

**AWAZ FOUNDATION PAKISTAN:
CENTRE FOR DEVELOPMENT SERVICES
FINANCIAL STATEMENTS FOR THE YEAR ENDED
JUNE 30, 2021**

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Awaz Foundation Pakistan: Centre for Development Services

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of **Awaz Foundation Pakistan: Centre for Development Services (The Foundation)** which comprise the statement of financial position as at June 30, 2021, and the statement of income and expenditure, Statement of changes in funds and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of as at June 30, 2021 and of its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has a realistic alternative to do so.

The Board of directors is responsible for overseeing the Foundation's financial reporting process.

Grant Thornton Anjum Rahman

302 B, 3rd Floor,
Evacuee Trust Complex,
Aga Khan Road, F-5/1,
Islamabad, Pakistan.

T +92512271906

F +92512273874





Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Country Coordinator regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Grant Thornton Anjum Rahman
GRANT THORNTON ANJUM RAHMAN
Chartered Accountants
Islamabad

Date: December 31, 2021
Engagement Partner: Hassaan Riaz

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021

	Note	2021 Rupees	2020 Rupees
FUNDS AND LIABILITIES			
Funds			
General fund		920,139	953,786
Capital grant - restricted	4	1,600,000	2,000,000
		<u>2,520,139</u>	<u>2,953,786</u>
Current liabilities			
Deferred grant - Projects	5	21,262,570	47,348,222
Accrued and other liabilities	6	2,055,681	1,628,212
		<u>23,318,251</u>	<u>48,976,434</u>
Total funds and liabilities		25,838,390	51,930,220
ASSETS			
Non-current assets			
Property and equipment	7	3,857,836	4,788,337
Long term deposits	8	511,000	336,000
		<u>4,368,836</u>	<u>5,124,337</u>
Current assets			
Grant receivable from donors	5	321,443	2,367,367
Advances and other receivables	9	311,561	2,864,436
Income tax refundable	10	155,019	-
Cash and bank balances	11	20,681,531	41,574,080
		<u>21,469,554</u>	<u>46,805,883</u>
Total assets		25,838,390	51,930,220

Contingencies and commitments

12

The annexed notes from 1 to 20 form an integral part of these financial statements.

91


TREASURER


CHIEF EXECUTIVE

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2021

	Note	General	Projects (Note 13)	Consolidated	
		Rupees	Rupees	2021 Rupees	2020 Rupees
Income					
Grant income	5	-	46,313,878	46,313,878	48,996,889
Other income	14	1,889,604	-	1,889,604	3,210,988
		1,889,604	46,313,878	48,203,482	52,207,877
Expenditures					
Salaries		-	20,157,522	20,157,522	16,781,357
Printing, stationary & photocopy		5,180	3,439,094	3,444,274	2,471,743
Communication & utilities		-	714,015	714,015	1,104,802
Office supplies		10,220	206,234	216,454	355,443
Office rent		376,000	1,067,000	1,443,000	1,523,585
Bank charges		14,111	-	14,111	211,733
Provincial secretariat support		-	2,663,140	2,663,140	4,837,942
Professional charges		-	-	-	50,000
Audit fee		110,966	125,674	236,640	241,248
Vehicle fuel & maintenance		-	524,852	524,852	637,971
Travel & transportation		-	2,603,277	2,603,277	5,103,955
Depreciation		954,501	157,458	1,111,959	1,560,594
Bad debts		-	-	-	356,878
Accommodation		-	2,020,548	2,020,548	4,018,320
Per diem / honorarium		83,000	3,337,500	3,420,500	1,760,936
Consultancy & facilitators		60,000	874,000	934,000	2,202,113
Repair and maintenance		-	406,295	406,295	24,270
Food & refreshment		8,080	4,047,748	4,055,828	4,900,757
Hall & multimedia		20,000	933,582	953,582	851,620
Other expenses		281,193	3,035,939	3,317,132	2,296,108
		1,923,251	46,313,878	48,237,129	51,291,375
(Deficit)/surplus before taxation		(33,647)	-	(33,647)	916,504
Taxation		-	-	-	-
(Deficit)/surplus after taxation		(33,647)	-	(33,647)	916,504
Other comprehensive income		-	-	-	-
Net (deficit)/surplus for the year		(33,647)	-	(33,647)	916,504

98

The annexed notes from 1 to 20 form an integral part of these financial statements.



