



**Building a better
working world**

SUNGI DEVELOPMENT FOUNDATION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2013

Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants
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AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed statement of financial position of **Sungi Development Foundation ("the Foundation")** as at **31 December 2013** and the related statements of income and expenditure, changes in fund and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

It is the responsibility of the Foundation's management to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the approved accounting standards as applicable in 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. These 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 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 2013** and of its financial performance and its cash flows for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

Ernst & Young Ford Rhodes Sidat Hyder

Chartered Accountants

Audit Engagement Partner's Name: Sajjad Hussain Gill

Date: 24 January 2015

Place: Islamabad

SUNGI DEVELOPMENT FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013

	Note	2013 -----Rupees-----	2012
ASSETS			
NON - CURRENT ASSETS			
Property and equipment	4	68,375,068	70,779,646
Long-term investments	5	33,393,352	40,075,018
CURRENT ASSETS			
Microcredit loan portfolio - net	6	88,238,357	70,093,403
Inventories	7	15,630	40,000
Receivable from donors	8	8,074,163	1,369,302
Advances	9	1,069,071	1,729,094
Deposits and prepayments	10	1,413,300	702,072
Other receivables	11	8,251,242	12,401,649
Short-term investments	12	16,597,262	16,003,858
Cash and bank balances	13	111,553,162	125,691,389
		<u>235,212,187</u>	<u>228,030,767</u>
LIABILITIES			
CURRENT LIABILITIES			
Accrued and other liabilities	14	(10,637,508)	(19,792,115)
Restricted grant	15	(82,690,514)	(98,567,501)
Unearned income	16	-	(2,039,760)
		<u>(93,328,022)</u>	<u>(120,399,376)</u>
NET CURRENT ASSETS		141,884,165	107,631,391
Deferred grant - capital assets	17	(24,818,203)	(26,719,609)
NET ASSETS		<u>218,834,382</u>	<u>191,766,446</u>
REPRESENTED BY			
General fund		128,402,493	119,613,894
Deficit on revaluation or investment		-	(676,000)
		<u>128,402,493</u>	<u>118,936,925</u>
Revolving funds		90,431,889	72,829,521
		<u>218,834,382</u>	<u>191,766,446</u>
CONTINGENCIES AND COMMITMENTS	18	-	-

The annexed notes 1 to 29 form an integral part of these financial statements.

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CHAIRPERSON

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EXECUTIVE DIRECTOR

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SUNGI DEVELOPMENT FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE
AS AT 31 DECEMBER 2013

	Note	2013 -----Rupees-----	2012
INCOME			
Grant recognised	15	255,420,275	293,671,526
Project related revenue	16	2,039,760	-
Amortization of deferred grant	17	4,343,059	4,765,109
Transport program	19	2,496,261	5,573,453
Microfinance program	20	15,043,188	9,454,952
Craft program	21	62,919	155,698
Income on investments	22	3,556,892	5,259,299
Other income	23	10,543,368	12,577,535
		<u>293,505,722</u>	<u>331,457,572</u>
EXPENDITURE			
Program activities	15	252,108,373	286,718,769
Operating cost	24	14,601,886	15,660,982
		266,710,259	302,379,751
Loss on disposal of long-term investment		404,496	-
EXCESS OF INCOME OVER EXPENDITURE		<u>26,390,967</u>	<u>29,077,821</u>

The annexed notes 1 to 29 form an integral part of these financial statements.

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EXECUTIVE DIRECTOR

SUNGI DEVELOPMENT FOUNDATION
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED 31 DECEMBER 2013

	Revolving funds						Total
	General fund	Surplus / (Deficit) on revaluation of long-term investment	Transport Program	Microfinance Program	Craft Program	Total Funds	
-----Rupees-----							
Balance as on 31 December 2011	105,720,176	(2,724,730)	6,953,805	49,625,783	1,065,830	57,645,418	160,640,864
Excess of income over expenditure	29,077,821	-	-	-	-	-	29,077,821
Surplus on revaluation of long-term investment	-	2,047,761	-	-	-	-	2,047,761
Transfer from general fund to transport program	(5,573,453)	-	5,573,453	-	-	5,573,453	-
Transfer from general fund to credit program	(9,454,952)	-	-	9,454,952	-	9,454,952	-
Transfer to general fund from craft program	(155,698)	-	-	-	155,698	155,698	-
Balance as on 31 December 2012	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 from general fund to Craft program	(62,919)	-	-	-	62,919	62,919	-
Balance as on 31 December 2013	128,402,493	-	15,023,519	74,123,923	1,284,447	90,431,889	218,834,382

The annexed notes 1 to 29 form an integral part of these financial statements.

