65,129
Current investments		-	10,72,41,795
Deposits		19,73,269	19,21,000
Current assets	7	8,82,61,969	6,90,98,837
TOTAL ASSETS	(A)	50,34,82,362	50,66,04,901
<u>Liabilities</u>			
Current liabilities	8	1,19,12,505	1,86,79,769
TOTAL LIABILITIES	(B)	1,19,12,505	1,86,79,769
NET ASSETS	(A) - (B)	49,15,69,857	48,79,25,132

Significant Accounting Policies, Notes
referred to above form an Integral part of
Balance Sheet

1

This is the Balance Sheet referred to in our report of
even date

For R V K S And Associates

Chartered Accountants

FRN: 0085725

For Swasti

For Swasti

Venugopal C
Partner

Membership No. : 226247

R.Thangavelu
Secretary

Shrirupa Sengupta
Treasurer

Place: Bengaluru

Date: 08/09/2026

Place: Bengaluru

Date: 08.09.2026



Statement of Income and Expenditure for the year ended March 31, 2026

Particulars	Note	Amt in (₹)	Amt in (₹)
		for the year ended 31st Mar 2026	for the year ended 31st Mar 2025
<u>INCOME</u>			
<u>Restricted</u>			
Earmarked Funds	9	23,19,78,774	42,32,76,154
<u>Unrestricted</u>			
Donations		14,52,261	55,83,155
Bank interest	10	2,82,01,849	3,70,17,922
Other income	11	6,26,818	27,88,959
TOTAL		26,22,59,702	46,86,66,190
<u>EXPENDITURE</u>			
<u>Restricted</u>			
Grant expenditure	9	21,70,87,598	38,89,15,104
<u>Unrestricted</u>			
Invest for wellness (i4We) & Other health programmes	12	8,93,56,507	9,80,22,743
Establishment and other expenses			
Administrative expenses	13	2,61,14,979	2,93,58,449
Expenses on employment	14	2,62,51,710	2,03,92,735
Depreciation	5	23,79,047	32,58,615
Other expenses	15	14,22,104	17,52,055
TOTAL		36,26,11,945	54,16,99,701
Excess of Expenditure Over Income - Surplus / (Deficit)		-10,03,52,243	-7,30,33,511
Balance transferred to General Fund		-10,03,52,243	-7,30,33,511

Significant Accounting Policies, Notes referred to above form an integral part of the statement of Income & Expenditure

This is the Statement of Income and Expenditure referred to in our report of even dated

For R V K S And Associates

Chartered Accountants

FRN: 008572S


Venugopal C
Partner



For Swasti


R. Thangavelu
Secretary

For Swasti


Shrirupa Sengupta
Treasurer



Place: Bengaluru

Date: 11/09/2026

Place: Bengaluru

Date: 08.09.2026

Receipts & Payments Account for the year ended March 31, 2026

Particulars		Amt in (₹) for the year ended 31st Mar 2026	Amt in (₹) for the year ended 31st Mar 2025
Opening Balance:			
Cash on hand		900	900
Cash at scheduled banks		4,38,27,239	34,85,26,018
Fixed deposits		42,62,06,924	25,80,01,913
	A	47,00,35,063	60,65,28,831
Add: Receipts			
Grants receipts		33,52,18,758	35,89,70,844
Donations		14,52,261	55,83,155
Rent deposits received		19,21,000	9,39,500
Income tax refund received		31,85,800	15,60,470
Staff advance		27,725	3,34,048
Sale of asset		-	1,75,000
Interest from designated bank		2,77,78,839	3,26,25,756
Other advance		-	-
Interest from IT department		3,47,940	1,17,030
Annual membership fee		750	850
	B	36,99,33,073	40,03,06,653
Less: Payments			
Other advance		29,77,023	32,36,670
Purchase of fixed assets		9,64,940	34,92,695
Administration expenses		4,98,36,977	5,19,51,646
Grant Expenses for the year			
Project expenses		30,86,31,465	47,40,75,589
Project administration expenses		6,32,192	31,22,821
Rent deposit paid		19,73,269	9,21,000
Grant returned to donor		25,545	-
	C	36,50,41,411	53,68,00,421
Closing Balance	(A + B - C)	47,49,26,725	47,00,35,063
Cash on hand		900	900
Cash at scheduled banks		6,96,42,737	4,38,27,239
Fixed deposits		40,52,83,088	42,62,06,924
TOTAL		47,49,26,725	47,00,35,063

