

**PAKISTAN SOFTWARE EXPORT BOARD
(GUARANTEE) LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2014

AUDITED BY



MUNIFF ZIAUDDIN & CO
Chartered Accountants

**AUDITORS' REPORT
TO THE MEMBERS**


Member Firm of BKR International

We have audited the annexed balance sheet of **PAKISTAN SOFTWARE EXPORT BOARD (GUARANTEE) LIMITED** as at 30 June 2014 and the related profit and loss 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 company's management to establish and maintain a system of internal control and prepare and present the above said financial 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 financial statements based on our audit.

We conducted the 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 test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that;

- a) In our opinion, proper books of accounts have been kept by the company as required by the Companies Ordinance, 1984.
- b) In our opinion;
 - i) the balance sheet and profit and loss account together with the notes forming part thereof have been drawn up in conformity with the Companies Ordinance, 1984 and are in agreement with the books of accounts and further in accordance with accounting policies consistently applied;
 - ii) the expenditure incurred during the year was for the purpose of the company's business; and
 - iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;
- c) In our opinion and to the best of our information and according to the explanations given to us the balance sheet, profit and loss account, cash flow statement and statement of changes in funds together with 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 true and fair view of the state of the company's affairs as at 30 June 2014 and of the profit, 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 Ushr Ordinance, 1980.


MUNIFF ZIAUDDIN & CO
Chartered Accountants
(Sardar Shahid Farid, FCA)

Islamabad. 31-05-2015.

PAKISTAN SOFTWARE EXPORT BOARD (GUARANTEE) LIMITED
BALANCE SHEET
AS AT 30 JUNE 2014

	Note	AMOUNT (Rupees) 2014	AMOUNT (Rupees) 2013
<u>FUNDS & LIABILITIES</u>			
<u>FUNDS</u>			
General fund		64,034,364	55,844,368
PSDP & other projects' fund	4	675,209,706	704,484,326
		739,244,070	760,328,694
<u>NON-CURRENT LIABILITIES</u>			
Staff benefits	5	25,354,318	19,743,543
Deferred grants	6	428,750,607	447,763,257
		454,104,925	467,506,800
<u>CURRENT LIABILITIES</u>			
Trade & other payables	7	24,990,527	26,112,208
Liabilities relating to PSDP & other projects		-	235,000
Provision for taxation		261,583	1,518,582
		25,252,110	27,865,790
<u>CONTINGENCIES & COMMITMENTS</u>			
	8	-	-
		1,218,601,105	1,255,701,284
<u>PROPERTY & ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
Property, plant & equipment	9	434,867,226	452,673,602
Assets relating to PSDP & other projects	10	670,004,018	670,055,685
Long term security deposits		1,462,915	1,500,765
Deferred taxation	11	3,477,195	11,328,283
		1,109,811,354	1,135,558,335
<u>CURRENT ASSETS</u>			
Trade receivables		5,870,991	7,564,517
Advances, prepayments & other receivables	12	6,942,995	6,629,304
Assets relating to PSDP & other projects	13	5,205,688	34,663,641
Cash & bank balances	14	90,770,077	71,285,487
		108,789,751	120,142,949
		1,218,601,105	1,255,701,284


Annexed notes form an integral part of these financial statements.


