



FINANCIAL STATEMENTS
OF ASSOCIATION FOR WATER, APPLIED
EDUCATION AND RENEWABLE ENERGY (AWARE)
FOR THE YEAR ENDED
DECEMBER 31, 2022

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

Board members,
Association for Water Applied Education
and Renewable Energy (AWARE)
Umerkot Sindh, Pakistan.

April 20, 2023
AA-0614/23

AUDIT OF FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

Dear Sirs,

We are pleased to enclose herewith two copies of the draft financial statements of Association for Water Applied Education and Renewable Energy for the year ended December 31, 2022 together with our draft report thereon duly initialled by us for identification purposes. We shall be pleased to sign our draft report in its present or amended form after the financial statements have been approved by the Board members and signed on their behalf by the Executive Director and Finance Secretary and on receipt of the following:

- a) Letter of representation addressed to us on behalf of the Board Members and signed by the Executive Director and Finance Secretary as per draft provided by us.

Our observations on this set of financial statements are as follows:

1. RESPONSIBILITIES OF THE MANAGEMENT AND AUDITORS IN RELATION TO THE FINANCIAL STATEMENTS

The responsibilities of the independent auditors in a usual examination of financial statements are stipulated in section 249 of the Companies Act, 2017 and International Standards on Auditing.

While the auditors are responsible for forming and expressing their opinion on the financial statements, the responsibility for preparation of such financial statements is primarily that of the Company's management. The management's responsibilities include the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of the assets of the Company and prevention and detection of fraud and irregularities. The audit of financial statements does not relieve the management of its responsibilities.

2. AUTHORISATION OF BANK RECONCILIATION PROCESS

We have been provided with the excel based monthly bank reconciliation which were neither signed off by the preparer nor reviewed and approved by any authorized personnel. This may result in failure to reconcile difference between balance as per general ledger and cash book in an accurately and timely manner. Lack of proper authorisation over bank reconciliation process may cause errors or fraud related to cash to go undetected and may lack accountability. We recommend that proper authorisation control over bank reconciliation should be put in place to ensure that errors made in the reconciliation process are detected and corrected on a timely basis.

We have also observed that the society does not have an internal audit department. Internal audit function is an independent and objective assurance and controlling activity, designed to add value and improve the Society's operations.

We recommend that there should be an internal audit department to carry out checks regularly to ensure that the systems are operating as designed and are being rigidly followed and that procedures are standardized. The internal audit department should also ensure that the assets of the Society are properly safeguarded at all times.

3. MANUAL INVOICES

We have noted that payment vouchers used for recording of payments are not system generated and pre-numbered or serially numbered. Vouchers are prepared in excel spreadsheets and after obtaining approvals, voucher is entered in the system. Spreadsheets are prone to errors and/or inaccuracies, in the absence of effective logical access controls there are data integrity, and accuracy related issues. Further, in the absence of pre-numbered vouchers, the completeness and sequential control may not be ensured over payment vouchers.

4. PROPERTY AND EQUIPMENT

We have observed that a fixed assets register has not been maintained to provide itemized control over the fixed assets of the Company as prescribed by revised Technical Release 6 of Institute of Chartered Accountants of Pakistan. We recommend that a fixed assets register should be maintained in the prescribed form so that cost and details of physical location of each item of fixed assets is easily accessible as and when required.

5. UNIQUE DOCUMENT IDENTIFICATION NUMBER (UDIN)

To enhance public trust on auditor's report, the Institute of Chartered Accountants of Pakistan (ICAP) has issued a Directive 4.27, whereby it is required that every practicing chartered accountant will place UDIN generated from ICAP portal on the following reports:

- Auditors' Report on General Purpose Financial Statements
- Auditors' Report on Interim Financial Information
- Auditors' Report on Statement of Compliance with Code of Corporate Governance.

In order to obtain the UDIN, auditors are required to upload certain financial information of the reporting entity. Accordingly, we are required to upload the information on ICAP's portal for generation of UDIN. The ICAP, in its frequently asked questions, has assured that Client's confidential data would be entered by the concerned engagement partner himself and such data would not be available for any unauthorized use.

Compliance of the above ICAP Directive is mandatory and non-compliance will result in professional misconduct under Chartered Accountants Ordinance, 1961.

We hereby brought this into the attention of the management and the Board of Directors of the Society.

6. PROVISION FOR TAXATION

- 6.1 As per management, there is no impact of tax on financial report as no tax is payable by association for Water Applied Education & Renewable Energy (AWARE) ("the Society") in accordance with section 100C of the Income Tax Ordinance, 2001.

