

Annual Report 2014



**Pakistan Institute of
Public Finance Accountants**

VISSION

“To be a premier professional body that develops distinguished public finance accountants for the corporate and public sectors.”

MISSION

“To contribute towards continuous development, enhancement and strengthening of the field of accountancy, public finance and audit to support economic growth in the country.”

CORE VALUES

Professional Excellence

Integrity

Good Governance

Transparency

Accountability

Innovation

Objectivity

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Board of Governors

BOARD OF GOVERNORS



Mr. Shahzad Ahmad Awan
President
(Nominee of ICMAP)



Mr. Mohammad Maqbool
Vice President
(Nominee of ICAP)



Mr. Sajid Hussain
Secretary
(Elected Member)



Mr. Shahzad Raza Syed
Treasurer / Joint Secretary
(Nominee of AGP)



Mr. Jawed Mansha
Member
(Nominee of ICMAP)



Mr. M. Sharif Tabani
Member
(Nominee of ICAP)



Mr. Sarmad Ahmad Khan
Member
(Nominee of ICAP)



Mr. Muhammad Sharif
Member
(Elected)



Mr. Sajjad Ahmed
Member
(Nominee of ICMAP)



Ms. Shereen Akhtar
Member
(Nominee of AGP)



Mr. Siraj Mustafa Jokhio
Member
(Nominee of AGP)



Past Office Bearers

Past Office Bearers

PERIOD	PRESIDENT	VICE PRESIDENT	SECRETARY	JOINT SECRETARY/ TREASURER
1994-95	Mr. Qaisar Mufti	Mr. Muhammad Yousaf Adil	Mr. Khalid Rafiq	Mr. Mohammad Maqbool/ Mr. Jamal Abbas Zaidi
1995-96	Mr. Mohammad Maqbool	Syed Mujahid Hussain	Mr. Ashraf Bawany	Mr. Jamal Abbas Zaidi/ Mr. Azhar Hussain
1996-97	Syed Mujahid Hussain	Mr. Ashraf Bawany	Mr. Faqir Hussain Khan	Mr. Azhar Hussain Mr. Zulfiqar Ali Kadri
1997-98	Mr. Ashraf Bawany	Mr. Fazal Mehmood	Syed Mujahid Hussain	Mr. Sajid Hussain/ Mr. U. A. Raza
1998-99	Mr. Fazal Mehmood	Mr. Faqir Hussain Khan	Mr. Muhammad Ashraf	Mr. Muhammad Sharif/ Mr. U. A. Raza
1999-2000	Mr. Azhar Hussain	Mr. S. T. Rehman	Mr. Muhammad Ashraf	Mr. Muhammad Sharif/ Mr. Khaliq Ur Rehman
2000-01	Mr. Sohail Safdar	Mr. Badruddin Fakhri	Mr. Khaliq Ur Rehman	Mr. Muhammad Sharif/ Mr. Khaliq Ur Rehman
2001-02	Mr. Badruddin Fakhri	Mr. Khaliq Ur Rehman	Mr. Muhammad Sharif	Mr. Zahid Saeed/ Mr. Zulfiqar Ali Kadri
2002-03	Mr. Khaliq Ur Rehman	Mr. Muhammad Sharif	Mr. Abdus Sattar	Mr. Zulfiqar Ali Kadri
2003-04	Mr. Faqir Hussain Khan	Mr. Zulfiqar Ali Kadri	Mr. Abdul Rahim Suriya	Mr. Mehmood Ahmad Lodhi/ Mr. Zulfiqar Ali Kadri
2004-05	Mr. Zulfiqar Ali Kadri	Mr. Azam Khan Shad	Mr. Hidayat Ali Khan	Mr. Muhammad Sharif
2005-06	Mr. Azam Khan Shad	Mr. Hidayat Ali Khan	Mr. Muhammad Sharif	Mr. Khalid Ali Shah
2006-07	Mr. Arif Mansur	Mr. Muhammad Sharif	Mr. Muhammad Junaid	Mirza Munawar Hussain
2007-08	Mr. Muhammad Sharif	Mr. Sameen Ashgar	Mirza Munawar Hussain	Syed Shahid Hussain Jafri
2008-09	Mr. S. M. Awais Mr. Ejaz Ali Pirzda	Mirza Munawar Hussain	Mr. Rashid Rahman Mir	Mian Muhammad Shoaib
2009-10	Mirza Munawar Hussain	Mr. Rashid Rahman Mir	Mian Muhammad Shoaib	Dr. Syed Turab Hyder
2010-11	Mr. Rashid Rahman Mir	Mr. Sajid Hussain	Syed Imtiaz Hussain Bukhari	Mr. Shahzad Ahmad Awan
2011-12	Mian Muhammad Shoaib Mr. Sajid Hussain	Dr. Syed Turab Haider	Mr. Shahzad Ahmad Awan	Mr. Adnan Zaman
2012-13	Dr. Syed Turab Hyder Mr. Muhammad Ashraf Shaikh	Mr. Shahzad Ahmad Awan	Mr. Rifaqatullah Babar Mr. M. Sharif Tabani	Mian Muhammad Shoaib



Standing Committees

STANDING COMMITTEES

EXECUTIVE COMMITTEE

Mr. Shahzad Ahmad Awan	Chairman
Mr. Mohammad Maqbool	Member
Mr. Sajid Hussain	Member
Mr. Shahzad Raza Syed	Member

BOARD OF STUDIES

Mr. Shahzad Raza Syed	Chairman
Mr. Jawed Mansha	Member
Mr. Sajid Hussain	Member
Mr. M. Sharif Tabani	Member
Mr. Mohammad Maqbool	Member
Mr. Sajjad Ahmad	Member

EXAMINATION COMMITTEE

Mr. Mohammad Maqbool	Chairman
Mr. Jawed Mansha	Member
Mr. M. Sharif Tabani	Member
Mr. Muhammad Sharif	Member
Ms. Shereen Akhtar	Member
Mr. Sajid Hussain	Member

REGULATION AND DISCIPLINARY COMMITTEE

Mr. Shahzad Ahmad Awan	Chairman
Mr. Jawed Mansha	Member
Mr. Sajid Hussain	Member
Ms. Shereen Akhtar	Member

PUBLICATION AND SEMINAR COMMITTEE

Mr. Jawed Mansha	Chairman
Mr. Shahzad Raza Syed	Member
Mr. Sarmad Ahmad Khan	Member
Mr. Muhammad Sharif	Member

TECHNICAL COMMITTEE

Mr. Mohammad Maqbool	Chairman
Mr. Jawed Mansha	Member
Mr. M. Sharif Tabani	Member

The background is a light blue gradient with a large, semi-transparent graphic. The graphic consists of a globe showing the continents of Europe and Africa, overlaid on a large, multi-toothed gear or wheel structure. The globe is positioned in the upper right quadrant, and the gear structure is centered and extends across most of the page.

