

Sanjh Preet Organization

REPORT

Sanjh Preet Organization

2021-22

For an educated and developed society, where people live a quality life being self-reliant, tolerant, and respectful and exercise equal rights

FOREWORD

Sanjh Preet was established in 1996 by a group of development practitioners, with a vision “An educated and developed society, where people live a quality life being self-reliant, tolerant, respectful, and exercise equal rights”.

I feel good in sharing that Sanjh Preet Organization has been consistent in pursuing the mission in development sector. Sanjh Preet Organization, since 2004, implemented various projects related to education, human rights, women rights, children rights, health, emergency response and preparedness. Starting with little efforts towards the vision, having belief in continuous professional development, SPO embarked on a journey of phenomenal, geographic and thematic growth. Over the time, it has proven its expertise in many thematic areas, especially in Formal and non- formal education, literacy, women empowerment, livelihood, human rights, children rights, WASH, health and emergency response. The transparency in work through active engagement of stakeholders at all tiers always gave us a confidence to go ahead and put in our best efforts for desired change in the society. Furthermore, the organization and capacity building of community groups at each of the project area has been a key feature for sustainability of the development process.

Since 2016 SPO continued its work with the involvement of all stakeholders at every stage of its projects, from conceptualization to design and actual implementation, in order to ensure maximum output from the deployed resources.

During this phase the organization implemented projects on Child Protection, Education, Safe Drinking Water and Community Development through youth groups with the technical and financial support of various donors i-e UNICEF, Asia- Pacific Cultural Centre for UNESCO (ACCU), MUNDO COOPERANTE, USAID and Penny Appeal Pakistan. The targeted communities remained receptive, to absorb the new ideas in development and responded positively to interventions carried out for their benefit. It was due to the strong support of the communities that we were able to continue our work in remote districts of Punjab, Sindh and KPK.

Thanks are due for the commitment and confidence of our donors & partners. We renew our resolve to take on new challenges and seizing more opportunities in the future, and will look forward to the continuous support and confidence of our donors and partners to carry out our work for the disadvantaged and the vulnerable in our society. I strongly acknowledge and appreciate the honest efforts of our dedicated staff members. It is only due to the determination and hard work of our team, that we can look back at our past with pride.

Pervaiz Akhtar
Chief Executive Officer
Sanjh Preet Organization

INTRODUCTION

The Sanjh Preet Organization (SPO) is a non-governmental, not for profit, non-religious and non-political organization, was established in 1996 by a group of development practitioners, and registered in 2002 under Societies Registration Act 1860, also registered in 2016 under The Voluntary Social Welfare Agencies Ordinance 1961 (FATA Secretariat, Directorate of Social Welfare). It works towards promoting positive attitudes, peaceful and tolerant environment in the communities, by applying multi-sectoral development approaches for the wellbeing of the marginalized segments of the society (especially children, youth and women), in collaboration with the local communities, national and international organizations and line departments. The organization's work is guided by the international and national treaties, laws and regulations.

The Sanjh Preet Organization has been working in the field of Social Mobilization, Education (formal and non-formal), Adult Literacy, Child Protection, Livelihood, Women and Youth Empowerment, WASH and in Emergencies Preparedness and Response for the last twenty-one years. The SPO has an established and well-respected presence at the national level through its network with stakeholders in social welfare, education, health, UN agencies, institutions, universities and non-governmental organizations, and has strong technical professional staff at head office as well as at the field level and good network of seasoned consultants and trainers to ensure optimal projects implementation.

VISION

An educated and developed society, where people live a quality life being self-reliant, tolerant, respectful, and exercise equal rights.

