

**PRIVATE AND CONFIDENTIAL**

**FINANCIAL STATEMENTS**

**OF**

**KARUNA TRUST**

**FOR THE YEAR ENDED**

**MARCH 31, 2022**

**B.V. FERNANDO & CO.**  
CHARTERED ACCOUNTANTS

**THIS DOCUMENT CONTAINS 10 PAGES**

**SEPTEMBER 28, 2022**



**B V FERNANDO & Co.**

**Chartered Accountants.**  
B V Fernando B. Com. Hons (Cey), F.C.A.

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**Auditors report**

**To the members of Karuna Trust**

We have examined the following Financial Statements of the Karuna Trust.

- a). Statement of financial activities for the year ended March 31, 2022
- b). Statement of financial position as at March 31, 2022
- c). Statement of changes in accumulated fund for the year ended March 31, 2022
- d). Statement of cash flows for the year ended March 31, 2022

These financial statements are the responsibility of the board of trustees of the Organization and our responsibility is to express an opinion on these financial statements, based on our audit.

We conducted our audit in accordance with the Sri Lanka Auditing Standards, which require that we plan and perform the audit to obtain reasonable assurance about whether the said financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the said financial statements, assessing the accounting principles used and significant estimates made by the Board, evaluating the overall presentation of the financial statements, and determining whether the said financial statements are prepared and presented in accordance with the Sri Lanka Accounting Standards. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. We therefore believe that our audit provides a reasonable basis for our opinion.

In our opinion, so far as appears from our examination, and to the best of our information and according to the explanations given to us, the said financial statements and notes thereto have been prepared and presented in accordance with the Sri Lanka Accounting Standards and give a true and fair view of the Organization's state of affairs as at March 31, 2022 and its financial activities and cash flows for the year then ended.

We further report that the Organization has maintained proper books of account and the financial statements referred to above are in agreement with such books of account.

**Chartered Accountants.**

Colombo  
September 28, 2022



Karuna Trust

Registered No: L-82501

67, UDA Industrial Estate, Katuwana Road, Homagama

Statement of financial activities

Note	2022			2021		
	Restricted Funds (Eye care and educational)	Unrestricted Funds (Common Funds)	Total	Restricted Funds (Eye care and educational)	Unrestricted Funds (Common Funds)	Total
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>Incoming resources</b>						
Education and scholarships	2,296,900.00	-	2,296,900.00	342,700.00	-	342,700.00
Donations	-	618,650.00	618,650.00	-	1,505,153.06	1,505,153.06
Cataract project	-	-	-	2,597,199.00	-	2,597,199.00
Home for the Homeless Project	300,000.00	-	300,000.00	-	-	-
Karuna Community Eye Care Center	10,800,239.91	-	10,800,239.91	538,680.00	-	538,680.00
Corona virus disease relief (COVID 19)	4,635,451.24	-	4,635,451.24	2,901,826.35	-	2,901,826.35
Interest received on deposits and loan	01 6,051,326.28	-	6,051,326.28	9,370,870.76	-	9,370,870.76
	<u>24,083,917.43</u>	<u>618,650.00</u>	<u>24,702,567.43</u>	<u>15,751,276.11</u>	<u>1,505,153.06</u>	<u>17,256,429.17</u>
<b>Expenditure</b>						
<b>Projects -</b>						
Karuna Community Eye Care Center	9,437,962.10	-	9,437,962.10	6,284,621.76	-	6,284,621.76
Library	500,000.00	-	500,000.00	5,250.00	-	5,250.00
Scholarships	836,145.40	-	836,145.40	660,631.55	-	660,631.55
IT Programme for school leavers	1,077,585.00	-	1,077,585.00	71,000.00	-	71,000.00
School building - Pitigala	3,464,945.00	-	3,464,945.00	6,460,929.00	-	6,460,929.00
Donation	100,000.00	-	100,000.00	-	60,000.00	60,000.00
Seethawaka Housing projects	4,620,077.00	-	4,620,077.00	896,640.00	-	896,640.00
Corona virus disease relief (COVID 19)	4,653,542.00	-	4,653,542.00	3,185,342.90	-	3,185,342.90
Miscellaneous	-	-	-	51,550.00	-	51,550.00
<b>Others -</b>						
Allowance	-	-	-	-	13,500.00	13,500.00
Accounts clerk fees	-	16,000.00	16,000.00	-	-	-
Telephone	-	-	-	-	5,762.00	5,762.00
Bank charges	-	42,283.56	42,283.56	-	2,350.00	2,350.00
Maintenance of vehicles	-	-	-	-	319,576.69	319,576.69
Stationery and postage	-	-	-	-	1,000.30	1,000.30
Insurance	-	113,399.78	113,399.78	-	-	-
Advertisement	-	-	-	-	8,944.42	8,944.42
Profit/(loss) on disposal of medical equipment	02 870,960.93	-	870,960.93	-	-	-
Depreciation	683,316.08	936,026.94	1,619,343.02	682,566.84	916,832.56	1,599,399.40
<b>Total expenditure</b>	<u>26,244,533.51</u>	<u>1,107,710.28</u>	<u>27,352,243.79</u>	<u>18,298,532.05</u>	<u>1,327,965.97</u>	<u>19,626,498.02</u>
<b>Excess of income over expenditure</b>						
before income tax	(2,160,616.08)	(489,060.28)	(2,649,676.36)	(2,547,255.94)	177,187.09	(2,370,068.85)
Income tax expense	-	-	-	-	-	-
<b>Excess of income over expenditure</b>	<u>(2,160,616.08)</u>	<u>(489,060.28)</u>	<u>(2,649,676.36)</u>	<u>(2,547,255.94)</u>	<u>177,187.09</u>	<u>(2,370,068.85)</u>