Management of the Institute

Management of the Institute



Mrs. Rozina Muzammil
Executive Director



Ms. Rana Nazir Fatima
Director Examinations



Mr. Imran Ahmad
Director Education & Members Affairs



Mr. Atiq Ur Rehman
Incharge
Islamabad Office



Mr. Muhammad Naeem Akhtar
Incharge
Faisalabad Office



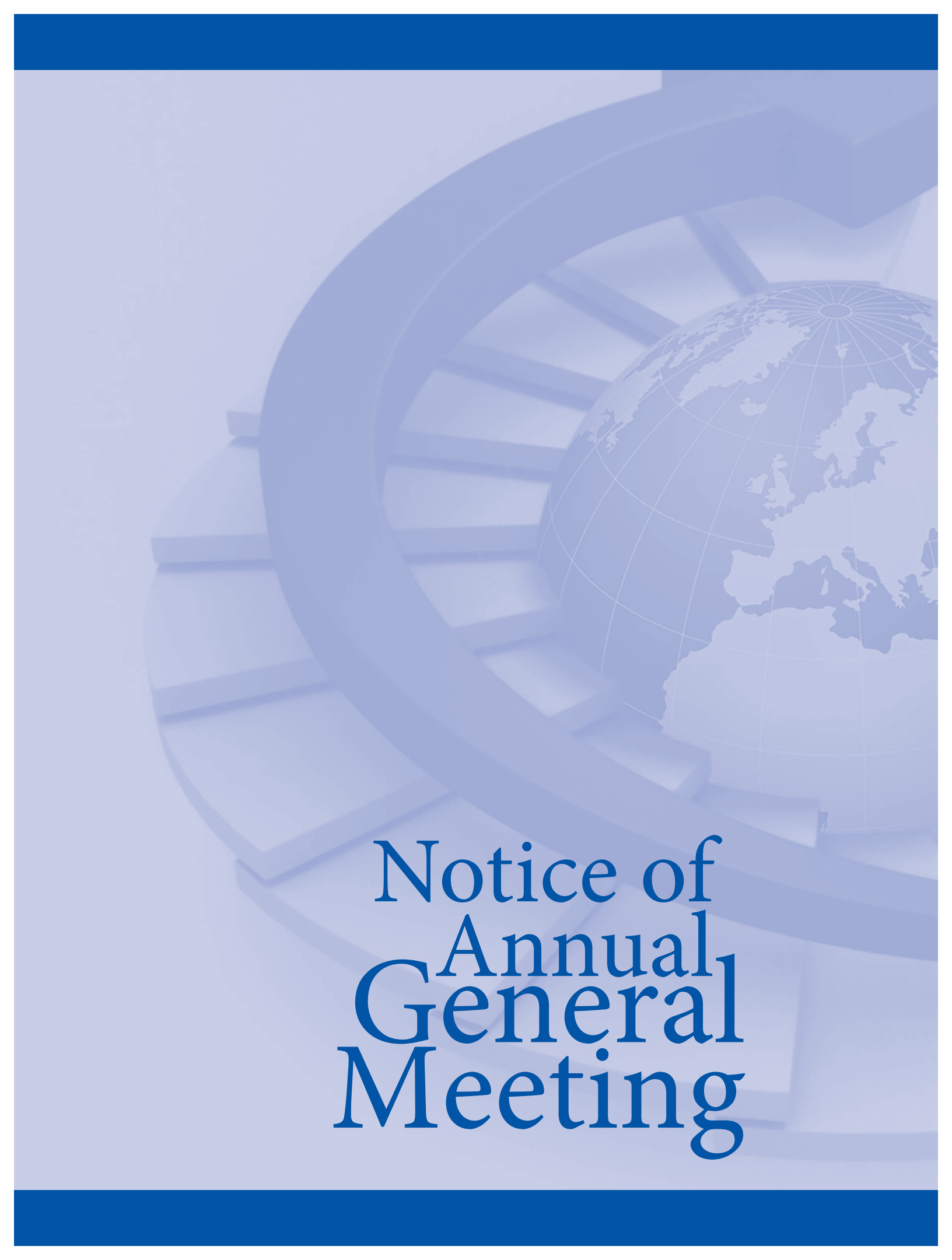
Mr. Muhammad Aslam Tahir
Incharge
Lahore Office



Syed Sohail Mumtaz Naveed
Accountant



Mr. K.S.M. Tariq Zafar
Software Engineer

The background of the page is a light blue gradient. It features a large, semi-transparent graphic of a globe with latitude and longitude lines, positioned in the upper right quadrant. Overlaid on and around the globe is a large, stylized gear or cogwheel structure, also in a semi-transparent light blue color. The gear has several teeth and a central hub. The overall aesthetic is professional and corporate.

Notice of Annual General Meeting

Notice of Annual General Meeting

Notice is hereby given that the 21st Annual General Meeting of Pakistan Institute of Public Finance Accountants (PIPFA) will be held on Friday October 31, 2014 at 04:00 pm at ICMA Pakistan Campus, 42 Ferozepur Road, Lahore and connected through Video Conference at ICMA Pakistan offices of Karachi, Islamabad, Faisalabad and Multan to transact the following business:

Ordinary Business

1. To read and confirm the minutes of the 20th Annual General Meeting held on Saturday October 26, 2013 at PIPFA Corporate Office Karachi.
2. To receive, consider and adopt the audited financial statements of the Institute for the year ended June 30, 2014 together with the Reports of the Auditors and the Board of Governors thereon.
3. To appoint Auditors for the year 2014-15 and fix their remuneration. The present Auditors M/s Ibrahim, Shaikh & Co., Chartered Accountants retire and being eligible, offer themselves for appointment.
4. To elect three Members of the Board of Governors in accordance with clause 29(4) of the Articles of the Association and section 178 & 180 of the Companies Ordinance, 1984 in place of following retiring/resigned Members of the Board of Governors who are eligible for re-election:
 - i. Mr. Sajid Hussain (Retiring)
 - ii. Mr. Muhammad Sharif (Retiring)
 - iii. Mian Muhammad Shoaib (Resigned)
5. Any other business with the permission of the Chair.

Special Business

6. To discuss, consider and approve the change in the line of decision made in 101st Meeting of Board of Governors held on June 22, 2014 stipulated as under:

Quote

“To ensure the new and dynamic leadership of the PIPFA there should be bar that no member of PIPFA (elected and nominated) should serve on PIPFA Board more than two consecutive terms. Hence, they resolved that necessary measures to be taken to amend the article of PIPFA to insert the clause in this respect as soon as possible”. **Unquote**

The proposed resolution to be passed by the members in annual general meeting and to be inserted in Articles as a new Clause 29 (6) is as follows:

“(6). All members of Board of Governors shall hold office for not more than two consecutive terms.”

By order of the Board



Sajid Hussain

Secretary

October 07, 2014

Notes:

- a) PIPFA Members admitted up to June 30, 2014 and not having any membership dues outstanding as on August 31, 2014 are eligible to attend and vote.
- b) A member entitled to attend this meeting may appoint any other eligible member as his/her proxy to attend the meeting and vote therein.
- c) The instrument appointing a proxy and postal ballot must be deposited at the Head Office of the Institute at least 48 hours before the meeting time.
- d) The member who will be personally attending the meeting at Lahore will be entitled to cast their vote personally and other members must cast their vote through Postal Ballot (attached at the end of the report).
- e) Members are requested to notify any change in their address(s) and signature immediately and always quote Membership Number in all communications with the institute.



President's Review

PRESIDENT'S REVIEW



Dear Members,

I am honored to be the President of such an outstanding Institute. This legacy of leadership is a tribute to the success and stability of PIPFA and to the belief in the importance of our common purpose which has been held by Members over the last 21 years. Personally, I feel truly humbled to lead this incredibly talented and dedicated PIPFA team and it is my privilege to present the 21st Annual Report.

It has been a year of many rewarding moments as well as some challenges. Though a year of transition, we nonetheless made solid progress on many fronts which includes the structuring out of strategic platforms while establishing exciting new ones.

As we enter 2014 with better staging grounds, a greater determination to succeed and a stronger commitment to provide exceptional professional education, we are confident in the future perspective of our professional growth and in our resolve to manage both the opportunities and the challenges ahead.

In 2014 we expanded our footprint and continued to enhance the network of approved education providers of PIPFA. Our commitment to being a quality educator and trainer led to higher levels of professionalism and strengthened our position as the largest professional

body that trains Accountants and Auditors of Public sector entities.

Everyone at PIPFA is equally responsible and dedicated to providing quality education services, starting with me and my colleagues on the Board of Governors. The Board's role is to supervise the management and operation of the institute for the benefit of its students and members. Our governance policies are designed to ensure the Board's independence and its ability to effectively carry out its mandate. We are proud that PIPFA is considered a leader in best practices in board governance and we continually work to strengthen our policies and procedures, as well as adopt new standards as they evolve.

Our PIPFA Journal also contributes towards building talent and professional skills with relevant articles every quarter on technical subjects as well as leadership and career development topics. The PIPFA Journal has earned high marks from readers, with more than 90% expressing high satisfaction and appreciation.

PIPFA has continued to exercise sound financial stewardship in addition to generating funds to invest in new initiatives for members. We produced an operating surplus for the year ended with a strong balance sheet, substantial reserves, and good cash position. Early in this fiscal year, we initiated an improved website with improved navigational capabilities and a new Member's Login Area. This was done to streamline the availability of information and to improve member services while lowering infrastructure costs. Technology enablement is the springboard to innovation which will allow us to deliver the best member experience. In addition, our skilled and dedicated PIPFA staff, which includes many PFAs and professionals, helps to ensure sound operations and move the organization forward with competence and an entrepreneurial spirit.

While we continue to see a wealth of growth opportunities for PIPFA, we also see challenges; chief among them is educational globalization. Educational endeavors have been affected by the processes of globalization that are threatening the autonomy of national educational systems. Globalization is a growing challenge to accounting institutes worldwide since along with the opportunities it has brought many threats to accounting education institutions. Such institutions now often see themselves as being shaped from outside by the forces of globalization, sometimes even as victims of global pressures and forces. The ever evolving social and political situations are exerting immense pressure on traditional universities and professional institutes for paradigmatic reforms. Hence, the objective of accounting education is no longer simply to transmit a body of knowledge but to equip students with knowledge and skills for problem-solving, synthesizing ideas, and most importantly global competencies, in terms of the overall development of the accounting profession.

In summary, 2014 was another year of great performance. We have demonstrated that we possess the right strategy, the right culture and the right team to deliver consistent and sustained value for our members. We enter 2014 in excellent shape and with a strong growth momentum.

Finally, I would like to appreciate the employees of the PIPFA for the many contributions they have made to the Institute's ongoing success in 2014. In particular, I want to acknowledge their dedication to serving both students and members, and to living the Institute's values every day. For all this and more, they are most deserving of our gratitude.



