



Building a better
working world

SUNGI DEVELOPMENT FOUNDATION

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

Ernst & Young Ford Rhodes Sidat Hyder
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AUDITORS' REPORT TO THE BOARD OF GOVERNORS

We have audited the annexed balance sheet of **Sunqi Development Foundation (the Foundation)** as at 31 December 2014 and the related statement of income and expenditure, cash flow statement and statement of changes in funds together with the notes forming part thereof (here-in-after referred to as the financial statements), for the year then ended. It is the responsibility of the Board of Governors to establish and maintain a system of internal control, and prepare and present the financial statements in accordance with the Guidelines for Accounting and Financial Reporting by Non-Government Organisations (NGOs) / Non-Profit Organisations (NPOs) as issued by the Institute of Chartered Accountants of Pakistan. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies used and significant estimates made by the management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion the financial statements present fairly, in all material respects, the financial position of the **Foundation** as at 31 December 2014 and its surplus, cash flows and changes in funds for the year then ended, in accordance with the Guidelines for Accounting and Financial Reporting by Non-Government Organisations (NGOs) / Non-Profit Organisations (NPOs) as issued by the Institute of Chartered Accountants of Pakistan.

Chartered Accountants

Audit Engagement Partner's Name: Sajjad Hussain Gill

Date: 21 October 2015

Place: Islamabad

SUNGI DEVELOPMENT FOUNDATION
BALANCE SHEET
AS AT 31 DECEMBER 2014

	Note	2014 -----Rupees-----	2013
<u>ASSETS</u>			
NON - CURRENT ASSETS			
Property and equipment	4	73,025,907	68,375,068
Long-term investments	5	13,367,496	33,393,352
CURRENT ASSETS			
Microcredit loan portfolio - net	6	106,054,468	88,238,357
Inventories	7	30,535	15,630
Receivable from donors	8	10,213,039	8,074,163
Advances	9	2,038,295	1,069,071
Deposits and prepayments	10	1,493,110	1,413,300
Other receivables	11	6,819,122	8,251,242
Short-term investments	12	62,312,323	16,597,262
Cash and bank balances	13	150,259,083	111,553,162
		339,219,975	235,212,187
<u>LIABILITIES</u>			
CURRENT LIABILITIES			
Accrued and other liabilities	14	(14,201,230)	(10,637,508)
Restricted grant	15	(114,778,545)	(82,690,514)
		(128,979,775)	(93,328,022)
NET CURRENT ASSETS		210,240,200	141,884,165
Deferred grant - capital assets	16	(21,535,668)	(24,818,203)
NET ASSETS		275,097,935	218,834,382
REPRESENTED BY			
General fund		158,573,103	128,402,493
Revolving funds		116,524,832	90,431,889
		275,097,935	218,834,382
CONTINGENCIES AND COMMITMENTS	17	-	-

The annexed notes 1 to 27 form an integral part of these financial statements.

B



CHAIRPERSON



EXECUTIVE DIRECTOR

SUNGI DEVELOPMENT FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE
AS AT 31 DECEMBER 2014

	Note	2014 -----Rupees-----	2013
INCOME			
Grant recognised	15	264,451,224	255,420,275
Project related revenue		-	2,039,760
Amortization of deferred grant	16	3,524,803	4,343,059
Transport program	18	3,962,934	2,496,261
Microfinance program	19	21,888,280	15,043,188
Craft program	20	241,729	62,919
Income on investments	21	4,848,071	3,556,892
Other income	22	36,349,197	10,543,368
		<u>335,266,238</u>	<u>293,505,722</u>
EXPENDITURE			
Program activities	15	264,451,224	252,108,373
Operating cost	23	14,551,461	14,601,886
		<u>279,002,685</u>	<u>266,710,259</u>
Loss on disposal of long-term investment		-	404,496
EXCESS OF INCOME OVER EXPENDITURE		<u><u>56,263,553</u></u>	<u><u>26,390,967</u></u>

The annexed notes 1 to 27 form an integral part of these financial statements.

B



CHAIRPERSON



EXECUTIVE DIRECTOR

SUNGI DEVELOPMENT FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014	2013
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Excess of income over expenditure		56,263,553	26,390,967
Adjustment for non cash items :			
Depreciation		4,514,842	4,941,226
Provision against non-performing microcredit loans		452,982	417,649
Amortization of deferred grants		(3,524,803)	(4,343,059)
Loss on disposal of long-term investment		-	404,496
Gain on disposal of operating fixed assets		(3,719,849)	-
Interest income		(10,815,087)	(8,091,990)
		(13,091,915)	(6,671,678)
Surplus before working capital changes		43,171,638	19,719,289
Working capital changes			
(Increase)/ decrease in current assets			
Microcredit loan portfolio - net		(18,269,093)	(18,562,603)
Inventories		(14,905)	24,370
Advances		(969,224)	660,023
Deposits and prepayments		(79,810)	(711,228)
Other receivables		5,293,479	1,286,447
Receivables from donors		(2,138,876)	(6,704,861)
		(16,178,429)	(24,007,852)
(Decrease)/ increase in current liabilities			
Accrued and other liabilities		3,563,722	(9,154,607)
Unearned Income		-	(2,039,760)
		30,556,931	(15,482,930)
Restricted grant		27,901,692	(13,889,548)
Net cash generated from / (used in) operating activities		58,458,623	(29,372,478)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of operating fixed assets - owned		(8,171,348)	(91,999)
Purchase of operating fixed assets - donated		(1,519,970)	(1,987,440)
Capital work in progress		(616,710)	(2,995)
Proceeds from disposal of operating fixed assets		4,862,196	-
Investment made in Special Savings Accounts		(7,000,000)	-
Proceeds from disposal of available for sale investment		-	9,595,544
Interest and other income received		6,953,728	8,314,545
Net cash (used in) / generated from investing activities		(5,492,104)	15,827,655
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		52,966,519	(13,544,823)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		128,150,424	141,695,247
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	24	181,116,943	128,150,424

The annexed notes 1 to 27 form an integral part of these financial statements.



