



The Petarian Foundation

[Registration no. RS/ICT/427 of 2003, under Societies Act XXI of 1860 – NTN: 2475458-7]

House no. 12-A, Street 29, F-7/1, Islamabad
Tel: (051) 265-2511/2, Fax: (051) 265-2610,
email: info@petarianfoundation.org
www.petarianfoundation.org

The Petarian Foundation Annual Report for 2005-2006 (including Audited Statements)

Contents

- 1. Activities during 2005-2006**
- 2. Board of Directors**
- 3. Audited Report for 2005-2006**



The Petarian Foundation

[Registration no. RS/ICT/427 of 2003, under Societies Act XXI of 1860 – NTN: 2475458-7]

House no. 12-A, Street 29, F-7/1, Islamabad
Tel: (051) 265-2511/2, Fax: (051) 265-2610,
email: info@petarianfoundation.org
www.petarianfoundation.org

This is the second annual report of the Petarian Foundation covering the period 1 July 2005 to 30 June 2006, along with audited statements that are appended to this report. While the first year was a great success in terms of building up activities and inviting mobilizing efforts that were aimed at Petaro and Petarians, this second year brought us into a totally new domain. The devastating earthquake that struck northern Pakistan and Kashmir on 8 Oct 2005 brought out pouring support from almost every Pakistani. The Petarian Foundation also contributed its share towards relief and reconstruction activity. This was the first ever activity that was not aimed at Petaro or Petarians.

While the earthquake relief and reconstruction did take up a lot of our energies, our focus still remained Cadet College Petaro and the Petarians. We continued with our scholarships program, teacher training programs, and welfare activities for the staff of the college and Petarians.

The Petarian Foundation also applied to the CBR for tax exempt status. Since the Foundation is a charitable organization as such, we have lodged our claim to be exempt from income taxes. We hope to get this status soon.

The Petarian Foundation has fulfilled all legal requirements to ensure total transparency. Reports are filed with the agencies as per the law.

Activities during 2005-2006:

Our activities during this year were a continuation of the thrust of activities of 2004-2005.

1. Scholarships for CCP cadets:

The Petarian Foundation funded 10 cadets during the fiscal year 2005-2006, providing them a total fund of Rs. 500,000, an increase of Rs. 250,000 over the previous year. Each scholarship holder was given a sum of Rs. 50,000 as scholarship. The Foundation monitors the academic and overall progress of those who availed the scholarship the previous year before announcing continuation of the scholarship for the current year as well.

The Foundation intends to continue scholarship to these 10 cadets each year until they graduate. In addition, 5 more cadets from class VIII will be added next year as well. We intend to thus increase this fund by Rs. 250,000 each year for the 5 new cadets to be added to this scheme each year until we have a total of 25 scholars – 5 from each class.

2. Scholarship for ex-cadet for studies at LUMHS

We continued the award of scholarship to the ex-cadet who has been funded by the Foundation last year as well. He is expected to graduate in the summer of 2006. His total education expenses of Rs. 10,000 per year are being met by the Petarian Foundation.

The Petarian Foundation will consider scholarships for individual Petarians for higher studies if required.



The Petarian Foundation

[Registration no. RS/ICT/427 of 2003, under Societies Act XXI of 1860 – NTN: 2475458-7]

House no. 12-A, Street 29, F-7/1, Islamabad
Tel: (051) 265-2511/2, Fax: (051) 265-2610,
email: info@petarianfoundation.org
www.petarianfoundation.org

3. CCP Teacher Training Programs

Fulfilling its commitment towards Cadet College Petaro, the Petarian Foundation organized 2 training programs for the college teachers during the summer of 2006. Since the billing for this activity happened after 30 June 2006, the expenses will be reflected in next year's audited report. However, it is important to note that this training program was started before the end of this fiscal year.

The first program that we organized is English language training for all the CCP teachers. We hired the services of the Berlitz Language Center at Karachi. The program is being held at the college. It is our intention to bring the college teachers to a mark of excellence in language skills, which will help them to improve communication skills and generate new ideas. We intend to continue this program.

The second program conducted this year was a workshop at the Aga Khan University Institute of Educational Development. Prof. Jethanand Rahi and Prof. Jawaaid Sharwani were sponsored by the Petarian Foundation to attend this workshop on "Balanced Assessment in Action".

In addition, some of the expenses of the First CCP Teacher Training Interactive Workshop that was held at Islamabad the previous summer (July 2005) were paid for and booked during this fiscal year.

4. Earthquake Relief and Reconstruction

The 8th October 2005 earthquake in northern Pakistan and Kashmir led to an immediate action plan by the Petarian Foundation. Within days of the devastating earthquake, teams of volunteers along with relief goods and supplies were sent to Bagh, AJK.

The Petarian Foundation launched a massive effort to raise funds and supplies for the relief and reconstruction activities. A sum of Rs. 16,663,245 was received in cash donations. In addition, the value of relief goods and services in kind received was valued several times over the donations in cash. We received donations from all over the world through individuals as well as NGOs. Major donors included the Turkish Red Crescent Society, UNDP, Oxfam, Abdalian Association, Noor Foundation International, Great Bear International, 22 Brigade, People of Glasgow UK and Sigma Motors.

The Petarian Foundation formed a joint venture with the Abdalian Association to mobilize its largest relief effort to date, and moved their people and resources to Bagh District in AJK. Our teams arrived at Bagh within 4 days of the disaster and set up camp at Rerah, a small trading village located around 10 Km beyond Bagh.

