

National Integrated Development Association
(NIDA-Pakistan)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020



Ale Imran & Co.

Chartered Accountants



A Correspondent Firm of
J.C.A. International

INDEPENDENT AUDITORS' REPORT TO BOARD OF DIRECTORS

NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (NIDA)

Report on the Audit of the Financial Statements

Opinion:

We have audited the annexed financial statements of **NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (The 'NIDA') (the 'Organization')**, which comprise the statement of financial position as at June 30, 2020, the statement of comprehensive income, the statement of changes in general fund balances, 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 the Organization as at June 30, 2020, and of its financial performance and its cash flows and changes in funds for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as applicable in Pakistan.

Basis for Opinion:

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 Organization 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 requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements:

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs) as applicable in Pakistan and for such internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

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.



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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 judgment 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 Organization'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 Organization'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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. 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 Organization to cease to continue as a going concern.

We communicate with those charged with governance 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.



December 22, 2020
Lahore

Ale Imran & Co.
Chartered Accountants

NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (NIDA)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2020

	Note	2020 (RUPEES)	2019 (RUPEES)
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	4	173,573	204,193
CURRENT ASSETS			
Grants receivables	5	-	708,891
Cash and bank balances	6	17,486,516	17,039,758
		17,486,516	17,748,649
TOTAL ASSETS		17,660,089	17,952,842
LIABILITIES AND NET ASSETS			
CURRENT LIABILITIES			
Deferred grant	5	16,487,363	16,379,692
Accrued expenses and other liabilities	7	984,212	1,184,153
Loan from directors	8	-	381,500
		17,471,575	17,945,345
Fund balance-unrestricted		188,514	7,497
		17,660,089	17,952,842

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


FINANCE MANAGER


CHIEF EXECUTIVE

NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (NIDA)
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2020

NOTES		2020 (RUPEES)			2019 (RUPEES)		
		Restricted Funds	Unrestricted Funds	TOTAL	Restricted Funds	Unrestricted Funds	TOTAL
INCOME							
Grants from donors	5	36,351,192	-	36,351,192	36,809,534	-	36,809,534
Other income	9	-	1,091,437	1,091,437	-	155,624	155,624
Total Income		36,351,192	1,091,437	37,442,629	36,809,534	155,624	36,965,158
EXPENDITURE							
Administrative expenses	10	-	879,800	879,800	-	150,000	150,000
Program costs	11	36,351,192	-	36,351,192	36,809,534	-	36,809,534
Depreciation	4	-	30,620	30,620	-	37,396	37,396
Total Expenditure		36,351,192	910,420	37,261,612	36,809,534	187,396	36,996,930
SURPLUS/ (DEFICIT) FOR THE YEAR		-	181,017	181,017	-	(31,772)	(31,772)

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


FINANCE MANAGER


CHIEF EXECUTIVE

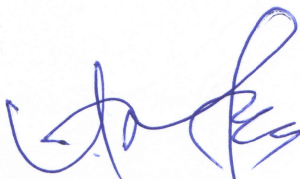
NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (NIDA)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2020

	Notes	2020 (RUPEES)	2019 (RUPEES)
Cash flows from operating Activities:			
Deficit during the year		181,017	(31,772)
<i>Adjustments of non-cash items:</i>			
Depreciation on property and equipment	4	30,620	37,396
Net deficit before working capital changes		211,637	5,624
<u>(Increase)/decrease in current assets</u>			
Grants receivables		708,891	9,273,511
Advances and other receivables		-	79,350
		708,891	9,352,861
<u>Increase/(decrease) in current liabilities</u>			
Deferred Grant		107,671	16,379,692
Accrued expenses and other liabilities		(199,941)	(9,667,121)
		(92,270)	6,712,571
Net cash (used in) / generated from operating activities		828,258	16,071,056
Cash Flow from Investing Activities		-	-
Cash Flow from Investing Activities		-	-
Cash Flow from Financing Activities			
Repayment of loan to director		(381,500)	381,500
Net cash used in Financing Activities		(381,500)	381,500
Net increase/(decrease) in cash flows during the year		446,758	16,452,556
Cash & Cash Equivalent at the Beginning		17,039,758	587,202
Cash and Bank balances at the end of the year		17,486,516	17,039,758

