

Condensed Interim Financial Statements

For the Half Year ended
December 31, 2016

(Un-Audited)



Pakistan Poverty Alleviation Fund



UN-AUDITED FINANCIAL STATEMENTS

Attachments:

- **Company Information**
- **Management Review**
- **Un-audited Condensed Interim Financial Statements for the Quarter ended December 31, 2016**
 - Balance Sheet
 - Income and Expenditure Account
 - Cash Flow Statement
 - Statement of Changes in Equity and Reserves
 - Notes to the Financial Statements



Company Information

Board of Directors:

Mr. Aijaz Ahmed Qureshi

Mr. Ahlullah Khan

Syed Ahmad Raza Asif

Dr. Ijaz Nabi

Mr. Omar Hamid Khan

Ms. Roshan Khursheed Bharucha

Dr. M. Suleman Shaikh

Mr. Qazi Azmat Isa
Chief Executive Officer

BOD Committees:**Audit Committee:**

Dr. M. Suleman Shaikh
Chairman

Syed Ahmad Raza Asif

Ms. Roshan Khursheed Bharucha

Company Secretary:

Mr. Amir Naeem

Auditors:

EY Ford Rhodes, Chartered Accountants

Legal Advisors:

Azam Chaudhry Law Associates

Tax Advisors:

A. F. Ferguson & Company, Chartered Accountants

Bankers:

Faysal Bank Limited, Allied Bank of Pakistan, Habib Bank Limited, National Bank of Pakistan, Silk Bank Limited, Standard Chartered Bank Limited, Bank Al Habib, Bank Al Falah, MCB Bank Limited, United Bank Limited, Askari Commercial Bank Limited, JS Bank, Khushhali Bank, Tameer Microfinance Bank

Registered Office:

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PAKISTAN POVERTY ALLEVIATION FUND MANAGEMENT REVIEW



The Management is pleased to present the un-audited condensed interim financial statements of the Company for the half year ended December 31, 2016.

PPAF continued to consolidate its work for poverty graduation and helping people move into the economic mainstream. Through its multi-donor projects PPAF spread its cherished values and approaches of building institutions, developing social capital, ensuring equality and inclusion and propelling economic sustainability.

PPAF started a new era of micro finance sector in Pakistan by establishing the first of its kind, Pakistan Microfinance Investment Company Limited (PMICL). PMICL is vitally important to Pakistan's investment climate and will allow scale of financial products and volume of financial resources. It is based on a model where the commercial lenders will also provide funds for development activities in Pakistan. PMICL is envisioned to follow the double bottom-line approach of poverty alleviation and financial sustainability, PMICL will provide financial and institutional services to strengthen and scale-up provision of sustainable and responsible access to finance to individuals, micro entrepreneurs and micro enterprises in Pakistan to enhance employment and income opportunity for economically poor and underserved citizens and improve the lives of the poor. This will ensure financial inclusion to poor segment of the society and promote businesses and sustainable economic growth in the country.

Operational and Financial Results:

The Company's operations continued steadily during the first half year of the financial year 2016-17 with total portfolio deployment at Rs. 18,204 million as compared to Rs. 17,214 million in the corresponding period last year. Loan deployment stood at Rs.

14,731 million (Jul - Dec 15: Rs. 14,114 million). The increase in loan deployment with Partner Organizations (POs) was on account of increase in lending reserve of the Company driven by regular profits over the years. The disbursements for grant interventions were Rs 1,202 million (Jul – Dec 15: Rs 2,963 million). The grant portfolio reduced due to completion of World Bank’s third poverty alleviation project last year.

Total income generated during the first half year was Rs. 1,189 million compared to Rs. 1,305 million during the corresponding period last year indicating a decrease of 9%. Service charges on loans to partner organizations increased by 23% to Rs. 572 million (Jul - Dec 15: Rs. 464 million) mainly due to withdrawal of subsidized pricing in high priority areas on completion of two years and redeployment of guarantee facility funds (placed with banks) for direct lending . Income on investments/saving accounts was Rs 517 million as compared to Rs 680 million for corresponding period last year. The reduction was also on account of low KIBOR and deployment of guarantee facility funds for direct lending. The Company received Rs. 30 million as operational support from donors (Jul - Dec 15: Rs. 98 million). Loan payable by PPAF to Government of Pakistan (GoP) was carried at present value computed at market based interest rate. The difference between present value and loan proceeds was recorded as deferred benefit recognizable as income over loan period. Amortized income during half year was Rs 70 million as compared to Rs 63 million during corresponding period last year. Surplus for the half year before project & relief activities decreased by 7% to Rs. 782 million as compared to corresponding period last year of Rs. 838 million.

The general and administrative expenses during the half year were Rs 233 million as against Rs 255 million during the corresponding period last year, showing a decrease of 9%. The decrease was mainly on account of reduction in salaries by Rs. 10 million and travelling/monitoring expenses by Rs. 11 million. Other expenses included management fee to PMIC - Rs. 12 million (Jul – Dec 2015: NIL); seminar, workshops and training expenses - Rs 7 million (Jul – Dec 2015: Rs 11 million); technical and other studies - Rs. 30 million (Jul – Dec 2015: Rs. 82 million); financial charges - Rs 124 million (Jul – Dec 2015: Rs. 120 million). In addition, an amount of Rs 92 million (Jul – Dec 2015: Rs 89

million) was spent on projects and relief activities from PPAF's own resources during the half year.

During the period PPAF made its equity investment in PMICL of Rs. 2,883 million. This constitutes 49% share of PPAF in capital of PMICL. The other shareholders include KfW (Development Bank of Germany) having 13% share and Karandaaz Pakistan (financed by Development Fund for International Development - DFID) having 38% shares. PPAF is the largest shareholder in PMIC with 49% stake. PPAF is represented in General Assembly and Board of PMIC and all major decisions require mandatory approval of PPAF. In addition to carrying out PPAF's agenda of poverty alleviation and women's empowerment, PMIC will be a key source of regular income streams for PPAF which will be derived from profit on shareholder loan and dividends from equity investment.