CHAIRPERSON



EXECUTIVE DIRECTOR

SUNGI DEVELOPMENT FOUNDATION
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED 31 DECEMBER 2014

	General fund	Surplus / (deficit) on revaluation of long-term investment	Revolving funds			Total Funds	Total
			Transport Program	Microfinance Program	Craft Program		
Rupees							
Balance at 01 January 2013	119,613,894	(676,969)	12,527,258	59,080,735	1,221,528	72,829,521	191,766,446
Excess of income over expenditure	26,390,967	-	-	-	-	-	26,390,967
Surplus on revaluation of long-term investment	-	272,473	-	-	-	-	272,473
Loss transferred to statement of income and expenditure on disposal	-	404,496	-	-	-	-	404,496
Transfer from general fund to Transport program	(2,496,261)	-	2,496,261	-	-	2,496,261	-
Transfer from general fund to Microfinance program	(15,043,188)	-	-	15,043,188	-	15,043,188	-
Transfer to general fund from Craft program	(62,919)	-	-	-	62,919	62,919	-
Balance at 31 December 2013	128,402,493	-	15,023,519	74,123,923	1,284,447	90,431,889	218,834,382
Excess of income over expenditure	56,263,553	-	-	-	-	-	56,263,553
Transfer from general fund to Transport program	(3,962,934)	-	3,962,934	-	-	3,962,934	-
Transfer from general fund to Microfinance program	(21,888,280)	-	-	21,888,280	-	21,888,280	-
Transfer from general fund to Craft program	(241,729)	-	-	-	241,729	241,729	-
Balance at 31 December 2014	158,573,103	-	18,986,453	96,012,203	1,526,176	116,524,832	275,097,935

The annexed notes 1 to 27 form an integral part of these financial statements.



CHAIRPERSON



EXECUTIVE DIRECTOR

**SUNGI DEVELOPMENT FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

1 LEGAL STATUS AND OPERATIONS

- 1.1 Sungi Development Foundation (the Foundation) is a non-government organization registered under the Societies Registration Act, 1860 on 5 May 1990. The object of the Foundation is to improve the standards of living of people residing in rural and low-income areas through activities which enable them to achieve community development on a self-help basis. The principal office of the Foundation is located in Small Industrial Estate Mandian, Abbottabad.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of Guidelines for Accounting and Financial Reporting by Non - Government Organizations (NGOs) / Non - Profit Organizations (NPOs) issued by the Institute of Chartered Accountants of Pakistan (ICAP).

2.2 Basis of measurement

These financial statements have been prepared, using accrual basis of accounting, under the historical cost convention, except for available for sale investments which are measured at fair values, and held to maturity investments which are carried at amortized cost.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 Property and equipment

These are stated at cost less accumulated depreciation and impairment, if any, except for land which is stated at cost.

Depreciation is charged to the income and expenditure account by applying the written down-value method. The applicable rates are stated in the note 4.1 to these financial statements.

In respect of additions and deletions of assets during the year, depreciation is charged from the month of acquisition up to the month preceding the deletion, respectively.

The carrying amounts of the assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, the asset's recoverable amount is estimated in order to determine the extent of the impairment loss, if any. Impairment losses are charged to the income and expenditure account.

An item of property and equipment is derecognized when disposed off or classified as held for sale. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income and expenditure account in the year the asset is derecognized.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably. All other repairs and maintenance are recognized in the income and expenditure account during the year in which they are incurred.

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3.2 Investments

a) Available-for-sale

Available-for-sale investments relate to National Investment Trust (NIT) units. Investments classified as available-for-sale are those, which are neither classified as held-for-trading nor designated at fair value through profit or loss. These investments are those which are intended to be held for an indefinite period of time and which may be sold in response to needs for liquidity or in response to changes in the market conditions.

These are initially measured at cost being the fair value of consideration given. After initial measurement, these investments are subsequently measured at fair value with unrealized gains or losses recognized as a surplus/ (deficit) on the measurement of the investment, and is shown below General Funds in the balance sheet, until the investment is derecognized. Upon derecognition, the cumulative gain or if loss is recognized in income and expenditure account, or if determined to be impaired, the cumulative loss is reclassified to the income and expenditure account under finance costs.

b) Held-to-Maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to maturity when the Foundation has the positive intention and ability to hold it to maturity. Investments in Special Savings Accounts (SSAs) and Term Deposit Receipts (TDRs), are classified as held-to-maturity investments.

These are initially measured at cost being the fair value of the consideration given. After initial measurement, held-to-maturity investments are measured at amortized cost using the effective interest rate method (EIR), less impairment if any. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included within income on investment, in the income and expenditure account. The losses arising from impairment are recognized in the income and expenditure account.

3.3 Microcredit Loan Portfolio

All microcredit loans are stated net of provisions for loan losses. The Programme estimates the amount of possible impairment losses on microcredit loans at each balance sheet date, to determine the provision, and believes that these provisions are reasonable with regard to the lending risk relevant to programme communities.

A specific provision is made for microcredit loan losses using a prescribed percentage. These categories are based an age analysis of the number of days loan payments are outstanding:

Classification	Description	Provisioning
Other assets especially mentioned (OAEM)	Overdue for 30 days or more but less than 90 days	Nil
Substandard	Overdue for 90 days or more but less than 180 days	25%
Doubtful	Overdue for 180 days or more but less than 365 days	50%
Loss	Overdue for more than 365 days	100%

In addition to the above, a general provision is maintained at the rate of 1.5% of the net outstanding principal (net of specific provision) loan amounts.

All Non-Performing Loans (NPL's) are written-off 10 months after the loan is classified as substandard, or upon confirmation of the permanent disability of the loanee, such as in the case of death. For all amounts written-off, efforts continue to recover the amount due from the defaulting parties. Any recoveries there-against are shown under other income.

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3.4 Inventories

a) Donations in kind

The inventories of items received as donation in kind are valued on the basis of market prices at the time of receipt of commodities or the donor's invoice prices.

b) Craft inventories

These inventories are valued at lower of cost and net realizable value. Cost is determined on the basis of weighted average of cost of the inventories.

3.5 Staff retirement benefits

The Foundation is operating a recognized contributory provident fund. Contributions are made by the Foundation and the employees to the fund @ 10% of the basic salary of the employee.

3.6 Income recognition

a) Grants

i) Grant related to capital expenditure are deferred and recognized as income to the extent the asset is depreciated over its useful life.

ii) Grant related to income are restricted grants received for specific purpose which are deferred when received and are recognized to income to the extent of actual expenditure incurred.

b) Income from service charges on disbursements to Community Organizations (microcredit loans) is recognized on an accrual basis.

c) Interest income on short-term investments and bank balances is recognized using effective interest rate.

d) Dividend income is recognized when the unit holder's right to receive payment is established.

3.7 Provisions

A provision is recognized in the financial statements when the Foundation has 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 can be made of the amount of obligation.

3.8 Functional and presentation currency

Items included in these financial statements of the Foundation are measured using the currency of the primary economic environment in which the Foundation operates (the functional currency), which is the Pakistan Rupee (Rs).

