

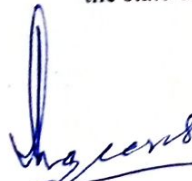
AUDITORS' REPORT TO THE MEMBERS

We have audited the Financial Statement of NISHAT WELFARE ORGANIZATION, as at 30th June, 2020, and the related Income Expenditure Accounts and together with the Note forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

It is the responsibility of the management to establish and maintain a system of internal control, and prepare and present the above said statements. Our responsibility is to express an opinion on these statements based on our audit.

We conducted the 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 above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies used and evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:-

- a) in our opinion, proper record has been kept by the firm.
- b) in our opinion:
 - I) the Balance Sheet, Income and Expenditure Accounts and such records and are further in accordance with the accounting policies consistently applied;
 - II) the Expenditure incurred during the year was for the purpose of the Projects completion under NPO business; and
 - III) the business conducted, donation made and the expenditure incurred during the year were in accordance with the objects of the NPO concern; and
- c) in our opinion, and to the best of our information and according to the explanations given to us, the Balance Sheet, Income and Expenditure Accounts and together with the note forming part thereof, respectively give a true and fair view of the state of firm affairs business as at 30th June, 2020.


For: A.G. Habib & Co.
Chartered Accountants




Karachi.


Dated: November 28, 2020

**NISHAT WELFARE ORGANIZATION
BALANCE SHEET
AS AT 30TH JUNE, 2020**

FIXED ASSETS	Note	2020 Rupees	2019 Rupees
NON - CURRENT ASSETS			
<i>Book Value as per schedule attached</i>	4	717,487	798,761
		<u>717,487</u>	<u>798,761</u>
CURRENT ASSETS			
<i>Cash & Bank</i>			
<i>Advances and Othes Receivable</i>	5	4,469	1,540
<i>Total Current Assets</i>		-	457,075
		<u>4,469</u>	<u>458,615</u>
TOTAL ASSETS		<u>721,956</u>	<u>1,257,376</u>
FUND AND LIABILITES			
<i>Fund Balances</i>	6	817,706	925,891
<i>Fund Surplus/(deficit) after tax for the Period</i>		(95,750)	(108,185)
		<u>721,956</u>	<u>817,706</u>
CURRENT LIABILITIES			
<i>Accrued Expenses and Others Liabilities</i>	7	-	439,670
TOTAL LIABILITIES		-	439,670
TOTAL FUND		<u>721,956</u>	<u>1,257,376</u>


PRESIDENT
Nishat Welfare Organization
Hyderabad, Sindh, Pakistan




FINANCE SECRETARY
Nishat Welfare Organization
Hyderabad, Sindh, Pakistan.

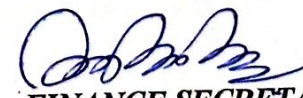
**NISHAT WELFARE ORGANIZATION
INCOME AND EXPENDITURE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2020**

	<i>Note</i>	2020 <i>Rupees</i>	2019 <i>Rupees</i>
INCOME & REVENUE			
<i>Restructured Grant</i>		3,738,711	3,771,894
<i>Unrestricted Grant</i>		-	66,155
<i>Donation from CPDI</i>		350,000	-
<i>Donation from Saharo Human Aid Association</i>		70,000	-
<i>Donation from Philanthropists</i>		215,000	-
<i>Donation from CPDI</i>		33,820	-
<i>Contribution from Members</i>		116,400	194,885
<i>Amortization of deferred credit</i>		-	1,743
		4,523,931	4,034,677
EXPENDITURE			
<i>Less: Program Expenses</i>	8	4,439,194	3,771,894
<i>Less: Administrative Expenses</i>		159,374	350,095
		4,598,568	4,121,989
		(74,637)	(87,312)
<i>Financial Charges</i>	9	21,113	20,873
<i>Net Income fund Position before taxation</i>		(95,750)	(108,185)
<i>Less: Income tax withholding</i>	10	-	-
<i>Net Surplus (Deficit) fund Position for the Year</i>		(95,750)	(108,185)


PRESIDENT

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Hyderabad, Sindh, Pakistan




FINANCE SECRETARY
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Nishat Welfare Organization
Hyderabad, Sindh, Pakistan.

**NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2020**

1. THE ORGANIZATION AND ITS OPERATION

M/s Nishat Welfare Organization (NWO) is non Profit Organization that initiated its activities in 2007. Registered under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance 1961, on dated: 18th July, 2007 bearing registration No. DO-SW, CDD(H)/VA-794. The organization facilitate provision of basic civic amenities, such as micro financing, Education, Health, Environment, Agriculture, Communication, employment, water supply and sanitation etc. The organization is registered office in Hyderabad.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 Accounting and Financial Reporting Standard for Medium Sized Entities (MSE's) issued by the Institute of Chartered Accountants of Pakistan and provisions of and directives issued under the Companies Act, 2017. In case requirements differ, the provisions or directives of the Companies Act, 2017 shall prevail.