Over the periods, PPAF continued to make steady progress towards sustainable growth. Its equity has grown over Rs. 16.21 billion which is a key element in the sustainability of the organization. Despite volatile security conditions, PPAF remained operational in all parts of country, reflecting the disciplined implementation of our strategy. As of December 31, 2016, total equity and reserves stood at Rs 16,209 million (June 30, 2016: Rs 15,519 million), total assets at Rs 30,841 million (June 30, 2016: Rs 30,857 million) and loans receivable from partner organizations at Rs 14,731 million (June 30, 2016: Rs 14,716 million).

By the end of half year December 2016, PPAF has cumulatively disbursed Rs 185 billion (credit Rs 115 billion: Grants Rs 70 billion) through 137 partner organizations. PPAF deployed resources in both urban and rural areas of the country. Aggregately, PPAF enumerated a record spread of over 8.5 million microcredit loans (58% women), completed more than 36,500 water and infrastructure projects, supported and financed more than 3,000 health and education facilities, transferred 107,000 productive assets to ultra and vulnerable poor (47% women), provided skills training to more than 400,000 individuals (46% women), trained more than 260,000 community members (65% women) on institutional development and issued more than 220,000 interest free loans to

individuals. To address the natural crisis within the country, PPAF provided financing to 122,000 households during the previous years for construction of earthquake resistant homes. It had also facilitated 1.8 million households affected by natural disasters.

Our seminal report, *Geography of Poverty in Pakistan – 2008-09 to 2012-13: Distribution, Trends and Explanations*, explored the multi-dimensionality of poverty by studying education, health, living conditions, and assets ownership, and found that while the poverty headcount ratio fell by 5.6 percentage points at the national level from 2008-09 to 2012-13, there are tremendous rural-urban disparities in the incidence of poverty. There are also stark inter-provincial differences in the incidence of poverty that persist. Poverty in this case is not merely deprivation of monetary resources but a lack of several fundamental freedoms, such as freedom from hunger, pre-mature death, illiteracy, poor living conditions, socio-economic marginalization, and destitution, to name but a few.

Key Events

The launching ceremony of PMIC was held on October 27, 2016. Finance Minister Senator Ishaq Dar was the chief guest at the occasion. PMIC is registered as an Investment Finance Company under NBFCs regulations with Securities and Exchange Commission of Pakistan. PMIC has been setup jointly by PPAF, Karandaz Pakistan and KfW to fuel the next phase of growth in the microfinance sector of Pakistan. The purpose of the organization is to provide a wide range of financial services to inter alia microfinance institutions and microfinance banks to promote financial inclusion in Pakistan in order to alleviate poverty and contribute to broad based development. With the creation of the PMIC, the dream of financial inclusion for all is closer than ever. PPAF was an integral part of the development of the microfinance sector and PMIC is going to move the sector to the next level. Financial inclusion is critical to achieve inclusive growth and it is a prerequisite for sustainable economic growth and development, reducing inequality and mitigating poverty. PMIC will build upon the foundations PPAF laid fifteen years ago by providing responsible financial services to the millions of poor and financially excluded individuals of Pakistan.

PPAF organized an event to mark the “Journey of 250,000 Households to Self-Reliance” at the Prime Minister Office on December 22, 2106. The event commemorated a significant milestone of the Prime Minister Interest Free Loan Scheme (PMIFL) as PPAF reached quarter of a million borrowers. Finance Minister Senator Ishaq Dar was the chief guest at the occasion. He said the government launched the PMIFL Scheme to address the issues of poverty and rising unemployment in the country. The journey that started in July 2014 with a total allocation of Rs. 3.5 billion (3.1 billion for on-lending) has to-date disbursed Rs 5.5 billion due to efficient revolving of funds and a recovery rate of 99%.

PPAF and KfW (German Development Bank), signed a memorandum of understanding of the next phase of the 'Livelihood Support and Promotion of Small Community Infrastructure Program' (LACIP II). This forms a basis for a new commitment of Euro 10 million. The project would be executed in three years and would contribute to greater political participation of villagers in decision making in tehsil and village councils by supporting the implementation of decentralization reform in selected districts of KPK.

PPAF in collaboration with World Bank organized a “Stakeholders Dialogue” to share the findings of World Bank’s third poverty alleviation fund project. In addition to representatives of the two organizations, members of partner organizations, communities, civil society and Government also participated in the event. The key findings related to PPAF III project were (i) PPAF interventions exceeded development outcomes envisaged in the project. Based on a host of external evaluations and reports, the project showed that targeted poor increased their incomes and their organization into affinity groups did not only enhance their productive capacity but also increased their access to services. The eventual creation of a separate microfinance entity contributed to establishing a sustainable financial ecosystem which would play a critical role in the long term sustainability of livelihood activities for poor communities; (ii) microfinance and community infrastructure were PPAF’s core strengths built from previous implementation experiences and so activities related to these interventions carried

through the third phase in a fairly seamless fashion; (iii) the expansion to include livelihood activities, required shifts in the social mobilization approach to not only address processes and procedures of including vulnerable groups but to also deal with reorganization of beneficiary groups around private interests in contrast to public goods; (iv) moving towards an integrated system - that aligned micro-credit, infrastructure and livelihoods – was a necessary consolidation strategy envisioned at conception; (v) the leadership changes at PPAF, initiated in early 2011, prompted revisions in its organizational structure, systems and procedures meant to break silos, encourage integration and improve synergy and coordination among various PPAF units.

PPAF and FAO signed Memorandum of understanding on Balochistan Initiative. The partnership involves agriculture and livestock intervention particularly in Qila Saifullah and Kech districts.

PPAF won Energy Institute (EI) award 2016 for community managed hydropower project. The EI award is the annual competition run by Energy Institute (UK) a professional body for the energy industry developing and sharing knowledge, skills and good practice towards a safe, secure and sustainable energy system. The purpose of the award is to celebrate outstanding achievements in the energy sector by both individuals and organizations. For WI awards there were over 140 entries from across 23 counties.

Conclusion

All that we strive for as a human family – dignity and hope, progress and prosperity – depends on equitable and inclusive development. As always, our objective is restoring hope, securing the future and ending poverty.