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CHAIRPERSON

EXECUTIVE DIRECTOR

SUNGI DEVELOPMENT FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2013

	Note	2013	2012
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Excess of income over expenditure		26,390,967	29,077,821
Adjustment for non cash items :			
Depreciation		4,941,226	6,364,109
Amortization		-	33,350
Provision against non-performing microcredit loans		417,649	498,470
Amortization of deferred grants		(4,343,059)	(4,765,109)
Loss on disposal of long-term investment		404,496	-
Dividend income		-	(983,150)
Interest income		(8,091,990)	(8,002,643)
		<u>(6,671,678)</u>	<u>(6,854,973)</u>
Surplus before working capital changes		19,719,289	22,222,848
Working capital changes			
(Increase)/ decrease in current assets			
Microcredit loan portfolio - net		(18,562,603)	(23,160,218)
Inventories		24,370	-
Advances		660,023	(574,407)
Deposits and prepayments		(711,228)	(2,105)
Other receivables		1,286,447	(2,815,764)
Receivables from donors		(6,704,861)	11,377,657
		<u>(24,007,852)</u>	<u>(15,174,837)</u>
(decrease)/ Increase in current liabilities			
Accrued and other liabilities		(9,154,607)	12,516,576
Unearned Income		(2,039,760)	2,039,760
Cash generated from operations		<u>(15,482,930)</u>	<u>21,604,347</u>
Restricted grant		(13,889,548)	8,276,850
Net cash generated from operating activities		<u>(29,372,478)</u>	<u>29,881,197</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of operating assets - owned		(91,999)	(224,200)
Purchase of operating assets - donated		(1,987,440)	(1,652,070)
Capital work in progress		(2,995)	(4,616,225)
Proceeds for disposal of assets		-	896,368
Investment made		-	(30,279,000)
Proceeds from disposal of available for sale investment		9,595,544	-
Dividend income		-	983,150
Interest and other income received		8,314,545	5,980,407
Net cash generated from Investing activities		<u>15,827,655</u>	<u>(28,911,570)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		<u>(13,544,823)</u>	<u>969,627</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		<u>141,695,247</u>	<u>140,725,620</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	25	<u><u>128,150,424</u></u>	<u><u>141,695,247</u></u>

The annexed notes 1 to 29 form an integral part of these financial statements.

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CHAIRPERSON


EXECUTIVE DIRECTOR

**SUNGI DEVELOPMENT FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

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.

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.

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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 on 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.

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.

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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 recognised 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 Taxation

The Foundation is an approved Non - Profit Organization under section 2 (36) of the Income Tax Ordinance, 2001 and as laid down in clause 58 of the Second Schedule to the Income Tax Ordinance, 2001. Business income of the Foundation is exempt from tax.

3.9 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).

3.9.1 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.

3.10 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.

3.10.1 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.

3.10.2 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.

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3.10.3 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.

3.11 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

3.12 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 upto three months.

	Note	2013 -----Rupees-----	2012
4 PROPERTY AND EQUIPMENT			
Operating fixed assets			
Own resources	4.1	38,592,145	39,098,313
Funded by donors	4.2	24,818,204	26,719,609
		63,410,349	65,817,922
Capital work-in-progress	4.3	4,964,719	4,961,724
		<u>68,375,068</u>	<u>70,779,646</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 1 January 2012	35,953,746	2,798,579	3,445,927	3,578,642	1,361,408	5,511,838	52,650,140
Additions	-	-	-	29,700	-	194,500	224,200
Deletions	-	-	(494,806)	(419,602)	(487,933)	(3,146,351)	(4,548,692)
Transfers	-	-	(6,000)	-	-	-	(6,000)
At 31 December 2012	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
Accumulated depreciation							
At 1 January 2012							
Accumulated depreciation	-	1,325,635	1,489,142	2,828,519	1,172,235	4,465,128	11,280,659
Depreciation charge	-	932,772	348,644	128,476	45,900	143,208	1,599,000
Depreciation on deletions	-	-	(417,359)	(320,556)	(443,429)	(2,471,334)	(3,652,678)
Depreciation on transfers	-	-	(5,646)	-	-	-	(5,646)
At 31 December 2012	-	2,258,407	1,414,781	2,636,439	774,706	2,137,002	9,221,335
Depreciation charge	-	98,661	279,421	114,736	28,088	77,261	598,167
At 31 December 2013	-	2,357,068	1,694,202	2,751,175	802,794	2,214,263	9,819,502
Carrying amount							
At 31 December 2012	35,953,746	540,172	1,530,340	552,301	98,769	422,985	39,098,313
At 31 December 2013	35,953,746	441,511	1,250,919	529,564	70,681	345,724	38,592,145
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 1 January 2012	7,413,125	528,000	1,022,825	6,772,052	11,208,379	16,169,399	28,416,765	71,530,545
Additions	-	-	-	95,450	379,620	177,000	3,500,000	4,152,070
Deletions	-	-	-	(1,325,935)	(859,242)	(2,326,336)	(4,412,531)	(8,924,044)
Transfers	-	-	-	(2,900)	(679,125)	(77,900)	-	(759,925)
At 31 December 2012	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
Accumulated depreciation								
At 1 January 2012	-	226,628	1,022,825	4,203,573	4,702,162	10,585,141	21,357,408	42,097,737
Accumulated depreciation	-	175,980	-	447,517	1,142,662	1,586,552	1,412,398	4,765,109
Depreciation charge	-	-	-	(990,426)	(619,853)	(2,126,897)	(3,585,306)	(7,322,482)
Depreciation on deletions	-	-	-	(2,732)	(184,823)	(73,772)	-	(261,327)
Depreciation on transfers	-	-	-	-	-	-	-	-
At 31 December 2012	-	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
Carrying amount								
At 31 December 2012	7,413,125	125,392	-	1,880,735	5,009,484	3,971,139	8,319,734	26,719,609
At 31 December 2013	7,413,125	102,489	-	1,535,131	5,101,906	3,494,173	7,171,380	24,818,204
Rate of depreciation (%)	-	20	33	20	20	33	20	