Shahzad Ahmad Awan, FPFA, FCMA



Report
of the
Board of
Governors

Report of the Board of Governors

The Board takes pleasure in presenting its 21st Annual Report and audited financial statements of the Institute for the year ended June 30, 2014.

GOVERNANCE

PIPFA is managed by a twelve Members Board out of which nine Members are nominated by sponsoring bodies (Three each by ICAP, ICMAP and Auditor General of Pakistan) and the remaining three Members are elected by the Members of the Institute for a period of three years. The Board has six standing committees i.e. The Executive Committee, The Board of Studies, The Examination Committee, The Regulation & Disciplinary Committee, The Publication & Seminar Committee and The Technical Committee that run the affairs of PIPFA efficiently and effectively.

FINANCIAL POSITION

	2013-14 Rs.	2012-13 Rs.
Revenues	43,981,957	39,361,215
Expenses	41,505,741	37,732,446
Surplus / Loss	<u>2,476,216</u>	<u>1,628,769</u>

The surplus for the year around Rs. 2.47 million became possible due to the sincere efforts of the Institute to promote its educational programs in Corporate and Public Sectors; its dynamic policies to further motivate and facilitate students; introduction of Computer Based Examination System; successful placement of new Members in the job market; introduction of innovative subscription schemes for Members and implementation of budgetary control systems in the Institute.

The Management of PIPFA has always laid emphasis on quality accountancy education at reasonable cost for students and works towards the promotion and recognition of their skill and qualification in the local as well as global market. In this regard, we achieved several remarkable milestones in 2014 and are proud to share them, each of which has contributed in the overall delivery of sterling results during the year and will continue to do so in the years to come.

MEMBERSHIP

The qualified Members as of June 2014 are 6,433 as against 6,094 at the end of June 2013 which depicts an increase of 339 and highlights the recognition of PIPFA Members in the market. Out of the total Memberships, more than 2090 Members belong to the Public Sector and which reflects strongly on the acceptance of the PIPFA qualification by Government Departments.

CPD ACTIVITIES

Member focused activities carried out during the year included a number of CPD seminars that were arranged at Karachi, Lahore, Islamabad and Faisalabad to keep Members abreast of the latest developments in the field of accountancy, public finance and audit.

STUDENTS ENROLMENT

The registered students of the Institute as on June 30, 2014 are 29,182.

CORPORATE SECTOR EDUCATION PROGRAM

Education program in the corporate sector is progressing satisfactorily. Number of students in this stream is expected to increase considerably in the coming year. For the benefit of students, coaching classes are being conducted in Karachi, Lahore, Faisalabad and Islamabad under the direct supervision of PIPFA management. In addition to the above, ten approved educational institutes are also conducting coaching classes; one each in Karachi, Faisalabad,

Sialkot and Wah Cantt. and two each in Rawalpindi, Multan, and Peshawar. During the year PIPFA has also conducted refresher courses for repeaters which were considered very useful by students.

GOVERNMENT SECTOR EDUCATION PROGRAM

The classes of Government sector trainees are being held at Karachi, Lahore Islamabad, Multan, Quetta and Peshawar. PIPFA provides training to the employees/nominees of AGP, PMAD, Punjab Government. (Finance dept.), LFA-AJK, National Highway Authority (NHA), CGA, CDA and other government entities. This year enrollment in the Public Sector stream was 467 who were trained and are now enjoying their elevation. The Institute has been making all out efforts to organize the various programs and to commence classes on stipulated dates. Furthermore, Pakistan Railway Accounts Department (PRAD) have also started sending their nominees for public sector training from the last two sessions, which shows increase in PIPFA recognition in Government entities / Offices.

EXEMPTION

“Exemptions are granted to our members by other professional bodies, on reciprocal basis for further studies. Presently, ICMA Pakistan grants exemptions in 7 papers, ICAP in 7 papers of levels AFC & CAF, ICSP in 4 papers, ICS&M in 8 papers, ACCA in 2 papers, CIMA (UK) has exempted 7 papers and CIA Exam Part-4 is exempted under Professional Recognition Credit (PRC4) to our qualified students and Members.

PIPFA qualification is considered ideal for the students aspiring to become Professional Public Accountant. PIPFA brings substantial savings in study cost and enhanced opportunities to progress to other professional qualifications especially of ICAP and ICMA Pakistan.”

COMPANY SECRETARY

According to the Code of Corporate Governance, being a recognized professional body, Members of Pakistan Institute of Public Finance Accountants are eligible for the venerated positions of Company Secretary of listed companies except NBFC Sector. This has been further endorsed in letter no. SECP/ICAP/EM36/2000/83 issued by Securities and Exchange Commission of Pakistan.

MARKET PROMOTION OF PIPFA

PIPFA is publishing the PIPFA Journal on quarterly basis. This is a most useful tool for professional update and it also builds the image of the institute. Recently the PIPFA Board, giving due importance to expanding activities, has sanctioned a fund of Rupees one million for educational activities to promote and project PIPFA's image at all levels.

LAUNCH OF PIPFA WEBSITE (UPDATED VERSION)

In an increasingly virtual world, a website represents the public face of an Institute, as well as a forum for interaction between Students, Members and rest of the globe. Accordingly PIPFA has launched its new website and throughout the process of its development, it has been our goal to create an accurate depiction of PIPFA but one which is informative, inviting and engaging. The advantages of the new website include a more robust page layout, easy navigation, more detailed information about PIPFA and an easier way for existing Students & Members and as well as for prospective students & Members to find relevant information.

FIRST EVER GRADUATION CEREMONY

PIPFA arranged its first ever Graduation Ceremony on March 22, 2014. The qualified students received their certificates during this prestigious ceremony held at Karachi, attended by a large number of guests, including families of students, faculty, staff and persons from industry. 72 graduates received their certificates during the ceremony.

MEMORANDUM OF UNDERSTANDING

PIPFA has signed a Memorandum of Understanding with KASB Institute of Technology (KASBIT) for educational collaboration. Now PIPFA Members may avail certain exemptions in BBA and MBA Programs at KASBIT. They are also offering 50% discount in tuition fee to PIPFA Members who are securing gold medals.

STUDENT ACTIVITIES

Student activities got a boost during the year. PIPFA participated in THE NEWS Education Expo organized by The Jang Group at Karachi, Lahore and at Islamabad. PIPFA has also arranged seminars at Karachi, Lahore, Faisalabad and Islamabad on "Examinations Techniques" prior to the each Examination.

FUTURE OUT LOOKS

We are continuously endeavoring for the recognition of PIPFA ever advanced levels. PIPFA Board is considering the extension of PIPFA's Public Sector Stream to Private Students. It would facilitate candidates in the private Sector to compete for posts meant for direct recruitment in the Public Sector especially in the components of Accounts Group i.e. AGP, CGA, PMAD, RAD, PPO, Finance and the Treasury Departments of Provincial Governments etc. We hope that opening up Public Sector route to Private Students may prove to be a fruitful initiative.

APPRECIATION

The role of various standing committees, ICAP, ICMAP, AGP and of the Officers and Staff of the Secretariat in achieving goals and promoting the objectives of PIPFA is highly appreciated and acknowledged by the Board.



President



Treasurer

Date: 19th September, 2014



Auditors' Report

Auditors' Report to the Members

We have audited the annexed balance sheet of PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS, Karachi (the Institute), as at June 30, 2014 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 the explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the Institute's management to establish and maintain a system of internal controls, 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 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 Institute as required by the Companies Ordinance, 1984;
- (b) in our opinion:
 - i) the balance sheet and income and expenditure account and cash flow statement together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;
 - ii) the expenditure incurred during the year was for the purpose of the Institute's business; and
 - iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the Institute;
- (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 and 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 Institute's affairs as at June 30, 2014 and of its financial performance, 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 (XV111 of 1980).



