



KPMG Taseer Hadi & Co.  
Chartered Accountants

## **Diya Pakistan**

Receipt and payment account  
for the year ended  
30 June 2013



**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** ("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<br>Rupees    | 2012<br>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<br>Rupees    | 2012<br>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).

*Handwritten signatures and initials in blue ink.*

DIYA Pakistan  
Notes to the Account

For the year ended 30 June 2013

**8 EDUCATIONAL STIPEND**

Educational stipend represents disbursements to students at school and technical level. At School level, a total of 12,681 stipends (2012: 13,428) were disbursed among students of 455 institutes (2012: 533). At Technical level, which has been initiated during this fiscal year, 20 institutes were covered disbursing stipends to 1,008 students.

**9 EDUCATIONAL STIPEND - UNIVERSITY LEVEL**

At University level, 1,450 beneficiaries were awarded educational stipends (2012: 1,390 stipends) throughout Pakistan.

**10 SINDH HOUSING PROJECT - DIGRI**

The project comprised of construction of 50 shelters in Tehsil Digri, Sindh for flood affected families.

**11 MISCELLANEOUS EXPENSES**

|                               | 2013<br>Rupees | 2012<br>Rupees |
|-------------------------------|----------------|----------------|
| Computer maintenance expenses | 17,340         | 20,146         |
| Training and development      | -              | 6,000          |
| Software consultancy          | 15,000         | -              |
| Others                        | 7,366          | -              |
|                               | <u>39,706</u>  | <u>26,146</u>  |

**12 GENERAL**

Amounts have been rounded off to nearest Pak Rupee.

President

Chairman

Director Finance

11/11/2013

# DIYA Pakistan

## Memorandum Statement of Assets and Donors' Funds Balance

As at 30 June 2013

| <b>Assets</b>                         | <b>2013<br/>Rupees</b>   | <b>2012<br/>Rupees</b> |
|---------------------------------------|--------------------------|------------------------|
| Cash at bank                          | <u>38,968,601</u>        | <u>33,979,252</u>      |
|                                       | <b>38,968,601</b>        | <b>33,979,252</b>      |
| <b>Donors' Funds</b>                  |                          |                        |
| Opening Balance                       | <b>31,254,252</b>        | 27,984,351             |
| Add: Excess of receipts over payments | <b>4,989,349</b>         | 3,269,901              |
| Less: Receipts for endowment fund     | <b>(500,000)</b>         | -                      |
| Closing balance of Donors' Funds      | <u><b>35,743,601</b></u> | <u>31,254,252</u>      |
| <b>Add:</b>                           |                          |                        |
| Endowment Fund                        | 5.2 <b>3,225,000</b>     | 2,725,000              |
|                                       | <u><b>38,968,601</b></u> | <u>33,979,252</u>      |



**President**



**Chairman**



**Director Finance**