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

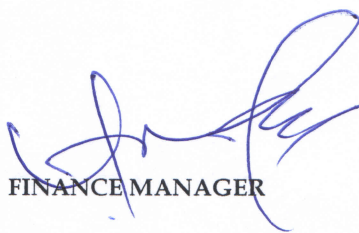

 FINANCE MANAGER


 CHIEF EXECUTIVE

NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (NIDA)
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Accumulated Fund</u> <u>Rupees</u>
Balance as at July 01, 2018	39,269
Deficit for the year ended June 30, 2019	(31,772)
Balance as on June 30, 2019	7,497
Deficit for the year ended June 30, 2020	181,017
Balance as on June 30, 2020	<u>188,514</u>

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


FINANCE MANAGER


CHIEF EXECUTIVE

1 STATUS AND OPERATION:

National Integrated Development Association Pakistan a non-profit non government organization, is registered under The Societies Registration Act, 1860 and is having its registered office at Besham. Its program includes capacity building for undertaking socio-economic development, to enhance knowledge base through research, to advocate for betterment of environmental impact and to enable communities especially women for collective decision making regarding their sustainable and harmonious socio-economic development.

2 Basis of Preparation**2.1 Statement of Compliance**

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of "Accounting Standards for Not for Profit Organization (NPOs)" issued by the Institute of Chartered Accountants of Pakistan and "Accounting and Financial Reporting Standards for Small Sized Entities (AFRS for SSEs)" as applicable in Pakistan.

2.2 Accounting Convention

These financial statements have been prepared under the historical cost convention.

2.3 Functional and Presentation Currency

These financial statements are prepared and presented in Pak Rupees which is the Organisation's functional and presentation currency. All the figures have been rounded off to the nearest rupees.

2.4 Uses of estimates and Judgements

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of forming judgment about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

These estimates and underlying assumption are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

Significant areas requiring the use of management's estimates in these financial statements relate to the useful life of depreciable assets. However, assumption and judgments made by the management in the application of accounting policies that have significant effect on the financial statements are not expected to result in material adjustment to the carrying amounts of assets and liabilities in the next year.

3 Significant Accounting Policies**3.1 Property and equipment**

Property and equipment are stated at cost less accumulated depreciation and identified impairment loss, if any,

Depreciation on property and equipment is charged on written down value at the rates specified in Note 4. Full year's depreciation is charged in the year of purchase and no depreciation is charged in the year of disposal. Impairment loss or its reversal, if any, is charged to the income and expenditure account. When an impairment loss is recognized, the depreciation charge is adjusted in the future periods to allocate the asset's revised carrying amount over its estimated remaining useful life.

Property and equipment received directly as grant / donation are debited to the property and equipment account at fair value and a corresponding amount is credited to a deferred income account in the balance sheet. Such items are thereafter depreciated as per the policy of the Organization while a corresponding amount is transferred from the deferred income to the income and expenditure account.

The gain or loss on disposal or retirement of an asset represented by the difference between the sale proceeds and carrying amount of the asset is recognized as an income or expense, respectively.

Maintenance and repairs are charged to income and expenditure account as and when incurred. Major renewals and improvements are capitalized and the assets so replaced, if any, are retired.



3.2 Receivables

Receivables are reviewed at each balance sheet date and those considered irrecoverable are written off and provision is made for debts considered doubtful, if any.

3.3 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 balances at banks.

3.4 Revenue

Organization recognised contributions in accordance with deferral method.

Restricted contributions are funds which have to be used in accordance with specific restrictions imposed by donors or which have been raised by the entity for particular purposes. Funds are initially recorded as deferred liability under projects funds and are recognised as revenue to the extent of expenditures incurred.

Restricted contributions for which the related restrictions remain unfulfilled are accumulated as deferred liability.

Unrestricted contributions are recognised as revenue in the current period.

3.5 Profit on bank deposits

Profit on bank deposits is recognized as income into the income and expenditure account on a time proportion basis by reference to the principal outstanding and the applicable rate of return / interest.

3.6 Foreign currency transactions

All monetary assets and liabilities in foreign currency translated into Pak Rupees at exchange rates prevailing at the balance sheet date. Transactions in foreign currencies are translated into Pak Rupees at the spot rate. All non-monetary items are translated into Pak Rupees at exchange rates prevailing on the date of transaction or on the date when fair values are determined. Exchange differences are included in other income.