IBRAHIM, SHAIKH & CO.
Chartered Accountants
Shabbir Ahmed

Karachi: September 19, 2014




Financial Statements

BALANCE SHEET

As at June 30, 2014

	Note	2014 RUPEES	2013 RUPEES
NON CURRENT ASSETS			(Restated)
Property and equipment	3	21,431,936	21,003,244
Intangible	4	213,925	252,872
Investment Property	5	1,320,778	1,390,293
INVESTMENTS	6	5,100,000	5,100,000
CURRENT ASSETS			
Short term investments	7	5,000,000	5,000,000
Loans and advances	8	290,371	238,586
Trade deposits, prepayments and other receivables	9	12,994,891	9,174,063
Cash and bank balances	10	3,214,393	4,787,571
		21,499,655	19,200,220
TOTAL ASSETS		49,566,294	46,946,629
NON CURRENT LIABILITIES			
Members' subscription	11	4,696,100	4,214,050
Deferred Liabilities	12	2,961,276	1,952,816
CURRENT LIABILITIES			
Current maturity members' subscription		546,250	448,050
Accrued and other liabilities	13	3,765,692	5,210,953
		4,311,942	5,659,003
TOTAL LIABILITIES		11,969,318	11,825,869
CONTINGENCIES AND COMMITMENTS	14	-	-
NET ASSETS		37,596,976	35,120,760
FINANCED BY			
GENERAL FUND		37,596,976	35,120,760
		37,596,976	35,120,760


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



Chief Accountant



Executive Director



Treasurer



President


Income and Expenditure Account for the year ended June 30, 2014

	Note	2014 RUPEES	2013 RUPEES
			(Restated)
INCOME			
Students' registration and annual subscription fee	15	4,768,790	5,321,550
Examination and exemption fees	16	16,581,951	16,611,705
Members' registration and annual subscription fee	17	3,430,450	2,549,150
Coaching fees	18	15,880,627	12,323,020
Other income	19	3,320,139	2,555,790
		43,981,957	39,361,215
LESS: EXPENDITURE			
Examinations' department expenses	20	7,525,356	7,033,980
Members' department expenses	21	3,199,302	2,166,868
Coaching department expenses	22	20,671,397	20,151,156
Administration expenses	23	10,109,686	8,380,442
		41,505,741	37,732,446
Surplus transferred to General Fund		2,476,216	1,628,769

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


Chief Accountant


Executive Director


Treasurer


President

Cash Flow Statement

for the year ended June 30, 2014

	Note	2014 RUPEES	2013 RUPEES
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus / (Deficit)for the year		2,476,216	1,628,769
Members' subscription-advance		580,250	512,450
Adjustment for non cash charges:			
Depreciation		745,155	776,765
Amortization		106,947	126,417
Deferred liabilities		1,008,460	
Operating Surplus before changes in Working Capital		4,917,028	3,044,401
(Increase) / decrease in Current Assets			
Loans and advances		(51,785)	(158,331)
Trade deposits, prepayments and other receivables		(3,820,828)	(5,986,567)
Increase/ (Decrease) in Current Liabilities			
Accrued and other liabilities		(1,445,261)	4,620,226
Net Cash Flows from Operating Activities		(400,846)	1,519,729
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(1,172,332)	(701,082)
Net Cash Flows from Investing Activities		(1,172,332)	(701,082)
Net (Decrease) / Increase in Cash and Cash Equivalents		(1,573,178)	818,647
Cash and Cash Equivalents at the beginning of the year		4,787,571	3,968,924
Cash and Cash Equivalents at the end of the year	25	3,214,393	4,787,571


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



Chief Accountant



Executive Director



Treasurer



President

Statement of Changes in Funds for the year ended June 30, 2014

	2014 RUPEES
General Fund	
Balance as at June 30, 2012	33,491,991
Surplus transferred from income and expenditure account	4,030,840
Balance as previously reported as at June 30, 2013	37,522,831
Effect of restatement for the year 2013	(2,402,071)
Balance as at June 30, 2013 as restated	35,120,760
Surplus transferred from income and expenditure account	2,476,216
Balance as at June 30, 2014	37,596,976


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



Chief Accountant



Executive Director



Treasurer



President

Notes to the Financial Statements for the year ended June 30, 2014

1. THE INSTITUTE AND ITS OPERATIONS

Pakistan Institute of Public Finance Accountants (PIPFA) was incorporated on 28th of October, 1993 as public company limited by Guarantee under section 42 of the Companies Ordinance, 1984. PIPFA was established jointly by the Institute of Chartered Accountants of Pakistan (ICAP), Institute of Cost and Management Accountants of Pakistan (ICMAP) and Department of Auditor General of Pakistan (AGP). At the inception the name of the institution was 'The Association of Accounting Technicians of Pakistan' (AAT) which was changed to the present name in August 2000. PIPFA is a non-profit organization wholly committed to accounting education and development.

Registered Office of the Institute is situated at M1 & M2, Mezzanine Floor, Park Avenue, 24-A, Block-6, P.E.C.H.S., Shakra-e-Faisal, Karachi – 75400.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Significant Accounting Policies adopted in the preparation of these financial statements are set out below:

2.1 Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of Accounting and Financial Reporting Standard for Medium-Sized Entities (MSEs) issued by the Institute of Chartered Accountants of Pakistan and provisions of and directives issued under the Companies Ordinance 1984. In case requirements differ, the provisions or directives of the Companies Ordinance 1984 shall prevail.

2.2 Accounting Convention

These Financial Statements have been prepared under historical cost convention.

2.3 Property and Equipment

- These are stated at cost less accumulated depreciation. Depreciation on all property and equipment is charged on reducing balance method. Full month's depreciation is charged in the month of addition while no depreciation is charged in the month of disposal.
- Maintenance and normal repairs are charged to income as and when incurred.
- Major renewals and improvements are capitalized.
- Gains and losses on disposal of property and equipment are included in the income.
- Study materials, publications and stationary costs are charged to income as and when incurred.

2.3.1 Depreciation methods, residual values and useful lives of assets are reviewed at each financial year end, and adjusted if impact on depreciation is significant.

2.4 Intangible

- This represents cost of computer software less amortization at the rate of 33% per annum using the reducing balance method and impairment, if any.

2.5 Investment property

Investment property is held for long term rental yields/capital appreciation. The investment property of the Institute comprises of office and is valued using the cost

method i.e. at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the investment property. The cost of self-constructed investment property includes cost of materials and direct labour, any other costs directly attributable to bringing the investment property to a working condition for their intended use and capitalized borrowing costs.

Depreciation is charged to income and expenditure account on the reducing balance method so as to allocate the depreciable amount over its estimated useful life. Depreciation on additions to investment property is charged from the month in which a property is acquired or capitalized while no depreciation is charged for the month in which the property is disposed off.

The residual values and useful lives of investment property are reviewed at each balance sheet date and adjusted if impact on depreciation is significant.

The company assesses at each balance sheet date whether there is any indication that the investment property may be impaired. If such indication exists, the carrying amounts of such assets are written down to their recoverable amounts and the resulting impairment loss is recognized in the income and expenditure account. The recoverable amount is the higher of the assets fair value less costs to sell and value in use. Where an impairment loss is recognized, the depreciation charge is adjusted in the future period to allocate the assets' revised carrying amount over its estimated useful life.

The gain or loss on disposal of investment property represented by the difference between the sale proceeds and the carrying amount of the asset is recognized as income or expense.

2.6 Investments

Held to maturity

Held to maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that an entity has the positive intention and ability to hold to maturity.

Investments classified as held to maturity are recognized initially at fair value, plus attributable transaction cost. Subsequent to initial recognition, these are stated at amortized cost with any difference between cost and redemption value being recognized in the income and expenditure account over the period of the investments on an effective yield method.

2.7 Taxation

The Institute is approved as Non Profit Organization under section 2 (36) the Income Tax Ordinance 2001, and is also exempt from income tax under clause (58A) of the Second Schedule of the Income Tax Ordinance, 2001 being an educational institution established solely for educational purposes and not for purposes of profits.

2.8 Financial Assets and Liabilities

All financial assets and liabilities are recognized at the time when the Institute becomes a party to contractual provisions of the instrument. Any gain and loss on derecognition of the financial assets and liabilities is taken to income and expenditure account.

Financial assets are recognized at the time when the Institute loses control of the contractual rights that compromise the financial assets. All financial liabilities are derecognized at the time when they are extinguished that is, when the obligation specified in the contract is discharged, cancelled, or expires. Any gain or loss on derecognition of the financial assets and liabilities is taken to income and expenditure account.

2.9 Provisions

Provisions are recognized in the balance sheet when the Institute has a legal or constructive obligation as a result of past events and it is probable that out flow of economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each balance sheet date and adjusted to reflect current best estimate.

2.10 Staff Retirement Benefits

The Institute operates unfunded gratuity scheme for its staff. The provision is made periodically and the benefits are payable to staff on completion of prescribed qualifying period of service under the scheme.

2.11 Creditors, Accrued and Other Liabilities

Liabilities for creditors and for other amounts payable are stated at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Institute.

2.12 Cash and Cash Equivalents

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

2.13 Revenue Recognition

- Income from fees and subscriptions from members and students is recognized on receipt basis, except in case of life and special membership cases, where subscription received from members is spread over a period of 20 and 10 years.
- Income from approved coaching centers is recognized on receipt basis.
- Income from Computer Based Examinations is recognized on accrual basis.
- Profit on bank deposits and investments is accounted for on pro-rata basis.
- Profit on saving account is recognized on effective yield basis.

2.14 Impairment

The carrying amounts of the Institute's assets are reviewed at balance sheet date to determine whether there is any indication of impairment, if any such indication exists, the asset's recoverable amount is estimated and impairment losses are recognized.

2.15 Judgment, estimates and assumptions

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the company's accounting policies. Estimates and judgment are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to Institute's financial statements or where judgments were exercised in application of accounting policies are as follows:

- Useful lives of depreciable assets and residual value note 2.3.

2.16 Functional and presentation currency

These financial statements are presented in Pakistan Rupees which is also the Institute's functional currency.

2.17 General

Figures have been rounded off to the nearest rupee.

