

Centre for Economic Research in Pakistan
(A company setup under section 42 of the Companies Ordinance, 1984)

Financial statements for year ended
30 June 2014



KPMG Taseer Hadi & Co.
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Auditors' Report to the Members

We have audited the annexed balance sheet of **Centre for Economic Research in Pakistan** (a company setup under section 42 of the Companies Ordinance, 1984) ("the Company") as at **30 June 2014** and the related income and expenditure account, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended 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 conduct 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 include 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 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 consistently applied;
 - 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;

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- 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, cash flow statement and statement of changes in equity 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 30 June 2014 and of the deficit, its cash flows and changes in equity for the year then ended; and
- d) in our opinion no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.



Date: 03 October 2014

Lahore

KPMG Taseer Hadi & Co.
Chartered Accountants
(Kamran Iqbal Yousafi)

Centre for Economic Research in Pakistan

(A company setup under section 42 of the Companies Ordinance, 1984)

Balance Sheet

As at 30 June 2014

	Note	2014 Rupees	2013 Rupees		Note	2014 Rupees	2013 Rupees
FUNDS AND LIABILITIES				ASSETS			
Accumulated fund				Non-current assets			
Restricted fund				Fixed assets	8	4,177,197	2,509,125
Deferred grant - income based	4.1	34,643,533	51,237,717	Security deposits		878,000	200,000
Deferred grant - project asset based	4.2	3,030,862	1,623,500			5,055,197	2,709,125
General fund		6,623,566	8,401,956				
		44,297,961	61,263,173				
Current liabilities				Current assets			
Creditors and other payables	5	7,596,882	4,301,081	Advances, prepayments and other receivables	9	17,075,872	2,726,921
				Advance tax		412,583	240,225
				Cash and bank balances	10	29,351,191	59,887,983
						46,839,646	62,855,129
Contingencies and commitments	7					51,894,843	65,564,254
		<u>51,894,843</u>	<u>65,564,254</u>				

The annexed notes 1 to 14 form an integral part of these financial statements.

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Lahore


Chief Executive Officer


Director

Centre for Economic Research in Pakistan

(A company setup under section 42 of the Companies Ordinance, 1984)

Income and Expenditure Account

For the year ended 30 June 2014

	Note	2014			2013
		Restricted	Un-restricted	Consolidated	Consolidated
		Rupees			Rupees
INCOME					
Grants	4.1	131,409,376	-	131,409,376	104,633,742
General fund	4.1	-	2,009,803	2,009,803	1,780,835
Other income	12	99,671	2,458,052	2,557,723	4,513,099
Exchange gain		-	712,707	712,707	121,069
Amortization of capital grant	4.2	278,745	-	278,745	240,522
		<u>131,787,792</u>	<u>5,180,562</u>	<u>136,968,354</u>	<u>111,289,267</u>
EXPENDITURE					
Salaries and benefits	11	(31,551,116)	(1,511,167)	(33,062,283)	(26,645,345)
Baseline surveys	11	(60,368,777)	-	(60,368,777)	(50,416,294)
Application development	11	(1,091,280)	-	(1,091,280)	-
Travelling and conveyance	11	(9,568,601)	(248,223)	(9,816,824)	(7,174,138)
Training charges	11	(11,077,122)	(7,480)	(11,084,602)	-
Hall charges	11	(677,109)	-	(677,109)	(950,000)
Consultancy charges	11	(9,936,937)	(1,505,875)	(11,442,812)	(1,630,200)
Computer and internet expenses	11	(583,251)	(65,305)	(648,556)	(346,535)
Meal and entertainment	11	(503,268)	(311,871)	(815,139)	(303,191)
Printing and stationery	11	(964,079)	(41,565)	(1,005,644)	(441,043)
Call center	11	(581,469)	-	(581,469)	-
Education support services	11	(649,120)	-	(649,120)	-
Rent	11	(1,218,032)	(206,468)	(1,424,500)	(1,178,826)
Repair and maintenance	11	(24,250)	(84,877)	(109,127)	(33,629)
Communication charges	11	(296,521)	(117,679)	(414,200)	(165,397)
Advertisement	11	(391,500)	-	(391,500)	(90,600)
Auditors' remuneration	11	-	(205,000)	(205,000)	(150,000)
Utilities	11	-	(388,750)	(388,750)	(285,373)
Depreciation	11	(278,745)	(146,704)	(425,449)	(357,638)
Website and software maintenance	11	(230,350)	(39,900)	(270,250)	(234,075)
School grant	11	(608,025)	-	(608,025)	(16,100,700)
Lab games	11	(929,310)	-	(929,310)	(226,059)
Scientific material	11	-	-	-	(1,438,309)
Monitoring cost	11	-	-	-	(163,600)
Insurance	11	(71,289)	(28,892)	(100,181)	(87,942)
Exchange loss	11	-	(987)	(987)	(980,088)
Office expenses	11	(28,580)	(346,209)	(374,789)	-
Bank charges	11	(32,899)	(14,395)	(47,294)	(12,172)
Loss on disposal of assets	11	(3,749)	-	(3,749)	-
Miscellaneous expenses	11	(122,413)	(587,605)	(710,018)	(409,193)
		<u>(131,787,792)</u>	<u>(5,858,952)</u>	<u>(137,646,744)</u>	<u>(109,820,347)</u>
(Deficit) / surplus before tax		-	(678,390)	(678,390)	1,468,920
Taxation	6	-	-	-	-
(Deficit) / surplus after tax		-	(678,390)	(678,390)	1,468,920