TREASURER



CHIEF EXECUTIVE

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 Rupees	2020 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus / (deficit) before taxes		(33,647)	916,504
Adjustments for:			
Depreciation		1,111,959	1,560,593
Grant amortized/transferred	5	(46,313,878)	(48,996,889)
Loss/(gain) on disposal of property and equipment		-	(147,292)
Capital grants transferred to income	4 + 14.1	(490,999)	(500,000)
		(45,726,565)	(47,167,084)
(Increase) / decrease in current assets			
Advances and other receivables		2,552,875	(1,821,936)
Grant received	5	22,365,149	59,507,760
(Decrease) / increase in current liabilities			
Unearned income		-	(300,200)
Accrued and other liabilities		427,469	(329,933)
		25,345,493	57,055,691
Income tax paid		(155,019)	-
Net cash (used in)/generated from operating activities		(20,536,091)	9,888,607
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, equipment	7	(181,458)	(237,357)
Decrease/(increase) in long term deposits		(175,000)	(265,000)
Proceeds from disposal of property and equipment		-	1,641,000
Net cash generated from investing activities		(356,458)	1,138,643
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash generated from financing activities		-	-
Net increase in cash and cash equivalents		(20,892,549)	11,027,250
Cash and cash equivalents at beginning of the year		41,574,080	30,546,830
Cash and cash equivalents at end of the year	11	20,681,531	41,574,080

The annexed notes from 1 to 20 form an integral part of these financial statements.


TREASURER


CHIEF EXECUTIVE

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

Balance at July 01, 2019
 Surplus/(deficit) for the year
 Net movement of capital grant during the year (Note 4)
 Balance at June 30, 2020
 Balance at July 01, 2020
 Surplus/(deficit) for the year
 Net movement of capital grant during the year (Note 4)
 Balance at June 30, 2021

Reserves			Total
General fund - unrestricted	Capital grant - restricted		
-----Rupees-----			
37,282	2,500,000	2,537,282	
916,504	-	916,504	
-	(500,000)	(500,000)	
953,786	2,000,000	2,953,786	
953,786	2,000,000	2,953,786	
(33,647)	-	(33,647)	
-	(400,000)	(400,000)	
920,139	1,600,000	2,520,139	

The annexed notes from 1 to 20 form an integral part of these financial statements.

8

TREASURER

CHIEF EXECUTIVE

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

Awaz Foundation Pakistan: Centre for Development Services (the "Foundation") was registered in Pakistan on 26 December 2002 under Societies Registration Act, 1860 as a non profit organisation. The object of the Foundation is to provide health and hygiene education, enhancing literacy and education empowering people, especially women and youth through group formation, training and networking, facilitating mechanism that promote tolerance, democratic values and culture, social harmony and peace in the society. The registered office of the Foundation is situated at House: 2440-N 8-A, D Block, Shamsabad Colony, Multan.

1.1 Projects

The Foundation has following projects;

Donor name:	Project	Duration
Amplify change	UJALA	Apr 01, 2019 to Sep 30, 2021
Malala Funds	UMANG	Mar 31, 2018 to Jun 30, 2022
Voluntary Service Overseas	Education and Livelihood support program	Nov 2020 to May 2021
Solidar	Citizens Voices on Decent Work & Social Protection	Jun 08, 2020 to Oct 30, 2020
Canadian High Commission	Radio Program	Dec 01, 2020 to Dec 31, 2020

- 1.2** As at September 9th, 2020 The Foundation has signed a Memorandum of Understanding (MOU) with Ministry of Economic Affairs for a period upto July 30th, 2023.

2. STATEMENT OF COMPLIANCE

- 2.1** These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of such International Financial Reporting Standards for small and medium sized entities (IFRS for SME's) issued by International Accounting Standards Board (IASB) and Accounting Standards for Not for Profit Organizations issued by Institute of Chartered Accountants of Pakistan.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of measurement

These financial statements have been prepared under historical cost convention.

3.2 Functional and presentation currency

The financial statements are presented in Pak Rupees, which is the Foundation's functional and presentation currency.

3.3 Use of estimates and judgment

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Foundation's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on the ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised. The areas involving a higher degree of judgments or complexity or areas where assumptions and estimates are significant to the financial statements are as follows:

- Useful life and residual values of property and equipment - note 3.4
- Provisions - note 3.8

3.4 Property and equipment

Property and equipment are stated at cost less accumulated depreciation and identified impairment loss, if Donated assets are stated at the fair value of the assets at the time of donation.

Depreciation is charged to income and expenditure account on reducing balance method by applying rates as disclosed in note 8. Depreciation on addition is charged from the month the asset is available for use while no depreciation is charged in the month in which the asset is disposed off.