3.7 Expenses

Expenses are recognized in the income and expenditure account when incurred.

3.8 Taxation

The Organization has been approved as non-profit organization under section 2 (36) of Income Tax Ordinance, 2001 by the Commissioner Inland Revenue as it is working as non-profit organization. The income of the Association is subject to 100% tax credit under section 100 (C) of the Income Tax Ordinance, 2001.



4 OPERATING FIXED ASSETS

PARTICULARS	COST		Rate %	DEPRECIATION			BOOK VALUE As at 30-06-2020
	As at 01-07-2019	Additions/ (Disposal)		As at 01-07-2019	For the year/ (Adjustment)	As at 30-06-2020	
							Rupees
Furniture & Fixtures	289,000	-	10	173,202	11,580	184,782	104,218
Computers and accessories	430,000	-	20	372,098	11,580	383,678	46,322
Electrical appliances	117,500	-	20	100,619	3,376	103,995	13,505
Office equipments	303,500	-	30	289,888	4,084	293,972	9,528
Total -2020	1,140,000	-		935,807	30,620	966,427	173,573
Total -2019	1,140,000	-		898,411	37,396	935,807	204,193

Signature

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YEAR ENDED June 30, 2020
(All amounts in PKR)

	Opening Balance As at July 01, 2019		Incoming resources		Outgoing resources		Closing balance As at June 30, 2020	
PRATICULARS	Grants Receivables	Unutilized Grants	Receipts during the year	Revenue Recognized	Capital Expenditure	Programme Cost	Grants Receivables	Unutilized Grants
Grant Assistance For Grass-Roots Human Security Project	-	-	1,648,500	1,648,500	-	1,648,500	-	-
Take a Child to School	-	-	9,777,531	9,012,354	-	9,012,354	-	765,177
Building Resilience through Improved Nutrition	-	-	678,663	678,663	-	678,663	-	-
Girls Right To Education Programme Swat	708,891	-	10,570,131	9,861,240	-	9,861,240	-	-
Programme For Poverty Reduction	-	15,722,186	-	-	-	-	-	15,722,186
Safeguarding the Cultural Heritage through Awareness Raising of the General Public & Mobilizing School going Youth in Districts Peshawar, Mardan & Swat.	-	187,766	5,019,486	5,207,252	-	5,207,252	-	-
Mission-driven Intrinsic Motivation & Performance of Public Workers in Pakistan in District Haripur & Nowshetra	-	469,740	468,740	-	-	-	-	-
Mainstreaming out of Primary School Children in District Kohistan	-	-	9,943,183	9,943,183	-	9,943,183	-	-
	708,891	16,379,692	38,106,234	36,351,192	-	36,351,192	-	16,487,363

YEAR ENDED June 30, 2019
(All amounts in PKR)

	Opening Balance As at July 01, 2018		Incoming resources		Outgoing resources		Closing balance As at June 30, 2019	
PRATICULARS	Grants Receivables	Unutilized Grants	Receipts during the year	Revenue Recognized	Capital Expenditure	Programme Cost	Grants Receivables	Unutilized Grants
Grant Assistance For Grass-Roots Human Security Project	654,371	-	654,371	-	-	-	-	-
Girls Right To Education Programme Kohistan	4,859,000	-	4,859,000	192,186	-	192,186	-	-
Girls Right To Education Programme Swat	-	-	8,484,287	9,193,178	-	9,193,178	708,891	-
Promoting Opportunities For Women Empowerment & Rights Programme For Poverty Reduction	85,934	-	2,623,631	2,537,697	-	2,537,697	-	-
	4,383,097	-	25,882,374	5,777,091	-	5,777,091	-	15,722,186
Safeguarding the Cultural Heritage through Awareness Raising of the General Public & Mobilizing School going Youth in Districts Peshawar, Mardan & Swat.	-	-	1,074,000	886,234	-	886,234	-	187,766
Mission-driven Intrinsic Motivation & Performance of Public Workers in Pakistan in District Haripur & Nowshetra	-	-	2,524,206	2,051,365	-	2,051,365	-	469,740
Mainstreaming out of Primary School Children in District Kohistan	-	-	16,171,783	16,171,783	-	16,171,783	-	-
	9,982,402	-	62,273,652	36,809,534	-	36,809,534	708,891	16,379,692

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NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (NIDA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