Section 100C has been introduced which states that the income of non-profit organizations, trusts or welfare institutions, as mentioned in sub-section (2) of the Income Tax Ordinance, 2001 shall be allowed a tax credit equal to one hundred percent of the tax payable, including minimum tax and final taxes payable under any of the provisions of Income Tax Ordinance, 2001, subject to the following conditions, namely:

- (a) return has been filed;
- (b) tax required to be deducted or collected has been deducted or collected and paid;
- (c) withholding tax statements for the immediately preceding tax year have been filed;
- (d) the administrative and management expenditure does not exceed 15% of the total receipts.

- 6.2 We have been informed by the management that the Society is in compliance with the all the conditions of Section 100C of Income Tax Ordinance, 2001 to claim the 100% tax credit. As such, no provision for taxation has been made in the statement of income and expenditure. Kindly confirm that this is in order.

7. RELATED PARTY TRANSACTIONS

We have been informed by the management that there were no transactions with related parties other than those disclosed in the notes to the financial statements.

8. CONTINGENCIES AND COMMITMENTS

We have been informed by the management that there are no contingencies and commitments as on the date of the financial statements other than those disclosed in the financial statements.

9. FRAUDS AND ERRORS

We have been informed by the management that no case of fraud and error, has been brought to their knowledge during the reporting period. Kindly confirm the representations made by management.

10. CONTINGENCIES AND COMMITMENTS

We have been informed by the management that there are no contingencies and commitments at the reporting date other than disclosed in the financial statements. Kindly confirm this is in order.

11. COMPLIANCE WITH STATUTORY LAWS AND REGULATIONS

We have been informed by the management that there were no instances of non-compliance with statutory laws and regulations that would have financial reporting implications. Kindly confirm the representations made by management.

12. SUBSEQUENT EVENTS

We have been informed by management that there were no subsequent events having an impact on amounts and / or disclosures in financial statements. Kindly confirm the representations made by management.



We take this opportunity to thank your staff in the accounts department for the courtesy and cooperation extended to us during the course of our audit.

Yours faithfully,

A handwritten signature in blue ink, which appears to read 'BDO Ebrahim & Co.', is written above the printed name.

BDO EBRAHIM & CO.

Enclosed as above

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ASSOCIATION FOR WATER, APPLIED EDUCATION AND RENEWABLE ENERGY

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of ASSOCIATION FOR WATER, APPLIED EDUCATION AND RENEWABLE ENERGY ("the Association") which comprise of the statement of financial position as at December 31, 2022, and statement of income and expenditure account, the statement of changes in accumulated funds, statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, or give a true and fair view of the financial position as at December 31, 2022 and its financial performance and its cash flows for the year then ended in accordance with the approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association 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.

Responsibilities of Management and Members for the Financial Statements

The Management is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan and for such internal control as the 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 Association for Water, Applied Education and Renewable Energy 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 Society or to cease operations, or has no realistic alternative but to do so.

Board Members are responsible for overseeing the Society 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 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 Association for Water, Applied Education and Renewable Energy internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 Association for Water, Applied Education and Renewable Energy ability to continue as a 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 Association for Water, Applied Education and Renewable Energy 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 Members 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.

Other Matter

The financial statements of the Association for the year ended December 31, 2021 were audited by another firm of chartered accountants, who had expressed an unmodified opinion thereon vide their report dated July 22, 2022.

KARACHI

DATED: May 2, 2023

UDIN: AR202210166O2Wk9zmbH



BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS
Engagement Partner: Tariq Feroz Khan

ASSOCIATION FOR WATER, APPLIED EDUCATION AND RENEWABLE ENERGY
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022

	Note	2022 Rupees	2021 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	5	33,909,752	36,716,199
CURRENT ASSETS			
Advance, prepayments and other receivables	6	564,427	1,050,000
Cash and bank balances	7	23,639,615	25,178,740
		24,204,042	26,228,740
TOTAL ASSETS		58,113,794	62,944,939
ACCUMULATED FUNDS AND LIABILITIES			
ACCUMULATED FUNDS			
Accumulated surplus	10	3,198,484	7,306,722
Fund balances as per statement of changes in fund		17,734,634	17,954,410
		20,933,118	25,261,132
NON CURRENT LIABILITIES			
Deferred capital grant	8	33,738,645	36,514,897
CURRENT LIABILITIES			
Trade and other payables	9	3,442,031	1,168,910
TOTAL LIABILITIES		37,180,676	37,683,807
TOTAL ACCUMULATED FUNDS AND LIABILITIES		58,113,794	62,944,939
CONTINGENCIES AND COMMITMENTS	11		