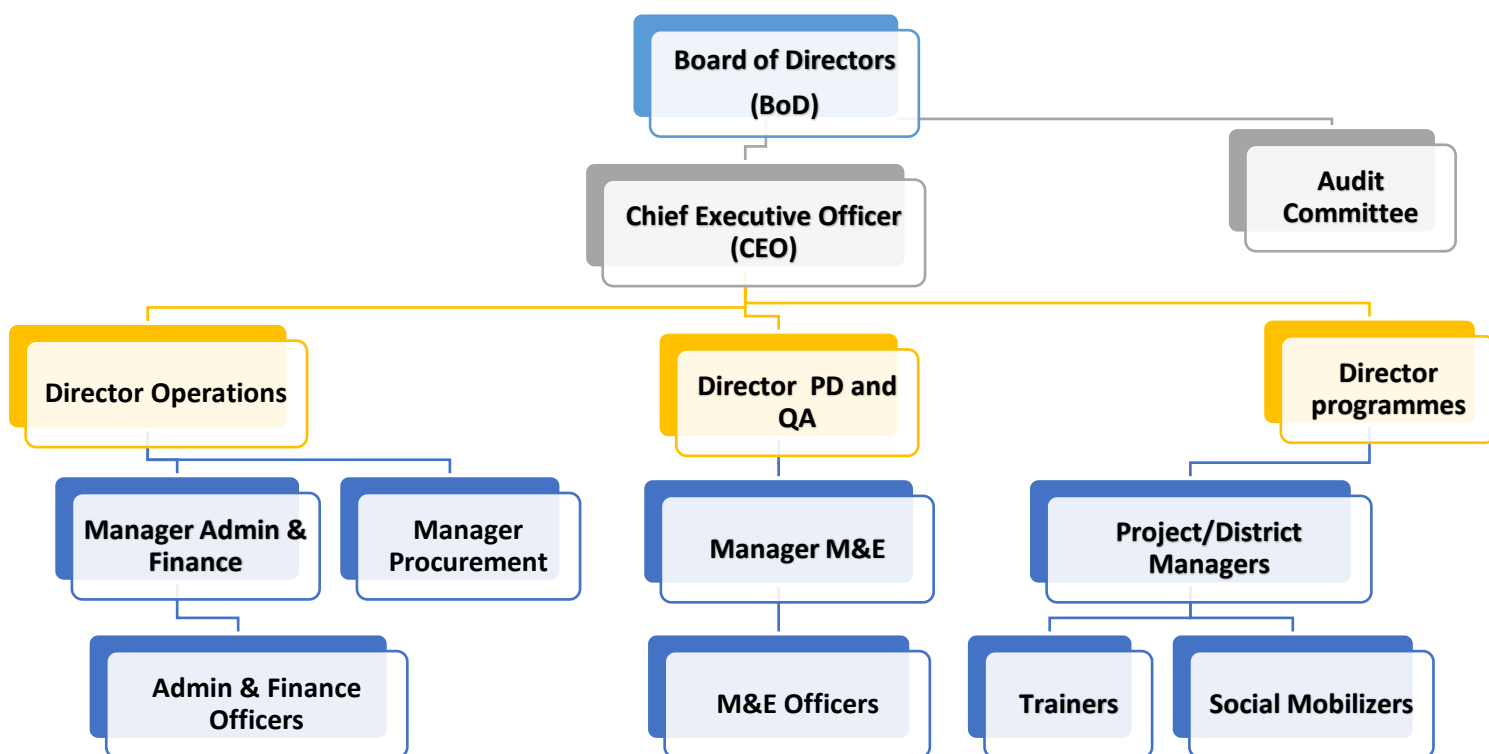
MISSION

To develop human potential to bring about lasting changes, by empowering the underserved segments of the society through their involvement in development process.

VALUES

- Transparency in work;
- Honesty and maintain higher standards;
- Fairness and integrity;
- Accountable to what we do;
- Enthusiastic and innovative;
- Caring and sharing;
- Encouragement of initiatives;
- Mutual trust and respect;
- Non-discrimination, respects humanity regardless of gender, race, religion, caste and other societal divisions;
- Works in collaboration with all stakeholders.

ORGANIZATION CHART (STRUCTURE)



PARTNERS

1. The United Nations Children Fund (UNICEF)
2. UNOCHA
3. Penny Appeal Pakistan
4. USAID
5. MUNDO COOPERANTE
6. District Governments
7. Asia-Pacific Cultural Center for UNESCO (ACCU)
8. Member Girls not Brides
9. Member Alliance for Child Protection in Humanitarian Action
10. Japan International Cooperation Agency (JICA)
11. CEW



