

DAMEN SUPPORT PROGRAMME

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2018

	Note	June 30, 2018 Rupees	June 30, 2017 Rupees
NON CURRENT ASSETS			
Microcredit loan portfolio - non current portion		92,909,963	29,201,206
Property, plant and equipment	6	75,975,517	48,943,220
Capital work in progress	8	-	981,183
Long term deposits and prepayments	9	7,535,448	1,826,503
		176,420,928	80,952,112
CURRENT ASSETS			
Short term investment	7	137,600,000	127,600,000
Microcredit loan portfolio - current portion	10	2,501,637,860	1,681,260,081
Advances, prepayments and other receivables	11	79,630,977	60,384,409
Cash and bank balances	12	290,349,390	370,051,014
		3,009,218,227	2,239,295,504
CURRENT LIABILITIES			
Current portion of long term loans	13	722,000,000	975,764,567
Short term borrowing	15	49,999,732	39,969,315
Trade and other payables	16	61,163,444	23,648,854
Payable to DAMEN Employees' Provident Fund	17	-	-
		833,163,176	1,039,382,736
NET WORKING CAPITAL		2,176,055,051	1,199,912,768
		2,352,475,979	1,280,864,880
NON CURRENT LIABILITIES			
Long term loans	13	1,567,750,001	681,500,000
Deferred grant	14	-	12,988
		1,567,750,001	681,512,988
NET ASSETS		784,725,978	599,351,892
REPRESENTED BY:			
Endowment fund - Pakistan Poverty Alleviation Fund	18	31,800,000	31,800,000
Endowment fund - DAMEN Society	19	88,354,229	88,354,229
Accumulated surplus	20	136,525,370	110,488,996
Microcredit loan revolving fund	21	469,886,172	358,301,721
		726,565,771	588,944,946
Disaster relief reserve	22	7,174,037	6,244,167
Staff health reserve	23	4,492,649	4,162,779
Transformation and expansion reserve	24	46,493,521	-
		58,160,207	10,406,946
		784,725,978	599,351,892

CONTINGENCIES AND COMMITMENTS

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The annexed notes 1 to 43 form an integral part of these financial statements.

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Chief Executive


Director


Director

DAMEN SUPPORT PROGRAMME
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED JUNE 30, 2018

	Note	June 30, 2018 Rupees	June 30, 2017 Rupees
INCOME			
Service charge on microcredit loans		736,783,429	489,032,412
Return on investments and bank deposits	26	32,126,477	31,043,441
Other income	27	53,030,623	39,230,892
		821,940,529	559,306,745
EXPENDITURE			
Direct Program Costs			
Finance cost	28	185,178,294	130,351,339
Branchless banking charges		42,543,606	27,851,474
Provision against non-performing loans - net	10.3	50,285,173	32,940,828
Salaries, wages, stipends and other benefits		219,867,337	151,917,809
Direct operational costs	29	53,016,494	33,958,369
Research studies		-	368,750
Livestock vaccination project		328,500	4,132,750
Training expenses		8,923,993	5,958,933
		560,143,397	387,480,252
General administrative and management expenses	30	75,823,046	43,908,943
		185,974,086	127,917,550
SURPLUS FOR THE YEAR			
Transferred to disaster relief reserve	22	(929,870)	(1,918,763)
Transferred to staff health reserve	23	(929,870)	(1,279,176)
Transferred to loan revolving fund	21	(111,584,451)	-
Transferred to transformation & expansion reserve	24	(46,493,521)	-
		(159,937,712)	(3,197,939)
		26,036,374	124,719,611
SURPLUS AFTER APPROPRIATIONS			
Operational Self Sufficiency (OSS) ratio	33	129%	129%

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Chief Executive


Director


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DAMEN SUPPORT PROGRAMME

STATEMENT OF CASHFLOWS

FOR THE YEAR ENDED JUNE 30, 2018

	Note	June 30, 2018 Rupees	June 30, 2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the year		185,974,086	127,917,550
Adjustments for non cash items			
Depreciation	6	9,256,758	7,480,084
Write off of fixed assets and capital work in progress		981,183	-
Amortization on intangible assets		-	118,096
Amortization of deferred grants			
- relating to fixed assets	14.1	(12,988)	(161,617)
- relating to capacity building	14.2	-	(697,292)
Finance cost	28	185,178,294	130,351,339
Branchless banking cost		42,543,606	27,851,474
Gain on disposal of operating fixed assets	27	(12,236)	(139,505)
Proceeds from disposal of operating fixed assets		243,310	1,581,485
Provision against non-performing loans	10.3	50,285,173	32,940,828
		<u>288,463,100</u>	<u>199,324,892</u>
Operating surplus before working capital changes		474,437,186	327,242,442
Increase in operating assets			
Advances, prepayments and other receivables		(19,246,568)	(20,465,900)
Microcredit loan portfolio		(934,371,709)	(554,853,405)
Long term deposits and prepayments		(5,708,945)	(363,772)
Increase in operating liabilities			
Trade and other payables		37,514,590	8,507,151
		<u>(921,812,632)</u>	<u>(567,175,926)</u>
Operating deficit after working capital changes		(447,375,446)	(239,933,484)
Finance cost paid		(227,721,900)	(158,202,813)
Net cash utilized from operating activities		(675,097,346)	(398,136,297)
CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in fixed assets		(36,520,129)	(16,156,343)
(Increase)/ decrease in net investments in short term securities		(10,000,000)	32,704,640
Net cash used in investing activities		(46,520,129)	16,548,297
CASH FLOWS FROM FINANCING ACTIVITIES			
Grant received relating to capacity building	14.2	-	63,907
Net proceeds/ (payment) from running finance facility	15	10,030,417	(15,617,640)
Distribution of staff retiring benefit out of staff health reserve		(600,000)	-
Net proceeds from long term loans		632,485,434	347,541,639
Net cash from financing activities		641,915,851	331,987,906
Net change in cash and cash equivalents		(79,701,624)	(49,600,094)
Cash and cash equivalents at the beginning of year		370,051,014	419,651,108
Cash and cash equivalents at the end of year	35	<u>290,349,390</u>	<u>370,051,014</u>

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Chief Executive


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