

**RAO & COMPANY**  
CHARTERED ACCOUNTANTS

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PAKISTAN

**AUDITORS' REPORT TO THE MEMBERS**

We have audited the annexed balance sheet of **RAHIM YAR KHAN CHAMBER OF COMMERCE & INDUSTRY** ('the Association') as at June 30, 2012 and the related income and expenditure account, cash flow statement, and statement of changes in funds 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 purpose of our audit.

It is the responsibility of the Association'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 conducted 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 disclosure in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by the management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides reasonable basis for our opinion and, after due verification, we report that:

- a) in our opinion, proper books of account have been kept by the Association as required by the Companies Ordinance, 1984;
- b) in our opinion :-
  - i. the balance sheet and income and expenditure 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 Chamber business; and
  - iii. the business conducted, investments made and the expenditures incurred during the year were in accordance with the object of the Chamber.
- 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 funds 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 Association's affairs as at June 30, 2012, and of the **surplus**, its cash flows and changes in funds for the year then ended; and
- d) In our opinion, no Zakat was deductible at source under the Zakat and Usher Ordinance, 1980: (XVIII of 1980).

Date: **22 SEP 2012**  
Rahim Yar Khan.

*Rao & Co.*  
RAO & COMPANY  
CHARTERED ACCOUNTANTS  
Audit Engagement Partner  
ABDUL RAFAY, ACA




**RAHIM YAR KHAN CHAMBER OF COMMERCE AND INDUSTRY**


**BALANCE SHEET**

As at 30 June 2012

	Note	2012 Rupees	2011 Rupees
<b>NON-CURRENT ASSETS</b>			
Property and equipments	3	8,903,240	8,639,763
<b>CURRENT ASSETS</b>			
Advance, deposit and receivables	4	545,334	848,641
Cash and bank balances	5	12,533,430	4,385,404
		13,078,764	5,234,045
<b>TOTAL ASSETS</b>		<b>21,982,004</b>	<b>13,873,808</b>
<b>FUNDS AND LIABILITIES</b>			
General fund		6,000,000	6,000,000
Building fund		4,000,000	4,000,000
Accumulated surplus		11,330,479	3,233,943
		21,330,479	13,233,943
<b>CURRENT LIABILITIES</b>			
Creditors	6	305,553	528,423
Accrued expenses	7	345,972	111,442
		651,525	639,865
Contingencies and commitments	8		
<b>TOTAL LIABILITIES</b>		<b>21,982,004</b>	<b>13,873,808</b>

The annexed notes form 1 to 9 an integral part of these financial statements.

  
**SECRETARY GENERAL**

  
**VICE PRESIDENT**

  
**PRESIDENT**



**RAHIM YAR KHAN CHAMBER OF COMMERCE & INDUSTRY**  
**INCOME AND EXPENDITURE ACCOUNT**  
For the year ended 30 June 2012

	2012	2011
	Rupees	Rupees
<b><u>INCOME</u></b>		
<b>Membership subscription</b>		
Renewal Fee	6,956,000	4,032,000
Membership Fee	5,330,000	1,335,000
Membership Card Fee	-	-
	<u>12,286,000</u>	<u>5,367,000</u>
<b>Other income</b>		
Income from Donation	790,000	595,000
Profit on Saving A/C	368,602	184,219
Recommendation Letter	46,500	70,288
Mcci Award/ Delegation	266,628	316,509
	<u>13,757,730</u>	<u>6,533,016</u>
<b><u>EXPENDITURE</u></b>		
Staff salaries and benefits	1,447,923	1,432,491
Security Exp.	57,312	-
AGM & Election Expenses	812,068	723,066
Membership Card & Certificate exp.	233,650	177,600
Legal and Professional Exp	144,940	28,080
Printing and stationery	204,279	122,324
Postage and couriers	307,175	250,232
Telephone and fax	108,185	104,915
Entertainment	182,775	113,237
Audit fee	50,000	50,000
Bank charges	1,274	601
Newspaper and publications	361,590	186,359
Meetings, Saminars/Workshops	530,698	380,732
Office Rent	330,000	300,000
Travelling expenses	83,071	35,430
Electricity expenses	97,643	146,588
Gas Expenses	12,280	11,590
Repairs and maintenance	93,020	36,250
Publicity and Advertisement	332,813	660,747
Miscellaneous	88,040	71,689
Depreciation	136,658	123,996
Chairty & Donation	41,800	9,280
Website charges	4,000	4,000
	<u>5,661,194</u>	<u>4,969,207</u>
Surplus for the year	<u>8,096,536</u>	<u>1,563,809</u>

The annexed notes form 1 to 9 an integral part of these financial statements.

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**SECRETARY GENERAL**

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**VICE PRESIDENT**

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**PRESIDENT**



**RAHIM YAR KHAN CHAMBER OF COMMERCE & INDUSTRY**  
**STATEMENT OF CHANGES IN FUNDS**  
 For the year ended 30 June 2012

	<b>General Fund</b>	<b>Building Fund</b>	<b>Accumulated surplus</b>	<b>Total</b>
Balance as at 1st July, 2010	6,000,000	3,600,000	1,670,134	11,270,134
Surplus for the year	-	-	1,563,809	1,563,809
Building Fund received during the year	-	400,000	-	400,000
<b>Balance as at 01st July, 2011</b>	<b>6,000,000</b>	<b>4,000,000</b>	<b>3,233,943</b>	<b>13,233,943</b>
Surplus for the year			8,096,536	8,096,536
<b>Balance as at 30 June, 2012</b>	<b>6,000,000</b>	<b>4,000,000</b>	<b>11,330,479</b>	<b>21,330,479</b>

*The annexed notes form 1 to 9 an integral part of these financial statements.*



**SECRETARY GENERAL**



**VICE PRESIDENT**



**PRESIDENT**



**RAHIM YAR KHAN CHAMBER OF COMMERCE & INDUSTRY**

**CASH FLOW STATEMENT**

For the year ended 30 June 2012

	2012 Rupees	2011 Rupees
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Surplus for the year	8,096,536	1,563,809
<b>Adjustment of non-cash items</b>		
Depreciation	136,658	123,996
Asset discarded during the year (WDV)	4,138	-
Cash flow generated/(used) before working capital changes	<u>8,237,332</u>	<u>1,687,805</u>
<b>Working capital changes:</b>		
<b>(Increase) / decrease in current assets</b>		
Advance, deposit, receivables and prepayments	<u>303,306</u>	<u>(419,677)</u>
	303,306	(419,677)
<b>Increase / (decrease) in current liabilities</b>		
Creditors	(222,870)	278,631
Accrued expenses	<u>234,530</u>	<u>(125,489)</u>
<b>Net cash flows from operating activities</b>	<b>11,660</b>	<b>1,421,271</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	<u>(404,272)</u>	<u>(3,159,353)</u>
<b>Net cash used in investing activities</b>	<b>(404,272)</b>	<b>(3,159,353)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Donation received for Building fund	-	400,000
<b>Net cash flows from financing activities</b>	<b>-</b>	<b>400,000</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>8,148,026</b>	<b>(1,338,082)</b>
Cash and cash equivalents at the beginning of the year	4,385,404	5,723,486
<b>Cash and cash equivalents at the end of the year</b>	<b><u>12,533,430</u></b>	<b><u>4,385,404</u></b>

The annexed notes form 1 to 9 an integral part of these financial statements.

SECRETARY GENERAL

VICE PRESIDENT

PRESIDENT