This is the Receipts and Payments account referred
to in our report of even date

For R V K S And Associates
Chartered Accountants
FRN: 008572S


Venugopal C
Partner

For Swasti

R.Thangavelu
Secretary

For Swasti


Shrirupa Sengupta
Treasurer



Place: Bengaluru

Date: 11/09/2026

Place: Bengaluru

Date: 08.09.2026

Notes 2: Forming part of the Balance sheet - Consolidated

1. Earmarked Funds:

A. Foreign Contribution Section:

Domain/ Donor	Opening Balance as on 01-04-25	Receivable 01-04-25	Received during the year		Receivable for the year	Total	Expended	Other Income / Exchange Gains	Closing Balance 31-03-26
			Fund received	Interest earned					
Health Systems Strengthening	7,42,48,492	90,21,314	17,95,58,308	9,35,972	-	24,57,21,458	6,75,20,701	-5	17,82,00,762
Invest for Wellness (i4We)	64,75,135	-	30,70,801	-	1,51,773	96,97,709	70,53,776	2	26,43,931
Wellbeing for workforce	83,80,452	-	1,91,72,737	-	-	2,75,53,189	1,25,11,183	-	1,50,42,006
Total (A)	8,91,04,079	90,21,314	20,18,01,846	9,35,972	1,51,773	28,29,72,356	8,70,85,660	-3	19,58,86,699

Notes 2: Forming part of the Balance sheet - Consolidated

B. General Contribution Section:

Domain/ Donor	Opening Balance as on 01-04-25	Receivable 01-04-25	Received during the year		Receivable for the year	Total	Expended	Other Income / Exchange Gains	Closing Balance 31-03-26
			Fund received	Interest earned					
Work Force Well Being	-	-	3,03,16,194	-	23,78,643	3,26,94,837	3,26,94,841	-5	-
Health Systems	-	-	10,75,000	2,402	-	10,77,402	10,77,402	-	-
Invest for Wellness (i4We)	-	-	7,75,000	-	-	7,75,000	7,75,000	-	-
Women Empowerment -	8,37,742	-	-	-	-	8,37,742	8,37,744	-2	-
Social Protection	53,04,057	2,24,631	9,37,00,718	4,83,730	-	9,92,63,874	9,59,99,079	2	32,64,793
Comprehensive Primary Health Care (CPHC/Primary Health)	36,12,916	-	75,50,000	-	23,46,132	1,35,09,048	1,35,09,048	-	-
Total (B)	97,54,715	2,24,631	13,34,16,912	4,86,132	47,24,775	14,81,57,903	14,48,93,114	-5	32,64,793
Grand Total (A+B)	9,88,58,794	-	33,52,18,758	14,22,104	48,76,548	43,11,30,259	23,19,78,775	-8	19,91,51,491



Notes forming part of the Balance sheet - Consolidated

Amt in (₹)

3 DESIGNATED FUNDS

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
3.1 EMPLOYEE BENEFIT FUND		
A. Gratuity		
Opening balance	1,82,45,418	1,98,38,605
Add: Contribution / Additions	66,19,155	38,428
Less: Benefits paid	25,85,101	16,31,615
Total (A)	2,22,79,472	1,82,45,418
B. Leave Encashment		
Opening balance	17,58,521	23,11,305
Add: Contribution / Additions	2,17,250	22,49,825
Less: Benefits paid	5,47,034	28,02,609
Total (B)	14,28,737	17,58,521
Total (A + B)	2,37,08,209	2,00,03,939

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
3.2 GENERAL OPERATING FUND		
Opening Balance	5,89,97,128	5,00,27,154
Add: Transferred from general fund during the year	-17,53,891	89,69,974
Total	5,72,43,237	5,89,97,128

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
3.3 ASSETS FUND		
Opening Balance	93,78,140	93,97,681
Add: Transferred from general fund during the year (Being Funds utilised for Capital expenditure of Rs.9,64,940 Less Depreciation of Rs.23,79,047)	-14,14,107	-19,541
Total	79,64,033	93,78,140

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
3.4 EARMARKED FUNDS		
Infrastructure Facilities Fund		
Opening Balance	20,00,00,000	20,00,00,000
Less: Transferred to general fund during the year	20,00,00,000	-
Total	-	20,00,00,000



4 GENERAL FUND

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Opening Balance	10,06,87,131	18,26,71,075
Add/(Less): Surplus/(Deficit) for the year	-10,03,52,243	-7,30,33,511
Add/(Less): Transferred to general operating fund	17,53,891	-89,69,974
Add/(Less): Transferred to asset fund	14,14,107	19,541
Add/(Less): Transferred from earmarked fund	20,00,00,000	-
Total	20,35,02,886	10,06,87,131

6 INVESTMENTS

Classification based on maturity

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Long term investments		
Term deposits	40,52,83,088	31,89,65,129
Current investments		
Short term deposits	-	10,72,41,795
Total	40,52,83,088	42,62,06,924

7 CURRENT ASSETS, LOANS and ADVANCES

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Earmarked fund receivable (considered good)	48,76,548	92,45,945
Cash and Bank Balances		
Cash on hand	900	900
Cash at scheduled banks	6,96,42,737	4,38,27,239
	6,96,43,637	4,38,28,139
Advances		
Staff advances	6,94,727	2,95,380
Interest accrued on fixed deposits	44,26,596	44,65,128
Other advances	48,92,828	60,12,155
Tax deducted at source receivable	37,27,635	52,52,090
	1,37,41,786	1,60,24,753
Total - Current Assets, Loans and Advances	8,82,61,970	6,90,98,837

