

**JAMSHED AKHTER QURESHI
EDUCATION TRUST**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2011**



Grant Thornton

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**AUDITORS' REPORT TO THE TRUSTEES OF
JAMSHED AKHTER QURESHI EDUCATION TRUST**

We have audited the annexed balance sheet of **Jamshed Akhter Qureshi Education Trust** as at June 30, 2011 and the related income and expenditure account and cash flow statement together with the notes forming part thereof (here-in-after referred to as the financial statements) for the year then ended.

It is the responsibility of the trustees to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with accounting standards given in guideline for accounting and financial reporting of Not-for-Profit organization issued by Institute of Chartered Accountants of Pakistan. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly in all material respects the financial position of the Trust as at June 30, 2011 and of its deficit and cash flow for the year then ended in accordance with accounting standards given in guideline for accounting and financial reporting of Not-for-Profit organization issued by Institute of Chartered Accountants of Pakistan

ANJUM ASIM SHAHID RAHMAN
Chartered Accountants
Engagement Partner: Nadeem Tirmizi

Date: April 06, 2012
Islamabad

Chartered Accountants
Member of Grant Thornton International Ltd

Other offices in Lahore and Karachi

JAMSHED AKHTER QURESHI EDUCATION TRUST
BALANCE SHEET
AS AT JUNE 30, 2011

	Note	2011 Rupees	2010 Rupees
ASSETS			
Non-Current Assets			
Property Plant and Equipments	3	531,587	651,760
Current Assets			
Accrued interest		2,605	4,546
Advances, deposits and prepayments		168,000	3,250
Cash and bank balances	4	4,138,644	4,118,397
		<u>4,309,249</u>	<u>4,126,193</u>
LIABILITIES			
Non-Current Liabilities			
		-	-
Current Liabilities			
Accrued liabilities		194,445	150,558
Net Assets		<u>4,646,391</u>	<u>4,627,395</u>
REPRESENTED BY:			
Fund			
Excess of income over expenditure		929,544	1,589,625
Restricted fund	5	372,577	521,100
Endowment fund	6	3,344,270	2,516,670
		<u>4,646,391</u>	<u>4,627,395</u>

The annexed notes from 1 to 10 form an integral part of these accounts.

Trustee

Trustee

JAMSHED AKHTER QURESHI EDUCATION TRUST
 INCOME & EXPENDITURE ACCOUNT
 FOR THE YEAR ENDED JUNE 30, 2011

	Note	2011 Rupees	2010 Rupees
INCOME			
Donations		2,399,780	3,267,358
Contribution to school rent		108,880	74,190
Restricted grant recognized as income		153,023	127,025
Donation in kind		-	6,500
Bank profit		19,393	29,104
Exchange gain		43,189	127,314
		2,724,265	3,631,491
EXPENDITURE			
Administrative expenses	7	3,384,346	3,586,409
Excess/(deficit) of income over expenditure		(660,081)	45,081
Excess of income over expenditure brought forward		1,589,625	1,544,544
Excess of income over expenditure carried forward to balance sheet		929,544	1,589,625

The annexed notes from 1 to 10 form an integral part of these accounts.



 Trustee



 Trustee

JAMSHED AKHTER QURESHI EDUCATION TRUST
 CASH FLOW STATEMENT
 FOR THE YEAR ENDED JUNE 30, 2011

	Note	2011 Rupees	2010 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Excess/(deficit) of income over expenditure		(660,081)	45,081
Adjustments for:			
Depreciation	3	124,673	98,662
Restricted grant recognized as income		(153,023)	(127,025)
Deficit before working capital changes		(28,350)	(28,363)
Changes in working capital			
(Increase)/decrease in current assets			
Accrued interest		1,941	(4,043)
Advances, deposits and prepayments		(164,750)	(125)
Increase/(decrease) in current liabilities			
Accrued liabilities		43,887	(3,494)
Net changes in working capital		(118,922)	(7,662)
Net Cash (used in) / flow from operating activities	A	(807,353)	9,056
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		-	(37,300)
Net cash used in investing activities	B	-	(37,300)
CASH FLOWS FROM FINANCING ACTIVITIES			
Grant received	6	827,600	800,000
Net cash used in financing activities	C	827,600	800,000
Net increase / (decrease) in cash and cash equivalents	A+B+C	20,247	771,756
Cash and cash equivalents at the beginning of the year		4,118,397	3,346,641
Cash and cash equivalents at the end of the year		4,138,644	4,118,397

The annexed notes from 1 to 10 form an integral part of these accounts.



