

**INDEPENDENT
AUDITORS' REPORT
TO
MANAGEMENT OF
SOCIETY FOR SUSTAINABLE DEVELOPMENT**

We have audited the annexed Statement of Financial Position of "SOCIETY FOR SUSTAINABLE DEVELOPMENT" as at June 30, 2013 and related Statement of Comprehensive Income along with the notes forming part thereof, for the year then ended.

Management's Responsibility

It is responsibility of organization's management to prepare and present the above said financial statements. Our responsibility is to express an opinion on these financial statements based on our audit.

Auditors' Responsibility

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 above said financial statements are free from material misstatement.

An audit includes examining on 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.

Opinion

In our opinion and to the best of information and according to the explanation given to us, we have found that the statement of Financial Position of "SOCIETY FOR SUSTAINABLE DEVELOPMENT" as at June 30, 2013 and related Statement of Comprehensive Income for the year then ended to be in order and in accordance with record provided to us.

Audit Engagement Partner: CA HABIB

Place: Rawalpindi.

Dated: 18 NOV 2013


HORWATH HUSSAIN CHAUDHURY & CO.
(CHARTERED ACCOUNTANTS)



SOCIETY FOR SUSTAINABLE DEVELOPMENT
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2013

	Note	2013 (-----Rupees-----)	2012
CAPITAL AND LIABILITIES			
FUND ACCOUNT			
Opening balance		(1,437,376)	168,673
surplus / (deficit) for the year		2,049,429	(1,606,049)
		612,053	(1,437,376)
CURRENT LIABILITIES			
Audit fee payable		10,000	10,000
Accounts payable		846,210	1,899,250
		856,210	1,909,250
		<u>1,468,263</u>	<u>471,874</u>
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment		75,506	90,990
Security deposits		60,000	60,000
		135,506	150,990
CURRENT ASSETS			
Receivable from donor Citizen Voice Project		552,114	-
Advances, deposits and prepayments	4	60,000	60,000
Cash and bank balances	5	720,643	260,884
		1,332,757	320,884
		<u>1,468,263</u>	<u>471,874</u>

AUDITORS' REPORT ANNEXED:

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


CHAIRPERSON


NATIONAL MANAGER

**SOCIETY FOR SUSTAINABLE DEVELOPMENT
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2013**

	Note	2013 (-----Rupee-----)	2012
INCOME			
Consultancies & Grants		3,729,907	1,650,685
Donations in cash		1,835,115	238,281
Child sponsorship program - donations		755,148	1,902,450
Exchange gain		-	216,443
Translation fee		511,224	41,448
Citizen Voice Project (My vote counts)		1,200,125	-
		<u>8,031,519</u>	<u>4,049,307</u>
OPERATING EXPENDITURE			
Program expenditure	6	(4,122,750)	(3,873,395)
Administrative expenditure	7	(1,859,340)	(1,781,961)
		<u>(5,982,090)</u>	<u>(5,655,356)</u>
SURPLUS / (DEFICIT) FOR THE YEAR		<u><u>2,049,429</u></u>	<u><u>(1,606,049)</u></u>

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



CHAIRPERSON


NATIONAL MANAGER

**SOCIETY FOR SUSTAINABLE DEVELOPMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

1 ORGANISATION AND ITS OPERATION

Society for Sustainable Development ("the Society") was registered in Pakistan, on November 04, 2009 under the Societies Act XXI of 1860. The objectives of the society are to reduce poverty, increase awareness regarding child rights and human rights, prevent communities from diseases like HIV and TB and to build capacity of civil organisations.

2 BASIS OF PREPARATION

2.1 BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention without making any adjustments for the effect of inflation or current values.

2.2 REPORTING CURRENCY

These financial statements are prepared and presented in Pak Rupees which is the organization's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 PROVISIONS

A provision is recognized in the balance sheet when the organization has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

3.2 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 or given in future for goods and services received or to be delivered or for any other amount, whether or not billed to the organization.

3.3 TAXATION

Society For Sustainable Development is non profit organization therefore is exempt from tax.

3.4 REVENUE RECOGNITION:

Income is recognized on accrual basis.

**SOCIETY FOR SUSTAINABLE DEVELOPMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

3.5 PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment, are stated at cost less accumulated depreciation and any identified impairment loss. Cost includes direct cost, related overheads and mark up.

Depreciation on all property, plant and equipment is charged on reducing balance method so as to write off the depreciable amount of an asset over its useful estimated life at the rates mentioned in the schedule.

Depreciation is charged proportionally for the period for use in respect of addition and deletion. Any gain or loss on disposal is charged to income or expense for the year.

Maintenance and normal repairs are charged to income as and when incurred. Renewals and improvements are capitalized when it is probable that respective future economic benefits will flow to the organization and the cost of the item can be measured reliably, and the assets so replaced, if any, are retired.



**SOCIETY FOR SUSTAINABLE DEVELOPMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

	2013	2012
Note	(-----Rupee-----)	
4 ADVANCES, DEPOSITS AND PREPAYMENTS		
Prepaid rent	60,000	60,000
	<u>60,000</u>	<u>60,000</u>
5 CASH AND BANK BALANCES		
Cash in hand	31,882	20,000
Cash at Askari bank-Current Account	688,761	240,884
	<u>720,643</u>	<u>260,884</u>
6 PROGRAM EXPENDITURE		
National Manager Salaries	1,421,228	1,200,000
Program manager salary	612,558	600,000
Sponsor a child	628,502	1,812,850
Citizen Voice Project (My vote counts)	1,195,000	-
Seminar, trainings and workshops	95,125	85,124
Medical camp in D I Khan	85,225	105,823
Capacity building workshop	53,228	45,678
Research & development	31,884	24,320
	<u>4,122,750</u>	<u>3,873,395</u>
7 ADMINISTRATIVE EXPENDITURE		
Salaries and benefits expenses	1,080,452	1,071,295
Travelling and POL	88,218	7,070
Audit fee	10,000	10,000
Office rent	350,054	317,092
Security deposit - Writeoff	-	28,500
Stationery and office supplies	13,266	54,626
Utilities	125,447	97,259
Repair and maintenance	45,221	43,449
Repair and maintenance- vehicle	56,225	86,850
MIS and IT expenses	15,228	11,024
Postage and courier	655	980
Bank charges	978	1,672
Depreciation	15,484	18,978
Miscellaneous expenses	56,112	33,166
	<u>1,859,340</u>	<u>1,781,961</u>

8 GENERAL

- Figures have been rounded off to nearest rupee
- Last year figures have been rearranged and restated where necessary for comparative purposes only.

SOCIETY FOR SUSTAINABLE DEVELOPMENT
 SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT
 AS AT JUNE 30, 2013

Particulars	W.D.V as at 01-07-12	Additions/ (Deletions)	Total as at 30-06-13	Depreciation for the year	W.D.V. as at 30-06-13	Rate %
	------(Rupees)-----					
Office equipment	63,851	-	63,851	12,770	51,081	20
Furniture & fixture	27,139	-	27,139	2,714	24,425	10
Total 2013	90,990	-	90,990	15,484	75,506	-
Total 2012	49,948	60,020	109,968	18,978	90,990	-

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