

**HUJRA-VILLAGE SUPPORT ORGANIZATION
(HUJRA-VSO)
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2020**



Rafiqat Babar & Co
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT**To the members of Hujra Village Support Organization****Report on the Audit of the Financial Statements****Opinion**

We have audited the annexed financial statements of **HUJRA VILLAGE SUPPORT ORGANIZATION** (a company registered under section 42 of the Companies Act, 2017), which comprise the statement of financial position as at June 30, 2020, and the income and expenditure statement, the statement of changes in net assets, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the income and expenditure statement, the statement of changes in net assets and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2020 and of the deficit and other comprehensive income, the changes in net assets and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the annual report, but does not include the financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditors' report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017(XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a 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 Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditors' 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 auditors' 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 ISAs as applicable in Pakistan 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 ISAs as applicable in Pakistan, 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 omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control 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 Company'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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a

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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.
- We also provide the board of directors 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.

We communicate with the board of directors 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.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the income and expenditure statement, the statement of changes in net assets and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980);

The engagement partner on the audit resulting in this independent auditors' report is **Mr. Shuja-Ul-Mulk, FCA**

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Rafaqat Babar A.
CHARTERED ACCOUNTANTS

HUJRA VILLAGE SUPPORT ORGANIZATION
A COMPANY REGISTERED UNDER SECTION 42 OF COMPANIES ACT, 2017
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2020

| | NOTE | June 30, 2020 | November 03, 2019 |
|---|------|--------------------------|--------------------------|
| (RUPEES) | | | |
| NON CURRENT ASSETS | | | |
| Property and equipment | 4 | 2,717,396 | 4,317,101 |
| <i>Total non current assets</i> | | <u>2,717,396</u> | <u>4,317,101</u> |
| CURRENT ASSETS | | | |
| Grants receivables | 5 | 105,206 | 2,521,752 |
| Advances, deposits, prepayments and other receivables | 6 | 666,889 | 1,352,405 |
| Cash and bank balances | 7 | 15,781,193 | 15,172,542 |
| <i>Total current assets</i> | | <u>16,553,288</u> | <u>19,046,699</u> |
| TOTAL ASSETS | | <u><u>19,270,684</u></u> | <u><u>23,363,800</u></u> |
| CURRENT LIABILITIES | | | |
| Accrued expenses and other liabilities | 8 | 128,716 | 50,000 |
| NET ASSETS EMPLOYED | | <u><u>19,141,968</u></u> | <u><u>23,313,800</u></u> |
| Represented by: | | | |
| Accumulated fund | | 19,141,968 | 23,313,800 |
| | | <u><u>19,141,968</u></u> | <u><u>23,313,800</u></u> |
| CONTINGENCIES AND COMMITMENTS | 9 | - | - |

The annexed notes from 1 to 19 form an integral part of these financial statements.

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DIRECTOR



CHIEF EXECUTIVE OFFICER

HUJRA VILLAGE SUPPORT ORGANIZATION
A COMPANY REGISTERED UNDER SECTION 42 OF COMPANIES ACT, 2017
INCOME AND EXPENDITURE STATEMENT
FOR THE PERIOD ENDED JUNE 30, 2020

