



**PrimeGlobal**

An Association of Chartered Accountants of Pakistan

**Zahid Jamil & Co**

Chartered Accountants

An Incorporated Member Firm of Prime Global



**NOOR EDUCATIONAL AND  
CAPACITY DEVELOPMENT  
ORGANIZATION (NECDO)**

**AUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2018**



**AUDIT | CONSULTING | TAX ADVISORY**

[www.primeglobal.net](http://www.primeglobal.net)

[www.primeglobalzjac.com](http://www.primeglobalzjac.com)



**PrimeGlobal**  
World Third Largest Network of Independent  
Audit & Accounting Firms

**Zahid Jamil & Co**  
Chartered Accountants

**INDEPENDENT AUDITORS' REPORT ON GENERAL PURPOSE FINANCIAL STATEMENTS**

The Directors  
Noor Educational and Capacity Development Organization (NECDO)  
Kabul, Afghanistan

**Opinion**

We have audited the accompanying financial statements of Noor Educational and Capacity Development Organization (NECDO), which comprise the statement of financial position as at December 31, 2018, statement of the related Statement of Income and Expenditure for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2018, and its financial performance for the year then ended in accordance with accounting policies mentioned in note 3 to the financial statements.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further in the Auditor's Responsibilities of the Financial Statements section of our report. We are independent of the Organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA code), and we have fulfilled our other ethical obligations that are sufficient and appropriate to provide a basis for our opinion.

**Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting policies described in note 3 to the financial statements, and for such internal control as the management determines is necessary to enable the preparation of the financial statements that are free from material misstatements, whether due to fraud or error.

Contact: +93 (0) 786 27 63 63 / +93 (0) 702 55 05 55  
+93 (0) 786 88 22 11 / +93 (0) 786 66 44 00

Office: Muslim Plaza (Main AIB-Bank)  
Shahr-e-Naw, Kabul, Afghanistan

info@primeglobalzjac@gmail.com  
Info@primeglobalzjac.com  
www.primglobalzjac.com

An Affiliate of Prime Global USA





**PrimeGlobal**

World Third Largest Network of Independent  
Audit & Accounting Firms

**Zahid Jamil & Co**  
Chartered Accountants

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

Management is responsible for overseeing the Organization's financial reporting process.

***Auditors' Responsibility***

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

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

- Identify and assess the risks of material misstatement of financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimate and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting, based on the audit evidence obtained, whether a material

Contact: +93 (0) 785 27 83 83 / +93 (0) 702 55 05 55  
+93 (0) 786 88 22 11 / +93 (0) 786 66 44 00

Office: Muslim Plaza (Main AIB-Bank)  
Shahr-e-Naw, Kabul, Afghanistan

info@primeglobalzjac@gmail.com  
Info@primeglobalzjac.com  
www.primglobalzjac.com

An Affiliate of Prime Global USA



**PrimeGlobal**

World Third Largest Network of Independent  
Audit & Accounting Firms

**Zahid Jamil & Co**

Chartered Accountants

uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the modify our opinion. Our conclusion are based on the audit evidence obtained up to the date our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieve fair presentation.

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

Muhammad Afshak Arshad - FCA  
Prime Global Zahid Jamil & Co.  
Chartered Accountants  
Kabul, Afghanistan  
Date: March 20, 2019



NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
 STATEMENT OF FINANCIAL POSITION  
 AS AT DECEMBER 31, 2018

	Note	2018 USD	2017 USD
<b>ASSETS</b>			
Current assets			
Cash and bank balances	4.	68,866	64,844
Receivable from donors	5.	-	-
		68,866	64,844
<b>TOTAL ASSETS</b>		<b>68,866</b>	<b>64,844</b>
<b>RESERVE AND LIABILITIES</b>			
Reserve			
Accumulated surplus		29,991	30,501
Current liabilities			
Short term loan	6.	38,875	34,343
Fund balances	9.	-	-
		38,875	34,343
<b>TOTAL RESERVE AND LIABILITIES</b>		<b>68,866</b>	<b>64,844</b>

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

DIRECTOR



FINANCE OFFICER

PG ZJAC

NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
 STATEMENT OF INCOME AND EXPENDITURE  
 FOR THE YEAR ENDED DECEMBER 31, 2018