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	Note	2013 -----Rupees-----	2012
4.3 CAPITAL WORK-IN-PROGRESS			
Construction of building on Shimla and Banigala land			
Balance at the beginning of the year		4,961,724	345,499
Additions during the year		2,995	4,616,225
Closing balance at the end of the year		<u>4,964,719</u>	<u>4,961,724</u>
5 LONG-TERM INVESTMENTS			
Held to maturity			
Special Savings Accounts (SSAs)		30,751,947	30,279,000
Accrued markup		2,641,405	472,947
	5.1	<u>33,393,352</u>	<u>30,751,947</u>
Available for sale			
National Investment Trust (NIT) units - at cost		10,000,040	10,000,040
Deficit on realisation/remeasurement		(404,496)	(676,969)
NIT units encashed during the year	5.2	<u>(9,595,544)</u>	-
		-	9,323,071
		<u>33,393,352</u>	<u>40,075,018</u>
5.1 Investment in Special Savings Accounts (SSAs) carry interest rate ranges from 8.62 % to 11.50 % (2012: 9.90% to 10.50%) per annum.			
5.2 280,900 units were held as investment in NIT which has been disposed off during the year.			
6 MICROCREDIT LOAN PORTFOLIO - NET			
Considered good - Unsecured			
Microfinance Women Empowerment Program		89,582,087	71,160,815
Less: General provision		(1,343,730)	(1,067,412)
	6.1	<u>88,238,357</u>	<u>70,093,403</u>
6.1 Microfinance Women Empowerment Program			
Principal amount receivable			
Receivable at the beginning of the year		71,160,815	48,153,974
Disbursements during the year		162,395,000	130,089,100
Recoveries during the year		(143,832,397)	(106,928,882)
Written-off during the year		(141,331)	(153,377)
Balance at the end of the year		<u>89,582,087</u>	<u>71,160,815</u>
Less: Provision for doubtful debt - general			
Opening balance		1,067,412	722,319
Charge for the year		417,649	498,470
Amounts written off		(141,331)	(153,377)
Closing balance		<u>1,343,730</u>	<u>1,067,412</u>
		<u>88,238,357</u>	<u>70,093,403</u>
7 INVENTORIES			
Relief goods		-	40,000
Handi crafts		15,630	-
		<u>15,630</u>	<u>40,000</u>

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	Note	2013 -----Rupees-----	2012 -----Rupees-----
8 RECEIVABLE FROM DONORS			
Pakistan Poverty Alleviation Fund (PPAF)			
PPAF - CPI V		22,056	22,056
Social Sector Development Project - Health project		81,106	81,106
Disability Project		167,520	167,520
LEP		7,339,937	-
HID Balakot		-	745,978
		<u>7,610,619</u>	<u>1,016,660</u>
Trust for Democratic Edu & Acc (TDEA)			
Profiling of Low Turnout Project		179,751	91,494
LTEOOP		180,464	-
STO		4,846	-
Active Citizen Program		488	63,153
		<u>365,549</u>	<u>154,647</u>
Canadian Hunger Foundation (CHF)			
CHF - SLR Reconstruction Project		97,995	97,995
Diakonia Katastrophe			
Sustainable Livelihood & Rehabilitation Rajanpur Project		-	100,000
		<u>8,074,163</u>	<u>1,369,302</u>
9 ADVANCES			
Considered good			
Advances for expenditure		697,351	1,273,658
Advances to employees	9.1	371,720	455,436
		<u>1,069,071</u>	<u>1,729,094</u>
9.1 This included advance to a director amounting to Rs. Nil (2012: Rs. 29,332) outstanding at year end.			
10 DEPOSITS AND PREPAYMENTS			
Security deposits - Considered good		526,000	300,000
Prepayments		887,300	402,072
		<u>1,413,300</u>	<u>702,072</u>
11 OTHER RECEIVABLES			
Reimbursable claims from donors	11.1	810,863	777,558
Service charges receivable		1,652,712	1,105,842
Receivable from Provident Fund		365,370	-
Project management fee receivable		-	531,960
Interest accrued on bank deposits		-	2,863,960
Receivable from projects		-	26,120
Receivable from Sabah Pakistan		-	528,000
Receivable from Punjab Skills Development Fund		-	4,213,980
Advances to Partner Organizations		5,234,816	(89,042)
Receivables - Craft program		-	47,950
Receivables - Microfinance program		180,000	40,081
Receivables from Omer Asghar Khan Centre for Development		7,481	627,813
Insurance claim receivable		-	1,050,000
Others		-	677,427
		<u>8,251,242</u>	<u>12,401,649</u>

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11.1 This included expenses incurred by the Foundation in excess of the amount approved by the DAI under the grant contract.