February 2, 2017

Qazi Azmat Isa
Chief Executive Officer

**PAKISTAN POVERTY ALLEVIATION FUND
CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2016**

	Note	Un-audited December 31, 2016	Audited June 30, 2016
(Rupees in '000)			
NON CURRENT ASSETS			
Property, plant and equipment	4	71,202	70,724
Intangible assets		449	979
Investment in associate	5	2,883,258	-
Long term investments	6	1,483,083	2,657,798
Long term loans to Partner Organizations	7	2,003,043	1,735,675
Long term deposits and prepayments		13,155	29,825
		6,454,190	4,495,001
CURRENT ASSETS			
Grant fund receivable	17	244,749	556,208
Loans and advances	8	23,619	20,679
Short term prepayments	9	39,822	33,600
Profit/service charges receivable	10	619,108	702,606
Other receivables	11	100,444	48,484
Current maturity of long term investments	6	1,175,000	300,000
Current maturity of loans to Partner Organizations	7	11,784,580	12,037,609
Short term investments	12	8,870,713	11,227,080
Tax refunds due from the Government		302,322	251,208
Bank balances-specific to projects	13	625,921	898,004
Cash and bank balances	14	600,994	286,287
		24,387,272	26,361,765
		30,841,462	30,856,766
FUND AND RESERVES			
Endowment fund	15	1,000,000	1,000,000
Grant fund		7,833,781	7,519,580
Reserve for grant based activities		1,344,061	1,139,402
Accumulated surplus		6,031,202	5,860,259
		16,209,044	15,519,241
NON-CURRENT LIABILITIES			
Long term financing	16	11,041,649	11,433,192
Deferred benefit	16.5.1	1,945,664	2,014,837
		12,987,313	13,448,029
CURRENT LIABILITIES			
Deferred liabilities - grant fund	17	631,902	910,939
Deferred income - grant fund		13,378	13,078
Current portion of long term loans	16	921,432	856,307
Trade and other liabilities		53,443	83,683
Service charges payable		24,950	25,489
		1,645,105	1,889,496
		30,841,462	30,856,766

The annexed notes 1 to 24 are an integral part of these financial statements.

Chief Executive Officer

**Senior Group Head
Financial Management & Corporate Affairs**

**PAKISTAN POVERTY ALLEVIATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - UNAUDITED
FOR THE HALF YEAR ENDED DECEMBER 31, 2016**

	Note	for the quarter ended		for the half year ended	
		December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
		(Rupees in '000)		(Rupees in '000)	
INCOME					
Service charges on loans to Partner Organizations		307,740	273,956	571,690	463,655
Income on investments and saving accounts	18	257,074	353,200	516,955	679,720
Amortization of deferred income - grant fund		13,045	58,263	29,765	97,842
Amortization of deferred benefit of below market rate of interest on long term loan	16.5.1	35,567	29,586	69,173	58,804
Other income		1,216	4,385	1,702	5,382
		614,642	719,390	1,189,285	1,305,403
EXPENDITURE					
General and administrative expenses	19	113,422	127,063	233,435	254,922
Management fee		12,071	-	12,071	-
Seminars, workshops and trainings	20	4,809	3,395	7,554	11,207
Technical and other studies		23,914	53,982	30,692	81,719
Financial charges	21	63,673	62,703	123,745	119,767
		217,889	247,143	407,497	467,615
EXCESS OF INCOME OVER EXPENDITURE BEFORE PROJECT AND RELIEF ACTIVITIES		396,753	472,247	781,788	837,788
Project and relief activities	22	33,568	39,075	91,985	89,022
EXCESS OF INCOME OVER EXPENDITURE		363,185	433,172	689,803	748,766
OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		363,185	433,172	689,803	748,766

The annexed notes 1 to 24 are an integral part of these financial statements.

Chief Executive Officer

Senior Group Head
Financial Management & Corporate Affairs

**PAKISTAN POVERTY ALLEVIATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT - UNAUDITED
FOR THE HALF YEAR ENDED DECEMBER 31, 2016**

Note	December 31, 2016	December 31, 2015
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus for the half year	689,803	748,766
Adjustment for non cash items:		
Depreciation	8,248	3,382
Amortization of intangible assets	530	270
Grants for operational assistance	(29,765)	(39,579)
Amortization of deferred benefit of below market rate of interest on long term loan	(69,173)	(29,218)
Loan loss provision	-	-
Loss on sale of fixed assets	(1,363)	-
Financial charges	94,124	56,968
	<u>2,601</u>	<u>(8,177)</u>
	692,404	740,589
Working capital changes		
(Increase) / decrease in current assets:		
Advances, deposits, prepayments and other receivables	(104,347)	(28,461)
Profit/service charges receivables	83,498	190,545
Increase / (decrease) in current liabilities:		
Accrued and other liabilities	(30,240)	(6,566)
	<u>(51,089)</u>	<u>155,518</u>
Cash generated from operations	641,315	896,107
Disbursements to partner organizations:		
Loan	(5,415,142)	(2,322,846)
Grants	(1,110,118)	(2,053,028)
Recoveries of loans from partner organizations	5,400,803	2,367,337
Financial charges paid	(25,488)	(27,526)
	<u>(1,149,945)</u>	<u>(2,036,063)</u>
Cash flows from operating activities	(508,630)	(1,139,956)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments - net purchases	2,656,082	84,747
Investment in associate	(2,883,258)	-
Capital expenditure incurred	(8,875)	(1,502)
Proceeds from disposal of fixed assets	1,510	-
Cash flows from investing activities	(234,541)	83,245
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loans - received	-	-
Long term loans - repaid	(395,591)	(178,996)
Deferred liabilities - grant fund receipts	1,151,321	1,713,424
Deferred income - grant fund receipts	30,065	39,577
Cash flows from financing activities	<u>785,795</u>	<u>1,574,005</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	42,624	517,294
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE HALF YEAR	1,184,291	3,405,119
CASH AND CASH EQUIVALENTS AT END OF THE HALF YEAR	<u>1,226,915</u>	<u>3,922,413</u>

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The annexed notes 1 to 24 are an integral part of these financial statements.