| | | Period ended June 30, 2020 | Period ended June 30, 2020 | TOTAL Period ended June 30, 2020 | TOTAL Period ended November 03, 2019 |
|--|------|----------------------------------|-------------------------------|--|---|
| | | Restricted Fund | Unrestricted Fund | | |
| | NOTE | (RUPEES) | | | |
| INCOME | | | | | |
| Grants from donors | 5 | 2,201,403 | - | 2,201,403 | 12,396,173 |
| Surplus fund transferred to unrestricted fund | | | 450,378 | 450,378 | - |
| Members' subscription money | | - | 600,000 | 600,000 | - |
| Donations and other income | 10 | - | 1,919,135 | 1,919,135 | 828,151 |
| Total income | | <u>2,201,403</u> | <u>2,969,513</u> | <u>5,170,916</u> | <u>13,224,324</u> |
| EXPENDITURES | | | | | |
| Program costs | 11 | 2,201,403 | - | 2,201,403 | 8,838,978 |
| Project expenses charged to unrestricted funds | | - | 796,710 | 796,710 | - |
| Administrative expenses | 12 | - | 6,344,635 | 6,344,635 | 2,679,861 |
| Total expenditure | | <u>2,201,403</u> | <u>7,141,345</u> | <u>9,342,748</u> | <u>11,518,839</u> |
| SURPLUS / (DEFICIT) OF INCOME OVER EXPENDITURE BEFORE TAX | | | | | |
| | | <u>-</u> | <u>(4,171,832)</u> | <u>(4,171,832)</u> | <u>1,705,485</u> |
| Taxation | | - | - | - | - |
| SURPLUS / (DEFICIT) AFTER TAX | | | | | |
| | | <u>-</u> | <u>(4,171,832)</u> | <u>(4,171,832)</u> | <u>1,705,485</u> |
| Other comprehensive income for the period | | - | - | - | - |
| TOTAL COMPREHENSIVE INCOME / (LOSS) | | <u>-</u> | <u>(4,171,832)</u> | <u>(4,171,832)</u> | <u>1,705,485</u> |

The annexed notes from 1 to 19 form an integral part of these financial statements.


DIRECTOR


CHIEF EXECUTIVE OFFICER

HUJRA VILLAGE SUPPORT ORGANIZATION
A COMPANY REGISTERED UNDER SECTION 42 OF COMPANIES ACT, 2017
STATEMENT OF CHANGES IN NET ASSETS
FOR THE PERIOD ENDED JUNE 03, 2020

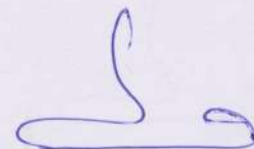
| | <u>Accumulated Fund (RUPEES)</u> |
|---|--|
| Balance as on June 30, 2019 | <u>21,608,315</u> |
| Total comprehensive income for the period | 1,705,485 |
| Balance as at November 03, 2019 | <u>23,313,800</u> |
| Deficit for the period | (4,171,832) |
| Other comprehensive income for the period | - |
| Balance as at June 30, 2020 | <u>19,141,968</u> |

The annexed notes from 1 to 19 form an integral part of these financial statements.

Mr.



DIRECTOR




CHIEF EXECUTIVE OFFICER

HUJRA VILLAGE SUPPORT ORGANIZATION
A COMPANY REGISTERED UNDER SECTION 42 OF COMPANIES ACT, 2017
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED JUNE 30, 2020

| | NOTE | June 30, 2020 | November 03, 2019 |
|---|------|--------------------|-------------------|
| | | [RUPEES] | |
| CASH FLOW FROM OPERATING ACTIVITIES: | | | |
| Surplus / (deficit) of income over expenditure | | (4,171,832) | 1,705,485 |
| Adjustments for non-cash items: | | | |
| Depreciation | 4.1 | 265,091 | 176,300 |
| Gain on disposal of fixed assets | | (942,383) | - |
| | | (4,849,125) | 1,881,785 |
| (Increase)/decrease in current assets | | | |
| Grant receivables | | 2,416,546 | (564,770) |
| Advances, deposits, prepayments and other receivables | | 685,516 | 6,021,312 |
| | | 3,102,062 | 5,456,542 |
| Increase/(decrease) in current liabilities | | | |
| Accrued expenses & other liabilities | | 78,716 | (100,000) |
| Deferred Grant | | - | (1,713,547) |
| | | 78,716 | (1,813,547) |
| Net cash inflow from operating activities | | (1,668,347) | 5,524,780 |
| CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Proceeds from disposal of assets | | 2,277,000 | - |
| | | 2,277,000 | - |
| Cash inflow during the year | | 608,653 | 5,524,780 |
| Cash and cash equivalents at the beginning of the year | | 15,172,541 | 9,647,762 |
| Cash and cash equivalents at the end of the year | | 15,781,193 | 15,172,542 |

The annexed notes from 1 to 19 form an integral part of these financial statements.