	Note	2013 -----Rupees-----	2012 -----Rupees-----
12 SHORT-TERM INVESTMENTS			
Held to maturity			
Term Deposit Receipts (TDRs)			
Carrying amount		16,348,000	16,000,000
Accrued markup		249,262	3,858
	12.1	<u>16,597,262</u>	<u>16,003,858</u>

12.1 Investment in TDRs carry interest rate of 9.05 % (2012: 9.8%) per annum with maturity upto three months.

	Note	2013 -----Rupees-----	2012 -----Rupees-----
13 CASH AND BANK BALANCES			
Cash in transit		1,495,100	-
With banks in saving accounts			
Local currency		100,126,211	112,174,036
Foreign currency		9,931,851	13,517,353
	13.1	<u>110,058,062</u>	<u>125,691,389</u>
		<u>111,553,162</u>	<u>125,691,389</u>

13.1 Interest on saving accounts (local currency) ranges from 6% to 7% (2012: 5% to 6%) per annum. Saving accounts (foreign currency) carry interest ranges from 0.1% to 0.5% (2012: 0.1% to 0.55%) per annum.

13.2 Cash and bank balances include Rs. 240,284 (2012: Rs. 91,002) for the Microfinance program and Rs. 45,044 (2012: Rs. 1,143,445) for the Craft program.

		2013 -----Rupees-----	2012 -----Rupees-----
14 ACCRUED AND OTHER LIABILITIES			
Accrued expenses		2,625,694	1,301,032
Salaries payable		743,246	1,450,070
Accounts payable		894,976	10,906,093
Insurance fund for micro-credit loans		3,605,145	2,505,762
Provident fund contribution		222,826	144,165
Income tax withheld		385,234	960,047
Bank overdraft		1,650,676	-
Miscellaneous		509,711	2,524,946
		<u>10,637,508</u>	<u>19,792,115</u>

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15 RESTRICTED GRANT

Description	Note	Balance as at 01 January 2013	Less: Opening Receivable	Add: Funds received from donor during the year	Add: Debit Note from donor during the year	Add: Sungi's own contribution during the year	Add: Closing Receivables	Less: Transfer to Deferred Grant	Add: Other operating income	Add Exchange Gain	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 2013
Rupees														
Oxfam-Novib	15.1	3,272,790	-	11,064,892	-	4,330	-	-	28,962	1,100,588	6,407,686	6,407,686	-	9,063,876
Pakistan Poverty Alleviation Fund	15.2	23,745,158	1,016,660	43,135,300	-	-	7,610,619	-	-	-	45,576,132	45,576,132	-	27,898,285
Norwegian Church Aid	15.3	31,795,366	-	12,139,224	-	-	-	-	-	-	41,131,912	41,131,912	(2,802,678)	-
NORAD	15.4	1,875,905	-	16,913,700	-	-	-	-	411,310	-	8,157,919	8,157,919	-	11,042,996
CHF	15.5	-	97,995	-	-	-	97,995	-	-	-	-	-	-	-
Terre Des Hommes	15.6	9,980,772	-	33,332,017	-	-	-	1,212,000	636,227	1,305,082	32,810,222	32,810,222	-	11,211,876
Diakonia Katastrophe (DKH)	15.7	-	100,000	21,660	-	-	-	-	-	-	-	-	78,340	-
The Asia Foundation	15.8	1,835,308	-	10,518,585	-	-	-	50,000	-	-	11,826,338	11,826,338	-	477,555
Deutsche Gesellschaft für Internationale Zusammenarbeit (GIZ)	15.9	4,149,538	-	-	-	105,923	-	-	45,605	-	3,386,630	3,386,630	(914,436)	-
Development Alternative Incorporation (DAI) / DFID	15.10	1,753,538	-	96,012,987	2,031,911	-	-	-	676,015	-	93,549,705	96,861,607	-	3,612,844
Accident And Emergency Foundation	15.11	2,597,543	-	-	-	-	-	-	-	-	-	-	-	2,597,543
Children Are the Future	15.12	460,402	-	-	-	-	-	-	-	-	-	-	-	460,402
Individual Donation	15.13	13,962,304	-	-	-	-	-	-	-	-	548,699	548,699	-	13,413,605
Global Green Funds	15.14	224,267	-	-	-	-	-	-	-	-	-	-	-	224,267
Australian High Commission Islamabad	15.15	2,497,160	-	-	-	300,916	-	-	-	-	2,798,076	2,798,076	-	-
Trust for Democratic Edu & Acc(TDEA)	15.16	-	154,647	5,475,662	-	400	365,549	335,500	22,203	-	5,373,667	5,373,667	-	-
Care International	15.17	-	-	2,731,250	-	-	-	389,940	-	-	400,897	400,897	-	1,940,413
International Rivers Network	15.18	-	-	201,892	-	-	-	-	-	-	140,490	140,490	-	61,402
Heinrich Boell Stiftung	15.19	-	-	288,000	-	-	-	-	-	-	-	-	-	288,000
Others	15.20	437,450	-	-	-	-	-	-	-	-	-	-	(40,000)	397,450
		<u>98,567,501</u>	<u>1,369,302</u>	<u>231,835,169</u>	<u>2,031,911</u>	<u>411,569</u>	<u>8,074,163</u>	<u>1,987,440</u>	<u>1,820,322</u>	<u>2,405,670</u>	<u>252,108,373</u>	<u>255,420,275</u>	<u>(3,678,774)</u>	<u>82,690,514</u>