3.8.1 Foreign currency transactions and translation

These financial statements have been prepared in Pak Rupees which is the functional currency of the Foundation. Monetary assets and liabilities denominated in foreign currencies are translated into Pak Rupees at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into Pak Rupees at the approximate rates of exchange ruling on the date of the transactions. Exchange differences are charged to the income and expenditure account.

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3.9 Financial assets and liabilities

Financial assets and financial liabilities are recognized when the Foundation becomes a party to contractual provisions of the instrument. These are initially measured at cost, which is the fair value of the consideration given and received respectively. These financial assets and liabilities are subsequently measured at fair value and amortized cost respectively, whichever is applicable. The Foundation derecognizes financial assets and liabilities when it ceases to be a party to such contractual provisions of the instruments. The Foundation recognizes the regular way purchase or sale of financial assets using settlement date accounting.

3.9.1 Off-setting of financial assets and liabilities

A financial asset and a financial liability is offset and the net amount is reported in the balance sheet, if the Foundation has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

3.9.2 Accrued and other liabilities

Accrued and other liabilities are carried at cost, which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Foundation.

3.9.3 Receivables

These are stated at cost less provision for impairment if any. Known impaired receivables are written off, when identified. However, doubtful receivables are fully provided for.

3.10 Revolving Funds

Following are the types of revolving funds that are created by the Foundation with the approval of the Board of Governors.

- a) Transport revolving fund
- b) Credit revolving fund
- c) Craft revolving fund

3.11 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of the cash flow statement, cash and cash equivalents comprise cash and bank balances and short-term investments having maturity up to three months.

3.12 Taxation

No provision has been recognized in these financial statements owing to the availability of tax credits applicable to a non-profit organization under section 2(36) of the Income Tax Ordinance, 2001.

	Note	2014 -----Rupees-----	2013 -----Rupees-----
4 PROPERTY AND EQUIPMENT			
Operating fixed assets			
Own resources	4.1	45,908,809	38,592,145
Funded by donors	4.2	21,535,669	24,818,204
		67,444,478	63,410,349
Capital work-in-progress	4.3	5,581,429	4,964,719
		<u>73,025,907</u>	<u>68,375,068</u>

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4.1 OPERATING FIXED ASSETS - OWN RESOURCES

	Land	Freehold Improvements	Furniture and fixtures	Office equipment	Computers and printers	Motor Vehicles	Total
	-----Rupees-----						
Cost							
At 01 January 2013	35,953,746	2,798,579	2,945,121	3,188,740	873,475	2,559,987	48,319,648
Additions	-	-	-	91,999	-	-	91,999
At 31 December 2013	35,953,746	2,798,579	2,945,121	3,280,739	873,475	2,559,987	48,411,647
Additions	-	-	-	25,700	-	8,145,648	8,171,348
Deletions	-	-	(50,265)	(316,280)	(415,315)	(61,475)	(843,335)
Transfers from Donors' funded assets	-	-	-	212,500	-	-	212,500
At 31 December 2014	35,953,746	2,798,579	2,894,856	3,202,659	458,160	10,644,160	55,952,160
Accumulated depreciation							
At 01 January 2013	-	2,258,407	1,414,781	2,636,439	774,706	2,137,002	9,221,335
Accumulated depreciation	-	98,661	279,421	114,736	28,088	77,261	598,167
Depreciation charge	-	2,357,068	1,694,202	2,751,175	802,794	2,214,263	9,819,502
At 31 December 2013	-	2,357,068	1,694,202	2,751,175	802,794	2,214,263	9,819,502
Depreciation charge	-	125,562	227,905	94,801	18,077	491,433	957,778
Depreciation on deletions	-	-	(42,784)	(267,264)	(396,137)	(60,005)	(766,190)
Depreciation on transfers	-	-	-	32,261	-	-	32,261
At 31 December 2014	-	2,482,630	1,879,323	2,610,973	424,734	2,645,691	10,043,351
Carrying amount							
At 31 December 2013	35,953,746	441,511	1,250,919	529,564	70,681	345,724	38,592,145
At 31 December 2014	35,953,746	315,949	1,015,533	591,686	33,426	7,998,469	45,908,809
Rate of depreciation (%)	-	20	20	20	33	20	

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4.2 OPERATING FIXED ASSETS - FUNDED BY DONORS

	Land	Freehold Improvements	Leasehold Improvements	Furniture and fixtures	Office equipment	Computers and printers	Motor Vehicles	Total
	--Rupees--							
Cost								
At 01 January 2013	7,413,125	528,000	1,022,825	5,538,667	10,049,632	13,942,163	27,504,234	65,998,646
Additions	-	-	-	-	1,212,000	775,440	454,214	2,441,654
At 31 December 2013	7,413,125	528,000	1,022,825	5,538,667	11,261,632	14,717,603	27,958,448	68,440,300
Additions	-	-	-	448,380	37,500	1,034,090	-	1,519,970
Deletions	-	-	-	(294,796)	(1,043,772)	(3,345,245)	(4,103,895)	(8,787,708)
Transfers to own assets	-	-	-	-	(212,500)	-	-	(212,500)
At 31 December 2014	7,413,125	528,000	1,022,825	5,692,251	10,042,860	12,406,448	23,854,553	60,960,062
Accumulated depreciation								
At 01 January 2013								
Accumulated depreciation	-	402,608	1,022,825	3,657,932	5,040,148	9,971,024	19,184,500	39,279,037
Depreciation charge	-	22,903	-	345,604	1,119,578	1,252,406	1,602,568	4,343,059
At 31 December 2013	-	425,511	1,022,825	4,003,536	6,159,726	11,223,430	20,787,068	43,622,096
Depreciation charge	-	18,719	-	294,021	918,721	1,084,858	1,240,745	3,557,064
Depreciation on deletions	-	-	-	(235,170)	(785,157)	(3,044,891)	(3,657,288)	(7,722,506)
Depreciation on transfers	-	-	-	-	(32,261)	-	-	(32,261)
At 31 December 2014	-	444,230	1,022,825	4,062,387	6,261,029	9,263,397	18,370,525	39,424,393
Carrying amount								
At 31 December 2013	7,413,125	102,489	-	1,535,131	5,101,906	3,494,173	7,171,380	24,818,204
At 31 December 2014	7,413,125	83,770	-	1,629,864	3,781,831	3,143,051	5,484,028	21,535,669
Rate of depreciation (%)	-	20	33	20	20	33	20	