Trustee



Trustee

**JAMSHED AKHTER QURESHI EDUCATION TRUST
FOR THE YEAR ENDED JUNE 30, 2011
NOTES TO THE ACCOUNTS**

1 NATURE OF ACTIVITIES

Jamshed Akhtar Qureshi Education Trust (The Trust) is a Non Government Organization registered on October, 2000 under the Trust Act (II of) 1882. The head office of the organization is located in Islamabad. The objectives of the Organization are to:

- a) Promote literacy and primary education among poor children through a network of informal community based schools;
- b) Safeguard health of poor children;
- c) Enhance access to the formal school system;
- d) Promote awareness building and social mobilization among poor communities towards self-help;
- e) Provide financial assistance to destitute students.;
- f) Support programme to enhance income generations skills of girls and women; and
- g) Collaborate/link up with other organization pursuing similar objectives.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting convention

These accounts have been prepared under historical cost method.

2.2 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards. Approved accounting standards comprise of Accounting and Financial Reporting Standards given in Guideline for accounting and financial reporting of Not-for -Profit organization issued by Institute of Chartered Accountant of Pakistan which have been adopted by governing body.

2.3 Income recognition

Donation income is recognized on receipt basis.

Income from interest on bank accounts is recognized on accrual basis.

Restricted grants received for specific purpose are deferred when received and are recognized as income to the extent of actual expenditure incurred.

The asset received are recorded as deferred income in restricted fund which is recognized as income on a systematic basis over the useful life of the asset.

2.4 Property plant & equipments

These are stated at cost less accumulated depreciation. Depreciation on fixed assets is provided on reducing balance method at the rates given in note 3 on the basis of number of months in use. Major repairs, renewals and improvements are capitalized while normal repair & maintenance cost is charged to income in the year in which it is incurred. Gain or loss on disposal of fixed assets is charged to income & expenditure account in the year of disposal.

2.5 Endowment fund

Endowment fund represents amounts received from the trustees or donated exclusively by the donors to the fund. The objective of the fund is to sustain the Trust. The fund is utilized in making investment or to pay for expenditures when the donor fund is insufficient.

**JAMSHED AKHTER QURESHI EDUCATION TRUST
FOR THE YEAR ENDED JUNE 30, 2011
NOTES TO THE ACCOUNTS**

2.6 Provision for taxation

The company is a non profit organization under section 2(36) of the income tax ordinance 2001 and is exempt under clause 58 of 2nd schedule of the said ordinance. Therefore, no provision for taxation has been made in these financial statements.

2.7 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash equivalent comprise cash with banks in local and foreign currency saving accounts.

JAMSHED AKHTER QURESHI EDUCATION TRUST
FOR THE YEAR ENDED JUNE 30, 2011
NOTES TO THE ACCOUNTS

3 PROPERTY PLANT AND EQUIPMENTS

All figures are in Rupees

Particulars	Cost			Rate %	Depreciation			W.D.V. as on	
	As on 1.7.2010	Additions	Deletions		As on 30.6.2011	As on 1.7.2010	For the year	Deletions	As on 30.6.2011
Vehicle	440,000	-	-	20%	246,400	38,720	-	285,120	154,880
Sheds/Steel polls	370,166	-	-	10%	34,185	37,017	-	71,201	298,965
Furniture and fixture (Wood tables/Racks)	135,000	-	-	33%	22,500	45,000	-	67,500	67,500
Computer equipment	18,520	-	-	33%	8,841	3,194	-	12,035	6,485
Office equipment	-	4,500	-	33%	-	743	-	743	3,758
	As on 30th June 2011	4,500	-		311,926	124,673	-	436,599	531,587
	As on 30th June 2010	523,386	440,300		213,264	98,662	-	311,926	651,760

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JAMSHED AKHTER QURESHI EDUCATION TRUST
FOR THE YEAR ENDED JUNE 30, 2011
NOTES TO THE ACCOUNTS

8 DATE OF AUTHORIZATION

These financial statements were authorized for issue on April 5, 2012 by board of trustees of the trust.

9 RECLASSIFICATION

In prior years deferred income was classified under Non-current Liabilities, which is now reclassified as restricted funds under fund.

Previous Classification	Current Classification	Amount in Rupees
Non Current Liabilities	Fund	
Deferred Income	Restricted Fund	368,820
Current portion of deferred income	Restricted Fund	152,280

10 GENERAL

- Figures have been rounded off to the nearest rupees.



Trustee



Trustee