8 CURRENT LIABILITIES

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Sundry creditors	1,06,72,835	1,60,80,788
Statutory payables	8,17,408	11,95,206
Employee related payable	4,22,261	14,03,775
Total - Current Liabilities	1,19,12,505	1,86,79,769



Note 9: Grant Expenditure and Grant Income:

	Total Grant Expenditure	Management Cost	Grant Income recognised
Schedule 9A			
General Contribution Section	13,77,52,556	71,40,557	14,48,93,114
Schedule 9B			
Foreign Contribution Section	7,93,35,042	77,50,618	8,70,85,660
	21,70,87,598	1,48,91,176	23,19,78,774

Schedule 9A: Grant Expenditure and Grant Income: General Contribution Section

Particulars	Project Staff Cost	Project Administration Expenses	Administration Overhead Expenses	Programme Cost	Infrastructure Cost	Total Grant Expenditure	Management Cost	Grant Income recognised
Work Force Well Being	56,14,730	27,32,983	-	2,40,27,827	3,19,301	3,26,94,841	-	3,26,94,841
Health Systems Strengthening	3,45,188	8,850	-	5,48,196	1,00,000	10,02,234	75,168	10,77,402
Invest for Wellness (4We)	2,87,284	8,850	-	3,93,197	39,750	7,29,081	45,919	7,75,000
Women Empowerment - Livelihood	-	1,250	-	7,60,335	-	7,61,585	76,159	8,37,744
Social Protection	1,27,04,152	12,72,093	1,81,124	7,37,04,887	19,91,672	8,98,53,928	61,45,151	9,59,99,079
CPHC/Primary Health	39,69,687	2,263	53,457	86,85,479	-	1,27,10,887	7,98,161	1,35,09,048
Total	2,29,21,041	40,26,289	2,34,581	10,81,19,921	24,50,723	13,77,52,556	71,40,557	14,48,93,114
Previous Year	2,16,72,033	26,97,569	-	6,84,57,737	8,00,549	9,36,27,886	64,30,249	10,00,58,135

Note 9B: Grant Expenditure and Grant Income: Foreign Contribution Section

Particulars	Project Staff Cost	Project Administration Expenses	Administration Overhead Expenses	Programme Cost	Infrastructure Cost	Total Grant Expenditure	Management Cost	Grant Income recognised
Health Systems Strengthening	2,78,06,268	4,88,446	3,97,611	3,25,49,358	2,43,462	6,14,85,145	60,35,557	6,75,20,701
Invest for Wellness (4We)	36,43,292	36,161	-	27,49,968	-	64,29,421	6,24,354	70,53,776
Wellbeing for workforce	50,54,597	-	-	63,65,879	-	1,14,20,476	10,90,707	1,25,11,183
Total	3,65,04,157	5,24,607	3,97,611	4,16,65,204	2,43,462	7,93,35,042	77,50,618	8,70,85,660
Previous Year	10,57,97,237	22,39,671	31,22,821	18,38,87,233	2,40,256	29,52,87,218	2,79,30,799	32,32,18,017



[Handwritten Signature]

10 Bank Interest

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Interest on saving account	22,70,716	63,41,634
Interest on fixed deposits	2,59,31,133	3,06,76,288
Total	2,82,01,849	3,70,17,922

11 Other Income

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Foreign exchange fluctuation	-	70,612
Amount no longer payable	2,78,126	26,00,417
Miscellaneous income	2	50
Interest from income tax	3,47,940	1,17,030
Annual membership fees	750	850
Total	6,26,818	27,88,959

13 Administrative Expenses

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Office costs	85,21,083	77,54,584
Audit fees	10,73,708	7,88,672
Professional fees	89,48,920	1,30,96,452
Website design and marketing	42,89,123	56,10,900
Communication expenses	6,70,264	3,14,900
Travel and conveyance	23,39,038	11,07,104
Society filing fees	2,63,310	4,70,424
Rates and taxes	3,041	5,104
Bank charges	457	2,777
Project expenses written off	6,034	50,911
Forex Exchange gain / loss	-	1,56,620
Total	2,61,14,979	2,93,58,449

14 Expenses on employment

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
Staff salaries	1,90,36,695	1,70,46,323
Staff welfare expense	7,06,666	8,32,099
Insurance charges	12,95,253	3,83,767
Gratuity	41,85,496	5,36,861
Leave encashment	1,750	7,50,935
Employer contribution to ESI	18,137	26,021
Employer contribution to provident fund	10,07,713	8,16,729
Total	2,62,51,710	2,03,92,735