Maintenance and normal repairs are charged to income and expenditure account as and when incurred. The gain or loss on disposal or retirement of an property and equipment is recognized as income or expense.

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

3.5 Revenue recognition

3.5.1 Grants related to income

Grants related to income are recognized on a systematic basis as income over the periods necessary to match them with related expenses incurred in accordance with terms of the respective grant agreements.

3.5.2 Grants related to assets received in kind

Assets received in kind as donation are recognized as deferred income under the head "Capital Grant". An amount equivalent to the depreciation for each year on such assets is credited to income and expenditure account in the same year in which the depreciation is charged. Amount equal to book value of assets relating to grant is also transferred to income & expenditure account in the same period in which asset is disposed

3.5.3 Bank profit and management fees

Profit on bank deposits and management fees are recognized on time proportionate basis taking into account the effective yield.

3.5.4 Others

All other grants/ donations are recognized when actually received/ transferred to the Foundation.

3.6 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents comprise of cash in hand and bank balances.

3.7 Basic financial instruments

Basic financial instruments are: cash; simple debt instruments (such as an account, note or loan receivable or payable); a commitment to receive a loan; and an investment in non-convertible preference shares and non-puttable ordinary and preference shares. On initial recognition, a basic financial instrument is measured at transaction price, unless the arrangement is in effect a financing transaction. In this case, it is the present value of the future payment discounted using a market rate. At the end of each reporting period the basic financial instruments are measured as follows (without any deduction for transaction costs the entity may incur on sale or other disposal): (a) Debt instruments at amortised cost using the effective interest rate method; (b) commitments to receive a loan at cost (which could be nil) less impairment; (c) Investments in non-convertible or non-puttable shares at fair value if the shares are publicly traded or fair value can be measured reliably, otherwise at cost less impairment.

3.8 Provisions

Provisions are recognized when the Foundation has a present obligation as a result of past event, and it is probable that the out flow of economic benefits will be required to settle the obligation and a reliable estimate can be made.

3.9 Trade and other payables

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for goods and/ or services received, whether or not billed to the Foundation.

3.10 Allocation of common cost

Common cost are cost used by more than one activity and cannot be allocated to single project activity. Common costs are allocated to the activities on a basis consistent, to the extent possible, with the actual use of the resources by the activities from relevant project/ programs budgets.

3.11 Taxation

3.11.1 Current Tax

Current tax is the expected tax payable on the taxable income for the year; calculated using rates enacted or substantively enacted by the end of the reporting period. The calculation of current tax takes into account tax credit and tax rebates, if any, and is inclusive of any adjustment to income tax payable or recoverable in respect of previous years.

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

3.11.2 Deferred Tax

A deferred tax liability is recognized for all temporary differences that are expected to increase taxable profit in the future. Deferred tax assets are recognized for all temporary differences that are expected to reduce taxable profit in the future, and the carryforward of unused tax losses.

The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities using the tax rates enacted at the reporting date.

The carrying amount of deferred tax assets is reviewed at each reporting date and is adjusted to reflect the current assessment of future taxable profits. If required, carrying amount of deferred tax asset is reduced to the extent that it is no longer probable that sufficient taxable profits to allow the benefit of part or all of that recognized deferred tax asset to be utilized. Any such reduction shall be reversed to the extent that it becomes probable that sufficient taxable profit will be available.

Deferred tax asset of Rs. 194,756 (2020: Rs. Nil) against deductible temporary difference of Rs. 671,571 (2020: Rs. Nil) has not been recognized due to uncertain timing of its recoverability. Deductible temporary difference pertains to operating fixed assets.

3.12 Receivables

Receivables are stated at the estimated realizable value after each debt has been considered individually. Where the payment of debt becomes doubtful a provision is made and charged to the income and expenditure account.