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



EXECUTIVE DIRECTOR


FINANCE SECRETARY

ASSOCIATION FOR WATER, APPLIED EDUCATION AND RENEWABLE ENERGY
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 2022

	Note	2022 Rupees	2021 Rupees
INCOME			
Income released from grant funded projects	13	58,882,609	58,260,926
Support:			
Donation		294,917	-
Membership fee		938,200	50,000
Management share from projects		-	4,417,461
Management charge		-	378,957
Zakat		75,000	-
Released from deferred capital grant	8	2,776,252	3,321,136
		4,084,369	8,167,554
Other income	12	93,736	18,373
Total income		<u>63,060,714</u>	<u>66,446,853</u>
EXPENDITURE			
Expenditure on account of grant funded projects	13	58,882,609	58,260,926
General program activities		3,354,499	1,047,833
Operations and administration expenses	14	4,931,844	6,196,775
		67,168,952	65,505,534
(DEFICIT) / SURPLUS FOR THE YEAR		<u>(4,108,238)</u>	<u>941,319</u>

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


EXECUTIVE DIRECTOR


FINANCE SECRETARY

ASSOCIATION FOR WATER, APPLIED EDUCATION AND RENEWABLE ENERGY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022

	2022 Rupees	2021 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Net (deficit) / surplus or for the year	(4,108,238)	941,319
Adjustments for non-cash expenses and other items:		
Depreciation	2,806,447	3,313,925
Operating assets written off	-	63,918
Management charge	-	(378,957)
Income released from grant funded projects	(58,882,609)	(58,260,926)
WDV of asset sold in previous years	-	(537,623)
Deferred capital grant recognized	(2,776,252)	(3,321,136)
	(58,852,414)	(59,120,799)
Decrease / (increase) in current asset		
Advance, prepayments and other receivables	485,572	(1,050,000)
Increase in current liability		
Trade and other payables	2,273,121	924,822
Net cash used in operating activities	(60,201,959)	(58,304,658)
CASH FLOW FROM FINANCING ACTIVITIES		
Funds received on account of Grant Funded Projects	61,132,950	74,746,675
Funds returned to donors	(2,470,116)	(4,563,538)
Net cash generated from financing activities	58,662,834	70,183,137
Net (decrease) / increase in cash and cash equivalents	(1,539,125)	11,878,479
Cash and cash equivalents at the beginning of year	25,178,740	13,300,261
Cash and cash equivalents at end of the year	23,639,615	25,178,740

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


EXECUTIVE DIRECTOR


FINANCE SECRETARY

ASSOCIATION FOR WATER, APPLIED EDUCATION AND RENEWABLE ENERGY
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

P R O J E C T S	FUNDS AVAILABLE			FUNDS UTILIZED			Management Charge	Closing balance
	Opening Balance	Funds received during the year	Total funds available	For revenue expense	Return to donors / transfer to other project	Total funds utilized		
2022	----- AMOUNT IN RUPEES -----							
Muslim charity	-	8,506,127	8,506,127	3,641,038	-	3,641,038	-	4,865,089
International Medical Corp	-	12,643,780	12,643,780	12,157,314	-	12,157,314	-	486,466
TDH BMZ Germany - Jhudo	-	7,415,856	7,415,856	7,237,680	-	7,237,680	-	178,176
TDH BMZ Germany - 20-23	18,169,332	31,029,179	49,198,511	32,323,465	-	32,323,465	-	16,875,046
Sindh Education Foundation	(1,070,654)	142,528	(928,126)	165,200	1,924,178	2,089,378	-	(3,017,504)
Pakistan Humanitarian Pooled Fund - Samaro	545,937	-	545,937	-	545,938	545,938	-	(1)
SWERA	689,674	352,245	1,041,919	1,254,436	-	1,254,436	-	(212,517)
Ab-e-Umair Foundation	(379,879)	-	(379,879)	-	-	-	-	(379,879)
EHSAAS TRUST	-	1,043,235	1,043,235	2,103,477	-	2,103,477	-	(1,060,242)
December 31, 2022	17,954,410	61,132,950	79,087,360	58,882,610	2,470,116	61,352,726	-	17,734,634

