

LODHRAN PILOT PROJECT

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2012

**RIAZ AHMAD, SAQIB, GOHAR & COMPANY**

Chartered Accountants

**AUDITORS' REPORT TO THE MANAGEMENT COMMITTEE**

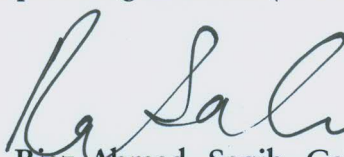
We have audited the annexed balance sheet of the **Lodhran Pilot Project** as at **June 30, 2012** and the related income and expenditure account, cash flow statement and statement of accumulated fund together with the notes forming part thereof (here-in-after referred to as the financial statements for the year ended June 30, 2012).

It is the responsibility of the management committee to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the Memorandum and Articles of Association of the Lodhran Pilot Project and guideline for accounting and financial reporting by non-government organizations (NGOs)/non-profit organizations (NPOs). 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 **Lodhran Pilot Project** as at **June 30, 2012** and of its deficit, cash flows and statement of accumulated fund for the year ended June 30, 2012 in accordance with the Memorandum and Articles of Association of the Lodhran Pilot Project and guideline for accounting and financial reporting by non-government organizations (NGOs)/non-profit organizations (NPOs).

Lahore: 24 OCT 2012

  
Riaz Ahmad, Saqib, Gohar & Co.  
Chartered Accountants  
Muhammad Ali Rafique 