

**CIVIL SOCIETY HUMAN AND INSTITUTIONAL
DEVELOPMENT PROGRAMME (CHIP)**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2006**



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AUDITOR'S REPORT TO THE MEMBERS

We have audited the annexed balance sheet of **Civil Society Human And Institutional Development Programme** as at **June 30, 2006** and the related income and expenditure account and cash flow statement together with the notes forming part thereof (herein referred as financial statements), for year ended June 30, 2006 and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that -

- (a) in our opinion, proper books of accounts have been kept by the company as required by the Companies Ordinance, 1984;
- (b) in our opinion:
 - i) the balance sheet and income and expenditure account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of accounts and are further in accordance with accounting policies adopted;
 - ii) the expenditure incurred during the year was for the purpose of the company's business; and
 - iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;
- (c) in our opinion and to the best of our information and according to the explanations given to us, the balance sheet, income and expenditure account and cash flow statement together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, in the manner so required and respectively give a true and fair view of the state of the company's affairs as at June 30, 2006 and of the surplus, its cash flow for the year then ended; and
- (d) in our opinion, no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

Lahore:

12 SEP 2006

Ford Rhodes Sidat Hyder
Chartered Accountants
Ford

CIVIL SOCIETY HUMAN AND INSTITUTIONAL DEVELOPMENT PROGRAMME
BALANCE SHEET
AS AT JUNE 30, 2006

	Note	June 30, 2006 (Rupees)	June 30, 2005 (Rupees)
NON CURRENT ASSETS			
Operating Fixed Assets	3	27,615,908	17,192,057
CURRENT ASSETS			
Advances, Deposits and Other Receivables	4	1,296,906	5,634,537
Cash and Bank Balances	5	18,496,775	17,221,570
		19,793,680	22,856,107
LESS: CURRENT LIABILITIES			
Accrued and Other Payables	6	4,219,402	8,437,681
Provision for taxation		737,920	266,444
		4,957,322	8,704,125
WORKING CAPITAL			
		14,836,358	14,151,982
TOTAL CAPITAL EMPLOYED			
		42,452,267	31,344,039
NON CURRENT LIABILITIES			
Payable to Swiss Agency for Development Corporation	7	4,333,548	15,289,086
Payable to Muslim Care	8	3,253,909	2,408,516
Payable to Misseroer	9	3,318,670	-
Payable to Sight Saver International	10	512,976	-
Payable to Dark & Light Blind Care Foundation	11	1,202,499	-
Deferred Taxation		66,069	43,000
Gratuity Payable		326,283	-
		13,013,954	17,740,602
Deferred Income	12	29,438,313	13,603,437
		15,991,781	12,600,573
NET CAPITAL EMPLOYED			
		13,446,532	1,002,864
REPRESENTED BY:			
Endowment Fund	13	10,331,934	1,002,864
Fund Balance	14	3,114,598	-
		13,446,532	1,002,864
Contingencies and Commitments	15		

The annexed notes form an integral part of these financial statements.


Director


Chief Executive

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CIVIL SOCIETY HUMAN AND INSTITUTIONAL DEVELOPMENT PROGRAMME
 INCOME AND EXPENDITURE ACCOUNT
 FOR THE YEAR ENDED JUNE 30, 2006

	Note	June 30, 2006 (Rupees)	OCTOBER 20, 2004 TO JUNE 30, 2005 (Rupees)
INCOME			
Project Implementation	16	61,021,900	19,296,559
Amortization of Deferred Income	12	842,498	-
Grants	17	10,331,934	-
Training Fee		2,152,950	370,310
Consultancy Fee		7,381,755	5,892,556
Interest Income		492,354	84,116
Other Income		651,818	66,785
		82,875,209	25,710,327
EXPENDITURE			
Grants to Partners	18	19,442,223	13,362,527
Project Management Cost-Muslim Care	19	8,084,753	1,371,484
Project Management Cost-MISEREOR	20	8,210,588	-
Project Management Cost-Sight Saver International	21	1,812,024	-
Project Management Cost-Dark & Light Blind Care Foundation	22	1,374,321	-
HIV- Support To Partners	23	6,038,142	1,134,914
CHIP Organizational Development Activities	24	3,072,559	142,916
Running And Donor supported Capital Cost	25	17,196,950	5,325,754
Training Cost		1,377,021	79,573
Consultancy Cost		3,279,935	2,980,851
		69,888,516	24,398,019
Surplus before taxation		12,986,693	1,312,308
Taxation	26	543,025.00	309,444
Surplus after taxation		12,443,668	1,002,864
Transfer to Endowment Fund	13	10,331,934	-
Surplus for the year		2,111,734	1,002,864

The annexed notes form an integral part of these financial statements.


 Director


 Chief Executive



OPERATING FIXED ASSETS

CIVIL SOCIETY HUMAN AND INSTITUTIONAL DEVELOPMENT PROGRAMME

	COST			As at June 30, 2005	Accumulated Depreciation As At July 01, 2005	DEPRECIATION			BOOK VALUE As At June 30, 2005	Depreciation Rate
	As at July 01, 2005	Additions	Disposals			Depreciation For the Year	Depreciation on disposal	Accumulated Depreciation As At June 30, 2005		
OWNED										
Land	7,000,000	-	-	7,000,000	-	-	-	-	7,000,000	0%
Building	6,831,000	5,897,220	-	12,728,220	341,250	636,431	-	977,681	11,750,539	5%
Electricity and Gas Expenses	902,900	622,454	(1,000,000)	1,125,354	86,290	117,575	(11,000)	172,865	1,002,889	10%
Furniture and Fixtures	299,385	403,430	(3,600)	699,215	29,959	99,754	-	99,713	599,502	10%
Computer and Associate	909,500	1,131,750	-	2,241,250	381,800	449,375	-	831,175	1,410,075	30%
Vehicle	2,700,000	4,400,000	-	7,100,000	940,000	1,020,100	-	1,960,100	5,139,900	20%
Books	2,100	6,652	-	8,752	800	1,430	-	1,630	7,122	20%
Office Equipment	10,800	286,948	-	297,748	1,080	89,777	-	90,857	196,891	10%
Total	18,436,285	11,548,844	(1,553,600)	31,431,529	1,764,229	1,675,515	(11,000)	4,272,743	27,158,786	
2005	-	18,150,285	-	18,150,285	-	1,264,220	-	1,264,220	17,192,065	

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