15 Other Expenses

Particulars	For the year ended 31st Mar 2026	For the year ended 31st March 2025
A Interest on Earmarked funds transferred to respective projects		
Clean Air Fund (PROJ-Execution-PATCH-CAF-AP-Punjab)	38,319	-
Gates Foundation (PROJ-Thought-BMGF-Health-AP)	8,56,710	-
Gates Foundation (PROJ-Thought-GF-Health-CCM-Keonjhar)	40,943	-
Watershed Organisation Trust (WOTR-INDUSIND-SP)	-	15,220
Thoughtworks Technologies (India) Private Limited (PROJ-Execution-TWS-SP&Health-Chennai)	29,015	-
Aga Khan Foundation (PROJ-Execution-AKF-INDUSIND-SP-Ph3)	4,341	9,933
Walmart Inc. (Walmart Vriddhi)	-	14,18,307
Tata AIG (Tata-AIG-SP)	3,75,603	3,08,595
Bosch India Foundation (Collab-BIF-RI-Skill-TN&MH)	2,402	-
Tokopedia India Private Limited (Tokopedia-SP-Gig-Worker)	74,771	-
Total	14,22,104	17,52,055



Swasti

No. 25, AECS Layout, Ashwathnagar, Bengaluru - 560 094

Note 12 :Invest for wellness (i4We) & Other Health Programmes - Foreign Contribution Section

Particulars	Project Staff Cost	Programme Cost	Project Administration Expenses	Administration Overhead Expenses	Infrastruct	Total Unrestricted Expenditure	Management Cost	Grand Total Unrestricted
Invest for Wellness (i4We)	33,17,276	1,54,50,155	439		-	1,87,67,870	-	1,87,67,870
Other Health Programmes	3,05,92,435	3,90,81,230	5,63,973		-	7,02,37,637	-	7,02,37,637
Total	3,39,09,711	5,45,31,385	5,64,412		-	8,90,05,507	-	8,90,05,507
Previous Year	4,15,65,360	5,45,23,105	6,10,844	3,433	-	9,67,02,742	-	9,67,02,742

Amt in (₹)

Note 12 :Invest for wellness (i4We) & Other Health Programmes - General Contribution Section

Particulars	Project Staff Cost	Programme Cost	Project Administration Expenses	Administration Overhead Expenses	Total Unrestricted Expenditure	Management Cost	Grand Total Unrestricted
Invest for Wellness (i4We)							
Other Health Programmes	-	3,51,000			3,51,000	-	3,51,000
Total	-	3,51,000			3,51,000	-	3,51,000
Previous Year	-	13,20,000			13,20,000	-	13,20,000

Amt in (₹)



Swasti

Financials FY-2025-26

Note:

5 Fixed Assets - Consolidated

5A Tangible Assets

Particulars	Gross Block				Depreciation				Net Block		Amt in (₹)
	As at 01-Apr-25	Additions April to Sep	Additions Oct to March	As at 31-Mar-26	Depn. Rate (%)	Depn. for the year	Deletions	Depreciation considered in Income and Expenditure	As at 31-Mar-26	As at 31-Mar-25	
Office Equipments	67,44,124	45,499	3,29,843	71,19,466	10%	3,43,965	-	3,43,965	38,77,361	32,10,729	
Electrical Equipments	5,32,276	-	-	5,32,276	10%	25,428	-	25,428	3,03,425	2,54,279	
Vehicles	11,39,915	-	-	11,39,915	15%	46,592	-	46,592	8,75,892	3,10,615	
Furniture & Fixtures	20,64,084	-	1,76,598	22,40,682	10%	1,31,955	-	1,31,955	9,64,787	12,31,252	
Computers & Accessories	10,68,107	-	-	10,68,107	40%	1,57,252	-	1,57,252	8,32,230	3,93,127	
Total	1,15,48,506	45,499	5,06,441	1,21,00,446		7,05,192		7,05,192	68,53,695	54,00,002	
Previous Year	1,21,85,313	-	2,18,490	1,15,48,506		8,22,856	6,01,673	14,24,529	61,48,502	54,00,005	62,57,993

5B Intangible Assets

Particulars	Gross Block				Depreciation				Net Block		Amt in (₹)
	As at 1st Apr 25	Additions before 3rd Oct	Additions after 3rd Oct	As at 31-Mar-26	Depn. Rate (%)	Depn. for the year	Deletions	Amount considered in I&E as on 31-March-2026	As at 31-Mar-26	As at 31-Mar-25	
Software Cost	78,68,791	-	4,13,000	82,81,791	40.00%	16,73,855	-	16,73,855	55,64,508	39,78,138	
Total	78,68,791	-	4,13,000	82,81,791		16,73,855		16,73,855	27,17,283	39,78,138	
Previous Year	45,94,586	26,25,205	6,49,000	78,68,791		24,35,758	-	24,35,758	38,90,653	31,39,691	



**SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF FINANCIAL
STATEMENTS 2025-26**

1. BACKGROUND:

Swasti ("the organization") is registered under the Karnataka Societies Registration Act, 1960 vide Registration. No 134:2004-05 dated 15th May, 2004.

2. BASIS OF PREPARATION:

The organization follows the accrual method of accounting. The accounts have been prepared on a going concern basis, under the historical cost convention.. All the figures reported in the Financial Statements are in Indian Rupees. The preparation of financial statements requires the organization to make estimates and assumptions that affect the figures reported in financial statements. The actual results could differ from these estimates.