3 OPERATING FIXED ASSET

	Freehold Land	Office on freehold Land	Office on leasehold Land	Electrical Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Library Books	Total
R U P E E S									
Description									
As at July 1, 2011									
Cost	15,732,078	1,211,922	2,725,083	1,115,766	2,631,820	2,067,448	872,900	49,524	26,406,541
Accumulated Depreciation	-	(10,099)	(1,175,056)	(620,476)	(1,730,553)	(672,481)	(332,073)	(44,183)	(4,584,921)
Net book value as at June 30, 2011	15,732,078	1,201,823	1,550,027	495,290	901,267	1,394,967	540,827	5,341	21,821,620
Net carrying value basis									
Year ended June 30, 2012									
Opening net book value	15,732,078	1,201,823	1,550,027	495,290	901,267	1,394,967	540,827	5,341	21,821,620
Additions	-	-	-	-	265,045	6,300	-	-	271,345
Disposal / Adjustment	-	-	-	-	-	-	-	-	-
Depreciation Charges for the year	-	(60,091)	(77,501)	(99,058)	(317,981)	(139,444)	(81,124)	(1,068)	(776,267)
Net book value as at June 30, 2012	15,732,078	1,141,732	1,472,526	396,232	848,331	1,261,823	459,703	4,273	21,316,698
Gross carrying value basis									
As at June 30, 2012									
Cost	15,732,078	1,211,922	2,725,083	1,115,766	2,896,865	2,073,748	872,900	49,524	26,677,886
Accumulated Depreciation	-	(70,190)	(1,252,556)	(719,534)	(2,048,534)	(811,925)	(413,197)	(45,251)	(5,361,187)
Net book value as at June 30, 2012	15,732,078	1,141,732	1,472,527	396,232	848,331	1,261,823	459,703	4,273	21,316,699
Net carrying value basis									
Year ended June 30, 2013									
Opening net book value	15,732,078	1,141,732	1,472,527	396,232	848,331	1,261,823	459,703	4,273	21,316,699
Additions	-	-	-	185,875	173,563	30,700	-	-	390,138
Disposal / Adjustment	-	-	-	-	-	-	-	-	-
Depreciation Charges for the year	-	(57,087)	(73,626)	(93,776)	(281,687)	(127,605)	(68,955)	(855)	(703,591)
Net book value as at June 30, 2013	15,732,078	1,084,645	1,398,900	488,331	740,207	1,164,918	390,748	3,418	21,003,246
Gross carrying value basis									
As at June 30, 2013									
Cost	15,732,078	1,211,922	2,725,083	1,301,641	3,070,428	2,104,448	872,900	49,524	27,068,024
Accumulated Depreciation	-	(127,277)	(1,326,184)	(813,310)	(2,330,221)	(939,530)	(482,152)	(46,106)	(6,064,780)
Net book value as at June 30, 2013	15,732,078	1,084,645	1,398,899	488,331	740,207	1,164,918	390,748	3,418	21,003,244
Net carrying value basis									
Year ended June 30, 2014									
Opening net book value	15,732,078	1,084,645	1,398,899	488,331	740,207	1,164,918	390,748	3,418	21,003,244
Additions	-	704,192	-	308,288	67,452	24,400	-	-	1,104,332
Disposal / Adjustment	-	-	-	-	-	-	-	-	-
Depreciation Charges for the year	-	(56,968)	(69,945)	(134,381)	(236,118)	(118,932)	(58,612)	(684)	(675,640)
Net book value as at June 30, 2014	15,732,078	1,731,869	1,328,954	662,238	571,541	1,070,386	332,136	2,734	21,431,936
Gross carrying value basis									
As at June 30, 2014									
Cost	15,732,078	1,916,114	2,725,083	1,609,929	3,137,880	2,128,848	872,900	49,524	28,172,356
Accumulated Depreciation	-	(184,245)	(1,396,129)	(947,691)	(2,566,339)	(1,058,462)	(540,764)	(46,790)	(6,740,420)
Net book value as at June 30, 2014	15,732,078	1,731,869	1,328,954	662,238	571,541	1,070,386	332,136	2,734	21,431,936
Annual rates for the depreciation (%)									
2013	-	5	5	20	30	10	15	20	
2014	-	5	5	20	30	10	15	20	

3.1 Depreciation / Amortization for the year has been allocated as under:

		DEPRECIATION	
		2014	2013
Coaching department expenses	22	344,582	362,328
Administrative department expenses	23	331,058	341,264
		<u>675,640</u>	<u>703,592</u>

		2014 RUPEES	2013 RUPEES
4	INTANGIBLE ASSETS		
	Net carrying value as at 1 July		
	Net book value as at 1 July	252,872	68,345
	Additions / transfers (at cost)	68,000	310,944
	Amortization	4.1 (106,947)	(126,417)
	Net book value as at 30 June	213,925	252,872
	Gross carrying value as at 30 June		
	Cost as at 1 July	820,944	510,000
	Additions / transfer at cost	68,000	310,944
	Accumulated amortization	(675,019)	(568,072)
	Net book value	213,925	252,872
	Amortization rate (% per annum)	33.33	33.33
4.1	The amortization charge for the year has been allocated as follows:		
	Examination department expenses	106,947	126,417
5	INVESTMENT PROPERTY		
	Net Carrying value as at 1 July		
	Opening net book value (NBV)	1,390,293	1,463,466
	Depreciation charge	5.1 (69,515)	(73,173)
	Balance as at 30 June (NBV)	1,320,778	1,390,293
	Gross Carrying value as at 30 June		
	Cost	2,572,901	2,572,901
	Accumulated depreciation	(1,252,123)	(1,182,608)
	Net book value (NBV)	1,320,778	1,390,293
	Depreciation rate (% per annum)	5%	5%
5.1	The depreciation charge for the year has been allocated as follows:		
	Administration department expenses	69,515	73,173
6	INVESTMENTS		
	Held to maturity		
	Term deposit certificates - IIBL	6.1 12,112,033	12,112,033
	Provision against investments doubtful of recovery	(12,112,033)	(12,112,033)
	Special saving certificates -		
	National Saving Government of Pakistan	6.2 5,100,000	5,100,000
		5,100,000	5,100,000
6.1	The Institute had made investments in Term Deposit Certificates (COD-L) of Crescent Standard Investment Bank Limited (CSIBL) now Innovative Investment Bank Limited (IIBL) since March 2003. These COD-L had matured between September 2006 to October 2006. Thus the total investment amounting to Rs. 12,112,033 had become overdue. The management of IIBL had revised the repayment plan over a period of 5 years which had not been followed. In view of the matter stated in the note no.13, the Board of Governors on recommendations of executives of the Institute decided to hold provision of Rs. 12,112,033 for doubtful of recovery. The Executive Director has pursued the matter vide letter ref:PIPFA/ED/Inv-IIBL/47 dated July 25, 2014 issued to the IIBL management.		

		2014	2013
		RUPEES	RUPEES
	The update on which is narrated in note 14 to these financial statements.		
6.2	Special Saving Certificates are investments with National Savings (Government of Pakistan). The maturity period being three years comprising of six terms and interest rates ranging from 1 st to 5 th Term 11.6% and 12 % for 6 th Term.		
7	SHORT TERM INVESTMENTS		
	Held to maturity		
	PLS term deposits	7.1 5,000,000	5,000,000
7.1	These investments are with Allied Bank Ltd PLS term deposit certificate. The maturity is upto 24th July, 2014 at interest rate 7.00 % per anum.		
8	LOANS AND ADVANCES - Considered good		
	Advances - Unsecured		
	To staff	224,600	214,331
	Advance tax	30,026	-
	Advance rent	35,745	24,255
		<u>290,371</u>	<u>238,586</u>
9	TRADE DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
	Deposits		
	Security deposits	930,500	930,500
	Prepayments		
	Insurance	10,018	10,023
	Fee and subscription	264,248	220,165
		274,266	230,188
	Other Receivables -Considered good		
	Un-secured		
	Receivable from Pakistan Military Accountant General	7,033,709	5,561,510
	Auditor General Pakistan	114,150	1,060,707
	Receivables from Government of Punjab	681,250	-
	Receivables from Capital Development Authority Islamabad	174,850	-
	Receivables from Contoller General Accounts	750,100	-
	CBE fees recievable	1,685,000	774,000
	Rent recievable	140,000	-
	Other recievable	3,435	13,332
	Accrued interest	1,207,631	603,826
		11,790,125	8,013,375
		<u>12,994,891</u>	<u>9,174,063</u>
10	CASH AND BANK BALANCES		
	These were held as under:		
	In hand		
	Cash	67,620	59,692
	Cheques	10,001	557,340
	At bank:		
	Current account	3,090,945	649,985
	PLS account	10.1 45,827	3,520,554
		3,136,772	4,170,539
		<u>3,214,393</u>	<u>4,787,571</u>
10.1	These carry profit rate ranging from 5% to 9% per anum (2013 : from 5% to 9%)		