P R O J E C T S	FUNDS AVAILABLE			FUNDS UTILIZED			Management Charge	Closing balance
	Opening Balance	Funds received during the year	Total funds available	For revenue expense	Return to donors / transfer to other project	Total funds utilized		
2021	----- AMOUNT IN RUPEES -----							
Muslim charity	736,768	3,333,732	4,070,500	3,978,600	-	3,978,600	91,900	-
UEP	(386,320)	1,505,144	1,118,824	1,118,824	-	1,118,824	-	-
IEE	-	752,775	752,775	752,775	-	752,775	-	-
OXFAM SPP - 2019 project	1,602,115	-	1,602,115	-	1,600,000	1,600,000	2,115	-
TDH BMZ Germany - 2018	15,086	-	15,086	-	-	-	15,086	-
TDH BMZ Germany - 2019	79,320	-	79,320	-	-	-	79,320	-
TDH BMZ Germany - 2020	245,820	-	245,820	-	-	-	245,820	-
TDH BMZ Germany - 20-23	7,380,195	49,963,838	57,344,033	39,174,701	-	39,174,701	-	18,169,332
Sindh Education Foundation	(851,175)	-	(851,175)	219,479	-	219,479	-	(1,070,654)
Pakistan Humanitarian Pooled Fund - Chachro	2,908,254	-	2,908,254	-	2,963,538	2,963,538	(55,284)	-
Pakistan Humanitarian Pooled Fund - Samaro	(2,894,697)	15,900,478	13,005,781	12,459,844	-	12,459,844	-	545,937
SWERA	-	1,246,377	1,246,377	556,703	-	556,703	-	689,674
Ab-e-Umair Foundation,	(2,424,210)	2,044,331	(379,879)	-	-	-	-	(379,879)
December 31, 2021	6,411,156	74,746,675	81,157,831	58,260,926	4,563,538	62,824,464	378,957	17,954,410

EXECUTIVE DIRECTOR

FINANCE SECRETARY

ASSOCIATION FOR WATER, APPLIED EDUCATION AND RENEWABLE ENERGY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

1 NATURE AND STATUS OF BUSINESS

Association for Water Applied Education & Renewable Energy "AWARE" (Organization) is registered under the Societies Registration Act. 1860. The main objectives of the Association are to provide the people organizational, institutional, technical and infrastructure training and to establish research center for the use of renewable energy resources for sustainable development.

The registered office of the AWARE is situated at Rohal Wai Road near Pakistan chowk Umerkot, Tehsil and district Umerkot, Sindh Pakistan.

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 accounting and reporting standards applicable in Pakistan comprise of Revised Accounting and Financial Reporting Standard for Small-sized Entities (Revised AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017 and, 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.

3 Functional and presentation currency

These financial statements have been prepared and presented in Pakistani "Rupees", which is the functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Property and equipment

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged to statement of income and expenditure account using the reducing balance method at the rates specified in note 5. Depreciation on additions during the year is charged from the month of addition when the asset is available for use, whereas, no depreciation is charged in the month of disposal.

3.2 Cash and cash equivalents

Cash and cash equivalents for the purpose of statement of cash flow comprise of cash in hand and balances with banks in current and saving accounts.

3.3 Trade and other payables

Trade and other payables are recognized initially at fair value of the consideration to be paid in the future for goods and services received, and are classified as current liabilities if payment is due within one year or less.

3.4 Provisions

Provisions are recognized when the Organization 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 obligation and a reliable estimate of the obligation can be made. Provisions are reviewed at each reporting date and accordingly adjusted to reflect current best estimates.

3.5 Foreign currency transactions and translations

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from translation of monetary assets and liabilities denominated in foreign currencies at year-end exchange rates are recognized in the statement of financial activities.

3.6 Grants for funded projects

Grants for funded projects are considered restricted with separate accounting records being maintained for each fund and accounted for on deferral method. Grants restricted for capital expenditure are recognized as 'deferred capital grant' when received.

3.7 Income recognition

Income is recognized to the extent it is possible that the economic benefits will flow to the Organization and income can be measured reliably. Income is measured at fair value of consideration received or receivable and is recognized on the following basis:

- Donation, membership fee and profit on bank accounts are recognized on receipt basis.
- Income in respect of Grant Funded Projects is recognized as and when the related expenses are incurred for these projects, and equivalent amount is transferred from fund balance to the statement of financial activities.

- Deferred capital grant is recognized as income to match depreciation provided during the year on the related capital assets.

- Management share and management charge for Grant Funded Projects are recognized as income as per the donor agreements.

