



**PrimeGlobal**  
An Association of Independent Accounting Firms

**Zahid Jamil & Co**  
Chartered Accountants

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.


***Basis for Qualified Opinion***

- We did not observe the cash in hand as at December 31, 2014, since that date was prior to the time we were initially engaged as auditors for the Organization. However, subsequently during our audit field work, we physically inspected the cash in hand and found their physical existence in agreement with the underlying accounting record of the Organization.

***Qualified Opinion***

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects the financial position of the Noor Educational and Capacity Development Organization (NECDO) as at December 31, 2014 and of its financial performance for the year then ended in accordance with the Organization's accounting policies as described in note 2 and note 3 to the financial statements.

*Zahid Jamil*  
Prime Global Zahid Jamil & Co.  
Chartered Accountants  
Kabul, Afghanistan  
Date: February 26, 2015

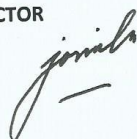


NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2014

	Note	2014 USD	2013 USD
<b>ASSETS</b>			
Current assets			
Cash and bank balances	4.	43,729	4,736
Receivable from donors	5.	9,832	10,718
Other receivables		-	18,324
		53,561	33,778
<b>TOTAL ASSETS</b>		<b>53,561</b>	<b>33,778</b>
<b>RESERVE AND LIABILITIES</b>			
Reserve			
Accumulated surplus		33,286	33,778
Current liabilities			
Short term loan	6.	20,275	-
		20,275	-
<b>TOTAL RESERVE AND LIABILITIES</b>		<b>53,561</b>	<b>33,778</b>

Auditors' report is annexed thereto.  
The annexed notes form an integral part of these financial statements.

DIRECTOR



FINANCE OFFICER

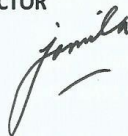


NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED DECEMBER 31, 2014

	Note	2014 USD	2013 USD
<b><u>INCOMING RESOURCES</u></b>			
Fund from donors	7.	360,246	286,241
<b><u>OUTGOING RESOURCES</u></b>			
Expenditure from donors' funds	8.	360,246	286,241
Financial charges		492	480
		360,738	286,721
(Deficit) for the year		(492)	(480)
Accumulated surplus brought forward		33,778	34,258
Accumulated surplus carried forward		33,286	33,778

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

DIRECTOR



FINANCE OFFICER





**1. STATUS AND NATURE OF ACTIVITIES**

Noor Educational and Capacity Development Organization (NECDO), hereinafter referred to as "the Organization" is a non-governmental and non-political development organization empowering people and communities to initiate and sustain their own development. NECDO is working in partnership with different communities providing tools and resources to change behaviors of men dominated society towards improvement of women's human rights conditions and to produce women rights advocates from Islamic and modern life perspective from Afghan community. The Organization is also working for the education of women and children and for development of Women's Shura leadership potential within the region. NECDO is registered with the government of Afghanistan, Ministry of Economy (Registration No. 95), Ministry of Education (Registration No. 278) and with Ministry of Women's Affairs (Registration No. 35). The registered office of NECDO is situated in Kabul, Afghanistan.

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

These financial statements have been prepared in accordance with the Organization's accounting policies as described in note 3.

**2.2 Basis of measurement**

These financial statements have been prepared under historical cost basis, except monetary assets and liabilities in currency other than reporting currency which are stated as per accounting policy of foreign currency transactions.

**2.3 Functional and presentation currency**

Items included in these financial statements are measured using the currency of the primary economic environment in which the Organization operates. These financial statements have been presented in US Dollars (USD), which is the Organization's functional currency also along with local currency Afghani (Afs).

**2.4 Use of estimates and judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimates are revised and in any future years affected.

### 3. SIGNIFICANT ACCOUNTING POLICIES

Following accounting policies have been applied in preparation of these financial statements.

#### 3.1 Basis of Measurement

These accounts have been prepared under the historical cost convention.

#### 3.2 Fixed Assets

Fixed assets are charged to donor fund in the year of purchase.

#### 3.3 Income Recognition

Grants from donors are recognized up to the extent of expenditure incurred.

#### 3.4 Exchange Gain and Loss

Transactions in currencies other than reporting currency (USD) are converted into reporting currency at the average exchange rate for the month calculated on the basis of open market rates obtained from Money Changers of Kabul. Exchange gain or loss, if any, arising on the conversion is dealt within Statement of Income and Expenditure. Monetary assets and liabilities denominated in currency other than reporting currency are re-measured into reporting currency by applying exchange rate prevailing at date of Statement of Financial Position. Exchange gain or loss, if any, arising on the re-measurement of monetary assets and liabilities is dealt within Statement of Income and Expenditure.