3. PRINCIPLES OF CONSOLIDATION:

The consolidated financial statements of the organization include accounts of the foreign contributions and local contributions.

4. FUND ACCOUNTING:

The organization has followed the principle of having separate funds for each of the program focus areas. Funds available under each program area are further classified into three categories pursuant to donor-imposed restrictions, organizational policies & applicable law – Restricted Funds, Designated Funds and Unrestricted Funds.

4.1 Restricted Funds

Restricted funds are funds whose use has been limited by donors or applicable law to a specific period and/or for a specific purpose. As and when the restrictions are satisfied, funds to that extent are transferred to the Income & Expenditure Account in case of revenue expenditure and capital expenditure.



4.2 Unrestricted funds

These unrestricted funds which are further designated or set aside by the governing body for specific purposes are as follows.

4.2.1 Employee Benefits Fund: This fund denotes statutory liabilities like gratuity and terminal benefits and other contractual liabilities and provisions both by way of provision of liabilities and by way of setting up of separate funds.

4.2.2 Asset Fund: Asset Funds represent non-expendable funds invested in fixed Assets (Net Block) for use in Organization's activities and are not available for any other purpose. Funds utilized for capital expenditure are transferred from general contribution to the Asset fund at the time of capitalization. Annually, the amount equal to the reduction in gross block of fixed assets on account of depreciation is transferred from the Asset fund to the general fund.

4.2.3 General operating Fund: This is used to meet the working capital needs of the Organization. This fund is also used to meet the expenses incurred during the time gap between commencement of an externally funded project and actual receipts of funds.

4.2.4 Infrastructure Facilities Fund: This Fund was originally earmarked for the creation of infrastructure facilities to support the objectives of the organization. After due deliberations with the Governing Board, it was resolved that the fund be transferred to the General Fund. Accordingly, the amount has been moved back to the General Fund to be utilized for organizational initiatives and programs.

4.3 General Funds

These are unconditional expendable funds available for use at the discretion of the Governing Body for furtherance of the Organization's objectives. These funds are neither restricted by donors nor designated for specific purposes by the Governing Body. All unrestricted unutilized donations are credited to the General Fund. The



surplus or deficit arising out of the operations in each of the Program Focus Areas is adjusted against the respective general fund. It is assumed that at times fluctuation will occur in projected income and expenditure, which cannot be fully anticipated during the planning process. In the light of such circumstances, it is the policy of the Organization to maintain a prudent level of the General Fund to provide stability and flexibility.

4.4 Method of Accounting of Interest

Interest earned on out grant funds either from savings account or from fixed deposits are initially recognized as interest income on all grant funds and in the cases of interest income which are to be returned to the donors as per the conditions of the grant agreement with the donors, such interest incomes are considered as "income" and in the cases of interest income which are to be considered as a part of grant as per the conditions of the grant agreement with the donors, such interest incomes are treated as grant income and will be utilized as part of grant expenditure.

5. REVENUE RECOGNITION:

- 5.1** All the incomes are recognized when the Organization is legally entitled to collect it and the amount can be quantified with reasonable accuracy, on an accrual basis.
- 5.2** Interest on deployment of funds is recognized using the time proportion method, based on the underlying interest rates.
- 5.3** General Contribution includes unspecified donations received. Such contributions are not subject to any donor-imposed restrictions and are recognized as income in the period of receipt, in accordance with the organization's accounting policies and applicable financial reporting standards.
- 5.4** Membership fees received from the members is recognized income as and when received.
- 5.5** Restricted Funds received towards recurrent expenditure are credited to specific income accounts to the extent restrictions are satisfied.

6. PROPERTY, PLANT, AND EQUIPMENT & DEPRECIATION:

Property, plant, and equipment are shown at cost, and donations in kind are capitalized at nominal value. Depreciation on fixed assets is provided on a written-down value basis at the



rates prescribed under the Income-tax Act, 1961. Maintenance, repairs, and investments in minor assets are charged to the Income and Expenditure Account. Expenditure that materially increases the value of an asset or extends its useful life is capitalized. Assets that have completed their useful life are retired at book value and charged to the Income and Expenditure Account. Amounts realized from the sale of assets, up to the extent of their written-down value, are credited to the asset account. Any profit or loss arising on the sale of assets is charged to the Income and Expenditure Account. However, assets purchased out of specific grant receipts for project implementation are expensed in the year of purchase.

7. DEPRECIATION:

Depreciation on property, plant and equipment is provided on the written-down value method at the following rates::

SL No	Asset	Dep. Rate (in %)
1	Equipment	
	Electrical Equipment	10%
	Office Equipment	10%
	Office Equipment - (Mobile etc.,)	15%
2	Furniture & Fixtures	
	All types of furniture	10%
3	Vehicle	
	All types of car	15%
4	Computer	
	Computers & Accessories	40%
5	Software	40%



8. FOREIGN EXCHANGE TRANSACTION:

Transactions denominated in foreign currency are converted to Indian Rupees and recorded as per the exchange rates prevalent on the date of transaction. The resultant net exchange differences are recognized in the Income and expenditure account.