4. CAPITAL GRANT - RESTRICTED

Opening balance

Add: Fixed assets donated in kind

Less: Amortization for the year

Closing balance

2021	2020
Rupees	Rupees
2,000,000	2,500,000
-	-
(400,000)	(500,000)
(400,000)	(500,000)
1,600,000	2,000,000

94

AWAZ FOUNDATION PAKISTAN: CENIKE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

5. DEFERRED GRANT AND GRANT RECEIVABLE FROM DONORS

Donor name	Project name	Grant receivable as at 01 July 2020	Deferred grant as at 01 July 2020	Amount received	Amount utilized (Note 13)	Transferred to/(from) (Note 14.1)	Deferred grant receivable as at 30 June 2021	Grant receivable as at 30 June 2021
				Rupees.....				
Amplify change	Ujala II	-	(30,845,289)	-	24,053,591	-	(6,791,698)	-
Malala Funds	UMANG	-	(16,502,933)	(10,546,978)	12,579,039	-	(14,470,872)	-
Voluntary Service Overseas	ELSP	2,367,367	-	(10,815,015)	8,769,091	-	-	321,443
Canadian High Commission	Radio Program	-	-	(200,000)	109,001	90,999	-	-
Solidar	CVDWSP	-	-	(803,156)	803,156	-	-	-
GCAP Global Foundation	Action for Sustainable Development	-	-	-	-	-	-	-

2,367,367	(47,348,222)	(22,365,149)	46,313,878	90,999	(21,262,570)	321,443
Grant receivable as at 01 July 2019	Deferred grant as at 01 July 2019	Amount received	Amount utilized	Transferred to/(from)	Deferred Grant at 30 June 2020	Grant Receivable as at 30 June 2020

						Rupees.....			
Amplify change		-	(27,240,827)	(32,957,863)	29,353,401	-	(30,845,289)	-	
Malala Funds	Ujala II		(7,646,248)	(18,783,763)	9,927,078	-	(16,502,933)	-	
Voluntary Service Overseas	UMANG			(7,109,724)	9,060,000	-	-	-	2,367,367
Canadian High Commission	SDG CWP	417,091	-			-	-	-	
	Story Telling Session	-	-	(200,910)	200,910	-	-	-	
Solidar	CVDWSP	-	-	-	-	-	-	-	
GCAP Global Foundation	Action for Sustainable Development	-	-	(455,500)	455,500	-	-	-	
		417,091	(34,887,075)	(59,507,760)	48,996,889	-	(47,348,222)	-	2,367,367

6. ACCRUED AND OTHER LIABILITIES

Audit fee payable	236,640	409,248
Other accrued liabilities	1,532,220	1,213,818
Withholding tax payable	286,821	5,146
	2,055,681	1,628,212

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

7. PROPERTY AND EQUIPMENT	Note	Furniture and Fixtures	Office Equipment	Computers & Accessories	Electric Installation	Vehicles	TOTAL
		Rupees					
COST							
As at July 01, 2020		383,950	44,908	549,210	381,570	4,842,000	6,201,638
Additions during year		-	-	146,458	35,000	-	181,458
Disposal		-	-	-	-	-	-
As at June 30, 2021		383,950	44,908	695,668	416,570	4,842,000	6,383,096
DEPRECIATION							
As at July 01, 2020		146,404	8,677	176,763	113,057	968,400	1,413,301
For the year	7.1	88,745	22,461	152,688	73,345	774,720	1,111,959
Disposal		-	-	-	-	-	-
As at June 30, 2021		235,149	31,138	329,451	186,402	1,743,120	2,525,260
Written down value as at June 30, 2021		148,801	13,770	366,217	230,168	3,098,880	3,857,836
		10%	10%	30%	10%	20%	
Written down value as at June 30, 2021							
Acquired assets		148,801	13,770	366,217	230,168	1,498,880	2,257,836
Assets donated in kind		-	-	-	-	1,600,000	1,600,000
		148,801	13,770	366,217	230,168	3,098,880	3,857,836

4

六

		Furniture and Fixtures	Office Equipment	Computers & Accessories	Electric Installation	Vehicles	TOTAL
2020	Note	-----Rupees-----					
COST							
As at July 01, 2019		1,093,900	296,600	991,210	381,570	4,842,000	7,605,280
Additions during year		209,450	27,908	-	-	-	237,358
Disposal		(919,400)	(279,600)	(442,000)	-	-	(1,641,000)
As at June 30, 2020		383,950	44,908	549,210	381,570	4,842,000	6,201,638
DEPRECIATION							
As at July 01, 2019	*	-	-	-	-	-	-
For the year	7.1	200,036	24,987	254,113	113,057	968,400	1,560,593
Disposal		(53,632)	(16,310)	(77,350)	-	-	(147,292)
As at June 30, 2020		146,404	8,677	176,763	113,057	968,400	1,413,301
Written down value as at June 30, 2020		237,546	36,231	372,447	268,513	3,873,600	4,788,337
		10%	10%	30%	10%	20%	
Written down value as at June 30, 2020							
Acquired assets		237,546	36,231	372,447	268,513	1,873,600	2,788,337
Assets donated in kind		-	-	-	-	2,000,000	2,000,000
		237,546	36,231	372,447	268,513	3,873,600	4,788,337