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	2014	2013
Note	-----Rupees-----	
4.3 CAPITAL WORK-IN-PROGRESS		
Construction of building on Shimla and Banigala land		
Balance at the beginning of the year	4,964,719	4,961,724
Additions during the year	616,710	2,995
Closing balance at the end of the year	<u>5,581,429</u>	<u>4,964,719</u>
5 LONG-TERM INVESTMENTS		
Held to maturity		
Special Savings Accounts (SSAs)	33,393,352	30,751,947
Addition during the year	7,000,000	-
Accrued mark-up	4,428,607	2,641,405
5.1	<u>44,821,959</u>	33,393,352
Available for sale		
National Investment Trust (NIT) units - at cost	-	10,000,040
Deficit on realisation/measurement	-	(404,496)
NIT units encashed during the year	-	(9,595,544)
	<u>44,821,959</u>	<u>33,393,352</u>
Less: Current portion shown under short-term investments		
Special Savings Accounts (SSAs)	28,596,420	-
Accrued mark-up	2,858,043	-
12	<u>31,454,463</u>	-
	<u>13,367,496</u>	<u>33,393,352</u>

5.1 Investment in Special Savings Accounts (SSAs) carry interest rate ranges from 11.31 % to 13.25 % (2013: 8.62 % to 11.50 %) per annum.

	2014	2013
Note	-----Rupees-----	
6 MICROCREDIT LOAN PORTFOLIO - NET		
Considered good - Unsecured		
Microfinance Women Empowerment Program	107,669,511	89,582,087
Less: General provision	(1,615,043)	(1,343,730)
6.1	<u>106,054,468</u>	<u>88,238,357</u>
6.1 Microfinance Women Empowerment Program		
Principal amount receivable		
Receivable at the beginning of the year	89,582,087	71,160,815
Disbursements during the year	194,400,000	162,395,000
Recoveries during the year	(176,130,907)	(143,832,397)
Written off during the year	(181,669)	(141,331)
Balance at the end of the year	<u>107,669,511</u>	<u>89,582,087</u>
Provision for doubtful debt - general		
Opening balance	1,343,730	1,067,412
Charge for the year	452,982	417,649
Amounts written off	(181,669)	(141,331)
Closing balance	<u>1,615,043</u>	<u>1,343,730</u>
	<u>106,054,468</u>	<u>88,238,357</u>

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	2014	2013
	-----Rupees-----	
7 INVENTORIES		
Handi crafts	<u>30,535</u>	<u>15,630</u>
8 RECEIVABLE FROM DONORS		
Pakistan Poverty Alleviation Fund (PPAF)		
Community productive infrastructure	22,056	22,056
Social sector development project - Health project	81,106	81,106
Disability project	167,520	167,520
Livelihood enhancement and protection Balakot	-	7,339,937
Human and institutional development Balakot	1,616,569	-
Deepening in existing working areas	2,719,152	-
	<u>4,606,403</u>	<u>7,610,619</u>
Trust for Democratic Education and Accountability (TDEA)		
Profiling of low turnout areas and voter mobilization campaign	179,751	179,751
Long term election observer program	2,049	180,464
Short term election observation program	-	4,846
Active citizen program	-	488
	<u>181,800</u>	<u>365,549</u>
Canadian Hunger Foundation (CHF)		
Sustainable livelihood and reconstruction of infrastructure	-	97,995
Care International Pakistan (CIP)		
Accountable humanitarian governance for an effective and accountable disaster preparedness and response	2,029,232	-
Philip Morris International (PMI)		
Restoration of fragile ecology through reforestation	<u>3,395,604</u>	-
	<u>10,213,039</u>	<u>8,074,163</u>
9 ADVANCES		
Considered good		
To employees		
- against operations	719,620	697,351
- against salary	902,062	371,720
	<u>1,621,682</u>	<u>1,069,071</u>
To suppliers and vendors	<u>416,613</u>	-
	<u>2,038,295</u>	<u>1,069,071</u>
10 DEPOSITS AND PREPAYMENTS		
Security deposits - considered good	496,500	526,000
Prepayments	996,610	887,300
	<u>1,493,110</u>	<u>1,413,300</u>

5

	2014	2013
Note	-----Rupees-----	
11 OTHER RECEIVABLES		
Reimbursable claims from donors	753,692	810,863
Service charges receivable	1,462,715	1,652,712
Receivable from Provident Fund	123,067	365,370
Interest accrued on bank deposits	3,861,359	-
Advances to Partner Organizations	-	5,234,816
Receivable - Pakistan Microfinance Network	180,000	180,000
Receivable from Omer Asghar Khan Centre for Development	-	7,481
Others	438,289	-
	<u>6,819,122</u>	<u>8,251,242</u>

12 SHORT-TERM INVESTMENTS**Held to maturity**

Term Deposit Receipts (TDRs)

Carrying amount

Accrued mark-up

	30,706,808	16,348,000
	151,052	249,262
12.1	<u>30,857,860</u>	<u>16,597,262</u>

Current portion of long-term investment

5	31,454,463	-
	<u>62,312,323</u>	<u>16,597,262</u>

12.1 Investment in TDRs carry interest rate of 9.45 % (2013: 9.05%) per annum with maturity up to three months.

	2014	2013
Note	-----Rupees-----	

13 CASH AND BANK BALANCES

Cash in transit

With banks in saving accounts

Local currency

Foreign currency

	5,263,426	1,495,100
	134,706,976	100,126,211
	10,288,681	9,931,851
13.1	<u>144,995,657</u>	<u>110,058,062</u>
	<u>150,259,083</u>	<u>111,553,162</u>

13.1 Interest on saving accounts (local currency) ranges from 6.5% to 7% (2013: 6% to 7%) per annum. Saving accounts (foreign currency) carry interest ranges from 0.1% to 0.1% (2013: 0.1% to 0.5%) per annum.

13.2 Cash and bank balances include Rs. 139,389 (2013: Rs. 240,284) for the Microfinance program and Rs. 1,543,653 (2013: Rs. 45,044) for the Craft program.