9. INVESTMENTS:

Investments are made in accordance with provisions under Section 11 of Income Tax Act. Investments of all the funds are pooled together. Each participating fund enters & withdraws from the pool based on fund movement. Investments are stated at value as on 31st March 2026 (including interest accrued but not received).

10. TAXATION:

The Organization is registered under Section 12AA(1)(b)(i) of Income Tax Act 1961 vide letter No.DIT(E)/12A/VOL.III/S-1453/W-2/2004-05 dt.8/2/2005 of Director Income Tax (Exemptions) and is renewed with the registration number: AABAS4743A25BL01 which is valid till Financial Year 31st March 2031. As such, the income of the organization is exempt from taxation of its income and gains. The income is exempt subject to conditions specified under Section 11 and 13 of the Income tax Act. The organization is registered under the Foreign Contribution (Regulation) Act and has received the registration renewal vide reference no 0300011362021 with Registration Number 094421320 for a period of five years with effect from 01 January 2022.

11. ACCOUNTING OF LEASE:

Leases where the lessor effectively retains substantially all the risks and benefits of the ownership over the lease term are classified as operating leases. Operating lease payments are recognized as expenses in the statement of Income and Expenditure. The organization has taken certain office spaces on an operating lease basis. The future minimum lease rental payables towards non-cancellable operating leases as at the balance sheet date are as below:

(Amount in Rs.)

Particulars	As at March 31, 2026	As at March 31, 2025
Not later than one year	5,41,309	47,79,829
Later than one year not later than 5 years	31,67,476	61,15,000
Later than 5 years	-	-



12. EMPLOYEE BENEFITS FUND

a) Gratuity as per actuarial valuation report

The Organization has carried out Gratuity Valuation for the year 2025-26. The following Table provides the disclosure in accordance with Revised AS – 15 in respect of Gratuity for the year ended and as at March 31, 2026.

No	Particulars	Financial Year 2025-26	Financial Year 2024-25
I.	Change in Defined Benefit Obligations:		
	Projected Defined Benefit obligations at the beginning of the year	1,82,45,418	1,98,38,605
	Current Service Cost	25,39,596	39,43,288
	Interest Cost	14,25,520	16,90,482
	Past Service Cost		
	Actuarial Losses / (Gain)	5,37,059	(55,95,342)
	Liabilities Assumed on Acquisition/ (Settled on Divestiture)	-	-
	Benefits paid	(11,85,245)	(16,31,615)
	Projected Defined Benefit obligations at the end of the year	2,15,62,348	1,82,45,418
II.	Change In Plan Assets		
	Plan assets at the beginning of the year at Fair Value	-	-
	Contributions by the employer	11,85,245	16,31,615
	Benefits paid	(11,85,245)	(16,31,615)
	Plan assets at the end of the year at Fair Value	-	-
III.	Present Value of Defined Benefit Obligation	2,15,62,348	1,82,45,418
	Plan Assets at the end of the year at Fair Value *	-	-
	Total Liability as at the end of the year **	2,15,62,348	1,82,45,418
IV.	Financial Assumptions at the Valuation Date		
	Discount Rate (P.A)	7.15%	6.95%
	Salary Escalation Rate	7.00%	7.00%



b) Leave Encashment as per actuarial valuation report

The Organization has carried out Leave Encashment for the year 2025-26. The following Table provides the disclosure in accordance with Revised AS - 15 in respect of Leave Encashment for the year ended and as at March 31, 2026.

(Amount in Rs)

Particulars	As at March 31,2026	As at March 31,2025
Terminal benefit of employees leave encashment	14,28,737	17,58,521

The following table summarizes the relevant information in respect of active members of the scheme.

No. of Employees	Avg.Per day leave Encashment Salary (in Rs.)	Avg.Age (in Years)	Avg.Unrestricted Leave Balance (days)	Avg. Restricted Leave Balance (days)
82	2038.45	39.72	14.27	14.21

Summary of the Compensated Absence Benefits

The policy of compensated absence as applicable to the employees of the Company has been communicated to us and a summary of our understanding on the same is reproduced below:

Company's Compensated Absence Policy		
General Policy	Leave cycle	1 January to 31 December
	Divisor used for per day salary	Monthly salary / 30.42 days



Accrual of Leave	No. of leave that accrue during the year	24 days
Accumulation Limits	Maximum leave allowed to be accumulated:	
	• for encashment	45 days
	• for availment	45 days
	Leave in excess of maximum	Lapsed
Leave Encashment	Encashment allowed whilst in service	No
	Encashment allowed on separation, if yes, on what contingency	All types of separation from the Company
	Definition of salary for encashment	Basic Salary
Leave Availment	Availment allowed whilst in service	Yes
	Definition of salary for availment	Not Applicable

FINANCIAL ASSUMPTIONS AT THE VALUATION DATE:

Particulars	31 st March 2026
Discount Rate (p.a)	7.15%
Salary Escalation Rate (p.a)	7.00%

13. SEGMENT REPORTING

Geographical Segment:

It is based on the geographical location of the donor and expenses incurred out of such source. The geographical segment is broadly classified into contributions received from Indian sources and contributions received from foreign sources. The geographic sector-wise financials are as follows;



Balance Sheet as at March 31, 2026

Particulars	As at March 31, 2026		As at March 31, 2025	
	Foreign	Indian	Foreign	Indian
<u>SOURCE OF FUNDS:</u>				
<u>Restricted Funds</u>				
Earmarked Funds	19,58,86,699	32,64,793	8,91,04,079	97,54,715
<u>Designated Funds</u>				
Employee benefit fund	2,06,07,013	31,01,195	1,71,33,365	28,70,574
General operating fund	4,40,62,936	1,31,80,301	5,79,25,580	10,71,548
Assets fund	60,10,116	19,53,917	71,87,437	21,90,703
Earmarked funds	-	-	20,00,00,000	-
<u>Unrestricted funds</u>				
General fund	18,91,52,582	1,43,50,305	7,59,47,669	2,47,39,463
TOTAL FUNDS	45,57,19,346	3,58,50,511	44,72,98,130	4,06,27,003
<u>APPLICATION OF FUNDS</u>				
Fixed Assets				
Tangible assets	32,92,833	19,53,920	32,09,299	21,90,706
Intangible assets	27,17,283	-	39,78,138	-
Investments				
Long term investments	40,06,07,814	46,75,274	31,06,75,956	82,89,173
Current investments	-	-	10,72,41,795	-
Deposits	15,72,269	4,01,000	15,60,000	3,61,000
Current assets	5,61,57,538	3,21,04,431	3,27,52,127	3,78,92,547
TOTAL ASSETS	46,43,47,737	3,91,34,625	45,94,17,315	4,87,33,426
Liabilities				
Current liabilities	86,28,391	32,84,114	1,21,19,185	81,06,423
TOTAL LIABILITIES	86,28,391	32,84,114	1,21,19,185	81,06,423
NET ASSETS	45,57,19,346	3,58,50,511	44,72,98,130	4,06,27,003



Statement of Income and Expenditure for the year ended March 31, 2026

Particulars	As at March 31, 2026		As at March 31, 2025	
	Foreign	Indian	Foreign	Indian
INCOME				
<u>Restricted</u>				
Earmarked Funds	8,70,85,660	14,48,93,114	32,32,18,017	10,00,58,135
<u>Unrestricted</u>				
Donations	14,50,782	1,479	52,06,195	3,76,960
Bank Interest	2,45,86,279	36,15,570	3,49,72,347	20,45,575
Other Income	3,72,172	2,54,646	23,09,446	4,79,513
TOTAL	11,34,94,893	14,87,64,809	36,57,06,005	10,29,60,183
<u>EXPENDITURE</u>				
Grant expenditure				
<u>Unrestricted</u>				
Invest for wellness (i4We) & Other health programmes	8,90,05,507	3,51,000	9,67,02,743	13,20,000
Establishment and other expenses				
Administrative expenses	2,01,32,693	59,82,286	2,86,20,386	7,38,062
Expenses on employment	2,37,78,470	24,73,240	2,02,83,880	1,08,855
Depreciation	21,42,261	2,36,786	29,46,099	3,12,516
Other expenses	9,35,972	4,86,132	14,18,307	3,33,748
TOTAL	21,53,29,945	14,72,82,000	44,52,58,632	9,64,41,067
Net movement in funds	-10,18,35,052	14,82,809	-7,95,52,627	65,19,116
Balance transferred to General Fund	-10,18,35,052	14,82,809	-7,95,52,627	65,19,116



14. RELATED PARTY DISCLOSURE

As required under "Accounting Standard - 18", issued by Institute of Chartered Accountants of India, the Organization has disclosed the transaction with related parties effected during the Financial Year – 2025-26

14.1 Details of Governing Body Members to whom payments were made:

Sl No	Name of the Person	Relationship	Age	Qualification	Specialization
1.	Thangavelu R	Secretary	52	BE and MBA	Project Management and Governance
2.	Shrirupa Sengupta *	Treasurer	39	B.A. Sociology Hons, M.S.W, PG Dip. Epidemiology	Public Health, Public Health Communication, Media & Entertainment, Social Work, Social Development, Behavioral Science
3.	Krishnamoorthy K **	Treasurer	51	BBM	Financial Management and Budgeting
4.	Dr. Angela Chaudhuri	Governing Body Member	49	BDS, Masters in Public Health, PG Dip Journalism	Global Public Health, Complex Humanitarian Emergencies, Management and Finance in International Health, Journalism, Leadership and Governance
5.	Shama Karkal	Governing Body Member	49	BA and MSW	Management and Community Organization, Social Action and Development
6.	Shiv Kumar***	Governing Body Member	58	B Com PGDRM PGD-System Analysis & Design	Technology, Innovative Financing, Collaborations, Governance, and Institution building.
7.	Raghunathan N****	Governing Body Member	59	BE Agr PGDRM	Designing Programs, Projects, Organisations and Networks. Evaluation and Impact Assessments.