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

		2021	2020
		Rupees	Rupees
7.1 Depreciation for the year			
Acquired assets		711,959	1,060,593
Assets donated in kind		400,000	500,000
		1,111,959	1,560,593
7.2	The Foundation has carried out an acution and a detailed exercise of physical verification and revaluation of its fixed assets prior to year ended June 30, 2020. Based on the results of the said exercise the fixed assets register (FAR) has been updated and reconciled with the amounts of fixed assets reflected in the financial statements. Adjustment refers the reconciling difference between the amounts of fixed assets as reflected in financial statements and the updated FAR. Depreciation is charged effective from July 01, 2019.		
8.	This include deposit of amounting to Rs. 52,000 (2020: Rs. 52,000), Rs. 219,000 (2020: Rs. 219,000) and Rs.240,000 (2020: Rs. 65,000) held with PSO, Marriot and landlord respectively.		
	Note	2021	2020
		Rupees	Rupees
9. ADVANCES AND OTHER RECIEVABLES			
Advances to employees - considered good:			
- Salary		50,000	44,941
- Expenses		42,010	112,720
		92,010	157,661
Advances to partners		-	2,209,777
Prepaid rent		160,000	130,000
Advances to vendors		59,551	-
Other receivables		-	366,998
		311,561	2,864,436
10. INCOME TAX REFUNDABLE			
Opening balance		-	-
Provision for the year		-	-
Advance/withholding tax during the year		155,019	-
Closing balance		155,019	-
11. CASH AND BANK BALANCES			
Cash in hand		32,147	77,410
Cash at bank			
-current accounts	11.2.1	-	7,353
-savings accounts	11.2.2	20,649,384	41,489,317
		20,649,384	41,496,670
		20,681,531	41,574,080
11.1	Effective markup rate in respect of saving accounts ranges from 2.75% to 2.90% (2019: 2.73% to 7.5%) per annum.		
11.2 Bank name	Account number	Status	
11.2.1 Current accounts:			
MCB Ltd	0048901010061978	Closed*	-
Tameer Bank Ltd	151-027009412-001	Closed	-
			7,353

91

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

			2021	2020
			Rupees	Rupees
11.2.2 Saving accounts:				
Meezan Bank Ltd	102931148	Active	20,532,695	41,222,714
Faysal Bank Ltd	01331490005254	Active	116,689	112,460
MCB Islamic Bank Limited	31000202270005	Closed	-	8,804
MCB Islamic Bank Limited	31000202270004	Closed	-	20
MCB Islamic Bank Limited	31000202270001	Closed	-	3,487
MCB Ltd	0528562931001875	Closed	-	-
Tameer Bank Ltd	209-027009412-001	Closed	-	101,630
Tameer Bank Ltd	209-027009412-006	Closed	-	335
Tameer Bank Ltd	209-027009412-007	Closed	-	210
Tameer Bank Ltd	209-027009412-009	Closed	-	212
Tameer Bank Ltd	209-027009412-010	Closed	-	233
Tameer Bank Ltd	209-027009412-011	Closed	-	25
Tameer Bank Ltd	209-027009412-012	Closed	-	7,805
Tameer Bank Ltd	209-027009412-013	Closed	-	683
Tameer Bank Ltd	209-027009412-014	Closed	-	20,659
Tameer Bank Ltd	209-027009412-015	Closed	-	218
Tameer Bank Ltd	209-027009412-016	Closed	-	9,822
			20,649,384	41,489,317

* Closed means the bank accounts closed by management during the current financial year.

12. CONTINGENCIES AND COMMITMENTS

- The Foundation has no contingencies and commitments at reporting at reporting date. (2020: Nil).