**CHIEF EXECUTIVE /
MANAGING DIRECTOR**


DIRECTOR

PAKISTAN SOFTWARE EXPORT BOARD (GUARANTEE) LIMITED
PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2014

	Note	AMOUNT (Rupees) 2014	AMOUNT (Rupees) 2013
REVENUE			
Federal government grant	6	55,922,333	45,125,752
Amortization of deferred grant - in kind	6	18,718,984	18,772,820
Revenue from bandwidth and related services		37,042,187	40,453,742
Registration and renewal fee		18,990,000	11,690,000
Other income	15	5,950,471	3,626,511
		136,623,975	119,668,825
EXPENDITURE			
Salaries, allowances & benefits		59,509,371	52,082,203
Datanode bandwidth & related charges		17,021,351	18,768,743
Traveling & conveyance		483,447	451,917
Advertisement & publicity		678,362	401,267
Communication		1,825,765	1,606,829
Utilities		3,740,908	3,345,284
Rent, rates & taxes		8,530,551	7,997,464
Vehicle running expenses		995,145	847,147
Fee & subscription		221,099	424,233
Printing & stationary		652,162	562,154
Newspaper & periodicals		8,947	48,032
Exhibitions & seminars		1,946,070	1,098,838
Repair & maintenance		3,074,937	1,898,731
Foreign & inland training		-	36,240
Auditors' remuneration		130,000	130,000
Legal & professional charges		315,000	176,000
Entertainment		194,411	412,557
Advance income tax written off		308,410	-
Amortization of deferred grant - in kind	9	18,718,984	18,772,820
Depreciation	9	1,277,904	1,216,620
Exchange loss		69,658	204,192
Bank charges		23,975	25,344
		119,726,457	110,506,615
Profit before taxation		16,897,518	9,162,210
Taxation	16	(8,707,522)	(1,698,168)
Profit after taxation		8,189,996	7,464,042


**CHIEF EXECUTIVE /
MANAGING DIRECTOR**


DIRECTOR

PAKISTAN SOFTWARE EXPORT BOARD (GUARANTEE) LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	AMOUNT (Rupees) 2014	AMOUNT (Rupees) 2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	16,897,518	9,162,210
<i>Adjustment for non-cash items</i>		
Federal Government grant	(55,922,333)	(45,125,752)
Amortization of deferred grant - in kind	(18,718,984)	(18,772,820)
Profit on bank deposits	(5,082,997)	(3,511,619)
Depreciation	1,277,904	1,216,620
Amortization of deferred grant - in kind	18,718,984	18,772,820
Provision for medical facility	1,595,416	1,408,778
Provision for gratuity	4,649,008	3,666,864
Provision for employees' earned leaves	1,243,590	6,078,883
	(52,239,412)	(36,266,226)
Loss before changes in working capital	(35,341,894)	(27,104,016)
<i>Changes in working capital</i>		
(Increase) / decrease in current assets		
- Trade receivables	1,693,526	867,760
- Advances, prepayments & other receivables	(1,041,218)	(2,274,260)
	652,308	(1,406,500)
Increase / (decrease) in current liabilities		
- Trade & other payables	(1,121,681)	3,760,615
- Due to associated company	-	(4,938,288)
	(469,373)	(2,584,173)
Cash used in operations	(35,811,267)	(29,688,189)
Federal Government grant received	55,577,000	44,711,000
Profit on bank deposits received	5,080,929	3,754,849
Income tax paid	(1,383,838)	(688,466)
Medical facility paid	(1,077,589)	(1,019,698)
Gratuity paid	(799,650)	(781,280)
Net cash generated from operating activities	21,585,585	16,288,216
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant & equipment	(2,138,845)	(799,634)
Long term security deposits	37,850	253,781
	(2,100,995)	(545,853)
NET INCREASE IN CASH & CASH EQUIVALENTS	19,484,590	15,742,363
CASH & CASH EQUIVALENTS AT BEGINNING OF THE YEAR	71,285,487	55,543,124
CASH & CASH EQUIVALENTS AT END OF THE YEAR	90,770,077	71,285,487



**CHIEF EXECUTIVE /
MANAGING DIRECTOR**



DIRECTOR

PAKISTAN SOFTWARE EXPORT BOARD (GUARANTEE) LIMITED
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED 30 JUNE 2014

	AMOUNT IN RUPEES		
	General fund	PSDP & other projects' fund	Total
Balance as at 01 July 2012	48,380,326	705,898,953	754,279,279
Profit for the year ended 30 June 2013	7,464,042	-	7,464,042
PSDP and other projects' fund received during the year ended 30 June 2013	-	14,336,157	14,336,157
Expenditure incurred on PSDP and other projects during the year ended 30 June 2013	-	(15,750,784)	(15,750,784)
Balance as at 30 June 2013	55,844,368	704,484,326	760,328,694
Profit for the year ended 30 June 2014	8,189,996	-	8,189,996
PSDP and other projects' fund received during the year ended 30 June 2014	-	4,997,500	4,997,500
Expenditure incurred on PSDP and other projects during the year ended 30 June 2014	-	(34,272,120)	(34,272,120)
Balance as at 30 June 2014	64,034,364	675,209,706	739,244,070