DIRECTOR


CHIEF EXECUTIVE OFFICER

HUJRA VILLAGE SUPPORT ORGANIZATION
A COMPANY REGISTERED UNDER SECTION 42 OF COMPANIES ACT, 2017
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM NOVEMBER 04, 2019 TO JUNE 30, 2020

1. STATUS AND OPERATION:

HUJRA VILLAGE SUPPORT ORGANIZATION is a non-profit non government organization, previously registered under the Societies Act, 1860 as a Society till November 03, 2019. On June 25, 2019, management of Hujra Village Support Organization passed a resolution unanimously to register the entity with Securities & Exchange Commission of Pakistan. As a result, on November 04, 2019 a company is incorporated u/s 42 of the Companies Act, 2017. The Company is having its registered office at Swat. The objects for which the company is established are as follows;

a) To establish, maintain, run, manage and administer aid programmes providing relief and help to the needy poor and destitute and to grant relief donation for and during calamities and to undertake such charitable and philanthropic activities which in the opinion of the company would assist and benefit mankind and to work for alleviation of human sufferings from catastrophies.

b) To take over and / otherwise acquire all the assets, liabilities, rights, properties, and / or undertaking of existing entity namely Hujra Village Support Organization registered as a Society under the Societies Registration Act XXI of 1860, by this association namely Hujra Village Support Organization registered as a Company under Section 42 of the Companies Act 2017 and after taking over all the assets and liabilities by the Company, the existing society shall be dissolved.

1.1 PROJECTS CARRIED OUT DURING THE YEAR

During the period ended June 30, 2020, HUIRA-VSO has carried out the following projects:

Women Voters Registration project in District Buner

The project was carried out in District Buner with the funds of Trust for Democratic Education and Accountability (TDEA). The project aimed at registering the unregistered women of District Buner. Main activities were:

- . Identification of unregistered Women
- . Enlisting of Unregistered women
- . Facilitation of unregistered women in NIC processing
- . Stakeholders meetings and awareness workshops

Facilitation of Electoral Staff Trainings

The project is funded by DAI (Pvt.) Limited. The aim of the project is to facilitate Election Commission of Pakistan (ECP) in conducting trainings of Electoral staff to build their capacity in conducting duties during election.

Women Voters Registration project in District Buner under SELP

The project was carried out in district Buner under SELP program with the funds of Trust for Democratic Education and Accountability (TDEA). The project aimed at registering the unregistered women of District Buner. Main activities were:

- . Identification of unregistered Women
- . Enlisting of Unregistered women
- . Facilitation of unregistered women in NIC processing
- . Stakeholders meetings and awareness workshops

2. Basis of Preparation

2.1 Statement of Compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The approved accounting and reporting standards applicable in Pakistan comprise of:

-International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Accounting Standard for Not for Profit Organizations (Accounting Standard for NPOs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and

- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from IFRS for SMEs or the Accounting Standard for NPOs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of Measurement

These financial statements are prepared under the historic cost convention.

2.3 Functional and Presentation Currency

These financial statements are presented in Pakistan Rupees, which is the company's functional currency. All amounts have been rounded to nearest thousand, unless otherwise indicated.

2.4 Significant accounting estimates

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future period if the revision affects both current and future periods.

Estimates are involved in the following head:

- a) Useful lives and residual values of property, plant and equipment.
- b) Estimation of contingent liabilities.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following policies are consistently applied in preparation of these financial statements:

3.1 Property and equipment:

3.1.1 Initial recognition

All items of property, plant and equipment are initially recorded at cost.

