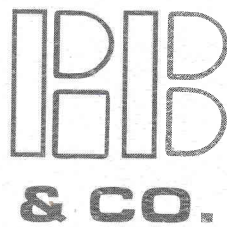


**HUJRA-VILLAGE SUPPORT ORGANIZATION
(HUJRA-VSO)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**



Rafaqat 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 **Hujra Village Support Organization** (the Company), which comprise the statement of financial position as at 30 June 2021, 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, 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 30 June 2021 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 (the code) 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 Auditors' Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do 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 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.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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.

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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 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 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 Shuja-ul-Mulk, FCA.

10 5 OCT 2021
PESHAWAR

Shuja-ul-Mulk
Rafaqat Babar & Co.
CHARTERED ACCOUNTANTS

HUJRA VILLAGE SUPPORT ORGANIZATION

A COMPANY REGISTERED UNDER SECTION 42 OF COMPANIES ACT, 2017

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2021

	NOTE	June 30, 2021	June 30, 2020
(RUPEES)			
NON CURRENT ASSETS			
Property and equipment	5	4,842,786	2,717,396
<i>Total non current assets</i>		4,842,786	2,717,396
CURRENT ASSETS			
Grants receivables	6	4,169,067	105,206
Advance Income Tax		-	63,349
Advances and deposits	7	608,404	666,889
Cash and bank balances	8	5,350,226	15,781,193
<i>Total current assets</i>		10,127,697	16,616,637
TOTAL ASSETS		14,970,483	19,334,033
CURRENT LIABILITIES			
Accrued expenses	9	157,370	128,716
NET ASSETS EMPLOYED		14,813,113	19,205,317
Represented by:			
Accumulated fund		14,813,113	19,141,968
		<u>14,813,113</u>	<u>19,141,968</u>
CONTINGENCIES AND COMMITMENTS	10	-	-

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
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED JUNE 30, 2021

		June 30, 2021	June 30, 2021	TOTAL	TOTAL
		Restricted Fund	Unrestricted Fund	June 30, 2021	Period ended June 30, 2020
	NOTE	(RUPEES)			
INCOME					
Grants from donors	6	16,930,821	-	16,930,821	2,201,403
Surplus fund transferred to unrestricted fund		-	-	-	450,378
Members' subscription money		-	-	-	600,000
Donations and other income	11	-	1,406,995	1,406,995	1,919,135
Total income		16,930,821	1,406,995	18,337,816	5,170,916
EXPENDITURES					
Program costs	12	16,930,821	-	16,930,821	2,201,403
Project expenses charged to unrestricted funds		-	-	-	796,710
Administrative expenses	13	-	5,735,850	5,735,850	6,344,635
Total expenditure		16,930,821	5,735,850	22,666,671	9,342,748
(DEFICIT) OF INCOME OVER EXPENDITURE BEFORE TAX				(4,328,855)	(4,171,832)
Taxation			4.5	-	-
(DEFICIT) AFTER TAX				(4,328,855)	(4,171,832)
Other comprehensive income for the year				-	-
TOTAL COMPREHENSIVE (DEFICIT) FOR THE YEAR				(4,328,855)	(4,171,832)

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 YEAR ENDED JUNE 30, 2021

	<u>Accumulated Fund (RUPEES)</u>
Balance as at November 03, 2019	23,313,800
(Deficit) for the period	(4,171,832)
Other comprehensive income for the period	-
Balance as at June 30, 2020	<u>19,141,968</u>
(Deficit) for the year	(4,328,855)
Other comprehensive income for the year	-
Balance as at June 30, 2021	<u><u>14,813,113</u></u>

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
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021

	NOTE	June 30, 2021 [RUPEES]	June 30, 2020 [RUPEES]
CASH FLOW FROM OPERATING ACTIVITIES:			
(Deficit) of income over expenditure		(4,328,855)	(4,171,832)
Adjustments for non-cash items:			
Depreciation	5.1	374,610	265,091
Gain on disposal of fixed assets		-	(942,383)
		<u>(3,954,245)</u>	<u>(4,849,125)</u>
(Increase) / decrease in current assets			
Grant receivables		(4,063,861)	2,416,546
Advances and deposits		58,485	685,516
		<u>(4,005,376)</u>	<u>3,102,062</u>
Increase / (decrease) in current liabilities			
Accrued expenses		28,654	78,716
		<u>28,654</u>	<u>78,716</u>
Net cash outflow from operating activities		<u>(7,930,967)</u>	<u>(1,668,347)</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from disposal of assets		-	2,277,000
Addition in property and equipment		(2,500,000)	-
		<u>(2,500,000)</u>	<u>2,277,000</u>
Cash (outflow)/inflow during the year		<u>(10,430,967)</u>	<u>608,653</u>
Cash and cash equivalents at the beginning of the year		15,781,193	15,172,541
Cash and cash equivalents at the end of the year		<u><u>5,350,226</u></u>	<u><u>15,781,193</u></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
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

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 catastrophes.