The annexed notes 1 to 14 form an integral part of these financial statements.

2014/06/30



Chief Executive Officer



Director

Lahore

Centre for Economic Research in Pakistan

(A company setup under section 42 of the Companies Ordinance, 1984)

Statement of Accumulated Fund

For the year ended 30 June 2014

	Restricted		Un-restricted	Total
	Project fund	Grant assets	General fund	
----- Rupees -----				
As at 01 July 2012	60,824,978	643,032	6,933,036	68,401,046
Grants received during the year	98,153,820	-	-	98,153,820
Capital expenditure	(1,220,990)	1,220,990	-	-
Funds utilized during the year	(104,633,742)	-	-	(104,633,742)
Other adjustments	(105,514)	-	-	(105,514)
Amortization for the year	-	(240,522)	-	(240,522)
Transfer to general funds	(1,780,835)	-	-	(1,780,835)
Surplus for the year	-	-	1,468,920	1,468,920
As at 30 June 2013	51,237,717	1,623,500	8,401,956	61,263,173
Grants received during the year	117,411,101	-	-	117,411,101
Capital expenditure	(1,697,355)	1,697,355	-	-
Funds utilized during the year	(131,409,376)	-	-	(131,409,376)
Other adjustments	1,111,249	(11,249)	(1,100,000)	-
Amortization for the year	-	(278,744)	-	(278,744)
Transfer to general funds	(2,009,803)	-	-	(2,009,803)
Deficit for the year	-	-	(678,390)	(678,390)
As at 30 June 2014	34,643,533	3,030,862	6,623,566	44,297,961

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Tahir R S Andhali
Executive Director

[Signature]
Director

Centre for Economic Research in Pakistan

(A company setup under section 42 of the Companies Ordinance, 1984)

Cash Flow Statement

For the year ended 30 June 2014

	Note	2014 Rupees	2013 Rupees
RECEIPTS			
Grants received		117,411,101	98,153,820
Bank profit		1,119,723	2,241,022
Other receipts		1,438,000	1,445,821
Total receipts		<u>119,968,824</u>	<u>101,840,663</u>
PAYMENTS			
Payment to employees and suppliers		(148,235,989)	(108,081,544)
Taxes paid		(172,358)	(265,317)
Total payments		<u>(148,408,347)</u>	<u>(108,346,861)</u>
Net cash outflow from operating activities		<u>(28,439,523)</u>	<u>(6,506,198)</u>
Cash flow from investing activities			
Capital expenditure incurred		(2,104,769)	(1,228,890)
Proceeds from disposal of fixed assets		7,500	-
Net cash outflow from investing activities		<u>(2,097,269)</u>	<u>(1,228,890)</u>
Net decrease in cash and cash equivalents		<u>(30,536,792)</u>	<u>(7,735,088)</u>
Cash and cash equivalents at beginning of year		<u>59,887,983</u>	<u>67,623,071</u>
Cash and cash equivalents at end of year	10	<u><u>29,351,191</u></u>	<u><u>59,887,983</u></u>

The annexed notes 1 to 14 form an integral part of these financial statements.