3.1.2 Subsequent measurement

Items of property, plant and equipment other than land and capital work in progress are measured at cost less accumulated depreciation and impairment loss (if any).

Capital work in progress is stated at cost less impairment loss (if any).

3.1.3 Depreciation

Depreciation is charged to income and expenditure statement applying reducing balance method, whereby the cost of an asset is written off over its estimated useful life. Depreciation on additions is charged from the date on which the asset is available for use and on disposals up to the date of deletion. The residual value, depreciation method and the useful lives of each part of property and equipment that is significant in relation to the total cost of the asset are reviewed, and adjusted if appropriate, at each reporting date.

3.1.4 Disposal

The gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amounts of the asset and is recognised as other income in the statement of profit or loss.

3.1.4 Judgement and estimates

The useful lives, residual values and depreciation method are reviewed on a regular basis. The effect of any changes in estimate is accounted for on a prospective basis.

3.2 Accrued and Other Liabilities

Accrued & other liabilities are recognized at cost which is the fair value of the consideration to be paid in the future for goods and services received.

3.3 Provisions

Provisions are recognized when the entity has a present, legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and a reliable estimate of the amount can be made. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

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3.4 Taxation

3.4.1 Current Tax

The charge of current tax is based on higher of tax calculated on taxable income at normal rate as applicable for companies or minimum tax calculated on turn over as specified under section 113 or Alternate Corporate Tax under section 113C of Income Tax Ordinance 2001.

3.4.2 Deferred Tax

Deferred tax is accounted for using the balance sheet method, providing for temporary differences between the carrying value of assets and liabilities for financial reporting purposes and the amount used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognized on all major temporary differences. Deferred tax assets recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference, unused tax losses and tax credits can be utilized. Deferred tax are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the relaxed tax benefit will be realized.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on the net basis or their tax assets and liabilities will be realized simultaneously.

3.5 Grant recognition:

For the purpose of recognition of grants and donations received, funds are divided into the following two categories.

3.5.1 Restricted Funds/Specific purpose grants:

Restricted funds are funds which are used in accordance with specific restrictions imposed by donors or which are raised by the entity for particular purposes. Funds are initially recorded as deferred liability under unexpended projects funds and are recognized as revenue to the extent of expenditures incurred.

Restricted contributions for which the related restrictions remain unfulfilled are accumulated as deferred liability.

3.5.2 Unrestricted Funds/General purpose grants:

Unrestricted funds are funds which are received as grants from executive members, general public or raised by the entity for the general purpose of the society. Revenue from unrestricted funds is recognized when received in cash or kind.

3.6 Foreign currency conversion:

The financial statements are presented in Pak rupees, which is the entity's functional and presentation currency. Transactions in other currencies are accounted for in Pak rupees at exchange rate ruling at the time of the transaction. Monetary assets and liabilities denominated in other currencies are translated into Pak rupees at the rate of exchange ruling on the reporting date. Exchange gains or losses are recognized in income and expenditure statement.

3.7 Related Party Transactions

Transactions with related parties are carried out on commercial terms and conditions.

3.8 Financial Instruments

Financial instruments are measured at amortized cost.

3.9 Cash and cash equivalents:

Cash and cash equivalents are carried in the balance sheet at cost. The fair value of cash and cash equivalents approximate their carrying amount. For the purpose of statement of cash flow, cash and cash equivalent comprises cash in hand and cash at bank.