91

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

13. GRANT INCOME AND EXPENDITURE

Sponsoring donor	Amplify change	Malala Fund	Voluntary Service Overseas	Canadian High Commission	Solidar	2021	2020
Projects	UJALA	UMANG	ELSP	Radio Program	CVDWSP	Total	Total

-----Rupees-----

Salaries	11,247,328	6,018,978	2,891,216	-	-	20,157,522	16,776,239
Printing, stationary & photocopy	1,356,015	119,461	1,871,636	-	91,982	3,439,094	2,454,743
Communication & utilities bills	321,409	337,043	42,243	-	13,320	714,015	1,104,802
Office supplies	114,935	86,899	1,400	-	3,000	206,234	354,213
Office rent	842,000	225,000	-	-	-	1,067,000	1,523,585
Provincial secretariat support	2,663,140	-	-	-	-	2,663,140	4,837,942
Professional charges	-	-	-	-	-	-	50,000
Audit fee	111,438	-	-	-	14,236	125,674	241,248
Vehicle fuel & maintenance	245,520	279,332	-	-	-	524,852	488,753
Travel & transportation	951,568	799,828	718,646	10,000	123,235	2,603,277	5,069,933
Depreciation	64,153	93,305	-	-	-	157,458	249,811
Accommodation	300,878	1,317,383	280,629	-	121,658	2,020,548	4,018,320
Perdiem / honorarium	961,500	1,063,000	1,285,000	-	28,000	3,337,500	1,688,936
Consultancy & facilitators	688,000	120,000	66,000	-	-	874,000	2,202,113
Repair And maintenance	227,415	178,880	-	-	-	406,295	10,950
Food & refreshment	1,882,623	616,993	1,336,831	-	211,301	4,047,748	4,886,367
Other expenses	1,574,419	1,234,777	9,000	99,001	118,742	3,035,939	2,187,315
Hall & multimedia	501,250	88,160	266,490	-	77,682	933,582	851,620
Total expenses (Note 6)	24,053,591	12,579,039	8,769,091	109,001	803,156	46,313,878	48,996,890

✶

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

		2021	2020
14. OTHER INCOME	Note	Rupees	Rupees
Bank profit		1,033,462	2,056,835
Capital grants		400,000	500,000
Gain on sale of fixed assets		-	147,292
Transfer from deferred grant	14.1	90,999	-
Miscellaneous income	14.2	365,143	506,861
		<u>1,889,604</u>	<u>3,210,988</u>

14.1 Unused funds of Rs. 90,999 against the grant for Radio Program Project received from Canadian High Commission being not repayable or otherwise committed have been recognized as other income of the Foundation.

14.2 This includes donation by Chief Executive Officer of Rs 30,000 (2020:Nil).

15. FINANCIAL INSTRUMENTS		2021	2020
Carried at amortised cost		Rupees	Rupees
Financial Assets			
Long term deposits		511,000	336,000
Grant receivable from donors		321,443	2,367,367
Advances and other receivables		50,000	411,939
Cash and bank balances		20,681,531	41,574,080
		<u>21,563,974</u>	<u>44,689,386</u>
Financial Liabilities			
Accrued and other liabilities		1,768,860	1,623,066
		<u>1,768,860</u>	<u>1,623,066</u>
16. NUMBER OF EMPLOYEES		Number	Number
Number of employees at year end		12	12
Average number of employees during the year		13	12

17. RELATED PARTY TRANSACTIONS

The related parties comprise of key management personnel, and the entities over which directors are able to exercise influence.

17.1. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

	Chief Executive	Directors	Executives
	2021		
	-----Rupees-----		
Managerial remuneration	7,332,619	-	6,847,367
Number of persons	1	7	3
	2020		
	-----Rupees-----		
Managerial remuneration	6,441,165	-	5,507,072
Number of persons	1	7	4

17.2 The Foundation has not paid any allowance to directors for attending board meetings. However, all arrangement for meetings including boarding and lodging is arranged by the Foundation.

17.3 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of entity. The Company considers all members of their management team, including Chief Executive Officer and Directors to be its key management personnel. There are no transactions with key management personnel other than under their terms of employments or entitlements as disclosed above.

AWAZ FOUNDATION PAKISTAN: CENTRE FOR DEVELOPMENT SERVICES
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

18. EFFECT OF COVID - 19 ON FINANCIAL STATEMENTS

A novel strain of coronavirus (COVID-19) that first surfaced in China was classified as a pandemic by the World Health Organization on March 11, 2020, impacting countries globally. Many countries including Pakistan have enacted protection measures against COVID-19, with a significant impact on economic activities in these countries. Due to this, management has assessed the accounting implications of these developments on these financial statements, however, according to management's assessment, there is no significant impact of COVID-19 on the financial statements.

19. DATE OF AUTHORIZATION FOR ISSUE

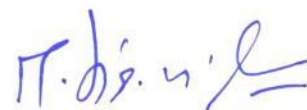
These financial statements were authorized for issue on 31-12-2021 by the board of directors. *af*

20. GENERAL

Figures have been rounded off to the nearest rupee.



TREASURER



CHIEF EXECUTIVE