	2014	2013
Note	-----Rupees-----	

14 ACCRUED AND OTHER LIABILITIES

Accounts payable by:

- head office

- projects

Insurance premium

Accrued expenses

Provident fund contribution

Salaries payable

Income tax withheld

Book overdraft

Others

	2,051,883	-
	7,934,594	894,976
	1,355,345	3,605,145
	1,934,010	2,625,694
	399,519	222,826
	316,353	743,246
	182,610	385,234
	-	1,650,676
	26,916	509,711
	<u>14,201,230</u>	<u>10,637,508</u>

F

15 RESTRICTED GRANT

Description	Note	Balance as at 01 January 2014	Add: Funds received from donor during the year	Add: Sungi's own contribution during the year	Less: Opening Receivable	Add: Closing Receivables	Less: Transfer to Deferred Grant	Add: Other operating income	(Less): Exchange (Loss)	Project expenditures	Less: Grant Income recognized for the year as per expenditure incurred	Refund/ adjustment of un-spent balance	Closing Balance in Restricted Grants 31 December 2014
Rupees													
Oxfam Novib	15.1	9,083,876	2,052,006	-	-	-	-	50,580	(613,881)	8,519,000	8,519,000	-	2,033,581
Pakistan Poverty Alleviation Fund	15.2	27,898,285	13,572,999	-	7,610,619	4,606,403	-	-	-	36,656,741	36,656,741	-	1,810,327
Norwegian Church Aid	15.3	-	66,997,501	-	-	-	855,630	-	-	6,120,001	6,120,001	-	60,021,870
NORAD	15.4	11,042,996	-	-	-	-	-	256,739	-	8,137,375	8,137,375	-	3,162,360
Canadian Hunger Foundation	15.5	-	97,995	-	97,995	-	-	-	-	-	-	-	-
Terre Des Hommes	15.6	11,211,876	38,335,070	-	-	-	135,460	860,662	(622,269)	37,870,349	37,870,349	-	11,779,530
Diakonie Katastrophenhilfe (DKH)	15.7	-	24,659,532	-	-	-	196,250	419,864	-	20,416,907	20,416,907	-	4,486,239
The Asia Foundation	15.8	477,555	4,475,205	-	-	-	-	-	-	4,130,271	4,130,271	(822,489)	-
Development Alternative Incorporation (DAI) / DFID	15.9	3,612,844	132,839,798	-	-	-	-	495,096	-	119,235,819	119,235,819	(8,461,992)	9,853,132
Accident and Emergency Foundation	15.10	2,597,543	-	-	-	-	-	-	-	-	-	-	2,597,543
Children Are the Future	15.11	460,402	-	-	-	-	-	-	-	-	-	-	460,402
Individual Donation	15.12	13,413,605	-	-	-	-	-	-	-	675,576	675,576	-	12,738,029
Global Green Funds	15.13	224,267	-	-	-	-	-	-	-	-	-	-	224,267
Trust for Democratic Education and Accountability	15.14	-	765,610	13,302	365,549	181,800	-	1,568	-	602,065	602,065	5,334	-
Care International	15.15	1,940,413	4,470,441	-	-	2,029,232	120,880	93,402	-	8,412,608	8,412,608	-	-
International Rivers Network	15.16	61,402	-	-	-	-	-	-	-	-	-	-	61,402
Heinrich Boll Stiftung	15.17	288,000	162,188	-	-	-	-	-	-	450,188	450,188	-	-
Philip Morris International	15.18	-	5,436,347	-	-	3,395,604	-	-	-	9,304,259	9,304,259	472,308	-
Sight Saver	15.19	-	9,246,228	-	-	-	153,750	-	-	3,920,065	3,920,065	-	5,172,413
Others	15.20	397,450	-	-	-	-	-	-	-	-	-	-	397,450
		82,690,614	303,110,920	13,302	8,074,163	10,213,039	1,461,970	2,177,911	(1,236,150)	264,451,224	264,451,224	(8,806,839)	114,778,545

Description	Balance as at January 1 2014	Add: Funds received from donor during the year	Add: Sungi's own contribution during the year	Less: Opening Receivable	Add: Closing Receivables	Less: Transfer to Deferred Grant	Add: Other operating income	Add/(Less): Exchange Gain/(Loss)	Project expenditures	Less: Grant Income recognized for the year as per expenditure incurred	Refund/ adjustment of un-spent balance	Closing Balance in Restricted Grants December 31 2014
15.1 Oxfam Novib												
Novib - PK-501815-4751	547,082	-	-	-	-	-	-	-	-	-	-	547,082
Cash for choice KPK project (# 501815-0008939)	27,712	-	-	-	-	-	-	-	-	-	-	27,712
Girls education (Pak 501815-6773)	161,315	-	-	-	-	-	-	-	-	-	-	161,315
Floods emergency response; Proj # A-02837-07-501815	70,514	-	-	-	-	-	-	-	-	-	-	70,514
Food security enhancement of district Abbottabad	8,257,253	2,052,006	-	-	-	-	50,580	(613,881)	8,519,000	8,519,000	-	1,226,958
	9,063,876	2,052,006	-	-	-	-	50,580	(613,881)	8,519,000	8,519,000	-	2,033,581