PROGRESS OF PROJECTS 2018-20

Sr. #	Title of Project	Donor	District	Number of Beneficiaries
1	Providing Iftar to Poor and Needy People in the month of Ramadan	Ehsaas Trust	Jhang	15,189 beneficiaries
2	Installing Hand Pumps for the Provision of Clean Usable Water for the Poor and Needy	Ehsaas Trust	Jhang	Provided access to 144 individuals by installing 20 household hand pumps
3	Protecting girls by reducing early girls' marriages through education and empowerment of girls and stakeholders	MUNDO COOPERANTE	Nankana Sahib	23,838 girls, boys, religious leaders and UC Secretaries capacity enhanced to reduce early girl marriage
4	Construction of Masjid to Provide a place of worship for the local community	Ehsaas Trust	Jhang	840 individuals
Total Beneficiaries				40,011

Installing Hand Pumps for the Provision of Clean Usable Water for the Poor and Needy

Partnership: Ehsaas Trust

District: Jhang

This project was implemented in 2022. Under the project, extremely vulnerable 20 households were provided safe water for drinking by installing 20 household hand pumps, improved know how of the members of communities regarding safe hygiene practices, aware communities about use of water for livelihood opportunities and food security, water management, and built capacity of the members of local communities by involving them in planning and implementation.

Key Achievements

- 144 households were provided access to clean drinking water at their door steps by installing 20 household hand pumps.
- Improved Hygienic practices through community involvement and awareness raising

Providing Iftar to Poor and Needy People in the month of Ramadan

Partnership: Ehsaas Trust

District/Geographical Area: Tehsil Shor Kot, District Jhang

The main objective of the project was; to ensure that vulnerable population have access to IFTAR with dignity

Outcome1:

Improved food consumption over assistance period for targeted marginalized beneficiaries (target 15,189 direct beneficiaries)

Outcome 2:

Instilled spirit of unity and fostered Islamic brotherhood among the community

Beneficiaries Feedback	“Vulnerable people, like us, have not enough meal to fulfill our stomach. Not only this project provided us nutritious food but also encouraged to take fast in the whole month of Ramadan. This is great work for humanity. We have no words for thanking you, you will always remain in our prayers said male beneficiary.
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Not only the project provided nutritious food to the vulnerable people who were with fasting but also aware of us to arrange such kind of interventions by themselves with the support of local philanthropists, said member of Local Committee

“Quality of Iftar food was remarkable; hygienic standards were applied while preparing Iftar menu as well distribution to the beneficiaries” said Volunteer.

“We are landless and have less livelihood opportunities; our as well as our children health are compromised due to low nutritious food, we are unable to eat fruit with low income. This project provided us fruit, drink as well as meal during IFTAR, which provided us energy to take fast as well as to do work for livelihood. You will get reward from Allah for this kind act” said female beneficiary

“The provision of the meal and sermons passed by the Ulema at the IFTAR venue made our Ramadan memorable” said male beneficiary

“Provision of meal during the period of fasting instilled spirit of unity and fostered Islamic brotherhood among the community” said local religious leader.

Protecting girls by reducing early girls' marriages through education and empowerment of girls and stakeholders

Partnrship: MUNDO COOPERANTE

District/Geographical Area: Nankana Sahib

Specific Goals

1. To address the issues of girls' birth registrations and early marriages;
2. To safeguard girls, access to education by increasing enrolment and improving retention of girls in schools;
3. To equip girls with Life Skills Based Education (LSBE) to enhance their quality of life;
4. To empower the communities, civil society, academia, and the representatives of local bodies and public offices to address the child protection issues.

Key Achievements

1. 763 out of school girls were enrolled.
2. 318 young girls between the ages 10-16 were imparted Life Skills Based Education
3. Births of 671 girls between the ages 0-5 were registered in their relevant Union Councils offices
4. Capacity of 49 religious leaders and contract marriage registrars was enhanced on the existing laws and international obligations on child marriage
5. Capacity of 35 (Secretaries of union councils and elected local body members) on birth registration of the children and national and international obligations was built.