14/06/14

Lahore


Chief Executive Officer


Director

Centre for Economic Research in Pakistan

(A company setup under section 42 of the Companies Ordinance, 1984)

Notes to the Financial Statements

For the year ended 30 June 2014

1 Reporting entity

Center for Economic Research in Pakistan ("the Company") is a company limited by guarantee incorporated in Pakistan on 14 January 2010 as an association not for profit under section 42 of the Companies Ordinance, 1984. The Company is established to encourage socio-economic research in Pakistan by facilitating the conduct of both theoretical and empirical research in the country and bringing together findings, policy advice and focused debate. The Company's registered office is situated at 193-A Shah Jamal, Lahore, Pakistan.

2 Basis of preparation

2.1 Statement of compliance

These financial statements have been prepared in accordance with accounting and financial reporting standards for Small-Sized entities as applicable in Pakistan and the requirements of the Companies Ordinance, 1984. These accounting standards are notified by the Securities and Exchange Commission of Pakistan. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention. In these financial statements, except for the amounts reflected in the cash flow statement, all transactions have been accounted for on accrual basis.

2.3 Functional and presentation currency

These financial statements are presented in Pak Rupee which is also the Company's functional currency.

2.4 Judgments, estimates and assumptions

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 Company'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 areas involving a higher degree of judgment or complexity or areas where assumptions and estimates are significant to the financial statements are as follows:

- a) Useful life and residual values of property and equipment;
- b) Taxation; and
- c) Provisions

3 Significant accounting policies

The significant accounting policies adopted in the preparation of these financial statements have been consistently applied to all the years presented and are given as follows:

3.1 Funds

3.1.1 Restricted fund

Funds obtained from donors are credited under project funds. Utilization of this fund is according to the plan agreed with donors of the projects.

3.1.2 General fund

This is an unrestricted fund. Utilization of this fund is not restricted to any specific purpose.

3.2 Fixed assets

Fixed assets are stated at cost less accumulated depreciation and identified impairment losses, if any.

Depreciation charge is based on straight line method whereby the cost of an asset is written off to income and expenditure account at the rates prescribed in note 8 to the financial statements. Depreciation on additions is charged from the month in which the asset is acquired or capitalized while no depreciation is charged for the month in which items are disposed off.

Where the carrying amount of asset exceeds its estimated recoverable amount it is written down immediately to its recoverable amount.

Maintenance and normal repairs are charged to income and expenditure account as and when incurred. Renewals and improvements are capitalized when it is probable that respective future economic benefits will flow to the Company.

Gains and losses on the disposal of assets are included in income and expenditure account.

3.3 Cash and cash equivalents

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

3.4 Trade and other payables

Liabilities for trade and other payable are carried at cost which is the fair value of the consideration to be paid in future for goods and services.

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3.5 Revenue recognition

Grants related to projects

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 agreement. Further, the grants related to losses already incurred or for the purpose of giving immediate financial support to the Company with no future related costs are recognized as income in the period in which it becomes receivable.

Grants related to assets

Grants related to long term assets, including non-monetary grants at fair value, are presented by setting up "deferred grant related to assets". Subsequently, these deferred grants are amortized in income and expenditure account over the useful lives of associated assets.

Bank profit

Profit on bank deposits is recognized on accrual basis.

Services

Services are recognized as revenue when rendered at fair value of consideration to be received.

3.6 Taxation

The income of the Company from donations, grants and contributions, is exempted from income tax under clause 60 of part 1 of the second schedule to the Income Tax Ordinance, 2001. Also refer to note 6.

3.7 Foreign currencies

Foreign currency transactions are converted into Pak Rupee using the rates prevailing on the date of transaction while monetary assets and liabilities are converted into Pak Rupee using the rates of exchange prevailing at the balance sheet date.

Exchange differences are included in income and expenditure account.

3.8 Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of obligation.