*Shrirupa Sengupta, was elected as new treasurer into the Governing Body on 19th September 2025.



** Krishnamoorthy K, who served in the capacity of Treasurer previously resigned from the governing body on 19th September 2025.

*** Shiv Kumar, who served in the capacity of Governing Body Member resigned from the governing body on 19th September 2025.

**** N. Raghunathan, who served in the capacity of Governing Body Member resigned from the governing body on 19th September 2025.

Salary/Remuneration paid to the Governing Body Members for services rendered to the Organization for the financial year ending March 31, 2026 is as follows:

Nature of Payment	For the year ended March 31, 2026 (Rs.)	For the year ended March 31, 2025 (Rs.)
Salaries*	1,73,18,925 /-	1,30,99,304/-
*The above figures do not include provision for gratuity payable, as the same are actuarially determined for Organization as a whole and separate figures for related parties are not available.		

Breakup of Salaries paid to Governing Body Members to whom payments were made :

Sl. No	Name of the person	Total	Amount paid out of Restricted funds(grant contracts) in Rs.	Amount paid out of Unrestricted funds(Programme) in Rs.	Balance amount paid from Establishment Expenditure in Rs.
1	Dr. Angela Chaudhuri	65,77,959	38,67,151	18,77,611	8,33,197
2	Krishna Moorthy K *	40,36,500	1,54,410	10,09,125	28,72,965
3	Shrirupa Sengupta **	34,50,000	-	17,25,000	17,25,000
4	R.Thangavelu	32,54,466	90,000	23,16,301	8,48,165
	Total	1,73,18,925	41,11,561	69,28,037	62,79,327

* Krishnamoorthy K , who was employed for the entire financial year, resigned from the Governing Body on 19th September 2025 , however his entire year's salary is indicated here.

** Shrirupa Sengupta, who was employed for the entire financial year, was elected as Treasurer into the Governing Body on 19th September 2025; hence, her entire year's salary is indicated.



14.2 Details of payments made to other related parties

Sl. No.	Name of the organization	Relationship	Nature of Transactions	Total Amount Paid in Rs.	Amount paid out of Restricted funds(grant contracts) in Rs.	Amount paid out of Unrestricted (Programme) in Rs.	Balance Amount paid from Establishment Expenditure in Rs.
1.	Catalyst Management Services Pvt Ltd	A Private Company in which two members of the Society are shareholders and directors.	Technical Support and Reimbursement of Expenses	3,47,94,236	3,23,63,353	-	24,31,883
2.	Shiv Kumar*	Governing Body Member	Professional fee and reimbursement of expenses	65,00,457	60,89,175	33,797	3,77,485
3.	N Raghunathan**	Governing Body Member	Rental of Premises	4,29,309	-	-	4,29,309
4.	Fuzhio Health and Business Services Pvt Ltd	Private Company in which two members of the society are Directors	Professional fee	59,00,000	-	59,00,000	-
5.	Impact Catalyst Foundation	Section 8 Company in which seven members of the Society are directors/share holders	Sub-Grant	16,71,200	16,71,200	-	-
6	Shama Karkal	Governing Body Member	Professional fee	10,08,000	-	10,08,000	-

Professional fee paid is inclusive of GST

* Shiv Kumar resigned from the Governing Body on 19th September 2025 , however his entire year's professional fee and reimbursements are indicated here.

** N Raghunathan resigned from the Governing Body on 19th September 2025 , however his entire year's rental income is indicated here.

All the above transactions are provided at competitive rates and are at arm's length. Some of these professional services are reimbursed by various projects and some are incurred by society. Wherever they are reimbursed by various projects, the relevant expenditure is considered under the head 'Grant Expenditure' in note 9. Necessary contracts have been entered with these



organizations/ persons. These organizations/ persons possess necessary technical / commercial expertise to render these services which have been evaluated before these contracts are entered into with these organizations/ persons.

15. Contingent liabilities:

The society has received a demand order under Provident Funds & Miscellaneous Provisions Act, 1952 - vide notice dated 31.01.2019 from office of Assistant Commissioner of PF-Compliance, for Rs.17,20,650/- for the period January 2005 to Feb-2014. Against this demand order the society has paid Rs.6,88,100 under protest and is contesting the demand raised by the PF authorities. As the society is pursuing the matter legally and confident of favorable decision, the provision for the balance amount is not made in the books of account.

16. General: Previous year's figures have been regrouped and reclassified wherever necessary to confirm with current year's presentation.

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

For Swasti,



Venugopal C
Partner

Membership No: 226247

UDIN: 26226247 & 4020E7168

R. Thangavelu
Secretary

Shrirupa Sengupta
Treasurer

Place: Bengaluru

Date: 11/09/2026