Description	Balance as at January 1 2013	Less: Opening Receivable	Add: Funds received from donor during the year	Add: Debit Note from donor during the year	Add: Sungi's own contribution during the year	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 2013
15.1 Oxfam-Novib													
Novib - PK-501815-4751	547,082	-	-	-	-	-	-	-	-	-	-	-	547,082
Oxfam Novib Cash for choice KPK project (# 501815-0008939)	27,712	-	-	-	-	-	-	-	-	-	-	-	27,712
OXFAM NOVIB Girls Education(Pak 501815-6773)	161,315	-	-	-	-	-	-	-	-	-	-	-	161,315
OXFAM NOVIB Rehabilitation of Infrastructure in Selected Flood Affected Areas Mansehra; Prj # P-8939	2,466,167	-	-	-	4,330	-	-	-	-	2,470,497	2,470,497	-	-
OXFAM NOVIB; 2012 Floods Emergency Response; Proj # A-02837-07-501815	70,514	-	-	-	-	-	-	-	-	-	-	-	70,514
Food Security enhancement of District Abbottabad	-	-	11,064,892	-	-	-	-	28,962	1,100,588	3,937,189	3,937,189	-	8,257,253
	<u>3,272,790</u>	<u>-</u>	<u>11,064,892</u>	<u>-</u>	<u>4,330</u>	<u>-</u>	<u>-</u>	<u>28,962</u>	<u>1,100,588</u>	<u>6,407,686</u>	<u>6,407,686</u>	<u>-</u>	<u>9,063,876</u>

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Description	Balance as at January 1 2013	Less: Opening Receivable	Add: Funds received from donor during the year	Add: Debit Note from donor during the year	Add: Sungi's own contribution during the year	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 2013
15.2 Pakistan Poverty Alleviation Fund													
Pakistan Poverty Alleviation Fund (PPAF - CPI V)	-	22,056	-	-	-	22,056	-	-	-	-	-	-	-
Pakistan Poverty Alleviation Fund (PPAF-CPI)	1,395,806	-	-	-	-	-	-	-	-	-	-	-	1,395,806
Pakistan Poverty Alleviation Funds- CB	93,568	-	-	-	-	-	-	-	-	-	-	-	93,568
PPAF Social sector Development Project-Health	-	81,106	-	-	-	81,106	-	-	-	-	-	-	-
Pakistan Poverty Alleviation Fund for Rehabilitation and Reconstruction- BOI	320,953	-	-	-	-	-	-	-	-	-	-	-	320,953
Pakistan Poverty Alleviation Fund (PPAF - Disability)	-	167,520	-	-	-	167,520	-	-	-	-	-	-	-
Livelihood Enhancement & Protection Balakot	21,934,831	-	12,145,572	-	-	7,339,937	-	-	-	41,420,340	41,420,340	-	-
Human & Institutional Development Balakot	-	745,978	7,535,978	-	-	-	-	-	-	3,812,997	3,812,997	-	2,977,003
Deepening in Existing Working Areas	-	-	23,453,750	-	-	-	-	-	-	342,795	342,795	-	23,110,955
	23,745,158	1,016,660	43,135,300	-	-	7,610,619	-	-	-	45,576,132	45,576,132	-	27,898,285
15.3 Norwegian Church Aid													
NCA Combat Gender Injustice Gujrat Project # PID 120008-9	301,212	-	998,757	-	-	-	-	-	-	1,231,516	1,231,516	(68,453)	-
NCA Assistance to Conflict Affected Families in Khyber Pakhtunkhwa; Proj # PID:120026-3	321,968	-	-	-	-	-	-	-	-	-	-	(321,968)	-
NCA Assistance to Flood Affected Communities Rajanpur Project # PID: 120027-1	31,172,186	-	11,140,467	-	-	-	-	-	-	39,900,396	39,900,396	(2,412,257)	-
	31,795,366	-	12,139,224	-	-	-	-	-	-	41,131,912	41,131,912	(2,802,678)	-
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	-	-	16,913,700	-	-	-	-	411,310	-	8,157,919	8,157,919	-	9,167,091
	1,875,905	-	16,913,700	-	-	-	-	411,310	-	8,157,919	8,157,919	-	11,042,996
15.5 CHF													
Canadian Hunger Foundation (Sustainable Livelihood & 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 Jafferabad, Balochistan	2,013,011	-	-	-	-	-	-	-	-	1,944,055	1,944,055	-	68,956
Rehabilitation Support to Flood Survivors in Jafferabad, Balochistan	7,914,659	-	33,332,017	-	-	-	1,212,000	636,227	1,305,082	30,866,167	30,866,167	(5,000,094)	6,109,724
Livelihood Support & Health Services	-	-	-	-	-	-	-	-	-	-	-	5,000,094	5,000,094
	9,960,772	-	33,332,017	-	-	-	1,212,000	636,227	1,305,082	32,810,222	32,810,222	-	11,211,876
15.7 Diakonia Katastrophe (DKH)													
Diakonia Sustainable Livelihood & Rehabilitation Rajanpur Project # K-PAK-1107-0011	-	100,000	21,660	-	-	-	-	-	-	-	-	78,340	-
	-	100,000	21,660	-	-	-	-	-	-	-	-	78,340	-