4 Restricted fund

	Note	2014 Rupees	2013 Rupees
Deferred grant - income based	4.1	34,643,533	51,237,717
Deferred grant - project asset based	4.2	3,030,862	1,623,500
		<u>37,674,395</u>	<u>52,861,217</u>

4.1 Deferred grant - income based

Donor	Project	As at 01 July 2013	Grant for the year	Income for the year	Transfer to general fund	Capitalization	Other adjustments	As at 30 June 2014
Rupees								
Department for International Development	The Punjab Economic Opportunities Program	13,481,262	33,073,807	(43,043,717)	-	-	1,100,000	4,611,352
Jameel Poverty Lab South Asia	Center for Learning on Evaluation and Results	(1,341,235)	16,052,628	(9,746,383)	-	(56,555)	-	4,908,455
Harvard University	Trust In State Authority	(113,662)	5,100,180	(3,632,232)	-	-	-	1,354,286
Harvard University	Education Finance Project	4,336,727	23,104,408	(17,148,003)	-	(115,300)	-	10,177,832
Harvard University	Building Capacity to use Research Evidence	-	14,117,918	(5,803,471)	(870,303)	-	(2,115,000)	5,329,144
Harvard University	Using Preference Parameter Estimates to Optimize Public Sector Wage Contracts: A Field Study in Pakistan	-	4,528,285	(2,353,473)	(281,411)	(1,500,000)	2,115,000	2,508,401
Innovations for Poverty Action	Property Tax Experiment in Punjab, Pakistan	20,809,529	8,409,062	(27,140,311)	-	-	-	2,078,280
London School of Economics	Mapping Informal and Formal Providers on Supply Side of Livestock Market	2,142,959	2,143,785	(4,097,407)	-	-	-	189,337
USB Optimus Foundation	Micro Literacy Project	12,113,756	-	(9,693,850)	-	-	-	2,419,906
Innovation for Poverty Action	Mobile Money Project	(31,119)	1,992,445	(1,889,128)	(181,244)	-	-	(109,046)
World Bank Group	Public Procurement Project	(160,500)	8,888,583	(6,861,401)	(676,845)	(25,500)	11,249	1,175,586
		<u>51,237,717</u>	<u>117,411,101</u>	<u>(131,409,376)</u>	<u>(2,009,803)</u>	<u>(1,697,355)</u>	<u>1,111,249</u>	<u>34,643,533</u>

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4.2 Deferred grant - project asset based

	2014									
	COST				Rate	DEPRECIATION				Net book value as at 30 June 2014
	As at 01 July 2013	Additions	Disposals	As at 30 June 2014		As at 01 July 2013	For the year	Disposals	As at 30 June 2014	
Rupees				Percentage	Rupees				Rupees	
Computers and printers	840,689	140,800	(12,500)	968,989	30	336,368	135,752	(1,251)	470,869	498,120
Furniture and fixture	-	56,555	-	56,555	10	-	3,362	-	3,362	53,193
Office equipment	1,146,304	1,500,000	-	2,646,304	10	27,125	139,630	-	166,755	2,479,549
	<u>1,986,993</u>	<u>1,697,355</u>	<u>(12,500)</u>	<u>3,671,848</u>		<u>363,493</u>	<u>278,744</u>	<u>(1,251)</u>	<u>640,986</u>	<u>3,030,862</u>

	2013									
	COST				Rate	DEPRECIATION				Net book value as at 30 June 2013
	As at 01 July 2012	Additions	Disposals	As at 30 June 2013		As at 01 July 2012	For the year	Disposals	As at 30 June 2013	
Rupees				Percentage	Rupees				Rupees	
Computers and printers	648,403	192,286	-	840,689	30	119,661	216,707	-	336,368	504,321
Office equipment	117,600	1,028,704	-	1,146,304	10	3,310	23,815	-	27,125	1,119,179
	<u>766,003</u>	<u>1,220,990</u>	<u>-</u>	<u>1,986,993</u>		<u>122,971</u>	<u>240,522</u>	<u>-</u>	<u>363,493</u>	<u>1,623,500</u>

	Note	2014 Rupees	2013 Rupees
4.2.1 Disposal of fixed assets			
Sale proceeds		7,500	-
Net book value			
Cost		12,500	-
Less: accumulated depreciation		(1,251)	-
Loss on disposal		<u>(3,749)</u>	<u>-</u>
5 Creditors and other payables			
Accrued expenses	5.1	6,484,825	2,914,561
Payable for capital expenditure		-	884,342
Income tax deducted at source		787,260	485,397
Other payables		324,797	16,781
		<u>7,596,882</u>	<u>4,301,081</u>

5.1 This includes an amount of Rs. 312,730 payable to Institute of Development Economic & Alternatives ("IDEA") in respect of payment made by the Company in its behalf under a memorandum of understanding.