	Note	2018 USD	2017 USD
<b>INCOMING RESOURCES</b>			
Fund from donors	7.	65,980	219,062
Other Income	8.	120,010	39,513
		185,990	258,575
<b>OUTGOING RESOURCES</b>			
Project expenditures	10.	65,980	219,449
Other expenses	11.	120,010	41,070
Financial charges		510	288
		186,500	260,807
Surplus / (Deficit) for the year		(510)	(2,232)
Accumulated surplus brought forward		30,501	32,733
Accumulated surplus carried forward		29,991	30,501

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

DIRECTOR



FINANCE OFFICER



PG ZJAC



NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2018

---

**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 (Afi).

**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.

PG ZJAC

### 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).

PG ZJAC



NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
 NOTES TO THE FINANCIAL STATEMENT  
 FOR THE YEAR ENDED DECEMBER 31, 2018

	Note	2018 USD	2017 USD
<b>4. CASH AND BANK BALANCES</b>			
Cash in hand - USD		2,500	4,700
Cash in hand - Af\$	4.1	-	4,090
Cash at bank- current accounts	4.2	66,366	55,184
		<u>68,866</u>	<u>64,844</u>
<b>4.1 Cash at hand</b>			
This represents Af\$ 339,048 converted to USD by applying exchange rate of 1 USD = 68.35 Af\$.			
<b>4.2 Cash at bank - current accounts</b>			
Afghanistan International Bank-USD		66,366	55,184
		<u>66,366</u>	<u>55,184</u>
<b>5. RECEIVABLE FROM DONORS</b>			
Mobilizing Afghan Women, Man & Youths to protect &	Annex 'A'	-	-
		<u>-</u>	<u>-</u>
<b>6. SHORT TERM LOAN</b>	6.1	38,875	14,315
<b>6.1 Short term interest free loan</b> 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>			
Mobilizing Afghan Women, Man & Youths to protect &	Annex 'A'	65,980	65,236
Last year Fund from Donors		-	152,825
		<u>65,980</u>	<u>218,061</u>
<b>8. OTHER INCOME</b>			
Women Social Participation, Leadership & Empowerment Projects Implemented (WSPF) Women International League for Peace and Freedom		8,000	-
Protection of Women Rights and Elimination of Violence (Development and Peace Canada)		60,010	-
Peace and Reconciliation Project and Activist (RUA) Indonesian Embassy		12,600	-
Relief and Humanitarian Program for Needy and Disabled (Jama'at Order of America Sadaka)		34,600	-
Last year Other expenses		-	29,513
		<u>120,010</u>	<u>30,513</u>

PG ZJAC

NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NECDO)  
 NOTES TO THE FINANCIAL STATEMENT  
 FOR THE YEAR ENDED DECEMBER 31, 2018

	Note	2018 USD	2017 USD
<b>9. FUND BALANCES</b>			
Mobilizing Afghan Women, Men & Youths to protect &	Annex 'A'	-	-
<b>10. PROJECT EXPENDITURES</b>			
Mobilizing Afghan Women, Men & Youths to protect &	Annex 'A'	65,980	65,236
Last year Project expenditures		-	154,213
		<u>65,980</u>	<u>219,449</u>
<b>11. OTHER EXPENSES</b>			
Women Social Participation, Leadership & Empowerment Projects Implemented (WSP/LEP) Women International League for Peace and Freedom		5,000	-
Promotion of Women Rights and Elimination of Violence (Development and Peace Service)		66,000	-
Peace and Reconciliation Project and Activities (PIA) Indonesian Embassy		12,000	-
Relief and Humanitarian Program for Study and Disabled (Carroll Order of America Relief)		34,000	-
Last year Other expenses		-	41,070
		<u>120,000</u>	<u>41,070</u>

11. DATE OF AUTHORIZATION FOR ISSUE  
 These financial statements have been authorized for issue on \_\_\_\_\_ by the Director and Finance Officer of the Organization.

12. GENERAL

12.1 Number of employees

Total number of full time employees of the Organization as on December 31, 2018 were \_\_\_\_\_ (2017: 1).