Chief Executive Officer

Senior Group Head
Financial Management & Corporate Affairs

**PAKISTAN POVERTY ALLEVIATION FUND
CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS AND RESERVES - UNAUDITED
FOR THE HALF YEAR ENDED DECEMBER 31, 2016**

	Note	Endowment Fund	Grant fund	Reserve for grant based activities	Accumulated Surplus	Total
				(Rupees in '000)		
Balance as at June 30, 2015		1,000,000	6,706,086	978,017	5,323,310	14,007,413
Total comprehensive income for the half year						
Surplus for the half year ended December 31, 2015		-	-	-	748,766	748,766
Other comprehensive income		-	-	-	-	-
		-	-	-	748,766	748,766
Transfer from accumulated surplus to grant fund		-	323,426	-	(323,426)	-
Transfer from accumulated surplus to reserve for grant based activities		-	-	235,972	(235,972)	-
Balance as at December 31, 2015		<u>1,000,000</u>	<u>7,029,512</u>	<u>1,213,989</u>	<u>5,512,678</u>	<u>14,756,179</u>
Total comprehensive income for the half year						
Surplus for half year ended June 30, 2016		-	-	-	762,634	762,634
Other comprehensive income		-	-	-	428	428
		-	-	-	763,062	763,062
Transfer from accumulated surplus to grant fund		-	490,068	-	(490,068)	-
Transfer from accumulated surplus to reserve for grant based activities		-	-	(74,587)	74,587	-
Balance as at June 30, 2016 - Audited		<u>1,000,000</u>	<u>7,519,580</u>	<u>1,139,402</u>	<u>5,860,259</u>	<u>15,519,241</u>
Total comprehensive income for the half year						
Surplus for the half year ended December 31, 2016		-	-	-	689,803	689,803
Other comprehensive income		-	-	-	-	-
		-	-	-	689,803	689,803
Transfer from accumulated surplus to grant fund		-	314,201	-	(314,201)	-
Transfer from accumulated surplus to reserve for grant based activities	23	-	-	204,659	(204,659)	-
Balance as at December 31, 2016 - Unaudited		<u>1,000,000</u>	<u>7,833,781</u>	<u>1,344,061</u>	<u>6,031,202</u>	<u>16,209,044</u>

The annexed notes 1 to 24 are an integral part of these financial statements.

Chief Executive Officer

**Senior Group Head
Financial Management & Corporate Affairs**

PAKISTAN POVERTY ALLEVIATION FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2016

1 STATUS, BACKGROUND AND NATURE OF OPERATIONS

- 1.1 Pakistan Poverty Alleviation Fund ("the Company" / "PPAF") was registered in Pakistan on 06 February, 1997 as a public company, limited by guarantee, not having share capital and licensed under Section 42 of the Companies Ordinance, 1984. The registered office of the Company is situated at plot 14, street 12, Mauve Area, G-8/1, Islamabad, Pakistan.
- 1.2 The primary object of the Company is to help the poor, the landless and the asset-less in order to enable them to gain access to resources for their productive self employment and to encourage them to undertake activities of income generation, poverty alleviation and for enhancing their quality of life. In order to achieve its objectives, the Company is mandated to work through Partner Organizations (POs), i.e., Non Government Organizations (NGOs), Community Based Organizations (CBOs), Rural Support Programmes (RSPs) and other private sector organizations.
2. These condensed interim financial statements for the half year ended December 31, 2016 are un-audited and have been prepared in accordance with the requirements of International Accounting Standard - 34: "Interim Financial Reporting". These condensed interim financial statements do not include all the information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2016. Comparative condensed interim balance sheet is extracted from annual audited financial statements for the year ended June 30, 2016, whereas, comparative condensed interim income and expenditure account, condensed interim cash flow statement, and condensed interim statement of changes in fund and reserves are stated from unaudited condensed interim financial statements for the half year ended December 31, 2015.
3. The accounting policies adopted, significant judgements made in the application of accounting policies, key sources of estimations, the methods of computation adopted in the preparation of these financial statements are the same as those applied in preparation of the annual financial statements for the year ended June 30, 2016.

	Note	Un-audited December 31, 2016	Audited June 30, 2016
(Rupees '000')			
4. FIXED ASSETS - TANGIBLE			
Opening written down value		70,724	62,441
Additions		8,875	39,569
Written down value of disposals		(149)	(1,307)
Depreciation		(8,248)	(29,979)
		<u>71,202</u>	<u>70,724</u>

5. INVESTMENT IN ASSOCIATE

This represents investment in shares of Pakistan Microfinance Investment Company Limited. PPAF has invested initial equity capital equal to 49% of total shareholding.

	Note	Un-audited December 31, 2016	Audited June 30, 2016
(Rupees '000')			
6. LONG TERM INVESTMENTS - held to maturity			
Specific to Endowment fund			
Pakistan Investment Bonds (PIBs)	6.1	1,000,000	1,000,000
Specific to grant fund			
Pakistan Investment Bonds (PIBs)	6.2	1,675,000	1,675,000
Specific to others			
Pakistan Investment Bonds (PIBs)	6.3	-	300,000
		<u>2,675,000</u>	<u>2,975,000</u>
Net unamortised discount on purchase of Pakistan Investment Bonds		16,917	17,202
		<u>2,658,083</u>	<u>2,957,798</u>
Less: Long term investments maturing within next twelve months shown as current asset		1,175,000	300,000
		<u>1,483,083</u>	<u>2,657,798</u>

6.1 Represents investments in PIBs as follows:

Principal (Rupees)	Issue Date	Maturity Date	Coupon rate % per annum	Payment terms
200.0 million	22-07-2010	22-07-2020	12.00	Semi annually
200.0 million	22-07-2010	22-07-2020	12.00	Semi annually
200.0 million	18-08-2011	18-08-2021	12.00	Semi annually
400.0 million	29-04-2014	19-07-2022	12.00	Semi annually

Principal (Rupees)	Issue Date	Maturity Date	Coupon rate % per annum	Payment terms
467.0 million	17-07-2014	17-07-2017	11.25	Semi annually
800.0 million	17-07-2014	17-07-2019	11.50	Semi annually
408.0 million	17-07-2014	17-07-2017	11.25	Semi annually