2.2 Basis of measurement

These financial statement have been prepared under the historical cost convention. Further accrual basis of accounting is followed except for cash flow information.

2.4 Use of Estimates and Judgment

The preparation of financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates, if any, are recognized prospectively commencing from the period of revision.



NISHAT WELFARE ORGANIZATION

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**NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2020**

3. BASIS OF PREPARATION

3.1 Fund Accounting

The Financial Statements are maintained substantially in according with the principles of Fund Accounting ,Under theses principles, resources are classified for accounting and reporting purposes into fund which are accordance with the activities and objectives specified by the donors.

3.2. Utilization of Funds

Utilization of fund to restricted activities as described in the agreement with the donors.

3.3. Recognition of Grant & Donation

Donation received for restricted purpose are presented in the financial statements at the time of receipts, i.e. when received as cash or deposited into bank account or at the time when there is reasonable assurance that it will be received.

3.4 Cash and cash equivalentents

Cash and cash equivalentents are carried in the balance sheet at cost. It comprise of cash with banks on current and deposit accounts.



NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
AS AT JUNE 30, 2020

4. FIXED ASSETS

Description	COST		Rate %	ACCUMULATED DEPRECIATION			Written down value as at June 30, 2020
	As at July 01, 2019	Addition (Disposal)		As at June 30, 2020	As at July 01, 2019	Charge For the year	
----- Rupees -----							
Office Building	777,913	-	5%	203,266	28,732	231,998	545,915
Furniture and Fixture	459,580	30,000	20%	402,653	11,385	414,038	75,542
Office Equipments	1,533,810	-	30%	1,396,623	41,156	1,437,779	96,031
Total - 2020	2,771,303	30,000		2,002,542	81,274	2,083,816	717,487
Total - 2019	2,771,303	30,000		1,705,059	297,483	2,002,542	798,761



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Hyderabad, Sindh, Pakistan

FINANCE SECRETARY
Nishat Welfare Organization
Hyderabad, Sindh, Pakistan.

NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2020

	Notes	2020 Rupees	2019 Rupees
CASH AND BANK BALANCES (CLOSING)			
Cash In hand	5	2,680	65
United Bank A/c # 053601031418		1,789	1,475
		<u>4,469</u>	<u>1,540</u>
ADVANCE AND OTHERS RECEIVABLE			
Advance to Staff		-	387,075
Receivable from TDEA		-	70,000
Receivable from Center of Peace and Development Initiatives		-	<u>457,075</u>
DEFERRED CREDIT			
Balance at the Beginning of the year		-	1,743
Additional during the year		-	<u>(1,743)</u>
		<u>-</u>	<u>-</u>
ACCRUED AND OTHERS LIABILITIES			
Salaries Payable	7	-	252,000
Others Payable		-	147,670
Audit Fee Payable		-	40,000
		<u>-</u>	<u>439,670</u>
PROGRAM EXPENSES			
SELP PROJECT No. TDEA/UNDP-WNVRC/18/2019			
Personnal Cost		-	969,000
Travel Cost		-	103,325
Communication Cost		-	30,600
Supplies and Stationery		-	106,882
Field level program activities		-	423,430
Administrative Overheads		-	203,580
		<u>-</u>	<u>1,836,817</u>
SELP PROJECT No. TDEA/UNDP-WNVRC/18/2019			
Personnal, Travel and Communication cost		2,222,797	883,380
Supplier cost		92,160	75,812
Travel Cost		131,540	-
Supplies and Stationery		138,027	-
Office Rent		275,000	-
Filed level program activities cost		848,286	259,450
Orientation and training cost		-	237,200
CPDI Expenses		383,870	-
Utilities Charges		107,740	-
Food Expenses		204,774	-
Administrative cost		-	176,835
		<u>4,404,194</u>	<u>1,632,677</u>
DLGDP PROJECT			
Salaries		35,000	302,400
		<u>35,000</u>	<u>302,400</u>



**NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2020**

	Notes	2020 Rupees	2019 Rupees
ADMINISTRATIVE EXPENSES			
Salaries expense	8	-	8,357
Communication		38,100	4,255
Audit Fee		40,000	40,000
Depreciation		81,274	297,483
		159,374	350,095
FINANCIAL CHARGES			
Bank Charges	9	21,113	20,873
TAXATION			
With holding Tax on Bank Profit	10	-	-

FIGURES


Figures have been rounded off to the nearest rupee. Corresponding figures have been rearranged and reclassified, whenever necessary, for the purpose of comparison.

DATE OF AUTHORIZATION FOR ISSUE


These financial statements were authorized for issue by the Board of Governors of the Organization on _____.

GENERAL

Figures have been rounded off to the nearest rupee.


PRESIDENT
PRESIDENT
 Nishat Welfare Organization
 Hyderabad, Sindh, Pakistan




FINANCE SECRETARY
 Nishat Welfare Organization
 Hyderabad, Sindh, Pakistan.