#### 3.5 Taxation

Organization itself and funds of this project are exempt from tax as per Income Tax Law 2005 of Afghanistan (amended in 2009). The Organization will fulfill withholding tax responsibility as per Income Tax Law 2005 of Afghanistan (amended in 2009)

**NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

	Note	2014 USD	2013 USD
<b>8. EXPENDITURE FROM DONORS' FUNDS</b>			
My Afghan library (TOT & Monitoring)	Annex 'A'	157,643	133,255
Afghan Women Voting Outreach project for 2014 election	Annex 'B'	137,075	-
Imam Initiative Trainings	Annex 'C'	5,000	-
Safe Educational Environmental for All Project	Annex 'D'	24,718	-
ERUPTA Project	Annex 'E'	35,810	-
Network of human rights and gender equality for Afghan		-	36,206
Developing women shura's leadership potential-Badakshan		-	79,569
Role of Ullama in Peace and Reconciliation		-	19,841
Imam initiative on EVAW, peace education and human rights		-	17,371
		<b>360,246</b>	<b>286,241</b>

**9. DATE OF AUTHORIZATION FOR ISSUE**

These financial statements have been authorized for issue on 26 Feb 2015 by the Director and Finance Officer of the Organization.

**10. GENERAL**

**10.1 Number of employees**

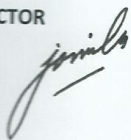
Total number of full time employees of the Organization as on December 31, 2014 were 10 (2013 : 9).

**10.2 Figures**

.....Have been rounded off to the nearest USD.

.....Have been re-arranged and re-classified wherever necessary to facilitate the comparison.

DIRECTOR



FINANCE OFFICER



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**NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

	Note	2014 USD	2013 USD
<b>4. CASH AND BANK BALANCES</b>			
Cash in hand - USD		230	450
Cash at bank- current accounts	4.1	43,499	4,286
		<u>43,729</u>	<u>4,736</u>
<b>4.1 Cash at bank - current accounts</b>			
National Bank of Pakistan-USD		39,692	4,089
Afghanistan International Bank-Afs	4.1.1	3,807	197
		<u>43,499</u>	<u>4,286</u>
<b>4.1.1</b> This represents Afs 221,627 (2013 : Afs 11,027) converted to USD by applying exchange rate of 1 USD = 58.22 Afs (2013 : 55.91 Afs).			
<b>5. RECEIVABLE FROM DONORS</b>			
Scholastic Inc. New York, USA	Annex 'A'	1,643	10,543
Counterpart International	Annex 'D'	8,189	-
Swiss Cooperation Office		-	175
		<u>9,832</u>	<u>10,718</u>
<b>6. SHORT TERM LOAN</b>	6.1	<u>20,275</u>	<u>-</u>
<b>6.1</b> Short term interest free loan is obtained from the management of the Organization to meet the running project expenditures and will be repay after receiving the fund from donors.			
<b>7. FUND FROM DONORS</b>			
My Afghan Library (TOT & Monitoring)	Annex 'A'	157,643	133,255
Afghan Women Voting Outreach project for 2014 election	Annex 'B'	137,075	-
Imam Initiative Trainings	Annex 'C'	5,000	-
Safe Educational Environmental for All Project	Annex 'D'	24,718	-
ERUPTA Project	Annex 'E'	35,810	-
Network of Human Rights and Gender Equality for Afghan women		-	36,206
Developing women shura's leadership potential-Badakshan		-	79,569
Role of Ullama in Peace and Reconciliation		-	19,841
Imam initiative on EVAW, peace education and human rights		-	17,371
		<u>360,246</u>	<u>286,241</u>

## NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)

PROJECT NAME: MY AFGHAN LIBRARY (TOT &amp; MONITORING)

DONOR: SCHOLASTIC INC. NEW YORK, USA

PROJECT PERIOD: SEPTEMBER 15, 2012 TO DECEMBER 31, 2014

REPORTING PERIOD: JANUARY 01, 2014 TO DECEMBER 31, 2014

## STATEMENT OF BUDGET VARIANCE

	Budget	Actual				Variance	
		2014	2013	2012	Total	USD	%
		USD					
<b>FUNDS</b>							
Funds received from donor	326,517	170,109	115,796	40,224	326,129	388	0.1
	<b>326,517</b>	<b>170,109</b>	<b>115,796</b>	<b>40,224</b>	<b>326,129</b>	<b>388</b>	<b>0.1</b>
<b>EXPENDITURE</b>							
Salaries	109,441	50,160	47,880	11,400	109,440	1	0.0
Refreshment & transportation cost	19,800	12,017	-	7,783	19,800	-	-
Networking meetings cost	4,680	-	1,800	1,580	3,380	1,300	27.8
TOT expenses	68,135	29,457	33,721	7,422	70,600	(2,465)	(3.6)
Monitoring cost	46,960	24,947	26,546	-	51,493	(4,533)	(9.7)
Program cost	41,489	23,296	12,689	3,591	39,576	1,913	4.6
Stationary and teaching aid	7,482	1,696	1,543	2,665	5,904	1,578	21.1
MAL student contest cost	7,170	4,963	-	-	4,963	2,207	30.8
	<b>305,157</b>	<b>146,536</b>	<b>124,179</b>	<b>34,441</b>	<b>305,156</b>	<b>1</b>	<b>0.00</b>
General admin cost- 7% of total cost	21,361	9,852	9,076	2,433	21,361	-	-
Bank charges	-	1,255	-	-	1,255	(1,255)	100
<b>TOTAL EXPENDITURE</b>	<b>326,517</b>	<b>157,643</b>	<b>133,255</b>	<b>36,874</b>	<b>327,772</b>	<b>(1,255)</b>	<b>(0.38)</b>
Opening balance		(14,109)	3,350	-	-		
Excess of expenditure over funds		12,466	(17,459)	3,350	3,350		
<b>CLOSING BALANCE</b>		<b>(1,643)</b>	<b>(14,109)</b>	<b>3,350</b>			