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Description	Balance as at January 1 2014	Add: Funds received from donor during the year	Add: Sungi's own contribution during the year	Less: Opening Receivable	Add: Closing Receivables	Less: Transfer to Deferred Grant	Add: Other operating income	Add/(Less): Exchange Gain/(Loss)	Project expenditures	Less: Grant income recognized for the year as per expenditure incurred	Refund/ adjustment of un-spent balance	Closing Balance in Restricted Grants December 31 2014
15.2 Pakistan Poverty Alleviation Fund												
Community productive infrastructure V	-	-	-	22,056	22,056	-	-	-	-	-	-	-
Community productive infrastructure Community based	1,395,806	-	-	-	-	-	-	-	-	-	-	1,395,806
Social sector development project - Health project	93,568	-	-	-	-	-	-	-	-	-	-	93,568
Rehabilitation and reconstruction Disability project	-	-	-	81,106	81,106	-	-	-	-	-	-	-
Livelihood enhancement and protection Balakot	320,953	-	-	-	-	-	-	-	-	-	-	320,953
Human and institutional development Balakot	-	11,979,878	-	167,520	167,520	-	-	-	-	-	-	-
Deepening in existing working areas	2,977,003	1,593,121	-	7,339,937	-	-	-	-	4,639,941	4,639,941	-	-
	23,110,955	-	-	-	1,616,569	-	-	-	6,186,693	6,186,693	-	-
	27,898,285	13,572,999	-	7,610,619	4,606,403	-	-	-	25,830,107	25,830,107	-	-
15.3 Norwegian Church Aid												
Assistance to 67,000 flood affected individuals	-	66,997,501	-	-	-	855,630	-	-	6,120,001	6,120,001	-	60,021,870
	-	66,997,501	-	-	-	855,630	-	-	6,120,001	6,120,001	-	60,021,870
15.4 NORAD												
Diaspora support project Pakistan project # QZA-0230-PAK-11/0009	1,875,905	-	-	-	-	-	-	-	-	-	-	1,875,905
Diaspora support project Pakistan project # QZA-0230-PAK-12/0055	9,167,091	-	-	-	-	-	256,739	-	8,137,375	8,137,375	-	1,286,455
	11,042,996	-	-	-	-	-	256,739	-	8,137,375	8,137,375	-	3,162,360
15.5 Canadian Hunger Foundation												
Sustainable livelihood and reconstruction of infrastructure	-	97,995	-	97,995	-	-	-	-	-	-	-	-
	-	97,995	-	97,995	-	-	-	-	-	-	-	-
15.6 Terre Des Hommes												
Early Recovery of Flood Effected Communities in Jaffarabad	33,102	-	-	-	-	-	-	-	-	-	-	33,102
Humanitarian assistance to flood victims of Jaffarabad, Baluchistan	68,956	-	-	-	-	-	-	-	-	-	-	68,956
Rehabilitation support to flood survivors in Jaffarabad, Baluchistan	6,109,724	19,026,189	-	-	-	-	-	-	19,476,770	19,476,770	(5,659,143)	-
Livelihood support and health services	5,000,094	-	-	-	-	-	-	-	3,847,486	3,847,486	(1,152,608)	-
Empowering women through skill and resources in Jaffarabad FR-SUNGL-PAK-13-14	-	10,067,065	-	-	-	135,460	-	(396,679)	7,357,066	7,357,066	(2,177,860)	-
Children and women prospective project Code: FR-SUNGL-PAK-14-15	-	9,241,816	-	-	-	-	398,827	(225,590)	6,606,891	6,606,891	-	2,808,162
Jaffarabad rehabilitation project	-	-	-	-	-	-	461,835	-	582,136	582,136	8,989,611	8,869,310
	11,211,876	38,335,070	-	-	-	135,460	860,662	(622,269)	37,870,349	37,870,349	-	11,779,530
15.7 Diakonie Katastrophenhilfe (DKH)												
Diakonie Katastrophenhilfe: Building Communities Resilience	-	24,659,532	-	-	-	196,250	419,864	-	20,416,907	20,416,907	-	4,466,239
	-	24,659,532	-	-	-	196,250	419,864	-	20,416,907	20,416,907	-	4,466,239

B

Description	Balance as at January 1 2014	Add: Funds received from donor during the year	Add: Sungi's own contribution during the year	Less: Opening Receivable	Add: Closing Receivables	Less: Transfer to Deferred Grant	Add: Other operating income	Add/(Less): Exchange Gain/(Loss)	Project expenditures	Less: Grant income recognized for the year as per expenditure incurred	Refund/ adjustment of un-spent balance	Closing Balance in Restricted Grants December 31 2014
15.8 The Asia Foundation												
The Asia Foundation TAF STEAP Project	477,555	4,475,205	-	-	-	-	-	-	4,130,271	4,130,271	(822,489)	-
	<u>477,555</u>	<u>4,475,205</u>	-	-	-	-	-	-	<u>4,130,271</u>	<u>4,130,271</u>	<u>(822,489)</u>	-
15.9 Development Alternative Incorporation (DAI) / DFID												
Aawaz Voice & Accountability Project	693,982	-	-	-	-	-	-	-	-	-	160,000	853,982
Aawaz Voice & Accountability Project - Implementation phase	2,918,862	132,839,798	-	-	-	-	495,096	-	119,235,819	119,235,819	(8,621,992)	8,999,150
	<u>3,612,844</u>	<u>132,839,798</u>	-	-	-	-	<u>495,096</u>	-	<u>119,235,819</u>	<u>119,235,819</u>	<u>(8,461,992)</u>	<u>9,853,132</u>
15.10 Accident and Emergency Foundation												
Accident And Emergency Foundation (AEF)	2,597,543	-	-	-	-	-	-	-	-	-	-	2,597,543
	<u>2,597,543</u>	-	-	-	-	-	-	-	-	-	-	<u>2,597,543</u>
15.11 Children Are the Future												
Children Are the Future (CAF)	460,402	-	-	-	-	-	-	-	-	-	-	460,402
	<u>460,402</u>	-	-	-	-	-	-	-	-	-	-	<u>460,402</u>
15.12 Individual Donation												
Disaster management pool fund	12,413,605	-	-	-	-	-	-	-	675,576	675,576	-	11,738,029
Individual Donation; KBK Electronics	1,000,000	-	-	-	-	-	-	-	-	-	-	1,000,000
	<u>13,413,605</u>	-	-	-	-	-	-	-	<u>675,576</u>	<u>675,576</u>	-	<u>12,738,029</u>
15.13 Global Green Funds												
Global green funds; Advocacy-environment related	132,414	-	-	-	-	-	-	-	-	-	-	132,414
Global green funds; Flood-Rajanpur	23,219	-	-	-	-	-	-	-	-	-	-	23,219
Global green funds advocacy project # 55-703	68,634	-	-	-	-	-	-	-	-	-	-	68,634
	<u>224,267</u>	-	-	-	-	-	-	-	-	-	-	<u>224,267</u>
15.14 Trust for Democratic Education and Accountability												
Advocacy campaign	-	-	-	488	-	-	-	-	-	-	488	-
Profiling of low turnout areas and voter mobilization campaign	-	-	-	179,751	179,751	-	-	-	-	-	-	-
Short term election observation program	-	-	-	4,846	-	-	-	-	-	-	4,846	-
Long term election observer program	-	765,610	13,302	180,464	2,049	-	1,568	-	602,065	602,065	-	-
	-	<u>765,610</u>	<u>13,302</u>	<u>365,549</u>	<u>181,800</u>	-	<u>1,568</u>	-	<u>602,065</u>	<u>602,065</u>	<u>5,334</u>	-
15.15 Care International												
Accountable humanitarian governance for an effective and accountable disaster preparedness and response	1,940,413	4,470,441	-	-	2,029,232	120,880	93,402	-	8,412,608	8,412,608	-	-
	<u>1,940,413</u>	<u>4,470,441</u>	-	-	<u>2,029,232</u>	<u>120,880</u>	<u>93,402</u>	-	<u>8,412,608</u>	<u>8,412,608</u>	-	-
15.16 International Rivers Network												
Translate our efforts primer into Urdu	61,402	-	-	-	-	-	-	-	-	-	-	61,402
	<u>61,402</u>	-	-	-	-	-	-	-	-	-	-	<u>61,402</u>
15.17 Heinrich Boll Stiftung												
Strategizing Sungi's role for a lasting peace in FATA and KPK in post 2014 scenario of NATO forces' withdrawal from Afghanistan - 2013	288,000	162,188	-	-	-	-	-	-	450,188	450,188	-	-
	<u>288,000</u>	<u>162,188</u>	-	-	-	-	-	-	<u>450,188</u>	<u>450,188</u>	-	-