12.2 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

PG ZIAC

NOOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NEEDO)  
 STATEMENT OF FUNDS RECEIVED AND EXPENSES INCURRED ON PROJECTS  
 AS AT DECEMBER 31, 2018

Budget	2018	
	Actual	
	Fund	Expenses
	USD	

5. No INCOME FROM DONORS AND EXPENSES INCURRED ON PROJECTS

1. Mobilizing Afghan Women, Men & Youth to protect and enhance human rights in Afghanistan - Annex 24	65,980	65,980	65,980
	<u>65,980</u>	<u>65,980</u>	<u>65,980</u>

PG 2JAC



NDOR EDUCATIONAL AND CAPACITY DEVELOPMENT ORGANIZATION (NFCDO)

Annexure "A"

PROJECT NAME: MOBILIZING AFGHAN WOMEN, MAN & YOUTHS TO PROTECT WOMEN HUMAN RIGHTS IN AFGHANISTAN  
 DONOR: CATHOLIC CANADIAN ORGANISATION FOR DEVELOPMENT AND PEACE  
 PROJECT PERIOD: FEBRUARY 01, 2018 TO DECEMBER 31, 2018  
 REPORTING PERIOD: JANUARY 01, 2018 TO DECEMBER 31, 2018  
 STATEMENT OF BUDGET VARIANCE

	Budget	Actual	Variance	
	USD	USD		%age
<b>FUNDS</b>				
Funds received from donor	65,980	65,980	-	-
<b>EXPENDITURE</b>				
<b>Personnel Cost</b>				
Managing Director	3,415	3,415	-	-
Project Manager	3,842	3,842	-	-
Admin Officer	2,938	2,938	-	-
Trainer	7,085	7,085	-	-
Guard	1,758	1,758	-	-
<b>Sub Total</b>	<b>19,838</b>	<b>19,838</b>	<b>-</b>	<b>-</b>
<b>Operational Cost</b>				
House Rent	5,123	5,123	-	-
Utilities	427	427	-	-
Communication (internet & top up)	688	688	-	-
Vehicle rent	5,123	5,123	-	-
Stationary	427	427	-	-
Office Supplies	768	768	-	-
<b>Sub Total</b>	<b>12,552</b>	<b>12,552</b>	<b>-</b>	<b>-</b>
<b>Workshops with women, influential men and youths (capacity building)</b>				
Training Participants Manual Printing	1,552	1,552	-	-
Training Participants Stationery	1,552	1,552	-	-
Training Hall Charges	745	745	-	-
Training Participants Transportation cost	4,347	4,401	(54)	(1)
Training Participants Refreshment and Lunch Cost	5,589	5,035	(70)	(1)
Trainer Round Trip travel cost (Kabul, Nنگارهار, Laghman & Parwan)	838	838	-	-
Trainers Accommodation cost (Kabul, Nنگارهار, Laghman & Parwan)	2,934	2,934	-	-
Trainer Local Transportation cost (Kabul, Nنگارهار, Laghman & Parwan)	2,347	2,347	-	-
Trainers Food cost in (Kabul, Nنگارهار, Laghman and Kaska Parwan)	1,056	1,056	-	-
<b>Sub Total</b>	<b>21,882</b>	<b>21,885</b>	<b>(3)</b>	<b>(1)</b>
<b>Community Working Group Provincial Conferences (capacity building)</b>				
Conference Hall Charges	776	776	-	-
Conference Guests Refreshment and Lunch cost	1,552	1,320	232	15
Transportation cost for (Kabul, Nنگارهار, Laghman & Parwan)	5,827	5,822	-	-
Guest for Attending Conference in Kabul	1,317	1,357	-	-
Accommodation cost of provincial Guests (Kabul, Nنگارهار, Laghman and Parwan)	2,457	1,459	(99)	(4)
Admin Cost 5%	12,801	13,804	198	2
<b>Sub Total</b>	<b>12,801</b>	<b>13,804</b>	<b>198</b>	<b>2</b>
<b>TOTAL EXPENDITURE</b>	<b>66,253</b>	<b>65,980</b>	<b>273</b>	<b>0</b>

RECEIVABLE FROM DONOR

PG ZIAC