



KPMG Taseer Hadi & Co.
Chartered Accountants

Diya Pakistan

Receipt and payment account
for the year ended
30 June 2013



KPMG Taseer Hadi & Co.
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AUDITORS' REPORT TO THE TRUSTEES

We have audited the annexed receipt and payment account of **Diya Pakistan** ("the Foundation") for the year ended 30 June 2013 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 2013 on the basis of accounting described in Note 2 to the account.

Islamabad

20 SEPTEMBER 2013

KPMG Taseer Hadi & Co
Chartered Accountants
Muhammad Rehan Chughtai

DIYA Pakistan
 Receipt and Payment Account
 For the year ended 30 June 2013

RECEIPTS

| | Note | 2013 Rupees | 2012 Rupees |
|--|------|-------------------|-------------------|
| Donations - Educational | 5 | 44,245,180 | 52,855,287 |
| Donations - Flood relief | | 141,565 | 6,108,078 |
| Donations - Ramadan food packages | | 260,680 | - |
| Donations - Endowment fund | 6 | 500,000 | - |
| Reimbursement of administrative expenses | 7 | 3,428,080 | 3,360,655 |
| Profit on bank accounts | | 29,424 | 32,804 |
| Exchange gain | | 1,020,183 | 2,560,857 |
| | | <u>49,625,112</u> | <u>64,917,681</u> |

PAYMENTS

EDUCATIONAL SCHOLARSHIPS

| | | | |
|--|---|-------------------|-------------------|
| Educational stipend | 8 | 20,770,050 | 19,315,272 |
| Educational stipend - university level | 9 | 18,594,000 | 15,815,000 |
| Educational scholarships through Karwan-e-Ilm Foundation | | 626,000 | 1,304,000 |
| Financial assistance to widows and the poor | | - | 3,140,100 |
| Assistance to teachers | | 174,000 | 114,500 |
| Pindi Bhattian pilot project | | - | 397,350 |
| Total scholarships and other support | | <u>40,164,050</u> | <u>40,086,222</u> |

FLOOD / OTHER PROJECTS

| | | | |
|-------------------------------|----|------------------|-------------------|
| Back to school program | | - | 745,027 |
| Flood scholarships | | - | 237,500 |
| Flood relief & rehabilitation | | 310,944 | 6,043,950 |
| EY-Diya Model Village Project | | - | 7,046,060 |
| Sind Housing Project - Digri | 10 | 472,001 | 4,128,366 |
| Ramadan Food Packages | | 260,688 | - |
| | | <u>1,043,633</u> | <u>18,200,903</u> |

ADMINISTRATIVE EXPENSES

| | | | |
|---|----|------------------|------------------|
| Capital expenditure | | 204,830 | 232,025 |
| Staff salaries | | 2,627,623 | 2,595,409 |
| Office maintenance | | 113,566 | 162,397 |
| Communication | | 149,813 | 137,174 |
| Printing and stationary | | 111,063 | 89,905 |
| Entertainment expense | | 43,749 | 33,357 |
| Travelling and conveyance | | 15,107 | 34,886 |
| Monitoring & Evaluation | | 55,429 | - |
| Registration charges on receipt of donated land | | 18,500 | - |
| Miscellaneous expenses | 11 | 39,706 | 26,146 |
| Bank charges and withholding tax deduction | | 48,694 | 49,356 |
| | | <u>3,428,080</u> | <u>3,360,655</u> |

Total Payments


44,635,763 61,647,780

Excess of receipts over payments during the year

4,989,349 3,269,901

The annexed notes 1 to 12 form an integral part of this account

This account was approved by the Board in its meeting held on 20 September 2013


 President


 Chairman


 Director Finance

W.M. Khan

DIYA Pakistan

Notes to the Account

For the year ended 30 June 2013

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 objective is to provide financial assistance to the deserving students through Pakistan in completing their education and/or vocational training. During the year Foundation was also involved in flood relief & rehabilitation activities.

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 in foreign currencies are recorded in Pak Rupees at the rate of exchange prevailing at the dates of receipts of funds. Funds drawn from bank accounts in foreign currency are recorded in Pak Rs. at the rates at which they are converted. 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 expenditure currently.

4 CASH AND CASH EQUIVALENTS

| | 2013 Rupees | 2012 Rupees |
|--------------|-------------------|-------------------|
| Cash at bank | 38,954,601 | 33,965,252 |
| Cash in hand | 14,000 | 14,000 |
| | <u>38,968,601</u> | <u>33,979,252</u> |

5 DONATIONS - EDUCATION

During the year the Foundation received as donation a plot of 1000 square yards located in the Supreme Court Employees Cooperative Housing Society, Islamabad. This plot is included at nominal value.

This includes Rs. 4,685,000 (2012: Nil) received for support of specified students till completion of their graduation. Payments will start in following year.

6 DONATIONS - ENDOWMENT FUND

A donation of Rs. 500,000 has been received during the current year which will be invested in a Islamic investment scheme. Scholarship from the proceeds of the investment will be granted to a specified eligible student. The remaining endowment fund of Rs. 2,725,000 is available to meet any shortfall in future years.

7 REIMBURSEMENT OF ADMINISTRATIVE EXPENSES

From 1st July 2009, all administrative expenses are borne by the founder members. All other donations including the balance left over after meeting the administrative expenses out of the funds received from founder members will be used specifically for stipend disbursements. Total administrative expenses for the year amounted to Rs. 3,428,080 (2012: Rs. 3,360,655).

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