3.8 Taxation

The Organization has Non-Profit Organization status under the Income Tax Ordinance, 2001, therefore the receipts of the Organization are exempt from tax. Consequently no provision for taxation has been made in these financial statements.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Organization's accounting policies.

The areas involving significant estimates or judgements are:

- i. Useful lives and residual values of operating fixed assets - note 5

5 PROPERTY AND EQUIPMENT

PARTICULARS	WDV As at Jan 01, 2022	Additions / disposal / written off	Total	Depreciation for the year	WDV as at Dec 31, 2022	Rate %
Rupees.....					
Owned Assets						
Furniture and fixture	112,170	-	112,170	16,826	95,344	15%
Camera	49,402	-	49,402	7,410	41,992	15%
Multimedia	11,693	-	11,693	1,754	9,939	15%
Generator	23,402	-	23,402	3,510	19,892	15%
Refrigerator	4,635	-	4,635	695	3,940	15%
	201,302	-	201,302	30,195	171,107	
Funded Assets						
Land	18,168,156	-	18,168,156	-	18,168,156	-
Building	14,260,684	-	14,260,684	2,139,103	12,121,581	15%
Furniture and fixture	2,866,576	-	2,866,576	429,986	2,436,590	15%
Photocopier machine	61,171	-	61,171	9,176	51,995	15%
Digital camera	171,432	-	171,432	25,715	145,717	15%
Laptops	106,019	-	106,019	31,806	74,213	30%
Printers	14,932	-	14,932	4,480	10,452	30%
Computer	17,120	-	17,120	5,136	11,984	30%
IT Equipment	11,414	-	11,414	3,424	7,990	30%
Office equipment	12,118	-	12,118	3,635	8,483	30%
Mobile R.O Plant	660,021	-	660,021	99,003	561,018	15%
Mobile phones	42,429	-	42,429	6,364	36,065	15%
Solar fixture on RO Plant	122,825	-	122,825	18,424	104,401	15%
	36,514,897	-	36,514,897	2,776,252	33,738,645	
December 31, 2022	36,716,199	-	36,716,199	2,806,447	33,909,752	

PARTICULARS	WDV As at Jan 01, 2021	Additions / disposal / written off	Total	Depreciation for the year	WDV as at Dec 31, 2021	Rate %
Rupees.....					
Owned Assets						
Furniture and fixture	131,965	-	131,965	19,795	112,170	15%
Camera	58,120	-	58,120	8,718	49,402	15%
Machine	1,153	(1,153)	-	-	-	15%
Multimedia	13,756	-	13,756	2,063	11,693	15%
Scanner	286	(286)	-	-	-	15%
Generator	27,532	-	27,532	4,130	23,402	15%
Refrigerator	5,453	-	5,453	818	4,635	15%
Photostat machine	19,744	(19,744)	-	-	-	15%
	258,009	(21,183)	236,826	35,524	201,302	
Funded Assets						
Land	18,168,156	-	18,168,156	-	18,168,156	-
Building	16,777,275	-	16,777,275	2,516,591	14,260,684	15%
Furniture and fixture	3,372,442	-	3,372,442	505,866	2,866,576	15%
Photocopier machine	71,966	-	71,966	10,795	61,171	15%
Fax machine	1,823	(1,823)	-	-	-	15%
Honda generator	9,789	(9,789)	-	-	-	15%
Handy camera	9,907	(9,907)	-	-	-	15%
Digital camera	201,685	-	201,685	30,253	171,432	15%
Laptops	151,456	-	151,456	45,437	106,019	30%
Scanner	129	(129)	-	-	-	30%
Printers	21,332	-	21,332	6,400	14,932	30%
Multimedia	21,087	(21,087)	-	-	-	15%
Computer	24,457	-	24,457	7,337	17,120	30%
IT Equipment	16,306	-	16,306	4,892	11,414	30%
Office equipment	17,311	-	17,311	5,193	12,118	30%
Mobile R.O Plant	776,495	-	776,495	116,474	660,021	15%
Mobile phones	49,917	-	49,917	7,488	42,429	15%
Solar fixture on RO Plant	144,500	-	144,500	21,675	122,825	15%
	39,836,033	(42,735)	39,793,298	3,278,401	36,514,897	
December 31, 2021	40,094,042	(63,918)	40,030,124	3,313,925	36,716,199	