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**CHIEF EXECUTIVE /
MANAGING DIRECTR**

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DIRECTOR

PAKISTAN SOFTWARE EXPORT BOARD (GUARANTEE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

1. STATUS & NATURE OF BUSINESS

Pakistan Software Export Board (Guarantee) Limited ("the company") was incorporated in Pakistan under the Companies Ordinance, 1984 on 13 June 1998 as company limited by guarantee not having share capital to carry on business activities previously performed by the Pakistan Software Export Board more independently, effectively and dynamically. The registered office of the company is situated at 2nd Floor, Evacuee Trust Complex, Sector F-5/1, Islamabad. The company is fully owned and controlled by the Federal Government through Ministry of Information Technology.

The principal objective of the Company is to make Pakistan a preferred destination for the business process outsourcing, position Pakistan as a key player in the global information technology market, creating an environment that is conducive for IT business in the country and develop and strengthen domestic IT industry through various support programs and projects to deliver higher value added services and enhance IT and IT enabled services (ITeS) export from Pakistan.

2. STATEMENT OF COMPLIANCE

These financial Statement have been prepared in accordance with the Accounting and Financial Reporting Standards for Medium-Sized Entities as applicable in Pakistan and the requirements of the Companies Ordinance, 1984. In case requirements differ the provision or directive of the Companies Ordinance, 1984 shall prevail.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of presentation

These financial Statements have been prepared under the historical cost convention except as other wise Stated in the respective policies and note given hereunder.

3.2 Significant accounting estimates and judgments

The preparation of financial Statement in conformity with the Accountants and Financial Reporting Standards for Medium-Sized Entities issued by the Institute of Chartered Accountants of Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumption are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgment about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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

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Significant areas requiring the use of management estimates in these financial statements relate to the useful lives of depreciable assets, provision for doubtful receivables and provision for taxation. However, assumptions and judgments made by 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 the assets and liabilities in the next year.

3.3 Deferred grants

Deferred grants represents the amount received from Government of Pakistan through Ministry of Information Technology. Government grants are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions. Fair value signifies the amount received in cash and current market value in case of grant received in kind.

Government grants relating to expenses are deferred and thereafter recognized in the profit & loss account over the period necessary to match them with the expenses that they are intended to compensate.

Government grants relating to property, plant and equipment are recognized as deferred grants and credited to the profit & loss account over the useful lives of the related assets.

3.4 Revenue recognition

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the company and the amount of revenue and the associated cost incurred or to be incurred can be measured reliably, on the following basis

- i) Revenue from bandwidth and related service is recognized on the basis of billing to the customers.
- ii) Annual registration and renewal fee is recognized on cash basis.
- iii) Return on deposits with banks is recognized on time proportion basis taking into account the amounts outstanding and the applicable rate of return.

3.5 Foreign exchange

These financial statements are prepared in Pak rupees, which is the company's functional currency. All monetary assets and liabilities denominated in foreign currencies are translated into Pak rupees at the rates of exchange prevailing at the balance sheet date, while the transactions in foreign currency during the year are initially recorded in functional currency at the rates prevailing at the transaction date. All non monetary items are translated into Pak rupees at the exchange rates prevailing on the date of transaction or on the date when fair values are determined. Gain and losses on settlement and translation at the year end are recognized in the profit & loss account.

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3.6 Staff benefits

Medical facility

Employees are entitled to medical facility allowance as determined in accordance with service regulations of the company. During the year employees can get their actual medical expenses reimbursed and remaining balance of unused entitlement, if any, is forwarded to succeeding years which employees can get reimbursed in succeeding years or can encash on termination / resignation from the service.

Gratuity scheme

The company operates an unfunded gratuity scheme for its employees. Provision for gratuity is made annually to cover obligation under the scheme on the basis of forty five days basic pay for each respective completed year of service.

Employees' earned leaves

The company accounts for the liability in respect of employees' earned leaves in the year in which these are earned. Provision to cover the obligation is made using the current salary level of employees.