4 PROPERTY AND EQUIPMENTS

| | Furniture and fixture | Computer and accessories | Electric appliances (Rupees) | Office equipment | Vehicles | Total |
|---|--------------------------|-----------------------------|------------------------------------|---------------------|------------------|------------------|
| Cost | 895,491 | 1,720,462 | 411,630 | 806,192 | 5,171,000 | 9,004,775 |
| Accumulated depreciation | (366,799) | (1,135,971) | (199,525) | (407,490) | (2,577,889) | (4,687,674) |
| Carrying amount at November 03, 2019 | 528,692 | 584,491 | 212,105 | 398,702 | 2,593,111 | 4,317,101 |
| Additions | - | - | - | - | - | - |
| Disposals - carrying amount | 34,524 | 76,335 | 13,851 | 26,035 | (1,334,614) | (1,334,614) |
| Depreciation charge for the year | - | - | - | - | 114,346 | 265,091 |
| Carrying amount at June 30, 2020 | 494,168 | 508,156 | 198,254 | 372,667 | 1,144,151 | 2,717,396 |

The carrying amount as at June 30, 2020 is aggregate of:

| | | | | | | |
|---|----------------|----------------|----------------|----------------|------------------|------------------|
| Cost | 895,491 | 1,720,462 | 411,630 | 806,192 | 2,546,000 | 6,379,775 |
| Accumulated depreciation | (401,323) | (1,212,306) | (213,376) | (433,525) | (1,401,852) | (3,662,382) |
| Carrying amount at June 30, 2020 | 494,168 | 508,156 | 198,254 | 372,667 | 1,144,148 | 2,717,396 |

Depreciation rate

| | | | | |
|-----|-----|-----|-----|-----|
| 10% | 20% | 10% | 10% | 10% |
|-----|-----|-----|-----|-----|

4.1 The depreciation has been allocated as follows:

| | | |
|-------------------------|----------------|----------------|
| Administrative expenses | 30-Jun-20 | 03-Nov-19 |
| | 265,091 | 176,300 |
| | 265,091 | 176,300 |

4.2 Details of vehicles disposed off during the year is as follows:

| Vehicle type | Vehicle Number | Original Cost | Accumulated Depreciation | Written Down Value | Sale Proceeds | Gain/(Loss) | Mode of Disposal | Name & Address of purchaser | Relationship with the purchaser |
|---|----------------|------------------|--------------------------|--------------------|------------------|----------------|------------------|---|---------------------------------|
| Toyota Parado, White Color | PSBR-408 (NCP) | 975,000 | 511,646 | 463,354 | 577,000 | 113,646 | Open Auction | Zafar Ali CNIC#15602-0293028-9 belong from Berkelay Tehsil Khwaza Khela District Swat | None |
| Toyota Corrola Altis Color Olive Mica | RF-498 | 1,650,000 | 778,737 | 871,263 | 1,700,000 | 828,737 | Open Auction | Zafar Ali CNIC#15602-0293028-9 belong from Berkelay Tehsil Khwaza Khela District Swat | None |
| | | <u>2,625,000</u> | <u>1,290,383</u> | <u>1,334,617</u> | <u>2,277,000</u> | <u>942,383</u> | | | |

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| | Opening balance As at November 04, 2019 | | Movements in resources during the period | | | | Closing balance As at June 30, 2020 | | |
|--|---|---------------------------|--|--------------------|------------------|--|-------------------------------------|-------------------|---------------------------|
| | Grants Receivable | Unutilized grants payable | Incoming resources | Revenue recognized | Program expense | Program expenses charged to unrestricted funds | Transferred to unrestricted fund | Grants receivable | Unutilized grants payable |
| | All amounts in Rupees | | | | | | | | |
| 5.1 Women Voters Registration Project - TDEA (Buner) | 441,252 | - | 891,630 | - | - | (796,710) | 450,378 | - | - |
| 5.2 Women Voters Registration Project Ex-FATA - TABEER DAI | 2,080,500 | - | 2,253,875 | 173,375 | 173,375 | - | - | - | - |
| Women Voters Registration Project - SELP- TDEA (Buner) | - | - | 1,922,822 | 2,028,028 | 2,028,028 | - | - | 105,206 | - |
| | 2,521,752 | - | 5,068,327 | 2,201,403 | 2,201,403 | (796,710) | 450,378 | 105,206 | - |

5 GRANTS FROM DONORS

5.1 Women Voters Registration Project - TDEA (Buner)
 5.2 Women Voters Registration Project Ex-FATA - TABEER DAI
 Women Voters Registration Project - SELP- TDEA (Buner)

5.1 The project was completed during the period. Surplus funds of Rs. 450,378 were transferred to unrestricted funds.

5.2 This project was also completed during the period. Excess expenditures of Rs. 796,710 were charged to unrestricted funds.