Construction of Masjid to Provide a place of worship for the local community

Partnrship: Ehsaas Trust

District/Geographical Area: Jhang

Objetive

To construct a Mosque where Muslim Community, perform Salat Prayers

Outcome

1. Target community has access to the religious practices within its village

Beneficiaries: 840

Beneficiaries Feedback	<p>“Not only will a Mosque at our door step benefit to elders for offering prayers but also our children learn Islamic teachings which ultimately lead in promoting peace in our community and patience by learning true philosophy of Islam”, said vice president of Masjid Committee</p> <p>The construction work of the Masjid is very impressive, all appropriate measures were taken while constructing Mosque; I never see quality of construction work in other Masjids in my surroundings, said president Masjid Committee</p> <p>“It was difficult for us to go outside for Juma Prayers especially for elders due to distance; but now, we are blessed with this facility at our door step, and we are happy and thankful to you for this act of kindness. We will always remember you in our prayers”, said by a villager</p> <p>“May Allah accept your contribution for this noble cause, and we are greatfull to those who became a source to provide this blessing”, said treasurer of Masjid Committee</p> <p>“We are greatful to those who contributed for the construction of Mosque in our village, and made it possible to perform religious activities at our door step”, said by a villager</p>
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PICTURES



PICTURES



PICTURES



PICTURES



SANJH PREET ORGANIZATION

(SPO)

AUDIT FOR THE YEAR ENDED JUNE 30, 2022

**INDEPENDENT AUDITOR'S REPORT
TO THE EXECUTIVE BOARD OF DIRECTORS OF
SANJH PREET ORGANIZATION (SPO)**

Opinion

We have audited the financial statements of **SANJH PREET ORGANIZATION** (the organization), which comprise the statement of financial position as at June 30, 2022, and the statement of income and expenditure, statement of comprehensive income, statement of changes in general funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at June 30, 2022, and its financial performance, and its cash flows for the year then ended in accordance with the approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Management are responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan, and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management is responsible for assessing the organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Nadeem Safdar & Co.

Chartered Accountants

Engagement Partner: Nadeem Safdar

Date:

Islamabad

17 FEB 2023

**SANJH PREET ORGANIZATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022**

	NOTES	2022 Rupees	2021 Rupees
NON-CURRENT ASSETS			
Operating fixed assets	4	1,874,633	2,098,279
		<u>1,874,633</u>	<u>2,098,279</u>
CURRENT ASSETS			
Advances, deposits and other receivables	5	396,106	400,650
Cash and bank balances	6	4,603,522	51,267
		<u>4,999,628</u>	<u>451,917</u>
TOTAL ASSETS		<u>6,874,261</u>	<u>2,550,196</u>
FUNDS AND LIABILITIES			
General Fund		968,091	493,970
CURRENT LIABILITIES			
Deffered Income		3,707,830	-
Accrued and Other Liabilities	7	2,198,340	2,056,226
		<u>5,906,170</u>	<u>2,056,226</u>
TOTAL EQUITY AND LIABILITIES		<u>6,874,261</u>	<u>2,550,196</u>
CONTINGENCIES AND COMMITMENTS	8	-	-

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

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CHIEF EXECUTIVE
CEO
SANJH PREET ORGANIZATION

[Signature]
DIRECTOR

Shahzad Hussain
Director Programmes
Sanjh Preet Organization

**SANJH PREET ORGANIZATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2022**

	NOTES	2022 Rupees	2021 Rupees
Grant Income	9	15,488,565	28,316,091
Less: Program Cost	10	11,184,253	26,484,509
Gross Surplus		<u>4,304,312</u>	<u>1,831,582</u>
Less: Administrative expenses	11	3,827,918	3,558,635
Operating Profit		<u>476,394</u>	<u>(1,727,053)</u>
Less: Finance cost	12	7,208	10,043
		<u>469,186</u>	<u>(1,737,096)</u>
Other Income	13	4,936	18,093
Surplu / (Deficit) for the Year		<u><u>474,121</u></u>	<u><u>(1,719,003)</u></u>

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

NSW


CHIEF EXECUTIVE



DIRECTOR

Shahzad Hussain
Director Programmes
Sanjh Preet Organization

**SANJH PREET ORGANIZATION
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2022**

	2022 Rupees	2021 Rupees
Surplus / (Deficit) for the Year	474,121	(1,719,003)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>474,121</u>	<u>(1,719,003)</u>

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

NSW.

