



A. F. FERGUSON & CO.

**AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
IMRAN KHAN FOUNDATION**

We have audited the annexed balance sheet of Imran Khan Foundation ("the Foundation") as at June 30, 2013, the related income and expenditure account, statement of comprehensive income, statement of changes in accumulated funds and cash flow statement together with the notes forming part thereof (here-in-after referred to as the financial statements) for the year ended June 30, 2013.

It is the responsibility of the Foundation'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 financial 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 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 Foundation as at June 30, 2013 and of the deficit, comprehensive loss, changes in accumulated funds and its cash flows for the year ended June 30, 2013 in accordance with the approved accounting standards as applicable in Pakistan.

Chartered Accountants



Name of the audit engagement partner: Amer Raza Mir

Lahore, April 4, 2014

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IMRAN KHAN FOUNDATION

BALANCE SHEET AS AT JUNE 30, 2013

	Note	General Fund Rupees	Restricted Funds Rupees	2013 Total Rupees	2012 Total Rupees
FUND BALANCE		<u>1,179,836,157</u>	<u>-</u>	<u>1,179,836,157</u>	<u>1,476,747,322</u>
REPRESENTED BY					
Non current assets					
Property, plant and equipment	5	9,507,308	-	9,507,308	14,125,237
Intangible assets	6	734,784	-	734,784	1,013,663
		10,242,092	-	10,242,092	15,138,900
Current assets					
Shelters and tents held for donation		39,526,296	-	39,526,296	32,455,796
Land held for donation		40,000	-	40,000	-
Advances, deposits and prepayments	7	2,143,281	-	2,143,281	3,824,487
Interest accrued		3,336,114	-	3,336,114	3,177,533
Short term investments	8	1,097,639,100	-	1,097,639,100	1,247,600,000
Cash and bank	9	27,585,868	-	27,585,868	182,054,051
		1,170,270,659	-	1,170,270,659	1,469,111,867
Less : Current liabilities					
Creditors, accrued and other liabilities	10	676,504	-	676,504	7,503,445
NET CURRENT ASSETS		<u>1,169,594,065</u>	<u>-</u>	<u>1,169,594,065</u>	<u>1,461,608,422</u>
CONTINGENCIES AND COMMITMENTS	11	<u>1,179,836,157</u>	<u>-</u>	<u>1,179,836,157</u>	<u>1,476,747,322</u>

The annexed notes 1 to 26 form an integral part of these financial statements.

Director



Director

IMRAN KHAN FOUNDATION

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED JUNE 30, 2013

	Note	General Fund Rupees	Restricted Funds Rupees	2013 Total Rupees	2012 Total Rupees
INCOME					
Donations in cash	12	7,875,818	-	7,875,818	699,853,978
Donations in kind	13	40,000	-	40,000	107,567,780
Gain on disposal of property, plant and equipment		-	-	-	145,363
Reversal of provision for doubtful receivables		50,000	-	50,000	-
Unrealized exchange gain		42,850,187	-	42,850,187	32,052,518
Income on investments & deposits	14	57,406,672	-	57,406,672	119,505,608
		108,222,677	-	108,222,677	960,025,247
EXPENDITURE					
Seed campaign	15	87,207	-	87,207	29,753,519
Donation of medical equipment	16	-	-	-	4,440,089
Donation of vehicle	17	-	-	-	-
Relief goods	18	308,433	-	308,433	-
Safe water healthy living initiative		66,925,298	-	66,925,298	49,501,190
Village development program		3,374,008	-	3,374,008	2,693,042
Donation to Akhawat Foundation	19	299,605,029	-	299,605,029	475,840,134
Installation and construction of hydel unit	20	1,000,000	-	1,000,000	13,000,000
Salaries and wages		-	1,200,000	1,200,000	1,800,000
Rent expense		17,244,503	-	17,244,503	26,099,133
Provision for doubtful receivables		421,000	-	421,000	162,000
Amortization of leasehold improvements		-	-	-	465,312
Repairs and maintenance		691,249	-	691,249	1,040,305
Advertisement and media		1,248,767	-	1,248,767	1,208,045
Bank charges		157,500	-	157,500	446,787
Depreciation of property, plant and equipment		8,169	-	8,169	47,826
Amortization of intangible assets		4,084,735	-	4,084,735	4,419,522
Entertainment		278,879	-	278,879	277,807
Fuel & travelling		170,289	-	170,289	326,175
Insurance		2,126,622	-	2,126,622	2,602,827
Communication expense		584,750	-	584,750	1,280,301
Legal & professional fees		390,073	-	390,073	651,065
Audit fee		565,257	-	565,257	525,232
Office utilities		225,000	-	225,000	200,000
Printing, stationery & office supplies		1,920,711	-	1,920,711	922,346
Training		380,593	-	380,593	518,489
Loss on disposal of fixed assets		16,300	-	16,300	-
Miscellaneous		19,600	-	19,600	-
		98,810	-	98,810	394,005
(Deficit) Surplus for the period		405,933,842	1,200,000	405,133,842	618,630,768
		(295,711,165)	(1,200,000)	(296,911,165)	341,386,479