	2014 RUPEES	2013 RUPEES
11 MEMBERS' SUBSCRIPTION		
Members' subscription - advance	5,116,350	4,517,600
Members' registration and subscription - applied	126,000	144,500
Less: Current maturity	546,250	448,050
	<u>4,696,100</u>	<u>4,214,050</u>
12 DEFERRED LIABILITIES		
The amount represents staff retirement gratuity. The movement during the year was as follows:		
Balance as at July 01	1,952,816	-
Add: Transferred from accrued and other liabilities	-	822,788
Previous years' adjustment	219,360	-
Provided for the year	856,080	1,130,028
	<u>3,028,256</u>	<u>1,952,816</u>
Less: Paid during the year	(66,980)	-
	<u>2,961,276</u>	<u>1,952,816</u>
13 ACCRUED AND OTHER LIABILITIES		
Accrued expenses	3,585,283	4,960,413
Other liabilities		
Security deposit	70,000	210,000
Tax payable	-	40,540
Others	110,409	-
	<u>180,409</u>	<u>250,540</u>
	<u>3,765,692</u>	<u>5,210,953</u>

14 CONTINGENCIES AND COMMITMENTS

Contingency

As discussed in Note 6.1 to these financial statements, investment of Rs. 13,112,033 in the Term Deposits Certificates (COD-L) of Crescent Standard Investment Bank Limited (CSIBL) had become overdue and was exposed to risk of realization. On August 30, 2006 the Securities & Exchange Commission of Pakistan (SECP) had appointed Administrator for CSIBL, suspending its Board of Directors and Chief Executive Officer. With effect from June 28, 2007 CSIBL was merged with Innovative Housing Finance Limited (IHFL) to finally become Innovative Investment Bank Limited (IIBL). The management of IIBL had offered a five years repayment plan to the Institute. Rupees 1 million had been received as 1st installment of revised repayment plan and remaining Rs. 12,112,033 was receivable over a period of four years starting from July 29, 2009. However, payment due on July 29, 2009 could not be made by IIBL. Innovative Investment Bank Limited (IIBL) vide its letter dated July 29, 2009 confirmed that the aforesaid payment shall be made on availability of cash flows, however, no payment had been received from IIBL. The Administrator of IIBL appointed by SECP sent a "Draft Rehabilitation Plan" on May 28, 2010 to the institute to which the institute replied vide its letter dated June 05, 2010 demanding the return of deposits invested with IIBL. The Joint Liquidators have responded to the Institute's letter of July 25, 2014, informing that the Honorable Lahore High Court have passed order for winding up of IIBL in response to winding up petition filed by SECP U/s. 282 J(3) of the Companies Ordinance, 1984. Further the Liquidators have

advised the Institute to complete formalities for the claim as required under the law. The management of the Institute has maintained the provision of Rs. 12,112,033 as referred in note 6 to these financial statements.

Commitments

No commitments as of balance sheet date.

	2014 RUPEES	2013 RUPEES
15	STUDENT REGISTRATION AND SUBSCRIPTION FEES	
	Student registration	1,431,200
	Student subscription	2,826,620
	Student restoration	299,240
	Student I.D card	211,730
	<u>4,768,790</u>	<u>5,321,550</u>
16	EXAMINATION AND EXEMPTION FEES	
	Examination	9,836,937
	Computer based examination registration	140,000
	Computer based examination	2,149,800
	Exemptions	4,355,215
	Re-checking / duplicate	99,999
	<u>16,581,951</u>	<u>16,611,705</u>
17	MEMBERS REGISTRATION AND ANNUAL SUBSCRIPTION FEES	
	Member registration	1,053,700
	Member subscription	2,118,750
	Member restoration	258,000
	<u>3,430,450</u>	<u>2,549,150</u>
18	COACHING FEES	
	Karachi	11,002,404
	Lahore	3,504,673
	Faisalabad	1,373,550
	<u>15,880,627</u>	<u>12,323,020</u>
19	OTHER INCOME	
	Interest income from deposits	1,103,124
	Rental income	420,000
	Sales of books	294,200
	CCPT affiliation	211,800
	Registration and other fees	182,316
	CBE evaluation fee	20,000
	CPD Seminar Income	413,678
	Advertisement Income	177,600
	Bank Collection Charges	14,596
	Others	482,825
	<u>3,320,139</u>	<u>2,555,790</u>

		2014 RUPEES	2013 RUPEES
20	EXAMINATION DEPARTMENT EXPENSES		
	Examination expense	1,277,285	3,001,478
	Salary and other benefits	2,342,108	1,677,430
	Examination honorarium	1,750,367	234,100
	Computer based examination expenses	58,050	188,214
	Printing and stationery	435,439	362,675
	Postage	693,729	633,372
	Utilities	285,816	268,071
	Meetings	438,842	329,402
	Entertainment	21,454	57,798
	Repair and maintenance	91,287	88,966
	Amortization	4.1 106,947	126,417
	Software charges	24,032	66,057
		<u>7,525,356</u>	<u>7,033,980</u>
21	MEMBERS' DEPARTMENT EXPENSES		
	Salary and other benefits	1,173,193	627,927
	Printing and stationery	664,548	456,122
	Postage	420,417	706,600
	Utilities	359,522	255,650
	Meetings	287,466	45,314
	Repair and maintenance	60,846	75,255
	CPD Seminar	233,310	-
		<u>3,199,302</u>	<u>2,166,868</u>
22	COACHING DEPARTMENT EXPENSES		
	Faculty salaries (PMAD, Private and Public sector)	7,995,345	6,956,597
	Salary and other benefits	5,061,033	5,897,035
	Printing and stationery	1,169,581	754,422
	Advertisement	920,000	2,051,831
	Entertainment	102,642	91,486
	Repair and maintenance	397,503	477,634
	Bank charges	33,464	7,400
	Newspapers and periodicals	8,230	8,735
	Coaching expenses	67,378	54,479
	Supplies	79,500	20,641
	Postage	369,450	182,965
	Conveyance	117,151	121,580
	Rent	1,510,384	1,552,886
	Utilities	1,161,128	1,298,964
	Others	890,818	107,054
	Meetings	443,208	205,119
	Depreciation	3.1 344,582	362,328
		<u>20,671,397</u>	<u>20,151,156</u>

		2014 RUPEES	2013 RUPEES
23	ADMINISTRATION EXPENSES		
	Managerial remuneration	24 1,555,200	946,167
	Salary and other benefits	3,590,290	2,804,486
	Staff honorarium	-	60,934
	Printing and stationery	307,643	421,080
	Entertainment	31,905	23,472
	Meetings	368,232	691,207
	Postage	268,877	195,447
	Utilities	272,576	276,687
	Repair and maintenance	339,109	145,079
	Auditor's remuneration	23.1 55,000	55,000
	Rent	1,759,012	1,509,876
	Fees and subscription	515,462	405,120
	Newspaper and periodicals	9,016	13,150
	Advertisement	35,838	3,001
	Conveyance	67,747	24,562
	Depreciation	3.1 & 5.1 400,573	414,437
	Vehicle insurance	30,096	30,506
	Supplies	47,935	84,781
	Bank charges	192,272	52,282
	Internet charges	82,063	31,446
	Property Tax	18,900	31,692
	Legal and Professional Charges	129,505	80,000
	Wages	700	35,930
	Other expenses	31,734	44,100
		<u>10,109,686</u>	<u>8,380,442</u>
23.1	Auditors' Remuneration		
	Audit fee	55,000	55,000
24	REMUNERATION OF EXECUTIVES		
	The aggregate amounts charged in the financial statements for the year for remuneration, including benefits to the executives of the Institute is as follows:		
	Managerial remuneration	1,296,000	800,400
	Allowances	259,200	79,067
	Bonus	-	66,700
		<u>1,555,200</u>	<u>946,167</u>
	Number of executives	<u>1</u>	<u>1</u>
	Executive of the Institute is provided with the use of car in accordance with the terms of employment.		
25	CASH AND CASH EQUIVALENTS		
	Cash and bank balances	10 <u>3,214,393</u>	<u>4,787,571</u>

26 **RESTATEMENT AND RECLASSIFICATION**

For better presentation corresponding figures for the year ended June 30, 2013 have been restated by the following amounts:

	Amount in Rs.
Examinations' department expenses	1,040,873
Members' department expenses	82,122
Coaching department expenses	1,180,111
Administration expenses	98,965
Accrued and other liabilities	2,402,071

For better presentation corresponding figures for the year ended June 30, 2013 have been reclassified as follows:

	Amount Rs.	
Reclassification from component	Reclassification to component	
Accrued and other liabilities	Deferred liabilities	1,952,816

27 **NUMBER OF EMPLOYEES**

The Number of employees as at June 30, 2014 were 32 (2013: 33)

28 **DATE OF AUTHORISATION FOR ISSUE**


These financial statements were authorised for issue on September 19, 2014, by the Board of Governors of the Institute.