7. Long term Investment to Partner Organizations:	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees in '000')	
considered good		14,512,533	14,498,194
considered doubtful		218,192	218,192
	7.1	14,730,725	14,716,386
Less: Loan loss provision	7.3	943,102	943,102
		13,787,623	13,773,284
Less: Amount receivable within next twelve months shown as current asset		11,784,580	12,037,609
		2,003,043	1,735,675

Breakup of loans to Partner Organizations:

AGAHE	104,333	88,333
Al Mehran Rural Development and Welfare Organization	102,321	147,207
ASA Pakistan Limited	649,577	600,751
Asasah	197,096	197,096
Badbaan Enterprise Development Forum	19,555	24,232
Baidarie	20,647	25,147
BRAC Pakistan	379,206	386,692
Buksh Foundation	49,925	49,925
Bunyad Literacy Community Council	13,950	14,850
Centre for Women Cooperative Development	257,839	258,839
Community Support Concern	-	260,946
Development Action for Mobilization and Emancipation	1,178,084	1,384,518
Dia Welfare Organization	60,725	74,925
Farmers Friend Organization	348,771	369,677
Ghazi Brotha Taraqiatee Idara	74,420	65,200
Jinnah Welfare Society	507,600	538,000
Kashf Foundation	3,396,000	2,878,000
Khajji Cooperative Society	12,620	12,620
Khushhali Bank	320,000	980,000
Khwendo Kor Women and Children Development Programme	-	4,250
Mashal Development Organization	505	505
Mehran Education Society	21,748	21,748
Mojaz Foundation	367,583	335,933
Narowal Rural Development Programme	73,455	79,755
National Rural Support Programme	2,429,470	2,026,614
NRSP Microfinance Bank	-	150,000
Orangi Charitable Trust	122,043	122,043
Organization for Participatory Development	83,900	93,360
Poverty Eradication Network	1,827	1,827
Punjab Rural Support Programme	465,759	442,136
Rural Community Development Society	771,729	796,000
SAATH Development Society	74,604	74,695
Save The Poor	4,872	4,872
Sayya Foundation	39,900	23,900
Shadab Rural Development Organization	72,026	97,139
Shah Sachal Sami Welfare Association	84,555	90,615
Sindh Agricultural & Forestry Workers Coordinating Organization	642,441	620,963
Soon Valley Development Programme	179,816	166,768
Thardeep Rural Development Programme	1,091,917	1,065,375
Women Social Organization	4,230	4,278
Young Pioneers Society	6,650	6,650
CEIP	499,026	130,000
	14,730,725	14,716,384

- 7.1 The Company disbursed microcredit loans to POs under respective Financing Agreements at service charges based upon a range of benchmarks including KIBOR. These loans are secured through letter of hypothecation on receivables of POs created out of financing obtained from the Company. Further, the Company maintains a first charge on all assets / capital items created out of financing provided for capacity building and under the exclusive lien of the Company until full repayment of the principal, service charges and other outstanding amounts payable to the Company. These loans are repayable on quarterly basis within two years under the respective financing agreements signed between the Company and the POs. Effective April 1, 2013 rates for service charges are revised on the basis of classification of POs into "for-profit" and "not-for-profit" and further sub categories into geographical areas 4.00% p.a. to 9.00% p.a. (June 2015: 4.61% p.a. to 11.68% p.a.). All financing agreements signed after September 30, 2015 with "for profit" Microfinance Institutional and Microfinance Banks will be charged interest on the basis of internal rating system of PPAF 9.5% p.a (June 2016: 9.5%). All other financing facilities that have completed two years of subsidized funding will be charged standard rate based on KIBOR, 8% p.a (June 2016: 8%)

	Un-audited			Audited
	December 31, 2016			June 30, 2016
	----- (Rupees '000') -----			Rupees '000'
7.2 Movement of loan loss provision	Specific	General	Total	Total
Opening balance	218,192	724,910	943,102	915,947
Provision during the year	-	-	-	27,155
Closing balance	<u>218,192</u>	<u>724,910</u>	<u>943,102</u>	<u>943,102</u>

	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
(Rupees '000')			
8. LOANS AND ADVANCES			
Loans - considered good, secured			
Employees	10.1	17,586	19,209
Advances - considered good, unsecured			
Employees		1,731	806
Suppliers		4,302	664
		<u>6,033</u>	<u>1,470</u>
		<u>23,619</u>	<u>20,679</u>

- 10.1 This include advance salary loans and car loans given to the employees of the Company, carrying annual mark up of 3% p.a. (2016: 3% p.a.) and 8% p.a (2016: 8% p.a.) respectively. The principal amount is repayable in 18 equal monthly installments.

	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
(Rupees '000')			
9. SHORT TERM PREPAYMENTS			
Prepaid rent		<u>39,822</u>	<u>33,600</u>
10. PROFIT / SERVICE CHARGES RECEIVABLE			
Profit receivable on			
Endowment fund investments		51,738	51,978
Term deposit receipts / saving accounts		19,196	67,363
Short term investments specific to grant based activities		148,206	174,198
Short term investments specific to projects		1,726	29,795
		<u>220,866</u>	<u>323,334</u>
Service charge receivable on loans to POs		<u>398,242</u>	<u>379,272</u>
		<u>619,108</u>	<u>702,606</u>
11. OTHER RECEIVABLES			
Other receivables - considered good			
Receivable from Provident Fund		7,235	6,025
Receivable from Gratuity Fund		7,053	-
Receivable from PMIC	11.1	72,201	18,658
Short term advances to suppliers		6,692	7,787
Receivable from Pos - Grant fund receivable		6,228	15,009
Miscellaneous receivables		1,035	1,005
		<u>100,444</u>	<u>48,484</u>

- 11.1 In a meeting of the prospective shareholders of PMICL it has been clarified that all the parties will contribute in full for the shares' subscription and PMICL will reimburse the Company for the entire amount of pre-incorporation expenses incurred by it.

12. SHORT TERM INVESTMENTS	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees in '000')	
Specific to projects	12.1	590,000	2,267,000
Specific to grant fund	12.2	6,158,781	5,844,585
Specific to others	12.3	2,121,932	3,115,495
		8,870,713	11,227,080

12.1 These represent investments in term deposit receipts maturing within one year from the date of investment at annual markup rates ranging from 5.70% p.a. to 6.35% p.a (June 2015: 5.40% p.a. to 6.75% p.a).