The annexed notes 1 to 26 form an integral part of these financial statements.


Director




Director

Imran Khan Foundation Projects Undertaken/Completed During 2012-2013

Sr. #	Project Name	Type of Intervention	Qty	Area of Intervention	Cost in Rupees (Million)	Households
Emergency Response						
1	Relief Goods	Food Hampers	19,400	DG Khan	68.93	19,400
		Food Hampers	2,600	DI Khan, Tank/Waziristan		2,600
		Tents	2,600	DI Khan, Tank/Waziristan		
		Blankets	5,200	DI Khan, Tank/Waziristan		
		Woolen Shawls	5,200	DI Khan, Tank/Waziristan		
2	Health Care	Ambulance donated to Hamdard University	1	Sindh	0.31	
Rehabilitation						
1	Safe Drinking Water Initiative	Drinking Water Supply System	1	Jafarabad	3.37	137
Reconstruction/ Recovery						
1	Funding to Micro Finance through Akhuwat	Micro Credit Scheme	1	Nowshera	1.00	Payment to cover operational cost
2	Micro Hydel Power (MHP)	Micro Hydel Power (MHP)	1	Swat	1.20	Payment for MHP. 100 households benefited
3	Village Development Program (VDP)	Handpumps	500	Badin, Saanghar & Mirpur Khas	299.61	5,000
		Houses re-constructed / Infrastructure re-developed	Details disclosed on separate sheet			Details disclosed on separate VDP sheet
Total					374.42	
<i>Note: Approximate 190,000 individuals benefited.</i>						

Imran Khan Foundation Village Development Program 2010-till completion

Sr. #	Project Title	Areas of Intervention	Qty	Implementing Partners	Year	Cost in Rupees (Million)	Households
1	Houses re-constructed & Infrastructure re-developed	Jafarabad	137	Yar Muhammad Samejoo Educational Society and Development Organization (YMSEDO)	2010-2011	19.13	137
		DI Khan	196	Sarhad Rural Support Programme (SRSP)			196
		Swat	145		Ravi Construction	2011-2012	475.84
		DG Khan	350	350			
		Muzaffargarh	292	Naimat Saleem Trust (NST)	2012-2013	299.61	292
		Rahim Yar Khan	376				376
		Rajan Pur	454	Karachi Relief Trust (KRT) & Muslim Hands	2013-2014	43.27	454
		Badin	339	Karachi Relief Trust (KRT)			339
		Khairpur	106				106
		Jati	224				224
		Sujawal	185				185
		Various locations in 12 districts*	722	Naimat Saleem Trust (NST)			722
		Total			3,526		
2	Community Center	Awaran	1		2014-2015	1.34	70
3	Prefab Shelter	Donated to landless Haaries	111				111
Total						839.19	3,707

*Houses Constructed by Naimat Saleem Trust (NST) and distributed through IKF.

Note: Approximate 23,000 individuals benefited.