

AUDITORS' REPORT TO THE BOARD OF DIRECTORS

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 2013 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 the auditing standards as applicable in Pakistan. 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 2013 and of its surplus and cash flows for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

Riaz Ahmad

RIAZ AHMAD & COMPANY
Chartered Accountants

Name of engagement partner: Atif Bin Arshad

Date: 03 FEB 2014

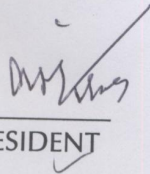
Islamabad

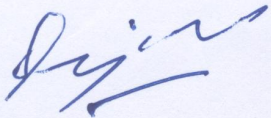
**SOCIETY FOR THE ADVANCEMENT OF COMMUNITY HEALTH, EDUCATION
AND TRAINING - PAKISTAN**

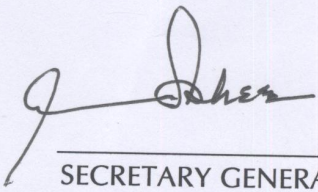
BALANCE SHEET AS AT 30 JUNE 2013

ASSETS	NOTE	2013 Rupees	2012 Rupees
NON-CURRENT ASSETS			
Property and equipment	3	25,829,575	27,464,843
Long term investments	4	<u>103,727,033</u>	<u>95,500,000</u>
		129,556,608	122,964,843
CURRENT ASSETS			
Short term investments	5	1,483,255	5,662,892
Advances to staff		379,278	273,417
Prepayments		66,875	94,279
Other receivables		-	270,724
Cash and bank balances	6	<u>3,264,654</u>	<u>6,420,871</u>
		5,194,062	12,722,183
TOTAL ASSETS		<u><u>134,750,670</u></u>	<u><u>135,687,026</u></u>
FUND AND LIABILITIES			
FUND			
General fund	7	111,579,181	110,550,737
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred Income	8	18,063,346	19,908,057
Provident fund		<u>2,229,756</u>	<u>1,968,605</u>
		20,293,102	21,876,662
CURRENT LIABILITIES			
Creditors, accrued and other liabilities	9	2,878,387	3,259,627
TOTAL LIABILITIES		<u><u>23,171,489</u></u>	<u><u>25,136,289</u></u>
CONTINGENCIES AND COMMITMENTS			
		-	-
TOTAL FUND AND LIABILITIES		<u><u>134,750,670</u></u>	<u><u>135,687,026</u></u>

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


PRESIDENT


CHIEF EXECUTIVE
DIRECTOR

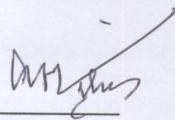

SECRETARY GENERAL

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

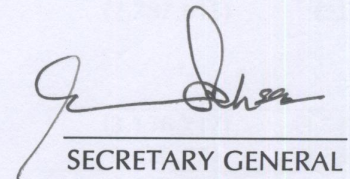
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2013

	NOTE	2013 Rupees	2012 Rupees
INCOME			
Donations from Government of Pakistan		1,000,000	1,000,000
Amortization of deferred income	8	1,844,711	1,844,711
Income from programs	10	10,704,110	14,145,335
Other income	11	14,408,877	14,686,026
		<u>27,957,698</u>	<u>31,676,072</u>
EXPENDITURE			
Administrative and support cost	12	11,296,753	12,210,422
Direct programs cost	13	15,628,978	20,077,297
Bank charges		3,523	8,646
		<u>26,929,254</u>	<u>32,296,365</u>
Surplus / (deficit) for the year transferred to general fund	7	<u>1,028,444</u>	<u>(620,293)</u>

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


PRESIDENT


CHIEF EXECUTIVE
DIRECTOR


SECRETARY GENERAL