3.7 Taxation

Current

Provision for tax is based on taxable income for the year determined in accordance with the prevailing law of taxation of income. The charge for tax is calculated using the prevailing tax rate or tax rates expected to apply to the surplus for the year if earned. The charge for tax includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessments framed during the year for such years.

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary timing differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognized for all the taxable temporary differences and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized.

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse, based on tax rates that have been enacted.

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3.8 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing the asset to the working condition for its intended use; any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefit associated with the item will flow to the company and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to profit & loss account during the year in which they are incurred.

Depreciation on property, plant and equipment is charged to profit & loss account on reducing balance method, except lease hold land which is depreciated on straight line method, at the rates given in relevant note so as to write off the cost /depreciated amount of the assets over their estimated useful lives. Depreciation on addition is charged from the month in which the assets are available for use and on deletions up to the month in which the assets are de-recognized / disposed off.

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising de-recognition of the asset is included in the profit & loss account in the year the asset is de-recognized.

3.9 Impairment of assets

The carrying value of the company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amount is estimated and impairment losses are recognized in the profit & loss account.

3.10 Provisions

Provisions are recognized when the company has a present legal and constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and a reliable estimate can be made of the amount of obligation.

3.11 Public Sector Development Programme (PSDP) Projects

Grants related to PSDP and other projects are categorized separately as these cannot be used for other purposes.



3.12 Financial instruments

Financial assets and liabilities are recognized when the company becomes a party to the contractual provisions of the instrument, the particular recognition methods adopted are disclosed in the individual policy statements associated with each item. The company de-recognizes the financial assets and liabilities when it ceases to be a party to such contractual provisions of the instrument. The company recognizes the regular way purchases or sale of financial assets using settlement date

The particular measurement methods adopted are disclosed in the following individual policy statements with each item:

a) Trade and other receivables

Trade debts and other receivables are carried at original invoice value less an estimate made for doubtful debts based on review of all outstanding amounts at the year end. Bad debts are written off when identified.

b) Trade and other payables

Liabilities for trade and other payables are carried at cost which is fair value of the consideration to be paid in the future for goods and services received.

c) Cash and cash equivalents

Cash in hand and at banks are carried at fair value. For the purpose of cash flow statement, cash and cash equivalents comprise of cash in hand cash with banks in current and saving accounts.

3.13 Off setting

Financial assets and liabilities are set off and the net amount is reported in the balance sheet, if the company has the legally enforceable right to set off the recognized amounts and the company intends to settle either on a net basis or realized the assets and settle the liability simultaneously.

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	AMOUNT (Rupees) 2014	AMOUNT (Rupees) 2013
4. PSDP & OTHER PROJECTS' FUND		
Balance as at 01 July	704,484,326	705,898,953
Add:		
Received during the year		
- Government of Pakistan	-	2,000,000
- Received from National ICT R&D Fund	4,762,500	11,256,600
- Received from companies / others	-	21,603
- Exchange gain	-	1,057,954
- Liability written-off	235,000	-
	4,997,500	14,336,157
Less:		
Expenditure	(11,159,617)	(2,400,864)
Grant of Mobile Lab returned to World Bank	(22,677,014)	-
Amounts transferred to PSEB	(383,822)	-
Assets transferred to PSEB	(51,667)	(13,349,920)
	(34,272,120)	(15,750,784)
Balance as at 30 June	<u>675,209,706</u>	<u>704,484,326</u>

4.1 This represents the expenditure of 3 (2013 : 6) projects executed and operated by Pakistan Software Export Board (Guarantee) Limited during the year.

5. STAFF BENEFITS			
Medical facility	5.1	2,402,990	1,885,163
Gratuity	5.2	15,628,855	11,779,497
Employees' earned leaves	5.3	7,322,473	6,078,883
		<u>25,354,318</u>	<u>19,743,543</u>
5.1 Medical facility			
Balance as on 01 July		1,885,163	1,496,083
Charge for the year		1,595,416	1,408,778
Benefits paid during the year		(1,077,589)	(1,019,698)
Net liability as on 30 June		<u>2,402,990</u>	<u>1,885,163</u>
5.2 Gratuity			
Balance as on 01 July		11,779,497	8,893,913
Charge for the year		4,649,008	3,666,864
Benefits paid during the year		(799,650)	(781,280)
Net liability as on 30 June		<u>15,628,855</u>	<u>11,779,497</u>
5.3 Employees' earned leaves			
Balance as on 01 July		6,078,883	-
Charge for the year		1,251,517	6,078,883
Reversed during the year		(7,927)	-
Net liability as on 30 June		<u>7,322,473</u>	<u>6,078,883</u>