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 year ended June 30, 2021, HUIJRA-VSO has carried out the following projects:

Health Cards Distribution Project

The project was carried out in Attock, Rawalpindi and Islamabad. with the funds of State Life Insurance Corporation of Pakistan. The project main activities were:

- . Distribution of Health cards in the Zone/Districts.
- . Spreading awareness about availing the health care facilities in designated Government and Private Hospitals.
- . Spreading awareness about health care through community mobilization.

Unconditional Cash Assistance (FR Peshawar)

The project is funded by World Food Program (WFP). The aim of the project is to provide life saving cash assistance to 4,930 families in selected villages of FR Peshawar affected by multiple shocks including COVID-19 to ensure their short-term critical food needs are met.

Empowering Vulnerable Populations (District Swat)

The project is funded by USAID American Embassy Islamabad.. The aim of the project is to train disabled female from Swat area in business skills, product development and link them to markets.

2. SUMMARY OF SIGNIFICANT TRANSACTIONS AND EVENTS IN THE CURRENT REPORTING YEAR

2.1 COVID-19 IMPACT

The World Health Organization has declared COVID-19 (the virus) a global pandemic. The Government of Pakistan has provided directions to take measures to respond to the virus. While the virus has impacted the global economy, the Company's operations and financial results have not been materially impacted. In future also, the Company does not foresee any adverse impact on its operations and financial results.

3. Basis of Preparation

3.1 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.

3.2 Basis of Measurement

These financial statements are prepared under the historic cost convention.

3.3 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.

3.4 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 periods 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.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

4.1 Property and equipment

4.1.1 Initial recognition

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

4.1.2 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).

4.1.3 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.

4.1.4 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 income and expenditure.

4.1.4 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.

4.2 Intangible assets

Intangible assets other than goodwill, are measured at cost less accumulated amortization and accumulated impairment losses. Amortization is charged so as to allocated the cost of assets over their estimated useful lives, using the straight line methods to the financial statements.

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

4.3 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.

4.4 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.

4.5 Taxation

4.5.1 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.

Provision of current tax has not been recognized as the company has hundred percent tax credit facility according to section 100C. of the Income Tax Ordinance 2001.

4.5.2 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.

4.6 Grant recognition

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

4.6.1 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.

4.6.2 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.

4.7 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.

4.8 Related Party Transactions

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

4.9 Financial Instruments

Financial instruments are measured at amortized cost.

4.10 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.

5 PROPERTY AND EQUIPMENT

	Furniture and fixture	Computer and accessories	Electric appliances	Office equipment	Vehicles	Total
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
Additions	-	-	-	-	2,500,000	2,500,000
Disposals - carrying amount	-	-	-	-	-	-
Depreciation charge for the year	(49,417)	(101,631)	(19,825)	(37,267)	(166,470)	(374,610)
Carrying amount at June 30, 2021	444,751	406,525	178,429	335,400	3,477,678	4,842,786

The carrying amount as at June 30, 2021 is aggregate of:

Cost	895,491	1,720,462	411,630	806,192	5,046,000	8,879,775
Accumulated depreciation	(450,740)	(1,313,937)	(233,200)	(470,791)	(1,568,321)	(4,036,989)
Carrying amount at June 30, 2021	444,751	406,525	178,430	335,401	3,477,679	4,842,786

Depreciation rate

10%	20%	10%	10%	10%
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5.1 The depreciation has been allocated as follows:

Administrative expenses	30-Jun-21	30-Jun-20
	374,610	265,091
	374,610	265,091

6 GRANTS RECEIVABLES

Health Cards Distribution Project
 Unconditional Cash Assistance (FR Peshawar)
 Empowering Vulnerable Populations (Swat)
 Women Voters Registration Project - SELP- TDEA (Buner)

	Opening balance As at July 01, 2020		Movements in resources during the year				Closing balance As at June 30, 2021	
	Grants Receivable	Unutilized grants payable	Incoming resources	Unrestricted Fund	Restricted Fund	Program expense	Grants receivable	Unutilized grants payable
	-	-	-	-	4,169,067	4,169,067	4,169,067	-
	-	-	9,500,055	621,499	8,878,556	8,878,556	-	-
	-	-	3,883,198	-	3,883,198	3,883,198	-	-
	105,206	-	105,206	-	-	-	-	-
	105,206	-	13,488,459	621,499	16,930,821	16,930,821	4,169,067	-