[Signature]
CHIEF EXECUTIVE


[Signature]
DIRECTOR

Shahzad Hussain
Director Programmes
Sanjh Preet Organization

**SANJH PREET ORGANIZATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Surplus / (Deficit) for the year		474,121	(1,719,003)
Adjustments for:			
Depreciation		223,646	252,334
Operating loss before working capital changes		697,767	(1,466,669)
(increase) / decrease in current assets			
Advances, deposits and other receivables		4,544	(10,453)
(Decrease) / increase in current liabilities		-	-
Accrued and Other Liabilities		142,114	1,356,758
		146,658	1,346,305
Net cash from / (used in) from operations		844,425	(120,364)
Grant Received / others		3,707,830	-
		4,552,255	(120,364)
Cash and cash equivalents at beginning of the year		51,267	171,631
Cash and cash equivalents at end of the year	6	4,603,522	51,267

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

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CHIEF EXECUTIVE


DIRECTOR

Shahzad Hussain
Director Programmes
Sanjh Preet Organization

**SANJH PREET ORGANIZATION
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	Initial Contribution	General Fund	Accumulated Surplus/Deficit	Total (Rs.)
Rupees				
Balance as on June 30, 2020	27,831	248,613	1,936,529	2,212,973
Total Comprehensive (Deficit) for the year	-	-	(1,719,003)	(1,719,003)
Balance as on June 30, 2021	27,831	248,613	217,526	493,970
Total Comprehensive Surplus for the year	-	-	474,121	474,121
Balance as on June 30, 2022	27,831	248,613	691,647	968,091

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

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CHIEF EXECUTIVE


DIRECTOR

Shahzad Hussain
Director Programmes
Sanjh Preet Organization

SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

1 LEGAL STATUS AND NATURE OF ACTIVITIES

Sanjh Preet Organization is a national level not for profit, non-religious, non-political, and non-governmental organization, formed by some committed motivated development professionals in 1996. The Sanjh Preet was registered in 2002 under Societies Registration Act 1860. Its registered office is situated at 57 J2, MA Johar Town Lahore. The organization particularly works with deprived segments of society by adopting multi-sectoral development approaches to bring about positive changes which ultimately improve overall living conditions and create positive, peaceful and tolerant environment within the marginalized communities, especially with children, youth and women. The organization work is guided by the Human Rights declaration, Conventions on the Rights of the Child (CRC), Convention on Elimination of All forms of Discrimination against Women (CEWDA), various ILO Conventions and other national and international treaties, laws and regulations.

2 Statement of Compliance

Financial Statements have been prepared in accordance with cash receipts and expenditure basis of accounting.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Presentation

These financial statements include the activities of different projects funded by different agencies/NGOs.

Inter project balances has been eliminated in combined financial statements.

3.2 Financial Currency

Financial statements are prepared in Pak rupees being the financial currency of the entity.

3.3 Basis of preparation

These financial statements have been prepared under historical cost convention on cash basis.

3.4 Significant accounting judgments and Estimated

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of certain accounting estimates. It also requires management to exercise its judgment in the process of applying the entities accounting policies. Estimates and judgments are continually evaluated and are on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The area involve higher degree of judgement or complexity or area where assumptions and estimates are significant to the financial statements are as follow:

- ✓ Accrued Liabilities
- ✓ Useful life of depreciable assets
- ✓ Contingencies



NSW

Shahzad Hussain
Shahzad Hussain
Director Programmes
Sanjh Preet Organization

3.5 Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation.

Depreciation is computed by reducing balance method at the rates specified in Note no. 4 to the accounts. Maintenance and normal repairs are included in surplus or deficit for the year. However major renewals and replacement are capitalized.

3.6 Close out Projects

Assets and liabilities of the projects closed out during the year are merged with head office assets and liabilities and their fund balance is transferred to head office fund balance unless stated otherwise in the agreement.

3.7 Income Recognition

Contribution received during the year are recognized as income in the year of receipts. Deferred grant/ income is recognized as earn revenue on income and expenditure account to the extent of the actual expenditure incurred.

3.8 Advances, deposits and other receivables

These are recognized at cost, which is the fair value of the consideration given. An assessment is made at each reporting date to determine, whether there is an indication that a financial asset, or a group of financial assets, may be impaired. If such an indication exists, the estimated recoverable amount of that asset is determined and an impairment loss is recognized for the difference between the recoverable amount and the carrying value.