Karuna Trust

Statement of changes in accumulated fund for the year ended March 31, 2022

	Restricted Funds (Eye care and educational)	Flurand De Silva Children's Fund	Unrestricted Funds (Common Funds)	Total
	Rs.	Rs.	Rs.	Rs.
Balance as at April 01, 2020	89,707,063.59	3,344,487.40	22,098,007.85	115,149,558.84
Excess of income over expenditure	<u>(2,547,255.94)</u>	-	<u>177,187.09</u>	<u>(2,370,068.85)</u>
Balance as at March 31, 2021	87,159,807.65	3,344,487.40	22,275,194.94	112,779,489.99
Excess of income over expenditure	<u>(2,160,616.08)</u>	-	<u>(489,060.28)</u>	<u>(2,649,676.36)</u>
Balance as at March 31, 2022	<u><u>84,999,191.57</u></u>	<u><u>3,344,487.40</u></u>	<u><u>21,786,134.66</u></u>	<u><u>110,129,813.63</u></u>



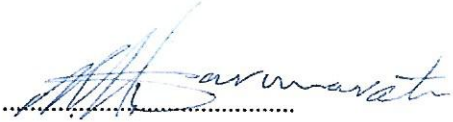
## Karuna Trust

Registered No: L-82501

67, UDA Industrial Estate, Katuwana Road, Homagama

## Statement of financial position

		As at March 31,	
	Note	2022 Rs.	2021 Rs.
<b>Assets</b>			
<b>Non current assets</b>			
Property and equipment	03	4,849,878.11	7,340,182.06
Loan	04	74,000,000.00	12,000,000.00
<b>Total non current assets</b>		<u>78,849,878.11</u>	<u>19,340,182.06</u>
<b>Current assets</b>			
Overpayment of income tax		25,000.00	25,000.00
Cash and cash equivalents	05	32,016,197.72	94,175,570.13
<b>Total current assets</b>		<u>32,041,197.72</u>	<u>94,200,570.13</u>
<b>Total assets</b>		<u>110,891,075.83</u>	<u>113,540,752.19</u>
<b>Accumulated funds</b>			
<b>Restricted funds</b>			
Eye care and educational	06	84,999,191.57	87,159,807.65
Florance De Silva Children's fund		3,344,487.40	3,344,487.40
<b>Total restricted funds</b>		<u>88,343,678.97</u>	<u>90,504,295.05</u>
<b>Unrestricted Funds</b>	07	<u>21,786,134.66</u>	<u>22,275,194.94</u>
<b>Total accumulated funds</b>		<u>110,129,813.63</u>	<u>112,779,489.99</u>
<b>Current liabilities</b>			
Temporary loan - Mr. M.W. Karunaratne		761,262.20	761,262.20
<b>Total accumulated fund and liabilities</b>		<u>110,891,075.83</u>	<u>113,540,752.19</u>



Trustee



Colombo

September 28, 2022