6 Taxation

The Company is exempt from tax as per clause 60 of part 1 of second schedule of Income Tax Ordinance, 2001 ("the Ordinance"). Further, the Company has also applied for the status of 'non-profit organization' under section 2(36) of the Ordinance which is pending to date. Accordingly, no provision for taxation has been made in these financial statements.

7 Contingencies and commitments

There are no contingencies and commitments as at reporting date (2013: nil).

	Note	2014 Rupees	2013 Rupees
8 Fixed assets			
Project assets	4.2	3,030,862	1,623,500
Owned assets	8.1	1,146,335	885,625
		<u>4,177,197</u>	<u>2,509,125</u>

8.1 Owned assets

	2014							Net book value as at 30 June 2014 Rupees
	COST			Rate Percentage	DEPRECIATION		As at 30 June 2014	
	As at 01 July 2013	Additions	As at 30 June 2014		As at 01 July 2013	For the year		
	Rupees			Rupees		Rupees		
Computers and printers	60,830	13,300	74,130	30	26,534	19,912	46,446	27,684
Office equipment	194,715	89,488	284,203	10	27,754	22,036	49,790	234,413
Furniture and fixture	801,188	304,626	1,105,814	10	116,820	104,756	221,576	884,238
	<u>1,056,733</u>	<u>407,414</u>	<u>1,464,147</u>		<u>171,108</u>	<u>146,704</u>	<u>317,812</u>	<u>1,146,335</u>

	2013							Net book value as at 30 June 2013 Rupees
	COST			Rate Percentage	DEPRECIATION		As at 30 June 2013	
	As at 01 July 2012	Additions	As at 30 June 2013		As at 01 July 2012	For the year		
	Rupees			Rupees		Rupees		
Computers and printers	60,830	-	60,830	30	8,285	18,249	26,534	34,296
Office equipment	194,715	-	194,715	10	8,282	19,472	27,754	166,961
Furniture and fixture	793,288	7,900	801,188	10	37,425	79,395	116,820	684,368
	<u>1,048,833</u>	<u>7,900</u>	<u>1,056,733</u>		<u>53,992</u>	<u>117,116</u>	<u>171,108</u>	<u>885,625</u>

	Note	2014 Rupees	2013 Rupees
9 Advances, prepayments and other receivables			
Advance to suppliers		2,115,000	300,000
Advance to employees against expenses - <i>unsecured, considered good</i>		439,760	821,084
Prepaid expenses		392,522	285,994
Other receivables	9.1	14,128,590	1,319,843
		<u>17,075,872</u>	<u>2,726,921</u>

9.1 This includes amount of Rs. 14,123,625 (2013: Rs. 1,319,843) receivable from donors of projects carried out by the Company.

10 Cash and bank balances

Cash in hand		34,494	154,052
Cash at bank			
- current account		21,683,976	24,461,398
- saving accounts		7,632,721	35,272,533
		<u>29,316,697</u>	<u>59,733,931</u>
		<u>29,351,191</u>	<u>59,887,983</u>

