



KPMG Taseer Hadi & Co.  
Chartered Accountants

**Diya Pakistan (formerly  
Kanees Fatima Welfare  
Foundation)**

Receipt and Payment Account  
For the year ended  
30 June 2011



**KPMG Taseer Hadi & Co.**  
Chartered Accountants  
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## AUDITORS' REPORT TO THE TRUSTEES

We have audited the annexed receipt and payment account of **Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)** ("the Foundation") for the year ended 30 June 2011 together with the notes forming part thereof (here-in-after referred to as "the account") for the year then ended.

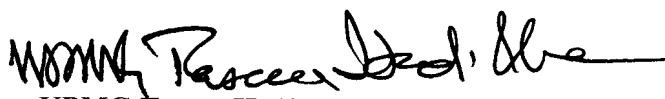
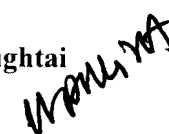
It is the responsibility of the Foundation's management to establish and maintain a system of internal control and prepare and present the account in conformity with the cash receipt and payment basis as described in Note 2 to the account. Our responsibility is to express an opinion on the account based on our audit.

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

As described in Note 2, the account has been prepared on the cash receipt and payment basis of accounting, which is a comprehensive basis of accounting other than the generally accepted accounting principles.

In our opinion the account presents fairly, in all material respects, the cash receipt and payment of the Foundation for the year ended 30 June 2011 on the basis of accounting described in Note 2 to the account.

Islamabad  
Date: 09 July 2012

  
KPMG Taseer Hadi & Co  
Chartered Accountants  
Muhammad Rehan Chughtai  


# Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)

## Receipt and Payment Account

For the year ended 30 June 2011

### RECEIPTS

	Note	2011 Rupees	2010 Rupees
Donations - educational		15,171,310	29,789,091
Donations - flood relief	5	98,846,520	-
Donations - endowment fund	6	2,725,000	-
Donations - general	7	2,916,924	2,654,099
Profit on bank accounts net of tax		41,618	221,672
Exchange (loss)/ gain		(131,111)	942,987
Encashment of investment		-	8,110,000
Profit on encashment of investment		-	7,158,790
Reimbursable expenses		-	160,000
		<u>119,570,261</u>	<u>49,036,639</u>

### PAYMENTS

#### EDUCATIONAL SCHOLARSHIPS

Educational stipend	8	14,547,700	21,575,635
Educational stipend as qarz-e-hasna	9	11,173,000	9,468,000
Educational scholarships through Karwan-e-Ilm Foundation		1,642,000	1,331,800
Financial assistance to widows and the poor		2,763,500	3,122,300
Assistance to teachers		134,417	-
Total scholarships and other support		<u>30,260,617</u>	<u>35,497,735</u>

#### FLOOD RELIEF & REHABILITATION

Back to school program	10	40,319,791	-
Flood scholarships	11	8,315,000	-
EY-Diya Pur Housing Project	12	8,625,820	-
Flood relief & rehabilitation		19,666,144	-
EY-Diya Model Village Project	13	2,786,231	-
		<u>79,712,986</u>	<u>-</u>

#### OTHERS

Capital expenditure		202,150	57,400
Staff salaries		2,324,488	2,160,350
Office maintenance		88,514	114,960
Communication		148,181	124,657
Printing and stationary		61,083	66,812
Audit expenses		9,394	22,766
Other expenses	14	25,549	33,703
Bank charges and zakat deduction		57,565	73,451
		<u>2,916,924</u>	<u>2,654,099</u>

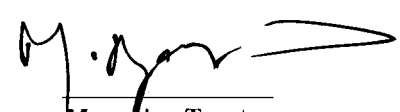
Total payments 112,890,527 38,151,834

Excess of receipts over payments during the year 6,679,734 10,884,805

The annexed notes 1 to 15 form an integral part of this account

This account was approved by the Board of Trustees in its meeting held on \_\_\_\_\_

  
President

  
Managing Trustee

  
Director Finance

*Handwritten signature/initials*

# Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)

## Notes to the Account

For the year ended 30 June 2011

### 1 NATURE OF ACTIVITIES

Diya Pakistan (formerly Kaneez Fatima Welfare Foundation) ("the Foundation") was registered under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance, 1961 on April 19, 1992. Its objectives are to provide financial assistance to the students in completing their education, and to assist the widows and the poor in satiating their daily livelihood. During the year the Foundation was also involved in flood relief activities. With effect from 2 October 2007 the activities are being carried out in the name of Diya Pakistan.

