



KPMG Taseer Hadi & Co.  
Chartered Accountants

**Trust for Democratic  
Education and  
Accountability**

**Financial Statements  
For the year ended  
30 June 2010**



**KPMG Taseer Hadi & Co.**  
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## AUDITORS' REPORT TO THE TRUSTEES

We have audited the annexed balance sheet of the Trust for Democratic Education and Accountability as at 30 June 2010 and the related income and expenditure account, statement of comprehensive income and cash flow statement together with the notes forming part thereof (here-in-after referred to as the financial statements). 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 the approved accounting standards as applicable in Pakistan. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with 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 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 for Democratic Education and Accountability as at 30 June 2010 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 Trust for Democratic Education and Accountability as of and for the year ended 30 June 2009 were audited by another auditor whose report dated 15 December 2009 expressed an unqualified opinion on those financial statements.

**Islamabad**  
**29 July 2011**

**KPMG Taseer Hadi & Co.**  
Chartered Accountants  
Engagement Partner: Riaz Pesnani

KPMG Taseer Hadi & Co., a Partnership firm registered in Pakistan and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

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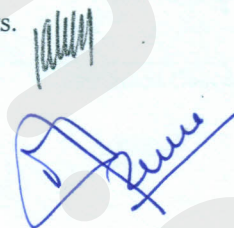
**Trust for Democratic Education and Accountability**  
**Balance Sheet**  
As at 30 June 2010

	Note	2010 Rupees	2009 Rupees
<b>NON CURRENT ASSETS</b>			
Property and equipment	4	6,753,937	3,377,026
<b>CURRENT ASSETS</b>			
Advances, deposits, prepayments and other receivables	5	1,815,442	2,017,751
Cash and bank balances	6	13,665,350	5,378,234
		15,480,792	7,395,985
<b>CURRENT LIABILITIES</b>			
Accrued liabilities	7	629,448	948,993
Provision for taxation	8	1,295,120	341,842
		1,924,568	1,290,835
<b>NET CURRENT ASSETS</b>		<b>13,556,224</b>	<b>6,105,149</b>
		<b>20,310,161</b>	<b>9,482,175</b>
<b>NON CURRENT LIABILITIES</b>			
Deferred grant	9	(6,753,937)	(3,377,026)
Restricted grants	10	(10,765,774)	(5,361,858)
<b>NET ASSETS</b>		<b>2,790,450</b>	<b>743,291</b>
<b>REPRESENTED BY:</b>			
Endowment fund	11	2,283,019	739,814
Accumulated surplus	12	507,431	3,477
		<b>2,790,450</b>	<b>743,291</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	13		

The annexed notes from 1 to 23 form an integral part of these financial statements.



Chairperson



National Coordinator

**Trust for Democratic Education and Accountability**  
**Income and Expenditure Account**  
**For the year ended 30 June 2010**

	Note	2010 Rupees	2009 Rupees
<b>INCOME</b>			
Restricted grants	10	66,179,545	20,179,690
Deferred grant		2,118,809	680,486
Donations		2,185,771	-
Fixed term contract		976,250	1,260,840
Membership fee		250,000	556,655
Other income	14	808,179	18,941
		<u>72,518,554</u>	<u>22,696,612</u>
<b>EXPENDITURE</b>			
Project expenses			
Monitoring general election		-	11,434,336
Mobilization of women voters in Pakistan (LGP)	15	16,209,834	4,948,142
Constituency relations program		-	3,797,212
Citizen action for electoral and democratic progress in Pakistan (DGP)	16	43,493,711	-
Political, electoral violence education and resolution project	17	6,341,000	-
CNIC and voter registration campaign in model districts	18	135,000	-
		<u>66,179,545</u>	<u>20,179,690</u>
Depreciation	4	2,118,809	680,486
Administration and general expenses	19	1,066,500	679,319
Bank charges		4,225	15,464
		<u>69,369,079</u>	<u>21,554,959</u>
Surplus for the year/ period before taxation		3,149,475	1,141,653
Taxation - Current		1,102,316	398,362
Surplus for the year/ period before appropriation		<u>2,047,159</u>	<u>743,291</u>
<b>Appropriation:</b>			
Transfer to Endowment fund		(1,543,205)	(739,814)
<b>SURPLUS FOR THE YEAR/ PERIOD</b>		<u>503,954</u>	<u>3,477</u>

The annexed notes from 1 to 23 form an integral part of these financial statements.



Chairperson




National Coordinator



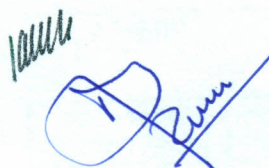
**Trust for Democratic Education and Accountability**  
**Statement of Comprehensive Income**  
**For the year ended 30 June 2010**

	<u>2010</u> <u>Rupees</u>	<u>2009</u> <u>Rupees</u>
Surplus for the year/ period	503,954	3,477
Other comprehensive income	-	-
Total comprehensive income for the year	<u>503,954</u>	<u>3,477</u>

The annexed notes from 1 to 23 form an integral part of these financial statements.



Chairperson



National Coordinator

**Trust for Democratic Education and Accountability**  
**Cash Flow Statement**  
**For the year ended 30 June 2010**

	Note	2010 Rupees	2009 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus for the year/ period before taxation		3,149,475	1,141,653
Adjustments for:			
Depreciation		2,118,809	680,486
Profit on bank deposits		(479,597)	(18,941)
Income from sale of scrap		(28,582)	-
		1,610,630	661,545
		4,760,105	1,803,198
<b>Operating surplus before working capital changes</b>			
Advances, deposits, prepayments and other receivables		202,309	(2,017,751)
Accrued liabilities		(319,545)	948,993
		(117,236)	(1,068,758)
<b>Operating surplus before working capital changes</b>		<b>4,642,869</b>	<b>734,441</b>
Change in deferred grant		3,376,911	3,377,026
Change in restricted grants		5,403,915	5,361,858
		8,780,826	8,738,884
Income taxes paid		(149,038)	(56,520)
<b>Net cash generated from operating activities</b>		<b>13,274,657</b>	<b>9,416,805</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of items of property and equipment		(5,495,720)	(4,057,512)
Profit on deposit accounts received		479,597	18,941
Receipts from sale of scrap		28,582	-
<b>Net cash used in investing activities</b>		<b>(4,987,541)</b>	<b>(4,038,571)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
		-	-
<b>Net increase in cash and cash equivalents</b>		<b>8,287,116</b>	<b>5,378,234</b>
<b>Cash and cash equivalents at beginning of the year / period</b>		<b>5,378,234</b>	<b>-</b>
<b>Cash and cash equivalents at end of the year / period</b>	6	<b>13,665,350</b>	<b>5,378,234</b>

The annexed notes from 1 to 23 form an integral part of these financial statements.

  
Chairperson

  
National Coordinator