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Description	Balance as at January 1 2013	Less: Opening Receivable	Add: Funds received from donor during the year	Add: Debit Note from donor during the year	Add: Sungi's own contribution during the year	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 2013
15.8 The Asia Foundation													
The Asia Foundation TAF STAEP Project	1,835,308	-	10,518,585	-	-	-	50,000	-	-	11,826,338	11,826,338	-	477,555
	1,835,308	-	10,518,585	-	-	-	50,000	-	-	11,826,338	11,826,338	-	477,555
Deutsche Gesellschaft für Internationale Zusammenarbeit (GIZ)													
15.9 FIT (Funds or Innovative Training): Creating opportunities for skilled artisans and workers	4,149,538	-	-	-	105,923	-	-	45,605	-	3,386,630	3,386,630	(914,436)	-
	4,149,538	-	-	-	105,923	-	-	45,605	-	3,386,630	3,386,630	(914,436)	-
15.10 Development Alternative Incorporation (DAI) / DFID													
Aawaz Voice & Accountability Project	1,753,538	-	10,584,282	-	-	-	-	-	-	11,643,839	11,643,839	-	693,982
Aawaz Voice & Accountability Project - Implementation phase	-	-	85,428,705	2,031,911	-	-	-	676,014	-	81,905,866	85,217,768	-	2,918,862
	1,753,538	-	96,012,987	2,031,911	-	-	-	676,014	-	93,549,705	96,861,607	-	3,612,844
15.11 Accident And Emergency Foundation													
Accident And Emergency Foundation (AEF)	2,597,543	-	-	-	-	-	-	-	-	-	-	-	2,597,543
	2,597,543	-	-	-	-	-	-	-	-	-	-	-	2,597,543
15.12 Children Are the Future													
Children Are the Future (CAF)	460,402	-	-	-	-	-	-	-	-	-	-	-	460,402
	460,402	-	-	-	-	-	-	-	-	-	-	-	460,402
15.13 Individual Donation													
Disaster Management Pool Fund (DM Pool Fund)	12,962,304	-	-	-	-	-	-	-	-	548,699	548,699	-	12,413,605
Individual Donation; KBK Electronics	1,000,000	-	-	-	-	-	-	-	-	-	-	-	1,000,000
	13,962,304	-	-	-	-	-	-	-	-	548,699	548,699	-	13,413,605
15.14 Global Green Funds													
Global Green Funds; Advocacy-Environment Related	132,414	-	-	-	-	-	-	-	-	-	-	-	132,414
Global Green Funds; Flood-Rajapur	23,219	-	-	-	-	-	-	-	-	-	-	-	23,219
Global Green Funds Advocacy Project # 55-703	68,634	-	-	-	-	-	-	-	-	-	-	-	68,634
	224,267	-	-	-	-	-	-	-	-	-	-	-	224,267
15.15 Australian High Commission Islamabad													
Women Led Total Sanitation Project (WLTS)	2,497,160	-	-	-	300,916	-	-	-	-	2,798,076	2,798,076	-	-
	2,497,160	-	-	-	300,916	-	-	-	-	2,798,076	2,798,076	-	-
15.16 Trust for Democratic Edu & Acc(TDEA)													
Trust for Democratic Edu & Acc(TDEA); ACP Advocacy Campaign	-	63,153	82,665	-	-	488	-	-	-	-	-	-	-
Profiling of low turnout areas & Voter Mobilization campaign(PVM)	-	91,494	429,021	-	-	179,751	-	-	-	517,278	517,278	-	-
Short Term Election Observation Program	-	-	584,363	-	-	4,846	-	-	-	589,209	589,209	-	-
Long Term Election Observer (LTEOOP)	-	-	4,399,613	-	400	180,464	335,500	22,203	-	4,267,180	4,267,180	-	-
	-	154,647	5,475,662	-	400	365,549	335,500	22,203	-	5,373,667	5,373,667	-	-
15.17 Care International													
Accountable Humanitarian Governance for an effective & accountable disaster preparedness & response	-	-	2,731,250	-	-	-	389,940	-	-	400,897	400,897	-	1,940,413
	-	-	2,731,250	-	-	-	389,940	-	-	400,897	400,897	-	1,940,413
15.18 International Rivers Network													
Translate our efforts primer into Urdu	-	-	201,892	-	-	-	-	-	-	140,490	140,490	-	61,402
	-	-	201,892	-	-	-	-	-	-	140,490	140,490	-	61,402

