



KPMG Taseer Hadi & Co.
Chartered Accountants

Diya Pakistan

Financial Statements
For the year ended 30 June 2014

INDEPENDENT AUDITORS' REPORT TO THE BOARD OF TRUSTEES

We have audited the accompanying financial statements of **Diya Pakistan** ("the Foundation") which comprise the Statement of financial position as at 30 June 2014 and the income and expenditure account, the statement of comprehensive income, the statement of changes in funds and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

The Board of Trustees ("the Board") is responsible for the preparation and fair presentation of these financial statements in accordance with the approved accounting standards as applicable in Pakistan, and for such internal controls as the Board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with the approved auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments the auditor considers internal control relevant to entity's preparation and fair presentation of the financial statements in order to in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Foundation as at 30 June 2014 and of its financial performance, changes in funds and its cash flows for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

Islamabad

KPMG Taseer Hadi & Co
Chartered Accountants
Engagement Partner
Muhammad Rehan Chughtai

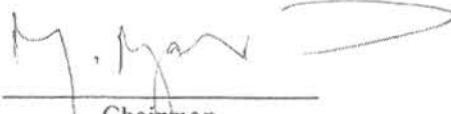
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Diya Pakistan
Statement of Financial Position
As at 30 June 2014

	Note	2014 Rupees	2013 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	4	386,639	323,238
Long term investment	5	500,000	-
		<u>886,639</u>	<u>323,238</u>
CURRENT ASSETS			
Advances	6	180,000	-
Short term investments	7	24,270,600	-
Accrued interest		527,076	-
Cash and bank balances	8	34,125	38,968,601
		<u>25,011,801</u>	<u>38,968,601</u>
		<u>25,898,440</u>	<u>39,291,839</u>
FUNDS AND LIABILITIES			
FUNDS			
Endowment fund	9	3,225,000	3,225,000
Accumulated surplus		5,984,485	5,034,146
		<u>9,209,485</u>	<u>8,259,146</u>
NON-CURRENT LIABILITIES			
Deferred capital grant	10	368,139	304,738
Restricted fund	11	16,216,860	30,370,951
		<u>16,584,999</u>	<u>30,675,689</u>
CURRENT LIABILITIES			
Accrued and other liabilities	12	103,956	357,004
TOTAL FUND AND LIABILITIES		<u>25,898,440</u>	<u>39,291,839</u>
CONTINGENCIES AND COMMITMENTS	13		

The annexed notes from 1 to 22 form an integral part of these financial statements.


President


Chairman



Director Finance


Diya Pakistan
Income and Expenditure Account
For the year ended 30 June 2014


	Note	2014 Rupees	2013 Rupees
INCOME			
Donation income	14	79,535,137	44,661,936
Foreign exchange gain-net	18	-	1,020,183
Other operating income	15	1,318,832	29,424
		80,853,969	45,711,543
EXPENDITURE			
Programme costs	16	75,505,566	41,164,183
Operating costs	17	4,029,571	3,479,253
Foreign exchange loss - net	18	368,493	-
		79,903,630	44,643,436
SURPLUS FOR THE YEAR		950,339	1,068,107

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The annexed notes from 1 to 22 form an integral part of these financial statements.


President


Chairman

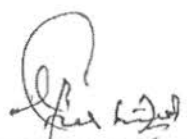

Director Finance


Diya Pakistan
Statement of Comprehensive Income
For the year ended 30 June 2014

	2014 Rupees	2013 Rupees
Surplus for the year	950,339	1,068,107
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>950,339</u>	<u>1,068,107</u>

The annexed notes from 1 to 22 form an integral part of these financial statements.

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President



Chairman

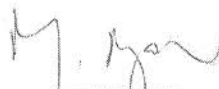

Director Finance


Diya Pakistan
Statement of Cash flows
For the year ended 30 June 2014

	Note	2014 Rupees	2013 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Surplus of income over expenditure for the year		950,339	1,068,107
Adjustments:			
- Depreciation	4	88,329	54,803
- Amortisation of deferred capital grant	10	(88,329)	(54,803)
- Amortisation of restricted fund	11	(75,505,566)	(41,164,183)
- Exchange gain on foreign currency bank deposits	18	(1,426,677)	(1,020,183)
- Exchange loss on foreign currency investments	18	1,795,170	-
- Profit on investments and bank deposits	15	(1,318,832)	(29,424)
Operating deficit before working capital changes		(75,505,566)	(41,145,683)
Changes in working capital:			
Increase in advances	6	(180,000)	-
(Decrease) / increase in accrued and other liabilities	12	(253,048)	124,670
		(433,048)	124,670
Restricted funds received during the year		61,503,205	44,632,555
Profit received		791,756	29,424
Net cash (used in) / generated from operating activities		(13,643,653)	3,640,966
CASH FLOW FROM INVESTING ACTIVITIES			
Addition to property and equipment	4	(151,730)	(171,800)
Investments made during the year		(67,838,270)	-
Investments encashed during the year		41,272,500	-
Net cash used in investing activities		(26,717,500)	(171,800)
CASH FLOW FROM FINANCING ACTIVITIES			
Receipts for endowment fund		-	500,000
		-	500,000
Net (decrease) / increase in cash and cash equivalents		(40,361,153)	3,969,166
Cash and cash equivalents at beginning of the year		38,968,601	33,979,252
Exchange gain on foreign currency bank deposits	18	1,426,677	1,020,183
Cash and cash equivalents at the end of the year	8	34,125	38,968,601

The annexed notes from 1 to 22 form an integral part of these financial statements.


President


Chairman

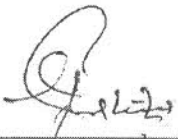

Director Finance


Diya Pakistan
Statement of Changes in Funds
For the year ended 30 June 2014


	Endowment Fund	Accumulated surplus	Total
	Rupees		
Balance as at 01 July 2012	2,725,000	3,966,039	6,691,039
Total comprehensive income for the year	-	1,068,107	1,068,107
<i>Other changes in fund</i>	-	1,068,107	1,068,107
Receipts for the year	500,000	-	500,000
Balance as at 30 June 2013	3,225,000	5,034,146	8,259,146
Balance as at 01 July 2013	3,225,000	5,034,146	8,259,146
Total comprehensive income for the year	-	950,339	950,339
Balance as at 30 June 2014	3,225,000	5,984,485	9,209,485

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President


Chairman


Director Finance