AMOUNT
(Rupees)
2014

AMOUNT
(Rupees)
2013

6. DEFERRED GRANTS

Government grants	6.1	2,209,104	2,554,437
Government grants others - in kind	6.2	426,541,503	445,208,820
		<u>428,750,607</u>	<u>447,763,257</u>

6.1 Government grants

2014

	Opening	Grants received during the year	Grants amortized during the year	Balance
Capital	2,554,437	-	(345,333)	2,209,104
Revenue	-	55,577,000	(55,577,000)	-
	<u>2,554,437</u>	<u>55,577,000</u>	<u>(55,922,333)</u>	<u>2,209,104</u>
2013	<u>2,969,189</u>	<u>44,711,000</u>	<u>(45,125,752)</u>	<u>2,554,437</u>

6.2 Government grants others - in kind

2014

	Opening	Grants received during the year	Grants amortized during the year	Balance
In kind	445,208,820	51,667	(18,718,984)	426,541,503
	<u>445,208,820</u>	<u>51,667</u>	<u>(18,718,984)</u>	<u>426,541,503</u>
2013	<u>450,631,720</u>	<u>13,349,920</u>	<u>(18,772,820)</u>	<u>445,208,820</u>

6.2.1 Grants received in kind represent Public Sector Development Programme (PSDP) and other projects' assets acquired by Pakistan Software Export Board (Guarantee) Limited upon completion of projects.

7. TRADE & OTHER PAYABLES

Pakistan Telecommunication Company Limited	7.1	9,000,000	12,555,753
Advances from customers		6,781,646	9,087,903
Accrued liabilities		8,978,322	4,152,743
Other payables		230,559	315,809
		<u>24,990,527</u>	<u>26,112,208</u>

7.1 This represents amount payable to Pakistan Telecommunication Company Limited against data node equipment acquired and bandwidth services. m

8. CONTINGENCIES & COMMITMENTS

The company has no significant contingencies and commitments.

10. ASSETS RELATING TO PSDP & OTHER PROJECTS

Operating fixed assets
Advance to Civil Aviation Authority against purchase of land

10.1 Operating fixed assets

	Rupees					
	2014	2013		2014	2013	
	Rupees	Rupees	10.1	Rupees	Rupees	Total
As at 01 July 2012						
Cost	1,065,778	1,437,681		5,051,894	18,952,363	26,507,716
Accumulated depreciation	(241,451)	(284,294)		(2,907,630)	(9,057,556)	(12,500,931)
Net book value	<u>824,327</u>	<u>1,153,387</u>		<u>2,144,264</u>	<u>9,894,807</u>	<u>14,006,785</u>
Year ended 30 June 2013						
Opening net book value	824,327	1,153,387		2,144,264	9,894,807	14,006,785
Additions	-	-		-	-	-
Transfers:						
Cost	(1,013,843)	(1,437,681)		(4,884,894)	(18,952,363)	(26,288,781)
Accumulated depreciation	222,728	284,294		2,778,683	9,653,159	12,938,864
Depreciation charge	(791,115)	(1,153,387)		(2,106,211)	(9,299,204)	(13,349,917)
Closing net book value	(4,677)	-		(14,921)	(585,603)	(605,201)
	<u>28,535</u>	<u>-</u>		<u>23,132</u>	<u>-</u>	<u>51,667</u>
As at 30 June 2013						
Cost	51,935	-		167,000	-	218,935
Accumulated depreciation	(23,400)	-		(143,868)	-	(167,268)
Net book value	<u>28,535</u>	<u>-</u>		<u>23,132</u>	<u>-</u>	<u>51,667</u>
Year ended 30 June 2013						
Opening net book value	28,535	-		23,132	-	51,667
Transfers:						
Cost	(51,935)	-		(167,000)	-	(218,935)
Accumulated depreciation	23,400	-		143,868	-	167,268
Depreciation charge	(28,535)	-		(23,132)	-	(51,667)
Closing net book value	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>
As at 30 June 2014						
Cost	-	-		-	-	-
Accumulated depreciation	-	-		-	-	-
Net book value	<u>-</u>	<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>
Depreciation rates per annum (%)	10	10		25	20	20