	Note	2022 Rupees	2021 Rupees
6 ADVANCE, PREPAYMENTS AND OTHER RECEIVABLES			
Receivable from employees		506,000	1,050,000
Advance income tax		58,427	-
		<u>564,427</u>	<u>1,050,000</u>
7 CASH AND BANK BALANCES			
Cash in hand		25,000	25,000
Cash at banks		23,614,615	25,153,740
		<u>23,639,615</u>	<u>25,178,740</u>
8 DEFERRED CAPITAL GRANT			
Balance at beginning of year		36,514,897	40,373,656
Released to income and expenditure to the extent of depreciation		(2,776,252)	(3,278,401)
Released to income against assets written off		-	(42,735)
WDV of asset sold in previous years		-	(537,623)
		<u>33,738,645</u>	<u>36,514,897</u>
9 TRADE AND OTHER PAYABLES			
Creditor		1,909,115	300,000
Accrued liabilities	9.1	1,532,916	868,910
		<u>3,442,031</u>	<u>1,168,910</u>
9.1 Accrued Liabilities			
Staff benefits payable	9.2	1,168,918	717,710
Audit fee payable		363,998	151,200
		<u>1,532,916</u>	<u>868,910</u>
9.2 This represents the provident fund payable to employees.			
10 ACCUMULATED SURPLUS			
Opening balance		7,306,722	6,365,403
(Deficit) / surplus for the year		(4,108,238)	941,319
Closing balance		<u>3,198,484</u>	<u>7,306,722</u>
11 CONTINGENCIES AND COMMITMENTS			

There were no contingencies and commitments as at the reporting date (2021: Nil).

	Note	2022 Rupees	2021 Rupees
12 OTHER INCOME			
Income from tender		17,000	12,900
Profit on bank accounts		76,736	5,473
		<u>93,736</u>	<u>18,373</u>
13 EXPENDITURE ON ACCOUNT OF GRANT FUNDED PROJECTS			
Pakistan Humanitarian Pooled Fund			
- Samaro	13.1	-	12,459,844
TDH BMZ Germany - 20-23	13.2	32,323,465	39,174,701
SWERA		1,254,436	556,703
UEP		-	1,118,824
Muslim charity		3,641,038	3,978,600
IEE		-	752,775
Aware Education Program		165,200	219,479
TDH- Jhudo	13.3	7,237,680	-
Ehsas Trust		2,103,476	-
International Medical Corp	13.4	12,157,314	-
		<u>58,882,609</u>	<u>58,260,926</u>
13.1 Pakistan Humanitarian Pooled Fund - Samaro			
Staff cost		-	166,500
Office cost		-	2,695,971
Program cost		-	9,597,373
		<u>-</u>	<u>12,459,844</u>
13.2 TDH BMZ Germany - 20-23			
Staff cost		9,387,587	8,851,862
Office cost		5,471,864	420,000
Audit fee		122,958	-
Program cost		17,341,056	29,902,839
		<u>32,323,465</u>	<u>39,174,701</u>
13.3 TDH- Food Support - Jhudo			
Staff cost		100,000	-
Audit fee		50,000	-
Program cost		7,087,680	-
		<u>7,237,680</u>	<u>-</u>

	Note	2022 Rupees	2021 Rupees
13.4 International Medical Corp			
Staff cost		1,160,000	-
Office cost		669,364	-
Program cost		10,327,950	-
		<u>12,157,314</u>	<u>-</u>
14 OPERATIONS AND ADMINISTRATION EXPENSES			
Salaries, wages and other benefits		1,731,584	2,636,049
Bank charges		9,573	2,568
Audit fee		191,040	151,200
Consultancy charges		21,600	-
Staff meeting		7,400	12,475
Miscellaneous expense		164,200	16,640
Depreciation		2,806,447	3,313,925
Operating assets written off during the year		-	63,918
		<u>4,931,844</u>	<u>6,196,775</u>
15 NUMBER OF EMPLOYEES			
Number of employees at the end of the year		41	45
Average number of employees		40	40

16 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and for better presentation. However, no significant reclassification has been made during the year.

17 REMUNERATION OF CHIEF EXECUTIVE

The aggregate amount charged in the financial statements in respect of remuneration of the Chief Executive is as follows:

Management remuneration	<u>1,800,000</u>	<u>1,800,000</u>
-------------------------	------------------	------------------

18 DATE OF AUTHORIZATION FOR ISSUE

These financial statements was authorized for issue on 02 MAY 2023 by the Board of Members of the Association.





19 GENERAL

Figures have been rounded to the nearest Rupees. *k*


EXECUTIVE DIRECTOR


FINANCE SECRETARY