10/11/14

	Donated funds											Total	General funds	Consolidated	Donated funds	General funds	Consolidated
	The Punjab Economic Opportunities Program	Center for Learning on Evaluation and Results	Trust in State Authority	Education Financing Project	Building Capacity to use Research Evidence	Preferences project	Property Tax Experiment in Punjab, Pakistan	London School of Economics	Micro Literacy Project	Mobile Money Project	Public Procurement Project						
Repos																	
Income																	
Grants	43,043,717	9,746,383	3,632,232	17,148,003	5,803,471	2,353,473	27,140,311	4,097,407	9,693,850	1,889,128	6,861,401	131,409,376	-	131,409,376	104,633,742	-	104,633,742
General fund	-	-	-	-	-	-	-	-	-	-	-	-	2,009,803	2,009,803	-	1,780,835	1,780,835
Other income	99,671	-	-	-	-	-	-	-	-	-	-	99,671	2,458,052	2,557,723	986,159	3,526,940	4,513,099
Exchange gain	-	-	-	-	-	-	-	-	-	-	-	-	712,707	712,707	49,844	71,225	121,069
Amortization of capital grant	33,354	47,612	-	18,428	-	25,000	-	-	122,310	24,716	7,325	278,745	-	278,745	240,522	-	240,522
	43,176,742	9,793,995	3,632,232	17,166,431	5,803,471	2,378,473	27,140,311	4,097,407	9,816,160	1,913,844	6,868,726	131,787,792	5,180,562	136,968,354	105,910,267	5,379,000	111,289,267
Expenditure																	
Salaries and benefits	(4,724,565)	(5,697,134)	(2,485,566)	(2,595,167)	(2,944,627)	(341,973)	(5,154,000)	(1,924,067)	-	(1,434,567)	(4,249,450)	(31,551,116)	(1,511,167)	(33,062,283)	(26,262,749)	(382,596)	(26,645,345)
Baseline surveys	(18,081,671)	-	-	(11,361,122)	-	(1,468,727)	(19,994,020)	(1,263,237)	(8,200,000)	-	-	(60,368,777)	-	(60,368,777)	(50,416,294)	-	(50,416,294)
Application development	-	-	-	-	(450,000)	-	-	-	-	-	(641,280)	(1,091,280)	-	(1,091,280)	-	-	-
Travelling and conveyance	(1,224,924)	(1,415,669)	(161,300)	(1,420,428)	(829,316)	(513,213)	(1,698,660)	(684,447)	(511,141)	(365,509)	(743,994)	(9,568,601)	(248,223)	(9,816,824)	(7,162,708)	(11,430)	(7,174,138)
Training charges	(10,245,485)	(305,684)	(10,545)	(17,754)	-	-	(33,500)	-	(211,007)	-	(253,147)	(11,077,123)	(7,480)	(11,084,603)	-	-	-
Hall charges	-	(333,555)	-	(333,554)	(10,000)	-	-	-	-	-	-	(677,109)	-	(677,109)	(950,000)	-	(950,000)
Consultancy charges	(8,071,853)	(1,209,125)	-	-	-	-	-	-	(655,959)	-	-	(9,936,937)	(1,505,875)	(11,442,812)	(460,200)	(1,170,000)	(1,630,200)
Computer and internet expenses	(168,419)	(70,027)	(33,499)	(63,970)	(850)	-	(67,500)	(49,764)	-	(50,319)	(78,903)	(883,251)	(68,205)	(648,556)	(339,350)	(7,185)	(346,535)
Meal and entertainment	(16,092)	-	-	(44,264)	(190,042)	-	(58,358)	(156,875)	(2,895)	(1,685)	(33,057)	(903,268)	(311,871)	(815,139)	(143,734)	(159,457)	(305,191)
Printing and stationery	(468,602)	(201,374)	(800)	(5,385)	(179,235)	-	(63,824)	(1,290)	(605)	(9,910)	(26,054)	(964,079)	(41,545)	(1,005,644)	(388,107)	(52,936)	(441,043)
Call center	-	-	-	-	-	-	-	-	-	-	(581,469)	(581,469)	-	(581,469)	-	-	-
Education support services	-	-	-	(649,120)	-	-	-	-	-	-	-	(649,120)	-	(649,120)	-	-	-
Rent	-	(423,492)	-	-	(794,540)	-	-	-	-	-	-	(1,218,032)	(206,468)	(1,424,500)	-	(1,178,826)	(1,178,826)
Repair and maintenance	-	(24,250)	-	-	-	-	-	-	-	-	-	(24,250)	(84,877)	(109,127)	-	(33,629)	(33,629)