D

Description	Balance as at January 1 2014	Add: Funds received from donor during the year	Add: Sungi's own contribution during the year	Less: Opening Receivable	Add: Closing Receivables	Less: Transfer to Deferred Grant	Add: Other operating income	Add/(Less): Exchange Gain/(Loss)	Project expenditures	Less: Grant income recognized for the year as per expenditure incurred	Refund/ adjustment of un-spent balance	Closing Balance in Restricted Grants December 31 2014
15.18 Philip Morris International												
Restoration of fragile ecology through reforestation	-	5,436,347	-	-	3,395,604	-	-	-	9,304,259	9,304,259	472,308	-
	-	<u>5,436,347</u>	-	-	<u>3,395,604</u>	-	-	-	<u>9,304,259</u>	<u>9,304,259</u>	<u>472,308</u>	-
15.19 Sight Saver												
Ensuring social inclusion through accessible water and sanitation	-	9,246,228	-	-	-	153,750	-	-	3,920,065	3,920,065	-	5,172,413
	-	<u>9,246,228</u>	-	-	-	<u>153,750</u>	-	-	<u>3,920,065</u>	<u>3,920,065</u>	-	<u>5,172,413</u>
15.20 Others												
Small donation for Internally Displaced People (IDPs)	42,735	-	-	-	-	-	-	-	-	-	-	42,735
Other small grants	354,715	-	-	-	-	-	-	-	-	-	-	354,715
	<u>397,450</u>	-	-	-	-	-	-	-	-	-	-	<u>397,450</u>
	<u>82,690,514</u>	<u>303,110,920</u>	<u>13,302</u>	<u>8,074,163</u>	<u>10,213,039</u>	<u>1,461,970</u>	<u>2,177,911</u>	<u>(1,236,150)</u>	<u>264,451,224</u>	<u>264,451,224</u>	<u>(8,806,839)</u>	<u>114,778,545</u>

16 DEFERRED GRANT - CAPITAL ASSETS

Property and equipment
Intangible assets

Note

2014 2013
Rupees Rupees

Property and equipment	21,535,668	24,818,203
Intangible assets	-	-
16.1	<u>21,535,668</u>	<u>24,818,203</u>

2014			2013		
Property and equipment	Intangible assets	Total	Property and equipment	Intangible assets	Total
Rupees			Rupees		

16.1 Grant for capital expenditure

Balance at the beginning of the year

Cost	68,440,300	1,336,438	69,776,738	65,998,646	1,336,438	67,335,084
Accumulated Amortization	(43,622,097)	(1,336,438)	(44,958,535)	(39,279,037)	(1,336,438)	(40,615,475)
	24,818,203	-	24,818,203	26,719,609	-	26,719,609
Addition against direct transfer from donor	58,000	-	58,000	454,214	-	454,214
Addition against restricted grant	1,461,970	-	1,461,970	1,987,440	-	1,987,440
Deletions	(8,787,708)	-	(8,787,708)	-	-	-
Transfers	(212,500)	-	(212,500)	-	-	-
Amortization for the year	(3,557,064)	-	(3,557,064)	(4,343,059)	-	(4,343,059)
Amortization on deletions	7,722,506	-	7,722,506	-	-	-
Amortization on transfers	32,261	-	32,261	-	-	-
	(3,282,535)	-	(3,282,535)	(1,901,405)	-	(1,901,405)

Closing Balance

Cost	60,960,062	1,336,438	62,296,500	68,440,300	1,336,438	69,776,738
Accumulated Amortization	(39,424,394)	(1,336,438)	(40,760,832)	(43,622,097)	(1,336,438)	(44,958,535)
	<u>21,535,668</u>	-	<u>21,535,668</u>	<u>24,818,203</u>	-	<u>24,818,203</u>

B

16.1.1 Donor wise breakup of cost

	Property and Equipment			
	Balance as at 01 January 2014	Addition during the year	Deletion/trans fer during the year	Balance as at 31 December 2014
	-----Rupees-----			
OXFAM NOVIB	24,792,390	-	(375,630)	24,416,760
Royal Norwegian Embassy	190,120	-	-	190,120
Agha Khan Foundation (AKF)	465,849	-	-	465,849
American Institute for Research -RISE	1,918,870	-	(342,890)	1,575,980
Canadian Hunger Foundation (CHF)	9,260,029	-	(1,156,445)	8,103,584
CARE Pakistan	404,240	120,880	(5,900)	519,220
Catholic Relief Services (CRS)	9,050	-	-	9,050
Diakonie Katastrophenlife	1,116,274	254,250	(55,465)	1,315,059
Department For International Development (DFID)	209,040	-	-	209,040
Friedrich Naumann Foundation (FNF)	4,500	-	-	4,500
Deutsche Gesellschaft für International Zusammenarbeit (GIZ)	60,000	-	-	60,000
Malteser International	175,900	-	-	175,900
Norwegian Church Aid (NCA)	229,600	855,630	-	1,085,230
Norwegian Agency for Development Cooperation (NORAD)	4,054,634	-	(2,246,276)	1,808,358
Pakistan Poverty Alleviation Fund (PPAF)	8,093,846	-	(442,238)	7,651,608
South Asia Partnership - Pakistan (SAP)	90,430	-	-	90,430
Save the Children (SC) -USA	4,270,484	-	(1,150,051)	3,120,433
Swiss Humanitarian Assistance	5,896	-	-	5,896
Sight Saver	-	153,750	-	153,750
Terres Dess Hommes (TDH)	1,434,730	135,460	(212,500)	1,357,690
The Asia Foundation (TAF)	355,150	-	(4,350)	350,800
Trust of Voluntary Organization	59,265	-	(41,600)	17,665
United Nations Development Program (UNDP)	224,800	-	(69,100)	155,700
United Nations International Children's Education Fund (UNICEF)	1	-	-	1
Trust for Democratic Education and Accountability (LTEOOP)	335,500	-	-	335,500
Disaster Management (DM) Pooled Funding	47,285	-	-	47,285
Pooled Funding	10,272,818	-	(2,790,846)	7,481,972
Development Fund; Norwegian NGO	23,499	-	(13,999)	9,500
Other Donations	336,100	-	(92,918)	243,182
	<u>68,440,300</u>	<u>1,519,970</u>	<u>(9,000,208)</u>	<u>60,960,062</u>

	Intangible assets			
	Balance as at 01 January 2014	Addition during the year	Deletion during the year	Balance as at 31 December 2014
	-----Rupees-----			
Oxfam Novib	750,000	-	-	750,000
Save the Children SC - USA	237,778	-	-	237,778
Others	348,660	-	-	348,660
	<u>1,336,438</u>	<u>-</u>	<u>-</u>	<u>1,336,438</u>

17 CONTINGENCIES AND COMMITMENTS

The Foundation has no contingencies and commitments at the end of the year (2013:Nil).