3.9 Cash and bank balances

Cash and cash equivalents are carried at cost. For the purpose of cash flow statement, cash and cash equivalents include cash in hand and deposits with banks in current and savings accounts.

3.10' Accrued and Other Liabilities

Accrued and other liabilities are recognized at cost which is fair value of consideration to be paid in future for good and services.

3.11' Related Party Transactions

Transactions with related parties are executed at the contractual rates agreed by the parties mutually.

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Muhammad


Shahzad
Shahzad Hussain
Director Programmes
Sanjh Prest Organization

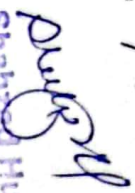
**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

4. OPERATING FIXED ASSETS

DESCRIPTION	COST			DEPRECIATION		Book Value as at June 30, 2022	Rate % P.A	
	As at July 01, 2021	Addition/ (Deletion)	As at June 30, 2022	As at July 01, 2021	Charge for the year			As at June 30, 2022
OWNED								
Furniture and fixtures	3,289,845	-	3,289,845	1,507,477	178,237	1,685,714	1,604,131	10
Electric Equipment	238,250	-	238,250	139,506	9,874	149,381	88,869	10
Computers and Printers	661,154	-	661,154	536,967	24,837	561,804	99,350	20
Air Conditioners	129,400	-	129,400	87,098	4,230	91,328	38,072	10
Generators	86,090	-	86,090	72,096	2,799	74,895	11,195	20
Office Equipment	67,313	-	67,313	30,629	3,668	34,297	33,016	10
2022 Rupees	4,472,052	-	4,472,052	2,373,773	223,646	2,597,419	1,874,633	
2021 Rupees	4,472,052	-	4,472,052	2,121,439	252,334	2,373,773	2,098,279	

(RUPEES)




Shahzad Hussain
 Director Programme
 Sanjh Preet Organization

**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 RUPEES	2021 RUPEES
5 ADVANCES, DEPOSITS & OTHER RECEIVABLES			
Advance against expense		20,000	-
Advance Income Tax for TAF HRF-III Project		151,422	151,422
Withholding tax on cash withdrawals		224,684	214,944
Other Advances		-	19,284
Other receivables		-	15,000
		396,106	400,650
6 CASH AND BANK BALANCES			
Cash at Bank-current account		4,582,200	21,448
Cash in Hand		21,322	29,819
		4,603,522	51,267
7 ACCOUNT PAYABLE			
Withholding tax payable		32,973	76,034
Other Payables		1,992,655	1,419,480
Loan payable		172,712	560,712
		2,198,340	2,056,226
8 CONTINGENCIES AND COMMITMENTS			
There are no contingencies and commitments.		NIL	NIL
9 GRANT INCOME			
Donations - CPDI		39,600	36,800
Donations		3,355,000	2,850,000
JICA		1,316,250	3,936,387
Penny Appeal Class rooms		823,329	993,702
Penny Appeal 360 H.P		-	5,374,087
Penny Appeal 08		2,472,440	988,979
Ehsaas Trust		3,957,212	-
Penny Appeal 10		-	1,236,220
Partner Contribution		-	1,412,000
Penny Appeal 200 HP		900,702	3,607,291
UNICEF		-	7,880,625
SPO		34,500	-
Mundo Cooperante		2,589,532	-
		15,488,565	28,316,091

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Shahzad Hussain
 Director Programmes
 Sanjh Preet Organization