### 2 BASIS OF ACCOUNTING

The receipt and payment account ("the account") has been prepared on cash receipt and payment basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Revenue is recognized when the amount is received and expenses both revenue and capital expenses are recorded when paid.

### 3 FOREIGN CURRENCY TRANSLATION

Donations received and funds withdrawn from bank accounts in foreign currency are recorded in Pak Rupees at the rates of exchange which approximate those prevailing at the date of the receipt of donation. Cash and bank balances held in foreign currencies are translated in Pak Rupees at the rates of exchange which approximate those prevailing at the reporting date. The resulting exchange gain or loss is taken into receipts or payments currently.

### 4 CASH AND CASH EQUIVALENTS

	2010 Rupees	2009 Rupees
Cash at bank	30,700,351	24,025,618
Cash in hand	9,000	4,000
	<u>30,709,351</u>	<u>24,029,618</u>

### 5 FLOOD RELIEF DONATIONS

This includes donations amounting to Rs. 6,429,843 received in the form of water filters.

### 6 ENDOWMENT FUND

An Endowment Fund has been created as per the instructions of the donor/ Board member. This fund is a restricted fund, not available for current operations of the Foundation.

### 7 DONATIONS - GENERAL

From 1st July 2009, all administrative expenses are borne by one of the founder members. All other donations including the balance left over after meeting the administrative expenses out of the funds received from founder member will be used specifically for stipend disbursements and included in Donations-flood relief. Total expenses borne by the founder member during the year were Rs. 2,916,924.

### 8 EDUCATIONAL STIPEND

Educational stipend represents disbursements to students at school and inter level. At School level, total of 8,371 stipends were disbursed among students of 330 schools. At Inter level, 62 colleges were covered disbursing stipends to 1,440 students.

*WMMMB*

# Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)

## Notes to the Account

For the year ended 30 June 2011

### 9 EDUCATIONAL STIPEND AS QARZ-E-HASNA

At University level, 1,120 stipends were disbursed to a total of 1,066 beneficiaries throughout Pakistan. All such amounts are expensed on disbursement. If any of these amounts are received at a future date, these will be treated as donations received.

### 10 BACK TO SCHOOL PROGRAM

In-kind stipends were distributed among 86,105 students enrolled in 462 flood affected schools. Each package consisted of school bag, notebooks and stationery materials. The project is financed by EY-DIYA Flood Rehabilitation Program.

### 11 FLOOD SCHOLARSHIPS

Educational stipends in flood affected areas were awarded to 46 school students, 2,468 Inter-level students and 462 University-level students. The project is financed by EY-DIYA Flood Rehabilitation Program.

### 12 EY-DIYA PUR HOUSING PROJECT

The project comprises construction of 49 shelter complex in Tehsil Tangi, District Charsadda for flood affected families. This also includes cost of the Foundation's share in procurement of land. The project is financed by EY-DIYA Flood Rehabilitation Program.

### 13 EY-DIYA MODEL VILLAGE PROJECT

The project comprises construction of 100 shelter complex in village Jatti, District Thatta for flood affected families. The project is financed by EY-DIYA Flood Rehabilitation Program.

### 14 OTHER EXPENSES

	2011 Rupees	2010 Rupees
Computer maintenance expenses	10,960	7,750
Bank charges	10,827	12,033
Travelling	3,762	13,920
	<u>25,549</u>	<u>33,703</u>

### 15 GENERAL

Amounts have been rounded off to nearest Pak Rupee.

  
President

  
Managing Trustee


  
Director Finance

Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)

Memorandum Statement of Assets and Donor's Fund Balance

As at 30 June 2011

Assets	2011 Rupees	2010 Rupees
Cash at Bank	<u>30,709,351</u>	<u>24,029,618</u>
	<u>30,709,351</u>	<u>24,029,618</u>
<b>Donors' Funds</b>		
Opening Balance	24,029,618	21,254,813
Add:		
-Excess of receipts over payments	6,679,733	10,884,805
Less:		
-Investment liquidated during the year	-	(8,110,000)
Closing Balance of Donors' Funds	<u>30,709,351</u>	<u>24,029,618</u>

  
\_\_\_\_\_  
President  
\_\_\_\_\_  
Managing Trustee  
\_\_\_\_\_  
Director Finance