

AUDITORS' REPORT TO THE EXECUTIVE COMMITTEE

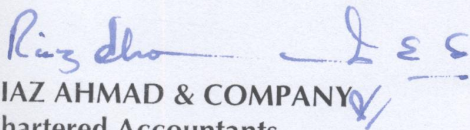
We have audited the annexed balance sheet of **SOCIETY FOR THE ADVANCEMENT OF COMMUNITY HEALTH, EDUCATION AND TRAINING - PAKISTAN** ("the Society") as at 30 June 2011 and the related income and expenditure account and cash flow statement together with the notes forming part thereof (here-in-after referred to as the financial statements) for the year then ended.

It is the responsibility of the Society's management to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the approved accounting standards as applicable in Pakistan. Our responsibility is to express an opinion on these 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 any 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 the 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 **SOCIETY FOR THE ADVANCEMENT OF COMMUNITY HEALTH, EDUCATION AND TRAINING - PAKISTAN** as at 30 June 2011 and of its surplus and cash flow for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

The financial statements of the Society for the year ended 30 June 2010 were audited by another firm of chartered accountants who issued an unqualified audit report dated 10 January 2011 on those financial statements.


RIAZ AHMAD & COMPANY
Chartered Accountants

Name of engagement partner: Atif Bin Arshad

Date: 20 FEB 2012

ISLAMABAD

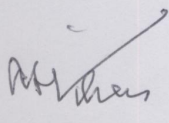
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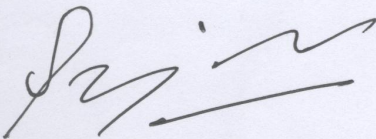
**SOCIETY FOR THE ADVANCEMENT OF COMMUNITY HEALTH, EDUCATION AND
TRAINING - PAKISTAN**

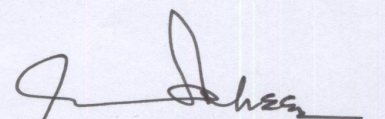
BALANCE SHEET AS AT 30 JUNE 2011

	NOTE	2011 Rupees	2010 Rupees
NON-CURRENT ASSETS			
Property and equipment	3	29,101,992	30,485,085
Investments	4	100,374,909	101,310,304
		<u>129,476,901</u>	<u>131,795,389</u>
CURRENT ASSETS			
Inventory	5	487,130	525,677
Advances to staff		149,275	-
Deposit and prepayment	6	80,548	9,154
Other receivables		63,203	1,324,991
Accrued income	7	-	147,255
Advance income tax		810,000	810,000
Cash and bank balances	8	9,508,289	801,555
		<u>11,098,445</u>	<u>3,618,632</u>
TOTAL ASSETS		<u><u>140,575,346</u></u>	<u><u>135,414,021</u></u>
FUND AND LIABILITIES			
FUND			
General fund	9	111,171,030	108,994,470
NON-CURRENT LIABILITIES			
Deferred Income	10	21,752,768	23,597,479
Provident fund		1,695,443	1,303,802
		<u>23,448,211</u>	<u>24,901,281</u>
CURRENT LIABILITIES			
Creditors, accrued and other liabilities	11	5,956,105	1,518,270
Total Liabilities		<u>29,404,316</u>	<u>26,419,551</u>
TOTAL FUND AND LIABILITIES		<u><u>140,575,346</u></u>	<u><u>135,414,021</u></u>
CONTINGENCIES AND COMMITMENTS			
		-	-

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


PRESIDENT


CHIEF EXECUTIVE DIRECTOR

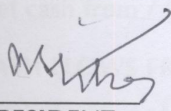

SECRETARY GENERAL

SOCIETY FOR THE ADVANCEMENT OF COMMUNITY HEALTH, EDUCATION AND TRAINING - PAKISTAN

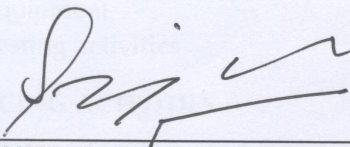
**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2011**

	NOTE	2011 Rupees	2010 Rupees
INCOME			
Donations and voluntary contributions		1,101,500	1,000,000
Amortization of deferred income		1,844,711	1,844,711
Income from short term projects	12	11,433,647	1,543,521
Other income	13	15,283,204	13,711,873
		<u>29,663,062</u>	<u>18,100,105</u>
EXPENDITURE			
Direct project cost	14	17,005,126	8,920,158
Administrative and support cost	15	9,123,713	8,757,984
Depreciation		1,345,994	1,343,244
Bank charges		11,669	6,425
Surplus / (deficit) for the year transferred to general fund		<u><u>2,176,560</u></u>	<u><u>(927,706)</u></u>

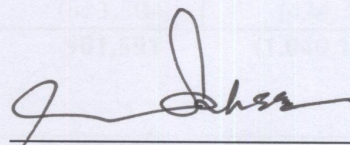
The annexed notes form an integral part of these financial statements. ✓



PRESIDENT



CHIEF EXECUTIVE DIRECTOR



SECRETARY GENERAL