Chief Accountant



Executive Director



Treasurer



President

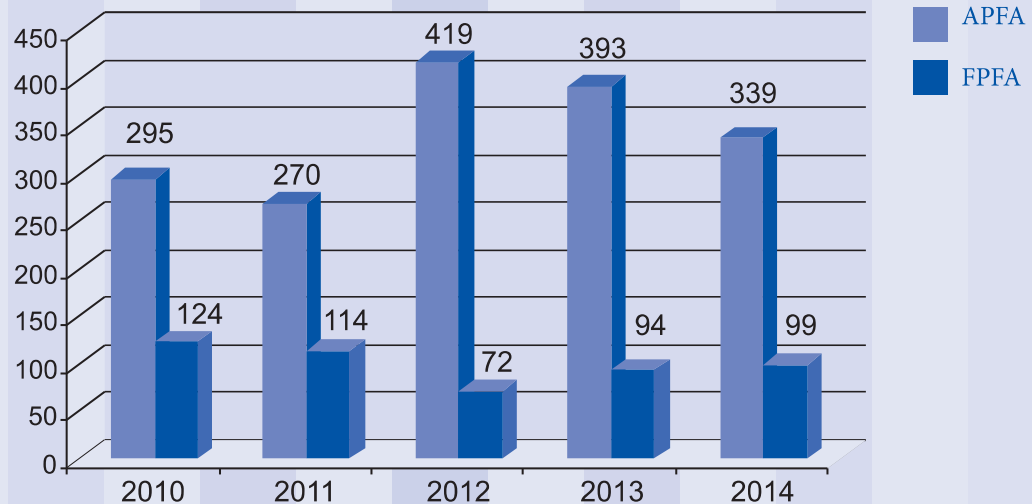
Financial Highlights

	2010	2011	2012	2013	2014
Operating Results					
Revenue (Rs.)	35,758,292	33,110,280	31,789,568	39,361,215	43,981,957
Surplus/ Deficit (Rs.)	3,751,516	996,383	(5,320,185)	1,628,769	2,476,216
Financial Position					
Net Assets (Rs.)	37,815,792	38,812,175	33,491,990	35,120,760	37,596,976
Members (in Number)	5012	5282	5701	6094	6433
Students (in number)	22867	24390	25845	27751	29182

Total Members (In Numbers)



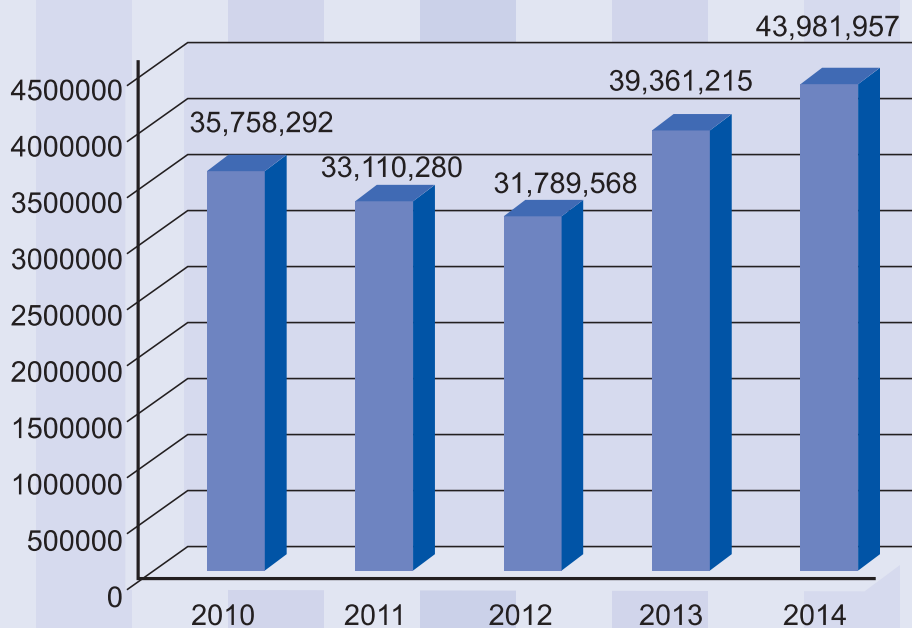
New Members (APFA & FPFA) (In Numbers)



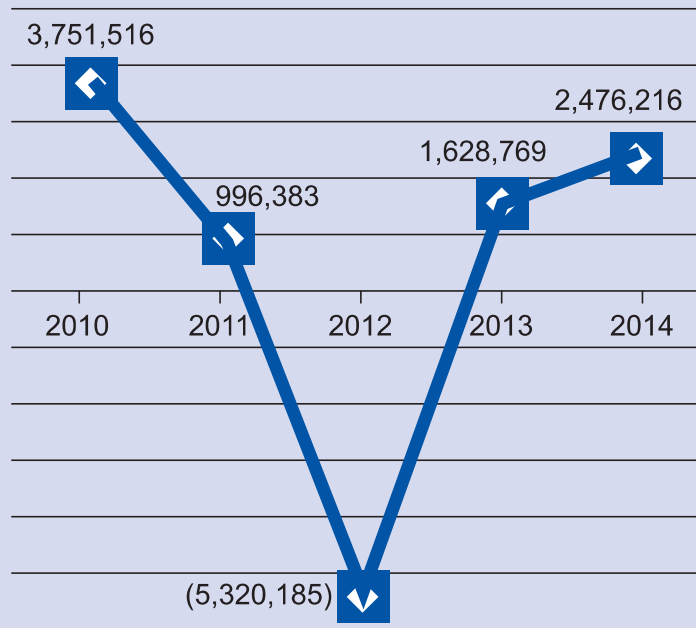
Students (In Numbers)



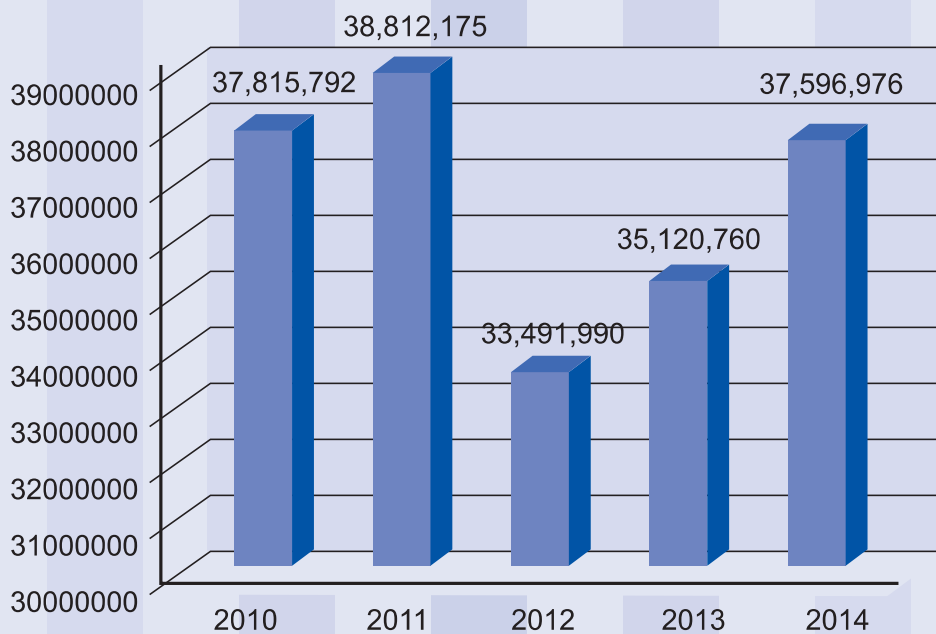
Revenue (In Rupees)



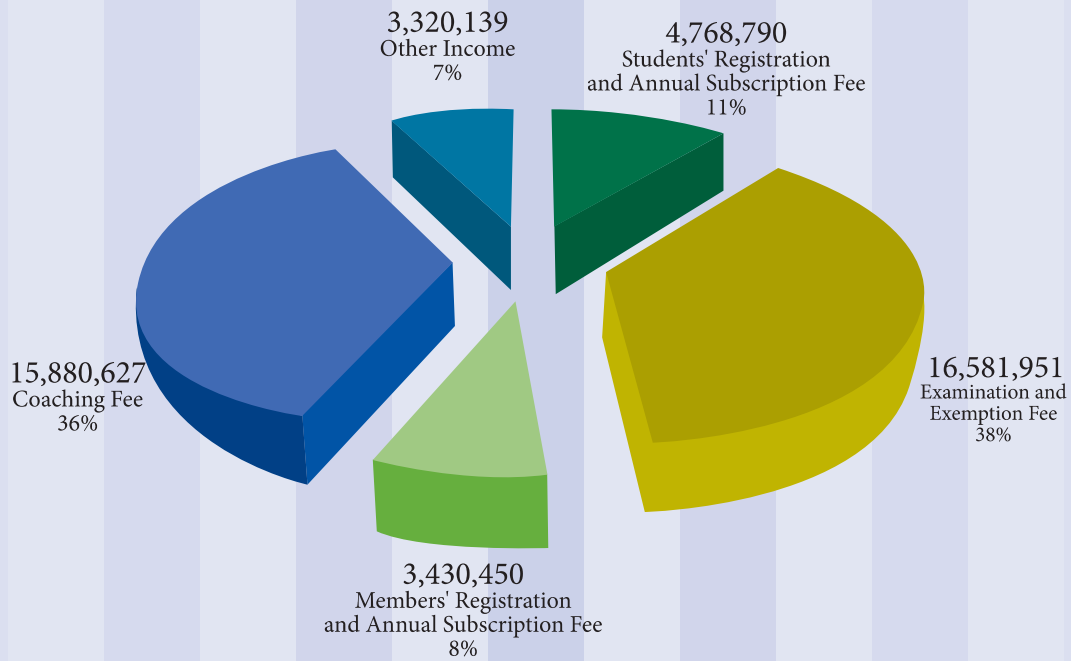
Surplus/Deficit (In Rupees)