This represents amounts placed with commercial banks as cash collaterals for providing a partial guarantee to the Banks to facilitate lending to following Microfinance Institutions breakup of which is as follows:

Microfinance institutions	Investment amount		Running finance facility	
	December 31, 2016	June 30, 2016	December 31, 2016	June 30, 2016
	Rs		Rs	
National Rural Support Programme	440	1,000	1,000	2,150
NRSP - Microfinance Bank	-	1,000	-	1,550
Orangi Charitable Trust	150	150	150	150
Total	590	2,150	1,150	3,850

12.2 Specific to grant fund includes investments of Rs 736,536 thousand (June 2016: Rs 735,819 thousand) (equivalent to 5% (June 2016: 5%) of the loan receivable from Partner Organizations) as disaster relief fund, and Rs 7,097,245 thousand (June 2016: Rs 6,783,757 thousand) as grant fund to finance grant based activities of which Rs. 1,675,000 thousand (June 2016: 1,675,000 thousand) is appearing as long term investment in note 6.

These funds are invested in term deposit receipts maturing within one year from the date of investment, at mark up rates ranging from 6.30% p.a to 11.00% p.a (June 2016: 6.30% p.a to 11.00% p.a).

12.3 Specific to others	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	
Term Deposit Receipts (TDR)	12.3.2	2,121,932	3,115,495

.1

12.3.1 These funds are invested in term deposit receipts maturing within one year from the date of investment, at annual mark up rates ranging from 6.26% p.a (June 2016: 6.5% p.a to 8.0% p.a).

12.3.2 Specific to others includes Rs 2,209,609 thousand invested (June 2016: Rs 2,207,458 thousand) (equivalent to 15% (June 2016: 15%) of the loan receivable from Partner Organizations) to safeguard against any major default on loan receivable and provide capital adequacy.

13. BANK BALANCES - SPECIFIC TO PROJECTS	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	

Cash at banks - current accounts			
Specific to Kfw - Livelihood and community infrastructure		277,357	370,471
Specific to Kfw - Renewable energy		65,722	115,331
Specific to Italian		6,320	80
Prime Minister's Interest Free Loan Scheme		276,522	412,122
		625,921	898,004

13.1 As per the financing agreements signed with various donors, PPAF is allowed to draw funds from the special accounts for carrying out eligible categories of expenses. However, such funds cannot be invested to earn profit and are hence kept in special project specific bank accounts.

14. CASH AND BANK BALANCES	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	

Cash in hand		116	9
Cash at banks - current accounts		43,697	479
Cash at banks - deposit accounts	14.1	557,181	285,799
		600,878	286,278
		600,994	286,287

14.1 The balances in deposit accounts carry average mark up of 4 % p.a. (June 2016: 5 % p.a.).

15. ENDOWMENT FUND

This represents the amounts paid by GOP for endowment fund under the Subsidiary Financing Agreements (SFAs) for IDA I and IDA II projects. Under the SFA, the fund is to be invested in the government schemes / bonds and income generated therefrom shall be utilized for revenue and capital expenditure of the Company.

16. LONG TERM LOANS - Unsecured	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	
Government of Pakistan - PPAF - I (IDA financing)	16.1	1,206,030	1,315,674
Government of Pakistan- PPAF - II (IDA financing)	16.2	6,803,231	6,982,227
Government of Pakistan - MIOP (IFAD financing)	16.3	917,448	955,675
Government of Pakistan - PRISM (IFAD financing)	16.4	1,855,540	1,924,264
Government of Pakistan- PPAF - III (IDA financing)	16.5	1,180,832	1,111,659
		<u>11,963,081</u>	<u>12,289,499</u>
Less: Amount payable within next twelve months shown as current liability		<u>(921,432)</u>	<u>(856,307)</u>
		<u><u>11,041,649</u></u>	<u><u>11,433,192</u></u>

16.1 Government of Pakistan - PPAF - I (IDA financing)

Opening balance		1,315,674	1,534,961
Amount repaid		<u>(109,644)</u>	<u>(219,287)</u>
		<u><u>1,206,030</u></u>	<u><u>1,315,674</u></u>

The principal amount of loan is repayable over a period of twenty three years, including a grace period of eight years, in thirty semi-annual installments payable on each May 15, and November 15 commencing from November 15, 2007 and ending on May 15, 2022. Each installment upto and including the installment payable on May 15, 2013 shall be equal to 2.083% of such principal amounts and each installment thereafter shall be equal to 4.167% of such principal amount. These loans carry a service charge of 0.75 % p.a.

16.2 Government of Pakistan- PPAF - II (IDA financing)	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	
Opening balance		6,982,227	7,340,220
Amount repaid		<u>(178,996)</u>	<u>(357,993)</u>
		<u><u>6,803,231</u></u>	<u><u>6,982,227</u></u>

The principal amount of loan is repayable over a period of twenty three years, including a grace period of eight years, in thirty semi-annual installments, payable on each Feb 01, and August 01 commencing from February 01, 2012 and ending on August 01, 2026. Each installment upto and including the installment payable on August 01, 2017 shall be equal to 2.083% of such principal amounts and each installment thereafter shall be equal to 4.167% of such principal amount. These loans carry a service charge of 0.75 % p.a.

16.3 Government of Pakistan - (IFAD financing MIOP)	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	
Opening balance		955,675	1,032,129
Amount repaid		<u>(38,227)</u>	<u>(76,454)</u>
		<u><u>917,448</u></u>	<u><u>955,675</u></u>

The loan is repayable over a period of twenty three years, including a grace period of eight years, in thirty semi-annual installments, payable on each June 01, and December 01 commencing from June 01, 2014 and ending on December 01, 2028 in thirty equal semi annual installments. These loans carry a service charge of 0.75 % p.a.

16.4 Government of Pakistan - (IFAD financing PRISM)	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	
Opening balance		1,924,264	2,061,712
Amount repaid		<u>(68,724)</u>	<u>(137,448)</u>
		<u>1,855,540</u>	<u>1,924,264</u>

The loan is repayable over a period of twenty three years, including a grace period of eight years, in thirty equal semi-annual installments commencing from December 01, 2015 and ending on June 01, 2030. These loans carry a service charge of 0.75 % p.a.