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Description	Balance as at January 1 2013	Less: Opening Receivable	Add: Funds received from donor during the year	Add: Debit Note from donor during the year	Add: Sungi's own contribution during the year	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 2013
15.19 Heinrich Boll Stiftung Strategizing Sungi's Role for a lasting peace in FATA & KPK in post 2014 scenario of NATO forces' withdrawal from Afghanistan - 2013	-	-	288,000	-	-	-	-	-	-	-	-	-	288,000
			288,000										288,000
15.20 Others													
Small Donation for IDPs	42,735	-	-	-	-	-	-	-	-	-	-	-	42,735
Other Small Grants	354,715	-	-	-	-	-	-	-	-	-	-	-	354,715
Donation in Kind	40,000	-	-	-	-	-	-	-	-	-	-	(40,000)	-
	437,450	-	-	-	-	-	-	-	-	-	-	(40,000)	397,450
	98,567,501	1,369,302	231,835,169	2,031,911	411,569	8,074,163	1,987,440	1,820,321	2,405,670	252,108,373	255,420,275	(3,678,774)	82,690,514

16 UNEARNED INCOME

This represented amount received from The Asia Foundation (TAF) to conduct the trainings of 180 political party leaders under the project entitled "Training of Political Parties".

Note	2013		2012	
	Rupees		Rupees	
17 DEFERRED GRANT - CAPITAL ASSETS				
Property and equipment	24,818,203	29,719,609		
Intangible assets	-	-		
17.1	24,818,203	29,719,609		
17.1 Grant for capital expenditure				
Balance at the beginning of the year				
Cost	65,998,646	1,336,438	67,335,084	71,530,545
Accumulated Amortization	(39,279,037)	(1,336,438)	(40,615,475)	(42,097,737)
	26,719,609	-	26,719,609	29,432,808
Addition against direct transfer from donor	454,214	-	454,214	-
Addition against restricted grant	1,987,440	-	1,987,440	4,152,070
Deletions/transfers	-	-	-	(9,683,969)
Amortization for the year	(4,343,059)	-	(4,343,059)	(4,765,109)
Amortization on deletions/transfers	-	-	-	7,583,809
	(1,901,405)	-	(1,901,405)	(2,713,199)
Closing Balance				
Cost	68,440,300	1,336,438	69,776,738	65,998,646
Accumulated Amortization	(43,622,097)	(1,336,438)	(44,958,535)	(39,279,037)
17.1.1	24,818,203	-	24,818,203	26,719,609

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17.1.1 Donor wise breakup of cost

	Property and Equipment		
	Balance as at 01 January 2013	Addition during the year	Balance as at 31 December 2013
	-----Rupees-----		
OXFAM NOVIB	24,792,390	-	24,792,390
Royal Norwegian Embassy	190,120	-	190,120
Agha Khan Foundation (AKF)	465,849	-	465,849
American Institute for Research -RISE	1,918,870	-	1,918,870
Canadian Hunger Foundation (CHF)	8,805,815	454,214	9,260,029
CARE Pakistan	14,300	389,940	404,240
Catholic Relief Services (CRS)	9,050	-	9,050
Diakonie Katastrophenhilfe	1,116,274	-	1,116,274
Department For International Development (DFID)	209,040	-	209,040
Friedrich Naumann Foundation (FNF)	4,500	-	4,500
Deutsche Gesellschaft für Internationale Zusammenarbeit (GIZ)	60,000	-	60,000
Malteser International	175,900	-	175,900
Norwegian Church Aid (NCA)	229,600	-	229,600
Norwegian Agency for Development Cooperation (NORAD)	4,054,634	-	4,054,634
Pakistan Poverty Alleviation Fund (PPAF)	8,093,846	-	8,093,846
South Asia Partnership - Pakistan (SAP)	90,430	-	90,430
Save the Children (SC) -USA	4,270,484	-	4,270,484
Swiss Humanitarian Assistance	5,896	-	5,896
Shirkat Gah	-	-	-
Terres Dess Hommes (TDH)	222,730	1,212,000	1,434,730
The Asia Foundation (TAF)	305,150	50,000	355,150
Trust of Voluntary Organization	59,265	-	59,265
United Nations Development Program (UNDP)	224,800	-	224,800
United Nations International Children's Education Fund (UNICEF)	1	-	1
TDEA	-	335,500	335,500
Disaster Management (DM) Pooled Funding	47,285	-	47,285
Pooled Funding	10,272,818	-	10,272,818
Development Fund; Norwegian NGO	23,499	-	23,499
Other Donations	336,100	-	336,100
	<u>65,998,646</u>	<u>2,441,654</u>	<u>68,440,300</u>

	Intangible assets		
	Balance as at 01 January 2013	Addition during the year	Balance as at 31 December 2013
	-----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>1,336,438</u>

18 CONTINGENCIES AND COMMITMENTS

The Foundation has no contingencies and commitments at the end of current and prior years.