18	TRANSPORT PROGRAM	Note	2014	2013
			-----Rupees-----	
	Income from vehicle rentals		12,348,252	8,584,059
	Less: Expenditure on transport program			
	Drivers' salaries and benefits		1,549,613	888,872
	Vehicles running cost		6,835,705	5,198,926
	Net Income		<u>3,962,934</u>	<u>2,496,261</u>

B

	Note	2014 -----Rupees-----	2013
19 MICROFINANCE PROGRAM			
Service charge income		35,629,616	29,384,623
Less:			
Insurance		2,354,032	2,991,275
Provision for doubtful loans - general		452,982	417,649
Commission to Lady Village Accountant	19.1	5,564,899	4,878,226
		<u>8,371,913</u>	<u>8,287,150</u>
Service charges - net		27,257,703	21,097,473
Income on			
Investment	19.2	559,007	507,250
Bank account		500,525	313,676
Other Income		2,498,298	50,000
		<u>3,557,830</u>	<u>870,926</u>
Less: Expenditure on Microfinance program	19.3	<u>(8,927,253)</u>	<u>(6,925,211)</u>
Net income		<u>21,888,280</u>	<u>15,043,188</u>

19.1 Lady village accountants (LVA's) are paid a commission, on the basis of monthly recoveries against microcredit loans as per the programme's policy. In addition to that 12.5% (2013: 12.5%) of total commission admissible as travel allowance.

	Note	2014 -----Rupees-----	2013
19.2 Income on Investment			
Mark-up on:			
Special saving account		<u>559,007</u>	<u>507,250</u>
19.3 Expenditure on Microfinance program			
Salaries, wages and benefits		6,360,961	5,059,600
Bank charges		293,981	303,662
Tax deducted at source		50,485	-
Building rent and maintenance		136,600	131,100
Printing and stationery		268,689	211,947
Vehicle operation and maintenance		700,786	586,091
Professional charges		90,000	170,363
Insurance		-	79,962
Staff training and travel		668,407	227,311
Communication cost		132,251	25,575
Annual fee Credit Information Bureau		62,750	-
Annual membership fee		60,000	-
Information technology cost		55,000	-
Miscellaneous expenses		47,343	129,600
		<u>8,927,253</u>	<u>6,925,211</u>

20 CRAFT PROGRAM

Interest income on bank account		50,951	66,389
Craft sales		117,140	-
Commission on Internal Business Group (IBG)		125,937	-
Commission on External Business Group (EBG)		50,313	-
		<u>344,341</u>	<u>66,389</u>
Less: craft shop expenditure	20.1	<u>(102,612)</u>	<u>(3,470)</u>
Net income		<u>241,729</u>	<u>62,919</u>

B

		Rupees	
20.1	Craft shop expenditure		
	Purchase of equipment	-	2,770
	Cost of inventory sold	46,600	-
	Operating expenses craft	27,551	-
	Bank charges	871	700
	Miscellaneous expenses	27,590	-
		<u>102,612</u>	<u>3,470</u>
21	INCOME ON INVESTMENTS		
	Income on Special Savings Accounts (SSAs)	3,869,600	2,134,155
	Income on Term Deposit Receipts (TDRs)	978,471	1,422,737
		<u>4,848,071</u>	<u>3,556,892</u>
22	OTHER INCOME		
	Management fee of Omar Asghar Khan Centre for Development (OAKCD)	-	166,907
	Income on bank deposits	5,967,016	4,535,098
	Exchange gain - net	8,340,167	-
	Project management fee charged to donors	15,028,202	4,899,409
	Gain on disposal of operating fixed assets - net	3,719,849	-
	Miscellaneous income	3,293,963	941,954
		<u>36,349,197</u>	<u>10,543,368</u>
23	OPERATING COST		
	Salaries, wages and benefits	3,813,709	4,537,488
	Depreciation - owned resources	990,039	598,167
	Depreciation - donated funded by donor	3,524,803	4,343,059
	Vehicle operations and maintenance	1,877,980	395,338
	Trainings	1,254,377	-
	Tax deducted at source	1,189,272	673,970
	Auditors' remuneration	500,000	500,000
	Meeting expenses	460,892	63,022
	Staff travel	203,310	81,015
	Office equipment maintenance	168,412	227,135
	Office supplies	165,470	27,435
	Office rent and maintenance	160,852	155,558
	Office security	72,000	110,000
	Membership fee	57,556	-
	Bank charges	40,274	1,867
	Communication cost	35,151	13,685
	Consultancy expenses	19,917	212,100
	Software annual maintenance	12,219	79,663
	Utilities and entertainment	220	46,395
	Exchange loss - net	-	317,825
	Miscellaneous expenditure	5,008	2,218,164
		<u>14,551,461</u>	<u>14,601,886</u>
24	CASH AND CASH EQUIVALENTS		
	Short-term investments in Term Deposit Receipts	30,857,860	16,597,262
	Cash and bank balances	150,259,083	111,553,162
		<u>181,116,943</u>	<u>128,150,424</u>

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25 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of Omar Asghar Khan Centre for Development (OAKCD), director, executive director, key management personnel and entities over which the directors are able to exercise significant influence. Transaction with related parties are as follows:

	2014	2013
	-----Rupees-----	
OAKCD		
Purchase of services	8,339,000	1,343,730
Share of profit (30%)	-	166,907
Sungi Development Foundation Employees' Provident Fund		
Employer contribution	7,423,375	5,456,919

26 REMUNERATION TO EXECUTIVE DIRECTOR

Remuneration and other benefits are provided to executive director and director during the year.

	<u>Executive Director</u>	
	2014	2013
	-----Rupees-----	
Salaries and other benefits	4,200,000	1,966,667
Retirement benefits	420,000	196,667
	<u>4,620,000</u>	<u>2,163,334</u>
Number of Persons	<u>1</u>	<u>1</u>

27 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board on 21 OCT 2015.



CHAIRPERSON



EXECUTIVE DIRECTOR