All amounts in Rupees

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NOTE	<u>JUNE 30,</u> <u>2021</u>	<u>JUNE 30,</u> <u>2020</u>
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(RUPEES)

7 ADVANCES AND DEPOSITS

Advances - considered good

Operational advances - field Offices

31,124 26,259

31,124 26,259

Deposits

Security deposits to fuel pumps

100,000 100,000

State Life Insurance Corporation

337,280 337,280

Office security

140,000 140,000

577,280 577,280

608,404 **603,539**

8 CASH AND BANK BALANCES

Cash at bank

PLS accounts - PKR

8.1 5,350,226 5,350,226

5,350,226 **5,350,226**

8.1 These balances carry interest / mark-up ranging from 6% to 9% (2020 : 6% to 9%)

9 ACCRUED EXPENSES

Audit fee

150,000 120,000

Utilities

7,370 8,716

157,370 **128,716**

10 CONTINGENCIES AND COMMITMENTS

The Company has no contingencies and commitments during the year (2020 : Nil).

11 DONATIONS AND OTHER INCOME

Other income

- 61,900

Bank profit

435,496 881,652

Vehicle rent

350,000 -

Management Fee

621,499 33,200

Gain on disposal of assets

- 942,383

1,406,995 **1,919,135**

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NOTE

JUNE 30,
2021JUNE 30,
2020

(RUPEES)

12 PROGRAM COSTS

	JUNE 30, 2021	JUNE 30, 2020
Salaries, wages and other benefits	7,500,014	1,712,299
Commission expense	3,205,964	-
Meeting and presentation	156,587	57,280
Insurance	126,500	3,900
Advertisement	15,225	-
EOBI	132,601	-
Travelling and transportation	1,959,266	894,286
Project office rent and commission	1,288,902	112,500
Utilities	211,066	42,623
Communication charges	143,079	39,530
Office & Kitchen supplies	215,532	32,697
Printing and stationery	218,852	56,998
Repair and maintenance	95,868	-
POL	886,693	46,000
Project Visibility	219,690	-
Distribution Items	506,750	-
Trainings	17,875	-
Miscellaneous	30,357	-
	16,930,821	2,998,113

13 ADMINISTRATIVE EXPENSES

Salaries and other benefits	3,081,137	3,825,620
Printing and stationery expense	31,473	70,458
Travelling and transportation charges	418,792	50,872
POL	121,915	175,552
Office rent	689,466	1,030,931
Office supplies	82,598	18,510
Advertisement	4,500	4,640
Repair and maintenance	130,470	89,506
Meetings and presentations	68,400	67,040
EOBI	33,800	70,850
Utilities	139,287	75,099
Staff and vehicle insurance	-	19,498
Legal and professional	273,517	298,020
Miscellaneous	36,364	47,818
Communication & Postage charges	32,627	55,840
Bank charges	44,474	59,291
Visibility	22,420	-
Audit Fee	13.1 150,000	120,000
Depreciation	5.1 374,610	265,091
	5,735,850	6,344,635

13.1 Auditors' remuneration includes statutory audit fee only.

M.

14 REMUNERATION OF CHIEF EXECUTIVE, DIRECTOR AND OTHER EXECUTIVES

	Rupees 2021			Rupees 2020		
	Chief Executive	Directors	Total	Chief Executive	Directors	Total
No. of Directors	1	3	4	1	3	4
Managerial Remuneration	1,905,500	-	<u>1,905,500</u>	1,164,019	-	<u>1,164,019</u>

15 RELATED PARTY TRANSACTIONS

Related parties comprise of related associated companies, directors and key management personnel. The Company in the normal course of business carries out transactions with related parties on the basis of mutually agreed terms. Significant balances and transaction with related parties are as follows:

15.1 Related Party Transactions

Name	Relationship with the Company	Basis of Relationship	Nature of Transaction	June 30, 2021	June 30, 2020
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
				<u>-</u>	<u>600,000</u>

16 FINANCIAL INSTRUMENTS

	June 30, 2021	June 30, 2021
Financial assets at amortized cost		
Grants receivables	4,169,067	105,206
Deposits	577,280	577,280
Cash & Bank balances	5,350,226	15,781,193
	<u>10,096,573</u>	<u>16,463,679</u>
Financial liability at amortized cost:		
Accrued expenses	<u>157,370</u>	<u>128,716</u>

17 NUMBER OF EMPLOYEES

Total number of employees as at year end were 11 (2020:12), while the average number of employees during the year were 12 (2020:13).

18 GENERAL

- All figures have been rounded to the nearest rupee.

19 AUTHORIZATION OF FINANCIAL STATEMENT

These financial statements have been approved by the Board of Directors on October 5th 2021


DIRECTOR


CHIEF EXECUTIVE OFFICER