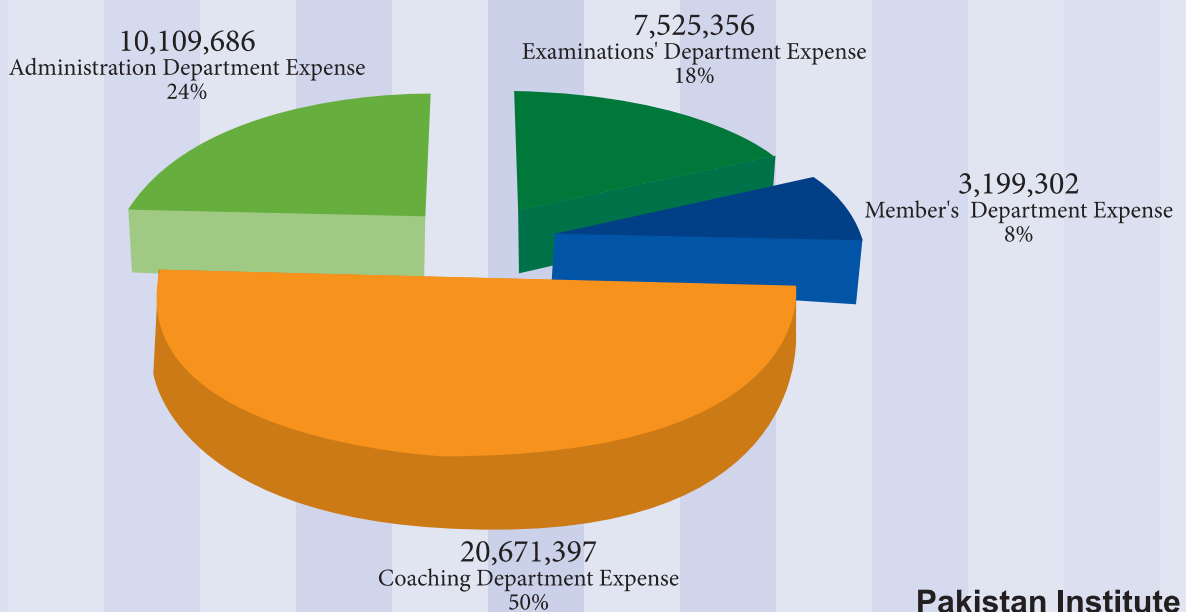
Total Asset (In Rupees)



Revenue Analysis 2014



Expenditure Analysis 2014



Annual Report 2014

Board of Governors, Standing Committees and Sub Committees Meetings' Attendance

BOARD OF GOVERNORS

Meetings Held: 04
Physical Meetings: 04
Video-Link Meetings: 00

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Shahzad Ahmad Awan	President	03
2	Mr. Mohammad Maqbool	Vice President	03
3	Mr. Sajid Hussain	Secretary	03
4	Mr. Shahzad Raza Syed	Treasurer /Joint Secretary	03
5	Mr. Sajjad Ahmad	Member	01
6	Mr. Muhammad Sharif	Member	03
7	Mr. M. Sharif Tabani	Member	04
8	Mr. Jawed Mansha	Member	03
9	Mr. Siraj Mustafa Jokhio	Member	02
10	Ms. Shereen Akhtar	Member	02
11	Mr. Sarmad Ahmad Khan	Member	04
12	Mr. Asif Khan*	Member	01
13	Mr. Muhammad Ashraf Shaikh**	Member	01

*AGP nominated Ms. Shereen Akhtar in place of Mr. Asif Khan

**AGP nominated Mr. Siraj Mustafa Jokhio in place of Mr. Muhammad Ashraf Shaikh

STANDING COMMITTEES

Meetings Held: 04
Physical Meetings: 04
Video-Link Meetings: 00

Executive Committee

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Shahzad Ahmad Awan	Chairman	04
2	Mr. Mohammad Maqbool	Member	04
3	Mr. Sajid Hussain	Member	04
4	Mr. Shahzad Raza Syed	Member	00

Board of Studies

Meetings Held: 03
Physical Meetings: 01
Video-Link Meetings: 02

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Shahzad Raza Syed	Chairman	02
2	Mr. Jawed Mansha	Member	01
3	Mr. Sajid Hussain	Member	03
4	Mr. M. Sharif Tabani	Member	02
5	Mr. Mohammad Maqbool	Member	01
6	Mr. Sajjad Ahmad	Member	02
7	Mr. Zia-Ur-Rehman*	Member	01

*AGP nominated Mr. Shahzad Raza Syed in place of Mr. Zia Ur Rehman

Examination Committee

Meetings Held: 05
Physical Meetings: 05
Video-Link Meetings: 00

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Mohammad Maqbool	Chairman	03
2	Mr. Jawed Mansha	Member	04
3	Mr. M. Sharif Tabani	Member	03
4	Mr. Muhammad Sharif	Member	04
5	Ms. Shereen Akhtar	Member	01
6	Mr. Sajid Hussain	Member	03
7	Mr. Shahzad Ahmad Awan*	The then Chairman	03

*Mr. Shahzad Ahmad Awan became the President in January 2014, and he was not the part of Examination Committee.

Regulation & Disciplinary Committee

Meetings Held: 02
Physical Meetings: 00
Video-Link Meetings: 02

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Shahzad Ahmad Awan	Chairman	01
2	Mr. Jawed Mansha	Member	02
3	Mr. Sajid Hussain	Member	02
4	Ms. Shereen Akhtar	Member	02

SUB COMMITTEES

Building Construction Committee

Meetings Held: 07
Physical Meetings: 07
Video-Link Meetings: 00

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Shahzad Ahmad Awan	Chairman	07
2	Mr. Sajid Hussain	Member	07
3	Mr. Mohammad Maqbool	Member	06
4	Mr. Muhammad Sharif	Member	06

Budget Committee

Meetings Held: 02
Physical Meetings: 00
Video-Link Meetings: 02

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Mohammad Maqbool	Chairman	02
2	Mr. Sajid Hussain	Member	02
3	Mr. Jawed Mansha	Member	01

Examination Sub Committee

Meetings Held: 02
Physical Meetings: 01
Video-Link Meetings: 01

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Jawed Mansha	Member	02
2	Mr. M. Sharif Tabani	Member	02
3	Ms. Shereen Akhtar	Member	01

SPECIAL SUB COMMITTEE

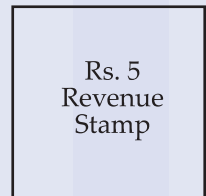
Meetings Held: 02
Physical Meetings: 02
Video-Link Meetings: 00

Sr. No.	Name	Title	No. of Meetings Attended
1	Mr. Shahzad Ahmad Awan	Chairman	02
2	Mr. Sajid Hussain	Member	02
3	Mr. Mohammad Maqbool	Member	01
4	Mr. Muhammad Sharif	Member	02
5	Mr. Shahzad Raza Syed	Member	01

Form of Proxy

I, _____ s/o, d/o _____ being member of PIPFA having Membership Number of FPFA / APFA _____ admitted before June 30, 2014 and having no membership outstanding dues as on August 31, 2014 hereby nominate Mr./Ms. _____ s/o, d/o _____ having Membership Number FPFA / APFA _____ and qualified (as per clause (a) of notice of AGM) to attend the meeting as my proxy to vote for me and on my behalf at the 21st Annual General Meeting of the Institute to be held on Friday, October 31, 2014 and at any adjournment thereof.

Signed this _____ day of _____ 2014.



Signature _____

(Signature should agree with the latest signature available on Member's record with PIPFA)

Witness No.1

Witness No.2

Name _____

Name _____

CNIC No _____

CNIC No _____

Address _____

Address _____

Note: The instrument of Proxy to be valid must be deposited at the Head Office of the Institute at least 48 hours before the meeting.



Pakistan Institute of Public Finance Accountants

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E-mail: pipfa@pipfa.org.pk

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