



KPMG Taseer Hadi & Co.
Chartered Accountants

Diya Pakistan

Receipt and payment account
for the year ended

30 June 2012



KPMG Taseer Hadi & Co.
Chartered Accountants
Sixth Floor, State Life Building No. 5
Jinnah Avenue, Blue Area
Islamabad, Pakistan

Telephone + 92 (51) 282 3558
+ 92 (51) 282 5956
Fax + 92 (51) 282 2671
Internet www.kpmg.com.pk

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 2012 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 Board of Trustees 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 2012 on the basis of accounting described in note 2 to the account.

Islamabad
26 JUNE 2013


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 2012

RECEIPTS

	Note	2012 Rupees	2011 Rupees
Donations - educational		52,855,287	15,171,310
Donations - flood relief		6,108,078	98,846,520
Reimbursement of administrative expenses	5	3,360,655	2,916,924
Profit on bank accounts net of tax		32,804	41,618
Exchange gain/(loss)		2,560,857	(131,111)
Donations - endowment fund		-	2,725,000
		<u>64,917,681</u>	<u>119,570,261</u>

PAYMENTS

EDUCATIONAL SCHOLARSHIPS

Educational stipend	6	19,315,272	14,547,700
Educational stipend - university level	7	15,815,000	11,173,000
Educational scholarships through Karwan-e-Ilm Foundation		1,304,000	1,642,000
Financial assistance to widows and the poor		3,140,100	2,763,500
Assistance to teachers		114,500	134,417
Pindi Bhattian pilot project	8	397,350	-
Total scholarships and other support		<u>40,086,222</u>	<u>30,260,617</u>

FLOOD RELIEF & REHABILITATION

Back to school program	9	745,027	40,319,791
Flood scholarships	10	237,500	8,315,000
Flood relief & rehabilitation	11	6,043,950	19,666,144
EY-Diya Model Village Project	12	7,046,060	2,786,231
Sind Housing Project - Digri	13	4,128,366	-
EY-Diya Pur Housing Project		-	8,625,820
		<u>18,200,903</u>	<u>79,712,986</u>

ADMINISTRATIVE EXPENSES

Capital expenditure		232,025	202,150
Staff salaries		2,595,409	2,324,488
Office maintenance		162,397	88,514
Communication		137,174	148,181
Printing and stationary		89,905	61,083
Entertainment expense		33,357	9,394
Travelling and conveyance		34,886	3,672
Miscellaneous expenses	14	26,146	21,878
Bank charges, withholding tax and zakat deduction		49,356	57,565
		<u>3,360,655</u>	<u>2,916,925</u>

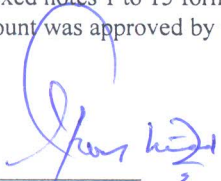
Total payments 61,647,780 112,890,528

Excess of receipts over payments during the year


3,269,901 6,679,733

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

This account was approved by the Board in its meeting held on 26/6/13


President


Managing Trustee


Director Finance

Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)

Notes to the Account

For the year ended 30 June 2012

1 NATURE OF ACTIVITIES

- 1.1 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. With effect from 2 October 2007 the activities are being carried out in the name of Diya Pakistan.
- 1.2 The Foundation has also been involved in projects related to construction & building of shelters in flood affected areas with Ernst & Young Europe, Middle East, India & Africa ("EY EMEIA").

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 in foreign currency withdrawn from bank accounts 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 expenditure currently.

4 CASH AND BANK BALANCES

	2012 Rupees	2011 Rupees
Cash at bank	33,965,252	30,700,351
Cash in hand	14,000	9,000
	<u>33,979,252</u>	<u>30,709,351</u>

5 REIMBURSEMENT OF EXPENSES

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. During the year, NR Trust also volunteered to donate their donation for administrative expenses. Total administrative expenses for the year amounted to Rs. 3,360,655 (2011: Rs. 2,916,924).

6 EDUCATIONAL STIPEND

Educational stipend represents disbursements to students at school and inter level. At School level, total of 11,559 stipends (2011: 8,371) were disbursed among students of 447 schools (2011: 330). At Inter level, 86 colleges (2011: 62) were covered disbursing stipends to 1,869 students (2011: 1440).

7 EDUCATIONAL STIPEND - UNIVERSITY LEVEL

At University level, 1,390 stipends (2011: 1,120 stipends) were disbursed to a total of 1,390 beneficiaries (2011: 1,066 beneficiaries) throughout Pakistan. With effect from 01 July 2011, all University level stipends are treated as non qarz-e-hasna.

MMK/102

Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)

Notes to the Account

For the year ended 30 June 2012

8 PINDI BHATTIAN PILOT PROJECT

The Foundation awarded in-kind scholarships among 2,162 female students belonging to 12 government schools in Pindi Bhattian.

9 BACK TO SCHOOL PROGRAM

In-kind stipends were distributed among 250 students (2011: 86,105) enrolled in 2 schools (2011: 462).

10 FLOOD SCHOLARSHIPS

Flood scholarships were awarded to 172 University level students (2011: 462) whereas 1 Inter level stipend (2011: 2,468) was awarded during the year.

11 FLOOD RELIEF & REHABILITATION

The project comprises distribution of 2,442 food packages among families in Nawabshah and Badin Districts, Sindh.

12 EY-DIYA MODEL VILLAGE PROJECT

The project comprises construction of shelters in village Jatti, District Thatta for flood affected families. A total of 116 shelters have been constructed and delivered.

13 SINDH HOUSING PROJECT - DIGRI

The project comprises construction of 50 shelters in Tehsil Digri, Sindh for flood affected families. A total of 35 shelters have been constructed and the remaining shelters are under progress.

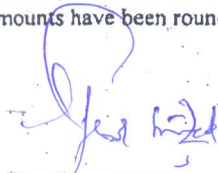
14 MISCELLANEOUS EXPENSES

Computer maintenance expenses
Training and development

	2012	2011
	Rupees	Rupees
	20,146	14,722
	6,000	
	<u>26,146</u>	<u>14,722</u>

15 GENERAL

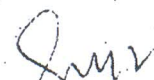
Amounts have been rounded off to nearest Pak Rupee.



President



Managing Trustee



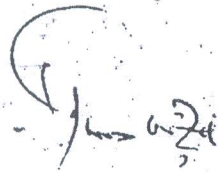
Director Finance

Diya Pakistan (formerly Kaneez Fatima Welfare Foundation)

Memorandum Statement of Assets and Donors' Funds Balance

As at 30 June 2012

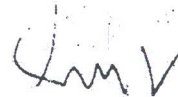
Assets	2012 Rupees	2011 Rupees
Cash at bank	<u>33,979,252</u>	<u>30,709,351</u>
	<u>33,979,252</u>	<u>30,709,351</u>
Donors' Funds		
Opening Balance	30,709,351	24,029,618
Add:		
Excess of receipts over payments	3,269,901	6,679,733
Closing Balance of Donors' Funds	<u>33,979,252</u>	<u>30,709,351</u>



President



Managing Trustee



Director Finance