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| | <u>JUNE 30,</u> <u>2020</u> | <u>November</u> <u>03, 2019</u> |
|---|--------------------------------|------------------------------------|
| | (RUPEES) | |
| 6 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES | | |
| Advances - considered good | | |
| Operational advances - field Offices | 26,259 | 216,015 |
| Advance Income Tax | <u>63,349</u> | <u>-</u> |
| | 89,609 | 216,015 |
| Deposits | | |
| Security deposits to fuel pumps | 100,000 | 200,000 |
| State Life Insurance Corporation | 337,280 | - |
| Office security | 140,000 | 190,000 |
| Other deposits (UNDP proposal security) | <u>-</u> | <u>500,000</u> |
| | 577,280 | 890,000 |
| Prepayments | | |
| Insurance (vehicle) | - | 4,548 |
| Office rent | <u>-</u> | <u>241,842</u> |
| | - | 246,390 |
| | <u>666,889</u> | <u>1,352,405</u> |
| 7 CASH AND BANK BALANCES | | |
| Cash at bank | 7.1 15,781,193 | 15,172,542 |
| | <u>15,781,193</u> | <u>15,172,542</u> |
| 7.1 Cash at bank | | |
| PLS accounts - PKR | 7.1.1 15,781,193 | 15,172,542 |
| Current account - PKR | <u>-</u> | <u>-</u> |
| | <u>15,781,193</u> | <u>15,172,542</u> |
| 7.1.1 These balances carry interest / mark-up ranging from 6% to 9% | | |
| 8 ACCRUED EXPENSES AND OTHER LIABILITIES | | |
| Audit fee | 120,000 | 45,000 |
| Tax payable | - | 5,000 |
| Utilities | <u>8,716</u> | <u>-</u> |
| | <u>128,716</u> | <u>50,000</u> |
| 9 CONTINGENCIES AND COMMITMENTS | | |
| The Company has no contingencies and commitments during the year. | | |
| 10 DONATIONS AND OTHER INCOME | | |
| Other income | 61,900 | 13,300 |
| Bank profit | 881,652 | 414,851 |
| Vehicle rent | - | 400,000 |
| Management Fee | 33,200 | - |
| Gain on disposal of assets | <u>942,383</u> | <u>-</u> |
| | <u>1,919,135</u> | <u>828,151</u> |

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| | <u>JUNE 30,</u> <u>2020</u> | <u>November</u> <u>03, 2019</u> |
|---------------------------------------|--------------------------------|------------------------------------|
| | (RUPEES) | |
| 11 PROGRAM COSTS | | |
| Salaries, wages and other benefits | 1,712,299 | 2,723,215 |
| Meeting and presentation | 57,280 | 2,514,390 |
| Insurance | 3,900 | 9,750 |
| Advertisement | - | 10,240 |
| Travelling and transportation | 894,286 | 2,359,610 |
| Project office rent | 112,500 | 461,855 |
| Utilities | 42,623 | 249,042 |
| Communication charges | 39,530 | 37,434 |
| Office supplies | 32,697 | 12,641 |
| Printing and stationery | 56,998 | 39,440 |
| Repair and maintenance | - | 11,710 |
| Legal and professional | - | 18,465 |
| POL | 46,000 | 254,744 |
| Miscellaneous | - | 136,442 |
| | <u>2,998,113</u> | <u>8,838,978</u> |
| 12 ADMINISTRATIVE EXPENSES | | |
| Salaries and other benefits | 3,825,620 | 1,801,689 |
| Printing and stationery expense | 70,458 | 10,145 |
| Travelling and transportation charges | 50,872 | 18,594 |
| POL | 175,552 | 45,378 |
| Office rent | 1,030,931 | 220,013 |
| Office supplies | 18,510 | 7,244 |
| Advertisement | 4,640 | - |
| Repair and maintenance | 89,506 | 74,038 |
| Meetings and presentations | 67,040 | 8,400 |
| EOBI | 70,850 | 3,900 |
| Utilities | 75,099 | 108,047 |
| Staff and vehicle insurance | 19,498 | 56,186 |
| Legal and professional | 298,020 | - |
| Miscellaneous | 47,818 | 31,880 |
| Communication charges | 55,840 | 34,835 |
| Bank charges | 59,291 | 33,212 |
| Audit Fee | 120,000 | 50,000 |
| Depreciation | 4.1 265,091 | 176,300 |
| | <u>6,344,635</u> | <u>2,679,861</u> |
| 13 TAXATION | | |
| Current Tax | 13.1 - | - |
| Deferred Tax | - | - |
| | <u>-</u> | <u>-</u> |