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		2013	2012
		-----Rupees-----	
19	TRANSPORT PROGRAM		
	Income from vehicle rentals	8,584,059	8,396,364
	Less: Expenditure on transport program		
	Drivers' salaries and benefits	888,872	1,169,348
	Vehicle running costs	5,198,926	1,653,563
		6,087,798	2,822,911
	Net Income	2,496,261	5,573,453
20	MICROFINANCE PROGRAM		
	Service charge income	29,384,623	20,098,769
	Less:		
	Insurance	2,991,275	2,547,643
	Provision for doubtful loans - general	417,649	498,470
	Commission to Lady Village Accountant	4,878,226	3,614,784
		8,287,150	6,660,897
	Service charges - net	21,097,473	13,437,872
	Income on		
	Investment	507,250	427,747
	Bank account	313,676	216,788
	Bad debts recovered	-	-
	Donations	-	25,000
	Other Income	50,000	59,645
		870,926	729,180
	Less: Expenditure on Microfinance program	(6,925,211)	(4,712,100)
	Net income	15,043,188	9,454,952
20.1	Lady village accountants (LVA's) are paid a commission, on the basis of monthly recoveries against microcredit loans at the rate of Rs.30 per recovery. For LVA's having active clients of more than 240 in a month, the rate is fixed at Rs.35 on each loanee.		
		2013	2012
		-----Rupees-----	
20.2	Income on Investment		
	Markup on:		
	Special saving account	507,250	427,747
20.3	Expenditure on Microfinance program		
	Salaries, wages and benefits	5,059,600	4,027,567
	Bank charges	303,662	185,157
	Building rent and maintenance	131,100	59,250
	Printing and stationery	211,947	16,165
	Vehicle operation and maintenance	586,091	175,743
	Professional charges	170,363	60,000
	Insurance	79,962	14,234
	Staff training and travel	227,311	173,984
	Communication cost	25,575	-
	Miscellaneous expenses	129,600	-
		6,925,211	4,712,100

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	Note	2013	2012
		-----Rupees-----	
21	CRAFT PROGRAM		
	Interest income on bank account	66,389	55,311
	Income from SABAH Pakistan	-	98,570
	Miscellaneous income	-	2,143
		66,389	156,024
	Less: craft shop expenditure	(3,470)	(326)
	Net income	62,919	155,698
21.1	Craft shop expenditure		
	Purchase of equipment	2,770	-
	Bank charges	700	326
		3,470	326
22	INCOME ON INVESTMENTS		
	Dividend income	-	983,150
	Income on Special Savings Accounts (SSAs)	2,134,155	2,776,304
	Income on Term Deposit Receipts (TDRs)	1,422,737	1,499,845
		3,556,892	5,259,299
23	OTHER INCOME		
	Management fee of Omar Asghar Khan Centre for Development (OAKCD)	166,907	627,813
	Net income from PSDF project	-	2,774,384
	Income on bank deposits	4,535,098	3,726,494
	Exchange gain	-	2,521,183
	Project management fee charged to donors	4,899,409	2,927,661
	Miscellaneous income	941,954	-
		10,543,368	12,577,535
24	OPERATING COST		
	Salaries, wages and benefits	4,537,488	4,972,188
	Staff travel	81,015	407,345
	Printing and stationery	-	30,000
	Communication cost	13,685	90,540
	Office supplies	27,437	54,610
	Utilities and entertainment	46,395	101,245
	Office rent and maintenance	155,558	170,000
	Vehicle operations and maintenance	395,338	204,054
	Office equipment maintenance	227,135	145,500
	Auditors' remuneration	500,000	350,000
	Depreciation - owned resources	598,167	1,599,000
	Depreciation - donated funded by donor	4,343,059	4,765,109
	Amortization - owned assets	-	33,350
	Bank charges	1,867	2,628
	Software annual maintenance	79,663	392,199
	Consultancy expenses	212,100	-
	Office security	110,000	-
	Meeting expenses	63,022	-
	Tax deducted at source	673,970	-
	Exchange loss	317,825	-
	Miscellaneous expenditure	2,218,164	2,343,214
		14,601,886	15,660,982

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		2013	2012
		-----Rupees-----	
25	CASH AND CASH EQUIVALENTS		
	Short-term investments in Term Deposit Receipts	16,597,262	16,003,858
	Cash and bank balances	<u>111,553,162</u>	<u>125,691,389</u>
		<u>128,150,424</u>	<u>141,695,247</u>

26 **TRANSACTIONS WITH RELATED PARTIES**

Related parties comprise of Omar Asghar Khan Center for Development (OAKCD), SABAH Pakistan, 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:

		2013	2012
		-----Rupees-----	
	OAKCD		
	Rendering of services	1,343,730	1,067,412
	Share of profit (30%)	166,907	627,813
	SABAH Pakistan		
	Vehicle hiring income	-	528,000
	2% of its revenue (sales) as per contract	-	98,570
	Sungi Development Foundation Employees' Provident Fund		
	Employer contribution	5,456,919	7,680,908
	Executive Director and Director		
	Advances	-	56,617

27 **REMUNERATION TO EXECUTIVE DIRECTOR AND DIRECTOR**

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

	Executive Director		Director	
	2013	2012	2013	2012
	-----Rupees-----		-----Rupees-----	
Salaries and other benefits	1,966,667	3,857,219	1,386,403	4,043,309
Retirement benefits	196,667	324,249	138,640	404,328
	<u>2,163,334</u>	<u>4,181,468</u>	<u>1,525,043</u>	<u>4,447,637</u>
Number of Persons	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

28 **GENERAL**

Corresponding figures have been rearranged, wherever necessary, for the purpose of comparison.

29 **DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were authorized for issue by the Board on 24 JAN 2015.

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CHAIRPERSON



EXECUTIVE DIRECTOR