**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 RUPEES	2021 RUPEES
10 PROGRAM COST			
Expenses Incurred for JICA	10.01	1,237,210	4,026,803
Expenses Incurred for Penny Appeal 360 H.P	10.02	-	6,140,701
Expenses Incurred for Class Rooms	10.03	-	1,241,992
Expenses Incurred for Penny Appeal Wells	10.04	2,472,440	988,979
Expenses Incurred for Ehsaas Trust	10.05	3,960,900	-
Expenses Incurred for Penny Appeal 10	10.06	-	1,236,220
Expenses Incurred for Penny Appeal 200 HP	10.07	889,903	4,970,994
Expenses Incurred for UNICEF	10.08	-	7,878,820
Expenses Incurred for Mundo	10.09	2,623,800	-
		11,184,253	26,484,509
10.01 Expenses Incurred for JICA			
Project Operational Costs		700,710	2,626,178
Project Personnel Cost		536,500	1,400,625
		1,237,210	4,026,803
10.02 Expenses Incurred for Penny Appeal 360 H.P			
Human Resource		-	218,000
Travel		-	135,445
Programme Direct Cost		-	4,934,737
Admin & Operational Cost		-	117,519
Partner Contribution's expenses		-	735,000
		-	6,140,701
10.03 Expenses Incurred for Class Rooms			
Human Resource		-	40,000
Travel		-	12,485
Programme Direct Cost		-	975,507
Partner Contribution's expenses		-	214,000
		-	1,241,992
10.04 Expenses Incurred for Penny Appeal 8 Wells			
Procurement & Installation		2,472,440	988,979
		2,472,440	988,979

NSW



Shanzai Hussain
Director Programmes
Sanjh Preet Organization

**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 RUPEES	2021 RUPEES
10.05 Expenses Incurred for Ehsaas Trust			
Construction of Masjid		494,500	-
Ifar for Needy		2,967,000	-
Installation of Hand Pumps		499,400	-
		3,960,900	-
10.06 Expenses Incurred for Penny Appeal 10			
Procurement & Installation		-	1,236,220
		-	1,236,220
10.07 Expenses Incurred for Penny Appeal 200 HP			
Human Resource		-	327,000
Travel		-	137,865
Programme Direct Cost		889,903	3,875,330
Admin & Operational Cost		-	167,799
Partner Contribution's expenses		-	463,000
		889,903	4,970,994
10.08 Expenses Incurred for UNICEF			
Salaries of project staff		-	2,880,000
Program Activities		-	4,998,820
		-	7,878,820
10.09 Expenses Incurred for Mundo			
Project Manager		400,000	-
Social Mobilizer		240,000	-
Running expenses		1,782,820	-
Indirect Cost		200,980	-
		2,623,800	-

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Shahzad Hussain
Director Programmes
Sanjh Preet Organization

**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 RUPEES	2021 RUPEES
11 ADMINISTRATIVE EXPENSES			
Personnel Cost		2,524,000	2,218,800
Office Rent		616,275	585,000
Head/ Enevelop/V. Cards		-	20,000
Project staff & Management meetings		43,645	15,286
Misc. expenses		23,620	71,106
Legal & Professional Charges		75,000	70,000
Office Utilities		86,278	133,843
Office Supplies		56,102	23,823
Office Tea / Drinking Water		45,718	46,524
Staff Communication		12,000	12,000
Repair & Maintenance		43,735	17,350
Courier Charges		9,440	15,279
Entertainment		12,917	12,428
Photocopy / Stationery		25,202	34,642
Management & Staff Traveling Cost		4,300	4,550
Vehicle Repair & Maint.		10,460	10,960
POL		15,580	14,710
Depreciation		223,646	252,334
		<u>3,827,918</u>	<u>3,558,635</u>
12 FINANCE COST			
Bank charges		7,208	10,043
		<u>7,208</u>	<u>10,043</u>
13 OTHER INCOME			
Bank Profit		891	18,093
Exchange Gain/ loss		4,045	-
		<u>4,936</u>	<u>18,093</u>

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Handwritten signature
 Shahzad Hussain
 Director Programmes
 Sanjh Preet Organization

**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

14 CAPITAL RISK MANAGEMENT

The company's prime object when managing capital is to safeguard its ability to continue as a going concern in order to provide adequate returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, issue new shares or sell assets to reduce debt.

Consistent with the industry, the company monitors capital on the basis of the gearing ratio. The ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings less cash and bank balances. Total capital is calculated as equity as shown in the balance sheet plus net debt.