13.1 The company has not recognized deferred tax asset of an amount of PKR 896,160 as the company has applied for commissioner approval under section 2(36) of the Income Tax Ordinance, 2001. The management is confident of obtaining commissioner approval that will enable the company to avail 100% tax exemption under section 100C of the Income Tax Ordinance, 2001.

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14 REMUNERATION, ALLOWANCES AND OTHER PAYMENTS TO DIRECTORS

| | Rupees 2020 | | | Rupees Nov 3, 2019 | | |
|-------------------------|-----------------|-----------|------------------|--------------------|-----------|----------------|
| | Chief Executive | Directors | Total | Chief Executive | Directors | Total |
| No. of Directors | 1 | 3 | 4 | 1 | 3 | 4 |
| Managerial Remuneration | 1,164,019 | - | <u>1,164,019</u> | 642,000 | - | <u>642,000</u> |

15 RELATED PARTY TRANSACTIONS

14.1 TRASACTIONS:

| Name | Relationship with the Company | Basis of Relationship | Nature of Transaction | June 30, 2020 | November 03, 2019 |
|------------------|-------------------------------|-----------------------|-----------------------|---------------|-------------------|
| Barkat Ali | Directorship | Director | Startup donation | 200,000 | - |
| Shabbir Muhammad | Directorship | Director | Startup donation | 200,000 | - |
| Syed Umar Shah | Directorship | Director | Startup donation | 200,000 | - |

16 FINANCIAL INSTRUMENTS

| | Reporting date June 30, 2020 | Reporting date November 03, 2019 |
|---|------------------------------|----------------------------------|
| Financial assets at amortized cost | | |
| Grants receivables | 105,206 | 2,521,752 |
| Deposits | 577,280 | 890,000 |
| Cash & Bank balances | 15,781,193 | 15,172,542 |
| | <u>16,463,679</u> | <u>18,584,294</u> |
| Financial liability at amortized cost: | | |
| Accrued expenses | <u>128,716</u> | <u>50,000</u> |

17 NUMBER OF EMPLOYEES


Total number of employees as at year end were 12 (Nov 03, 2019:13), while the average number of employees during the year were 13 (Nov 03, 2019:12).

18 GENERAL

- All figures have been rounded to the nearest rupee.
- Comparative figures of the previous entity from Hujra Village Support Organisation (registered under the Societies Act, 1860) have been provided for the purpose of fair presentation of the Financial Statements. Since this is the first year of incorporation, hence financial statements have been prepared from the date of incorporation, from November 04, 2019 to the financial year end June 30, 2020.

19 AUTHORIZATION OF FINANCIAL STATEMENT

These financial statements have been approved by the Board of Directors on 03 SEP 2020.


DIRECTOR


CHIEF EXECUTIVE OFFICER