16.5 Government of Pakistan- PPAF - III (IDA financing)	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	
Opening balance		3,126,496	3,058,025
Amount received		<u>-</u>	<u>68,471</u>
		3,126,496	3,126,496
Less: Deferred benefit of below market rate of interest on long term loan	16.5.1	<u>1,945,664</u>	<u>2,014,837</u>
		<u>1,180,832</u>	<u>1,111,659</u>

The loan is repayable over a period of twenty three years, including a grace period of eight years, in thirty semi-annual installments, payable on each June 15, and December 15 commencing from June 15, 2017 and ending on December 15, 2031. Each installment upto and including the installment payable on December 15, 2022 shall be equal to 2.083% of such principal amounts and each installment thereafter shall be equal to 4.167% of such principal amount. These loans carry a service charge of 0.75 % p.a.

16.5.1 The loan is carried at present value computed at market based interest rate. The difference between present value and loan proceeds is recognised as deferred benefit. The deferred benefit is recognized as income using the effective interest method over the period of the loan. Movement of deferred benefit during the year is as follows:

Deferred benefit	Note	Un-audited	Audited
		December 31, 2016	June 30, 2016
		(Rupees '000')	
Opening balance		2,014,837	2,091,869
Add: benefit on loan received during the year		<u>-</u>	<u>45,644</u>
Amortization during the period		<u>(69,173)</u>	<u>(122,676)</u>
		<u>1,945,664</u>	<u>2,014,837</u>

17. DEFERRED LIABILITIES - GRANT FUND

	Un-audited December 31, 2016	Audited June 30, 2016
	(Rupees '000')	
Government of Pakistan - IDA III	(6,228)	(15,009)
Government of Pakistan - KfW Renewable Energy (RE)	65,721	115,330
Government of Pakistan - KfW Livelihood Support and Protection of Small Community Infrastructure (LACIP)	279,653	370,655
Government of Pakistan - Poverty Reduction through Rural Development Activities	(244,749)	(556,208)
Government of Pakistan - Prime Minister's Interest Free Loan (PMIFL) Scheme	276,523	412,123
Others	10,005	12,831
	380,925	339,722

17.1 Deferred liabilities grant fund represents amounts payable to POs/(receivable from donors) on non-reimbursable basis under respective financing agreements.

17.2 Movement during the year:

							Un-audited	Audited
	IDA III	KfW Renewable Energy	KfW Livelihood	Italian	PMIFL	OTHER FUNDS	31-Dec-16	30-Jun-16
Note	(Rupees '000')							
Opening balance	(15,009)	115,330	370,655	(556,208)	412,123	12,831	339,722	3,155,221
Amount received/(transferred)	-	-	-	1,179,069	-	2,317	1,181,386	3,261,952
Transferred to other income	-	-	-	-	-	-	-	(407,677)
Transferred to deferred income	-	(2,425)	(8,136)	(19,504)	-	-	(30,065)	(213,442)
	(15,009)	112,905	362,519	603,357	412,123	15,148	1,491,043	5,796,054
Less: Disbursements for								
Water and infrastructure	(242)	47,184	68,158	269,256	-	-	384,356	1,511,775
Social sector development	-	-	9,307	290,693	-	-	300,000	713,494
Capacity/Institutional building	(8,236)	-	(2,111)	133,298	-	5,143	128,094	256,512
Social mobilization	-	-	-	19,527	-	-	19,527	44,357
Livelihood enhancement and protection	(242)	-	7,512	135,332	-	-	142,602	1,254,780
Micro credit access	(61)	-	-	-	135,600	-	135,539	1,675,414
	(8,781)	47,184	82,866	848,106	135,600	5,143	1,110,118	5,456,332
17.3	(6,228)	65,721	279,653	(244,749)	276,523	10,005	380,925	339,722
Represented by:								
Deferred liabilities - grant fund	-	65,721	279,653	-	276,523	10,005	631,902	910,939
Grant fund receivable	-	-	-	(244,749)	-	-	(244,749)	(556,208)
Receivable from POs	(6,228)	-	-	-	-	-	(6,228)	(15,009)
	(6,228)	65,721	279,653	(244,749)	276,523	10,005	380,925	339,722

17.3 Grants from Government of Pakistan - Kfw - Renewable Energy

On June 22, 2012 PPAF and German Financial Cooperation - Kfw signed financing and project agreement under which Kfw has agreed to make available an amount of EUR 10 million to the Company as grant on non reimbursable basis for the development of mini/micro hydro power plants, solar lighting systems, integrated water efficient solar irrigation systems and pilot projects in renewable energy in Khyber Pakhtunkhwa (North West Frontier Province-NWFP). The agreement will expire on June 30, 2015.

17.4 Grants from Government of Pakistan - Kfw - Livelihood

On June 12, 2010 PPAF and German Financial Cooperation - Kfw signed loan, financing and project agreement under which Kfw has agreed to make available an amount of EUR 31,562,661 to the Company as grant on non reimbursable basis for the support of livelihood measures and the promotion of small community economic and social infrastructure in Khyber Pakhtunkhwa (North West Frontier Province-NWFP).

17.5 Prime Minister's Interest Free Loan Scheme

On May 14, 2014 Government of Pakistan has agreed to provide non-repayable grant of Rs. 3,500,000 thousand for provision of interest free loans to the poor and marginalized communities and those lacking access to financial services. The objective of the sheme is to reach marginalized men, women and youth not tapped by microfinance sector, support female participation by disbursing 50% of the loans, encourage behavioural change of beneficiaries and strengthen community-based institutions.

17.6 Italian - Livelihood

On January 14, 2011 Government of Italy and Government of Pakistan signed program agreement for the project. Financing agreement was signed between Ministry of Finance - GoP and Artigiancassa S.p.A. on March 21, 2011 and Subsidiary Financing Agreement was signed between GoP and PPAF on December 2, 2011. Under these agreements an amount of EUR 40 million will be made available to the Company as grant on non reimbursable basis for poverty reduction through rural development in Balochistan, Khyber-Pakhtunkhwa, Federally Administered Tribal Areas and neighbouring areas.