	2022 Rupees	2021 Rupees
Total borrowings	5,906,170	2,056,226
Cash and Bank balances	4,603,522	51,267
Net Debt	<u>10,509,692</u>	<u>2,107,493</u>
Total Equity	526,805	526,805
Gearing Ratio	<u>19.950</u>	<u>4.001</u>

15 REMUNERATION OF CHIEF EXECUTIVE AND DIRECTORS

	2022		2021	
	Chief Executive	Director	Chief Executive	Director
Managerial Remuneration	-	-	-	-
House/ Rent Allowance	-	-	-	-
Conveyance Allowance	-	-	-	-
No. of Persons	<u>1</u>	<u>3</u>	<u>1</u>	<u>3</u>

16 LIQUIDITY RISK

Liquidity risk reflects an enterprise's inability in raising funds to meet commitments. The company follows an effective cash management and planning policy to ensure availability of funds and take appropriate measures for new requirements.

17 CURRENCY RISK

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly from future commercial transactions or receivables and payables that exist due to transactions in foreign currencies. The company is not exposed to any currency risk as it does not have any foreign debtors or creditors.

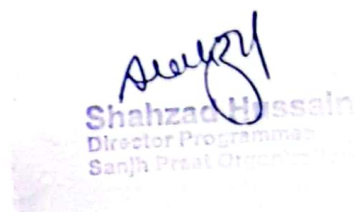
18 INTEREST RATE RISK

It represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has no significant long-term interest-bearing assets. The Company's interest rate risk arises from long term financing and short term borrowings. As the borrowings are obtained at variable rates, these expose the Company to cash flow interest rate risk.

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**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

19 CREDIT RISK

It is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Carrying amounts of financial assets represent maximum exposure to credit risk and at the reporting date these are as follows:

	2022 (Rupees)	2021 (Rupees)
Advances	396,106	400,650
Bank balances	4,603,522	51,267
	4,999,628	451,917

The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings (If available) or to historical information about counterparty default rate:

	Rating	Long Term	Agency	2022 Rupees	2021 Rupees
	Short Term				
<u>Banks</u>					
MCB Bank Limited	A1+	AA	PACRA	4,603,522	51,267
Habib Bank Limited	A-1+	AA	JCR-VIS	-	-
				4,603,522	51,267

Due to the Company's long standing business relationships with these counterparties and after giving due consideration to their strong financial standing, management does not expect non-performance by these counter parties on their obligations to the Company. Accordingly the credit risk is minimal.

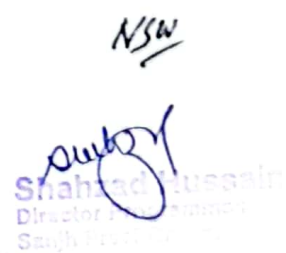
20 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction.

The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair values financial Instruments by categories

	Loans and Receivables Rupees	Available for Sale Rupees	Total Rupees
<u>As at 30 June 2022</u>			
Assets as per Balance Sheet			
Advances	396,106	-	396,106
Cash and Bank Balances	4,603,522	-	4,603,522
	4,999,628	-	4,999,628
Financial Liabilities at amortized cost			
Rupees			
Liabilities as per Balance Sheet			
Creditors, accrued and other liabilities			5,906,170
			5,906,170





**SANJH PREET ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

	Loans and Receivables Rupees	Available for Sale Rupees	Total Rupees
As at 30 June 2021			
Assets as per Balance Sheet			
Advances	400,650	-	400,650
Cash and Bank Balances	51,267	-	51,267
	<u>451,917</u>	-	<u>451,917</u>
Financial Liabilities at amortized cost			
Rupees			
Liabilities as per Balance Sheet			
Creditors, accrued and other liabilities			699,468
			-
			<u>699,468</u>

21 NO. OF EMPLOYEES

Average No. of employees during the year are :41 (2021: 41)

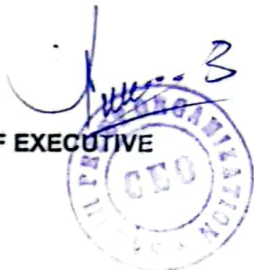
22 DATE OF AUTHORIZATION

These financial statements were authorized for issue on 17, Feb 2023 by the board of directors of the organization.

23 CORRESPONDING FIGURES

- Corresponding figures have been rearranged wherever necessary for the purpose of comparison.
- Figures are rounded off to nearest rupee.

CHIEF EXECUTIVE



DIRECTOR

Shahzad Hussain
Director Programmes
Sanjh Preet Organization

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Sanjh Preet Organization

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