6 CASH AND BANK BALANCES

Cash in Hand
Cash at Bank

2020	2019
Rupees	Rupees
516,561	797,618
16,969,955	16,242,140
17,486,516	17,039,758

7 ACCRUED EXPENSES AND OTHER LIABILITIES

Accounts Payable
Salaries payable
Office Rent
Other expenses
Fuel
Withholding Tax
Vehicle Rent Payable

-	333,500
509,760	540,000
43,200	35,000
407,027	-
-	101,928
24,225	38,725
-	135,000
984,212	1,184,153

8 LOAN FROM DIRECTORS

Loan from directors

-	381,500
-	381,500

9 OTHER INCOME

Bank Profit
Admin income from project
Directors Donations

362,437	84,271
729,000	1,353
-	70,000
1,091,437	155,624

**10 ADMINISTRATIVE EXPENSES
(Unrestricted Funds)**

Audit remuneration
Bank charges
Other expenses

150,000	150,000
800	-
729,000	-
879,800	150,000

NATIONAL INTEGRATED DEVELOPMENT ASSOCIATION (NIDA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

Projects	Safeguarding the Cultural Heritage through Awareness Raising of the General Public & Mobilizing School going Youth in Districts Peshawar, Mardan & Swat.	Take a Child to School	Building Resilience through Improved Nutrition	Grant Assistance For Grass-Roots Human Security Project	Girls Right To Education Programme Swat	Mainstreaming out of Primary School Children in District Kohistan	2020 PKR	2019 PKR
11 Program costs								
Salaries and other benefits	2,239,550	4,433,760	284,000	1,098,500	2,419,095	2,769,392	13,244,297	14,083,876
Staff training	-	-	9,600	-	-	-	9,600	383,600
Facilitator and other stipend	-	1,980,000	-	-	-	-	1,980,000	557,876
Building/Road etc construction	-	-	-	-	-	-	-	5,596,596
Toolkit equipment cost	-	657,520	-	-	842,500	2,575,000	2,575,000	1,495,000
Community training	-	-	-	-	-	1,963,350	3,463,370	2,323,390
Awareness sessions	-	-	-	-	-	-	-	2,168,550
Training session	-	-	-	-	2,723,290	-	2,723,290	-
Provision of facilities (Equipment)	-	-	-	-	2,410,000	385,713	2,795,713	840,260
Field office rent	230,000	237,600	-	60,000	157,500	234,838	919,938	1,363,194
Project communication	7,000	-	-	-	40,000	-	47,000	62,440
Meeting expenses	284,000	250,645	-	-	7,500	-	542,145	125,965
Incentive for teachers and students	-	-	-	-	-	-	-	50,000
Advertisements for education	-	-	-	-	-	-	-	-
Session with parents and students	-	-	-	-	8,040	79,000	79,000	-
Conduction of FCD	181,500	-	15,000	-	43,900	614,000	622,040	295,450
Office supplies	-	194,606	-	-	-	48,330	273,730	25,401
Utilities	493,171	-	-	-	21,545	39,523	209,606	554,239
Vehicle rent	735,000	-	150,000	-	607,500	529,839	2,512,339	266,112
Travelling expenses	170,000	1,118,350	175,000	490,000	-	-	1,463,350	3,585,242
Fuel and lubricants	237,441	-	45,063	-	532,636	679,379	1,449,456	-
Printing and stationary	-	102,885	-	-	37,034	17,734	202,716	315,775
Miscellaneous expenses	-	-	-	-	-	-	-	34,990
Audit	-	-	-	-	-	-	-	7,252
Project Surveys/Baseline	610,600	-	-	-	-	-	610,600	1,065,000
Bank charges	18,990	36,988	-	-	10,700	7,085	73,763	38,765
	5,207,252	9,012,354	678,663	1,648,500	9,861,240	9,943,183	36,351,192	36,809,534
12 NUMBER OF PERSON EMPLOYED							2020	2019
Total employees of the organization at year end							18	38
Average employees of the organization during the year							33	42
13 AUTHORIZATION OF FINANCIAL STATEMENTS								
These financial statements have been authorized for issue by the Board of Directors of the Organization on								
14 GENERAL								
- Figures have been rounded off to the nearest PKR.								
- Figures of the previous year have been re-arranged wherever necessary for the purpose of comparison								

FINANCE MANAGER

CHIEF EXECUTIVE

29/12/2020