17.7 Other Funds

17.7.1 Engro Foundation - Flood Relief

Engro Foundation signed a memorandum of understanding with PPAF on August 14, 2010 for provision of relief and rehabilitation services to flood affectees of Punjab and Sindh. Such services include food, shelter, drinking water, clothing etc.

17.7.2 Mari Petroleum Company Limited

Mari Petroleum Company Limited (MPCL) signed a memorandum of understanding with PPAF on May 5, 2016 to embark on interventions including education, infrastructure, renewable energy and social sector service.

17.7.3 Fauji Fertilizer Company

Fauji Fertilizer Company signed a memorandum of understanding with PPAF on June 19, 2012 to cooperate in implementing school improvement program in district Ghotki.

UN-AUDITED

AUDITED

	IDA III	KfW Renewable Energy	KfW Livelihood	ITALIAN	PMIFL	Other funds	December 31, 2016	June 30, 2016
17.8 Disbursement to:	(Rupees '000')							
SEHER	-	-	-	-	-	-	-	78,592
Sustainable Development, Education, Rural Infrastructure, Veterinary Care & Environment	(61)	-	-	-	-	-	(61)	59,765
Sindh Rural Support Programme	-	-	-	-	-	-	-	11,818
SOS Children's Village	-	-	-	-	-	-	-	(53)
SPADO	-	-	-	-	-	-	-	18,582
Shadab Rural Development Organization	-	-	-	-	-	-	-	6,648
Sindh Rural Support Organization	-	-	-	-	3,000	-	3,000	61,226
Shah Sachal Sami Welfare	-	-	-	-	-	-	-	5,462
Sungi Development Foundation	-	-	-	-	-	-	-	1,532
SUSG-Central Asia	(242)	-	-	-	-	-	(242)	27,540
Soon Valley Development Programme	-	-	-	-	-	-	-	214
Support With Working Solutions	-	-	-	-	-	-	-	19,301
Taraqee Foundation	(5,660)	-	-	55,656	-	-	49,996	169,985
Thardeep Rural Development Programme	-	-	-	-	6,400	-	6,400	147,753
Villagers Development Organization	-	-	-	-	-	-	-	(409)
Water Environment & Sanitation Society	-	-	-	-	-	5,143	5,143	205
Women Social Organisation	-	-	-	-	-	-	-	12,081
Lasoonaa	-	-	-	41,649	-	-	41,649	52,722
CERD	-	-	-	41,534	-	-	41,534	14,611
YO (Youth)	-	-	-	19,669	-	-	19,669	33,758
HHRD	-	-	-	-	12,000	-	12,000	122,760
NIDA	-	-	-	33,420	-	-	33,420	13,016
CSC Empowerment & Inclusion Programme	-	-	-	-	2,400	-	2,400	-
Direct expenses on project activities	-	-	-	13,744	-	-	13,744	76,973
	(8,781)	47,184	82,866	848,106	135,600	5,143	1,110,118	5,456,334

	for the quarter ended		for the half year ended	
	December 31 2016	December 31 2015	December 31 2016	December 31 2015
	(Rupees '000')		(Rupees '000')	
18. INCOME ON INVESTMENTS AND SAVING ACCOUNTS				
Profit on investments-				
Specific to Endowment Fund	31,884	33,159	63,177	63,941
Specific to projects	2,041	64,609	16,937	136,286
Specific to grant fund	152,084	172,099	296,644	324,994
Specific to others and saving accounts	71,065	83,333	140,197	154,499
	<u>257,074</u>	<u>353,200</u>	<u>516,955</u>	<u>679,720</u>
19. GENERAL AND ADMINISTRATIVE EXPENSES				
Salaries, wages and other benefits	77,596	83,017	160,943	171,462
Rent, rates and taxes	8,253	4,800	16,653	12,450
Repairs and maintenance	1,723	1,353	3,516	2,550
Traveling, lodging and conveyance	10,979	18,891	18,531	30,348
Communication	1,402	1,857	2,709	2,950
Printing and stationery	1,126	1,195	1,718	2,087
Insurance	3,014	125	5,468	4,814
Vehicles running and maintenance	5,029	4,955	8,196	8,891
Utilities	236	1,264	1,072	2,089
Legal and professional charges	945	467	1,407	870
Advertisement	-	781	126	1,028
Marketing and communication	238	939	437	1,232
Newspapers, books and periodicals	90	203	205	376
Depreciation	531	3,986	8,026	7,367
Amortization	285	270	530	540
Security services	402	315	1,010	1,349
Office shifting and related expenses	-	1,303	-	1,769
Others	1,573	1,342	2,888	2,750
	<u>113,422</u>	<u>127,063</u>	<u>233,435</u>	<u>254,922</u>
20. SEMINARS, WORKSHOPS AND TRAININGS				
Training	1,075	2,076	2,750	7,473
Seminar and workshops	3,734	1,319	4,804	3,734
	<u>4,809</u>	<u>3,395</u>	<u>7,554</u>	<u>11,207</u>
21. FINANCIAL CHARGES				
On long term loans	27,174	32,412	53,136	60,162
Imputed interest on below market rate long term loan	35,567	29,586	69,173	58,804
Bank charges	932	705	1,436	801
	<u>63,673</u>	<u>62,703</u>	<u>123,745</u>	<u>119,767</u>
22. PROJECT AND RELIEF ACTIVITIES				
Flood relief	-	-	22,420	3,192
Project and other activities	33,568	39,075	69,565	85,830
	<u>33,568</u>	<u>39,075</u>	<u>91,985</u>	<u>89,022</u>
23. MOVEMENT IN RESERVE FOR GRANT BASED ACTIVITIES				
Income earned during the period on grant fund investments	152,084	172,099	296,644	324,994
Less: expenditure on project and relief activities	33,568	39,075	91,985	89,022
	<u>118,516</u>	<u>133,024</u>	<u>204,659</u>	<u>235,972</u>
24. COMPARATIVE FIGURES				
Comparative figures have been rearranged and reclassified, wherever necessary, for better presentation.				

Chief Executive Officer

Senior Group Head
Financial Management & Corporate Affairs