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NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)

Annexure "C"

PROJECT NAME: IMAM TRAINING PROJECT IN EVAW

DONOR: GLOBAL PARTNERSHIP FOR WOMEN AND GIRLS

PROJECT PERIOD: JANUARY 01, 2014 TO DECEMBER 31, 2014

REPORTING PERIOD: JANUARY 01, 2014 TO DECEMBER 31, 2014

STATEMENT OF BUDGET VARIANCE

	Budget	Actual	Variance	
	USD		USD	%age
<b><u>FUNDS</u></b>				
Funds received from donor	5,000	5,000	-	-
	<b>5,000</b>	<b>5,000</b>	-	-
<b><u>EXPENDITURE</u></b>				
Personnel cost	2,400	2,400	-	-
Operational cost	1,385	1,364	21	1.5
Trainings cost	945	947	(2)	(0.2)
Networking meetings	270	289	(19)	(7.0)
	<b>5,000</b>	<b>5,000</b>	-	-
<b>TOTAL EXPENDITURE</b>	<b>5,000</b>	<b>5,000</b>	-	-
<b>CLOSING BALANCE</b>	-	-	-	-

NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)

Annexure "D"

PROJECT NAME: SAFE EDUCATION ENVIRONMENT FOR ALL PROJECT

DONOR: COUNTERPART INTERNATIONAL

PROJECT PERIOD: AUGUST 21, 2014 TO JANUARY 20, 2015

REPORTING PERIOD: JANUARY 01, 2014 TO DECEMBER 31, 2014

STATEMENT OF BUDGET VARIANCE

	Budget		Actual		Variance	
	AFN	USD	AFN	USD	USD	%age
<b>FUNDS</b>						
Funds received from donor	2,711,270	46,884	955,850	16,529	30,355	64.74
	2,711,270	46,884	955,850	16,529	30,355	64.74
<b>EXPENDITURE</b>						
Personnel cost	716,000	12,381	615,200	10,638	1,743	14.1
Program Expenses	569,720	9,852	379,720	6,566	3,286	33.4
Networking Meetings for Advocacy	832,500	14,396	29,000	501	13,895	96.5
Office Supplies	164,250	2,840	130,500	2,257	583	20.5
Administrative Expenses	428,800	7,415	275,040	4,756	2,659	35.9
	2,711,270	46,884	1,429,460	24,718	22,166	47.28
<b>TOTAL EXPENDITURE</b>	2,711,270	46,884	1,429,460	24,718	22,166	47.28
<b>RECEIVABLES FROM DONOR</b>	-	-	(473,610)	(8,189)	-	-

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Annexure "E"

NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
 PROJECT NAME: ENHANCEMENT FOR ROLE OF ULAMA IN PEACEFUL TRANSITION IN AFGHANISTAN  
 DONOR: COMMUNITY COHESION INITIATIVE (CCI)  
 PROJECT PERIOD: JUNE 22, 2014 TO OCTOBER 31, 2014  
 REPORTING PERIOD: JANUARY 01, 2014 TO DECEMBER 31, 2014  
 STATEMENT OF BUDGET VARIANCE

AFN	Budget		Actual		Variance	
	AFN	USD	AFN	USD	USD	%age

**FUNDS**  
 Funds received from donor

2,099,558	36,566	2,056,220	35,810	756	2.07
2,099,558	36,566	2,056,220	35,810	756	2.07

**EXPENDITURE**

Personnel cost  
 Program material and equipment  
 Program administration and services  
 Activity costs  
 Project indirect cost @ 10% of Overheads

477,860	8,322	477,860	8,322	-	(5.6)
413,400	7,200	436,526	7,602	(402)	10.8
395,320	6,885	352,564	6,140	745	0.0
684,320	11,918	684,270	11,917	1	18.4
128,658	2,241	105,000	1,829	412	
2,099,558	36,566	2,056,220	35,810	756.00	2.07
2,099,558	36,566	2,056,220	35,810	756.00	2.07
-	-	-	-	-	-

TOTAL EXPENDITURE  
 CLOSING BALANCE

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