**AMOUNT
(Rupees)
2014**

**AMOUNT
(Rupees)
2013**

11. DEFERRED TAXATION

The liability / (asset) for deferred taxation originated due to timing differences relating to:

Taxable temporary difference

Accelerated tax depreciation allowance

2,182,855

3,461,617

Deductible temporary differences

Provision for medical facility

-

(299,006)

Provision for gratuity

-

(1,868,346)

Provision for employees' earned leaves

-

(964,172)

Available tax losses

(5,660,050)

(11,658,376)

(5,660,050)

(14,789,900)

(3,477,195)

(11,328,283)

12. ADVANCES, PREPAYMENTS & OTHER RECEIVABLES

Advances to employees against;

- salaries

3,686,222

4,456,806

- expenses

60,000

60,000

3,746,222

4,516,806

Advance income tax

-

1,038,005

Prepayments

3,068,190

655,915

Other receivables

128,583

418,578

6,942,995

6,629,304

13. ASSETS RELATING TO PSDP & OTHER PROJECTS

Advances against expenses

30,600

10,000

Grant from World Bank for Mobile Lab Project

-

22,677,014

Cash at banks, current accounts, Pak Rupees

5,175,088

11,976,627

5,205,688

34,663,641

14. CASH & BANK BALANCES

Cash in hand

46,329

33,466

Cash at bank

- current accounts, Pak rupees

84,166

10,435

- savings accounts, Pak rupees

89,821,836

70,920,262

- savings accounts, US dollars

817,746

321,324

90,723,748

71,252,021

90,770,077

71,285,487

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	AMOUNT (Rupees) 2014	AMOUNT (Rupees) 2013
15. OTHER INCOME		
Income from financial assets		
Profit on bank deposits	5,082,997	3,511,619
Income from non-financial assets		
Exhibition participation fee	210,500	41,161
Miscellaneous	656,974	73,731
	867,474	114,892
	<u>5,950,471</u>	<u>3,626,511</u>
16. TAXATION		
Current		
Current	856,434	1,229,067
Prior year	-	(278,829)
	856,434	950,238
Deferred		
Current	7,851,088	747,930
	<u>8,707,522</u>	<u>1,698,168</u>
17. NUMBER OF EMPLOYEES		
Total number of employees as at 30 June	<u>66</u>	<u>64</u>
18. REMUNERATION OF CHIEF EXECUTIVE		
The aggregate amount charged in the financial statements for the year in respect of remuneration and other benefits to the Chief Executive of the company are:		
Number of person(s)	<u>1</u>	<u>1</u>
Managerial remuneration	228,296	-
Allowances		
House rent allowance	102,734	-
Conveyance	161,974	4,431
Others	78,700	406,252
	<u>571,704</u>	<u>410,683</u>
19. RELATED PARTY TRANSACTIONS		
The company had the following transaction with the related party:		
Repayment of amount due to National Information Technology Services (Private) Limited	-	4,938,288

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AMOUNT
(Rupees)
2014

AMOUNT
(Rupees)
2013

20. RECLASSIFICATION

Following corresponding figures have been reclassified for the purpose of better presentation.

FROM	TO	AMOUNT Rs.
CURRENT ASSETS	CURRENT ASSETS	
Advances	Advances, prepayments & other receivables	4,516,806
Prepayments	Advances, prepayments & other receivables	655,915
Interest receivable	Advances, prepayments & other receivables	26,515
Other receivables	Advances, prepayments & other receivables	392,063
Advance income tax	Advances, prepayments & other receivables	1,038,005

21. DATE OF AUTHORIZATION

These financial statements were authorized for issue by the Board of Directors of the company on

31-03-2015

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Abansari

CHIEF EXECUTIVE /
MANAGING DIRECTOR

[Signature]

DIRECTOR