Communication charges	(133,717)	(17,545)	-	(30,520)	(7,375)	-	(34,343)	(8,800)	(2,675)	(22,490)	(39,056)	(296,521)	(117,679)	(414,200)	(163,397)	(2,000)	(165,397)
Advertisement	-	-	-	-	(391,500)	-	-	-	-	-	-	(391,500)	-	(391,500)	(90,600)	-	(90,600)
Auditors' remuneration	-	-	-	-	-	-	-	-	-	-	-	-	(205,000)	(205,000)	-	(150,000)	(150,000)
Utilities	-	-	-	-	-	-	-	-	-	-	-	-	(388,750)	(388,750)	-	(285,373)	(285,373)
Depreciation	(33,354)	(47,612)	-	(18,428)	-	(25,000)	-	-	(122,310)	(24,716)	(7,325)	(278,745)	(146,704)	(425,449)	(240,522)	(117,116)	(357,638)
Website and software maintenance	-	(29,100)	-	-	-	-	-	-	-	-	(201,250)	(230,350)	(39,900)	(270,250)	(48,700)	(185,375)	(234,075)
School grant	-	-	-	(608,025)	-	-	-	-	-	-	-	(608,025)	-	(608,025)	(16,100,700)	-	(16,100,700)
Lab games	-	-	(929,310)	-	-	-	-	-	-	-	-	(929,310)	-	(929,310)	(226,059)	-	(226,059)
Scientific material	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,438,309)	-	(1,438,309)
Monitoring cost	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(163,600)	-	(163,600)
Insurance	(4,067)	(11,210)	(5,552)	(8,377)	-	-	(27,743)	(3,902)	-	(3,667)	(6,771)	(71,289)	(28,892)	(100,181)	(78,481)	(9,461)	(87,942)
Exchange loss	-	-	-	-	-	-	-	-	-	-	-	-	(987)	(987)	(980,088)	-	(980,088)
Office expenses	-	-	-	-	-	(28,580)	-	-	-	-	-	(28,580)	(346,209)	(374,789)	-	-	-
Bank charges	(1,048)	(1,048)	(5,660)	(6,442)	(986)	(980)	(7,143)	-	(5,390)	(981)	(3,221)	(33,899)	(14,395)	(47,294)	(10,207)	(1,963)	(12,172)
Loss on disposal of assets	-	-	-	-	-	-	-	-	-	-	(3,749)	(3,749)	-	(3,749)	-	-	-
Miscellaneous expenses	(2,943)	(170)	-	(3,875)	(5,000)	-	(1,220)	(3,025)	(104,178)	-	-	(122,413)	(587,605)	(710,018)	(246,462)	(162,731)	(409,193)
	(43,176,742)	(9,793,995)	(3,632,232)	(17,166,431)	(5,803,471)	(2,378,473)	(27,140,311)	(4,097,407)	(9,816,160)	(1,913,844)	(6,868,726)	(131,787,792)	(5,858,952)	(137,646,744)	(105,910,267)	(5,390,000)	(109,820,347)
(Deficit) / surplus before tax	-	-	-	-	-	-	-	-	-	-	-	-	(678,390)	(678,390)	-	1,468,920	1,468,920
Taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(Deficit) / surplus after tax	-	-	-	-	-	-	-	-	-	-	-	-	(678,390)	(678,390)	-	1,468,920	1,468,920

10/05/14

	Note	2014			2013
		Restricted	Unrestricted	Consolidated	Consolidated
		Rupees			Rupees
12 Other income					
Profit on saving accounts		99,671	1,020,052	1,119,723	2,241,022
Reversal of tax liability		-	-	-	826,256
Course fee	12.1	-	1,362,000	1,362,000	1,065,000
Service contract		-	-	-	380,821
Training income	12.2	-	76,000	76,000	-
		<u>99,671</u>	<u>2,458,052</u>	<u>2,557,723</u>	<u>4,513,099</u>

12.1 This represents registration fee for 'Project Management Tools' courses conducted by the Company.

12.2 This represents income from Punjab Skills Development Fund for 'Data Management' course conducted by the Company.

13 Date of authorization

These financial statements were authorized for issue on 3 OCT 2014 by the Board of Directors of the Company.

14 General

Figures have been rounded off to the nearest rupee.

WITNESSED

Lahore

Jahir KS Andrabi
 Chief Executive Officer

[Signature]
 Director