The Petarian Foundation / Abdalian Association teams scoured the mountainsides to survey the extent of disaster and to enumerate the level of destruction (deaths,



The Petarian Foundation

[Registration no. RS/ICT/427 of 2003, under Societies Act XXI of 1860 – NTN: 2475458-7]

House no. 12-A, Street 29, F-7/1, Islamabad
Tel: (051) 265-2511/2, Fax: (051) 265-2610,
email: info@petarianfoundation.org
www.petarianfoundation.org

injuries and damages to homes). Based on this assessment, the Foundation distributed tents, quilts, blankets, clothes and food rations to the affected population in the villages around Rerah. This activity continued for nearly a month, when the focus shifted towards rehabilitation of the uprooted people.

A control and command center was established at Islamabad to provide logistical support and supplies to our camp at Rerah, Bagh.

A second important activity during this period was to provide emergency medical assistance to the injured people. During the initial 4-6 weeks after the disaster, our camp had between 5-8 doctors on duty round the clock to cater to the wounds and other diseases.

A third important activity was to provide gifts to children of the earthquake refugees who were housed in thousands at the H-11 camp in Islamabad. Over 2,000 children were given new clothes to wear for the celebration of Eid, which took place barely 3 weeks after the earthquake.

5. Earthquake Reconstruction – Healthcare Units at Bagh, AJK

Petarian Foundation signed an agreement with the District Health Officer, Bagh, AJK to reconstruct 2 Basic Health Units and 2 Forward Health Posts and operate these for a period of 6 months from November 2005 onwards. These units had been destroyed in the October 8th Earthquake that struck the northern areas of Pakistan. The units were located at the following places:

- Rerah
- Lohar Bela
- Seri Gala
- Samni

Petarian Foundation constructed all the four units using earthquake resistant materials. The buildings were constructed using bolted steel angle frames and clad with sandwich panels of steel sheets with thermopore insulation in between. False ceiling of thermopore was also used. The flooring was laid with PCC slab. Complete electrical connections with fittings were also provided.

In addition, with the concurrence of local villagers, the Petarian Foundation also constructed two more units at:

- Sarbuland Village, Bhont (Basic Health Unit)
- Seri Pheyi (Forward Health Post)

Land for these units and also the units at Samni and Seri Gala was donated to the Petarian Foundation by individual villagers for eternity for the purposes of healthcare.

The Petarian Foundation provided 2-3 fulltime doctors who provided medical care and also supervised a paramedical staff of around 22 people at these 6 locations. In addition, all medicines were provided free of charge to the patients.



The Petarian Foundation

[Registration no. RS/ICT/427 of 2003, under Societies Act XXI of 1860 – NTN: 2475458-7]

House no. 12-A, Street 29, F-7/1, Islamabad
Tel: (051) 265-2511/2, Fax: (051) 265-2610,
email: info@petarianfoundation.org
www.petarianfoundation.org

Although the agreement with the DHO Bagh was for a period of 6 months, Petarian Foundation provided services for a period of 10 months and then handed over the units to DHO Bagh.

Another important activity undertaken by the Foundation was to fund the purchase of an ultrasound machine by a lady gynecologist who was providing services to the earthquake affected population.

6. Earthquake Reconstruction – Sarbuland Village at Bagh, AJK

Sarbuland Village is the brainchild of Brig. Naeem Sadiq, who was the Commander of 22 Brigade of the Pakistan Army, which was stationed at Bagh, AJK to provide relief to the people of the area who were affected by the devastating earthquake that struck the region on 8 October 2006.

Within a month of the earthquake, it was clear that the people living in the area would have a difficult survival due to the oncoming winter, which is normally rather harsh in the region. Brig. Naeem Sadiq and his team of officers were determined to do as much as possible to alleviate the problems of the people.

Many friends and relatives approached Brig. Naeem Sadiq with large donations. This set the ball rolling, and the plan was set. A village would be built near Bhont, which is barely 5 Km from Bagh city, to house primarily the poorer and needier people. Brig. Naeem put all resources at hand to push this construction through within a month or two. Heavy machines were brought in to level the land, pave the roads, and to make the foundations of the proposed huts.

As work progressed, the Turkish Red Crescent Society offered to provide one sheet metal insulated containerized room with each hut. The People of Glasgow offered to build the school and other facilities. UNDP offered gas heaters. Oxfam offered to build the water lines and tanks and the toilets. And many other individuals helped in between. One key organization that helped and cooperated with the Petarian Foundation is the Abdalian Association, who became partners with us in this venture.

The Petarian Foundation provided funding for various activities, and offered to take over the total management control of the village. An agreement was drawn up, and the Petarian Foundation took over the project from Brig. Naeem Sadiq, who was posted back to Lahore.

In the initial phase, 98 families were settled in the village, 65 of whom were headed by widows having an average of 5 or 6 children. During the second phase, the total number of homes increased to 176, providing housing for around 1200 people.

Petarian Foundation took over the management of the village, which included maintenance, security and operations of the school (having over 200 children), a



The Petarian Foundation

[Registration no. RS/ICT/427 of 2003, under Societies Act XXI of 1860 – NTN: 2475458-7]

House no. 12-A, Street 29, F-7/1, Islamabad
Tel: (051) 265-2511/2, Fax: (051) 265-2610,
email: info@petarianfoundation.org
www.petarianfoundation.org

healthcare center, and a vocational training school for widowed or orphaned women and girls. With a team of around 70 staff members, the Petarian Foundation has been providing total services to the village for the past year. Staff members include teachers for the school and vocational training center, doctors, paramedical staff, maintenance crews (plumbers, electricians), sanitation staff, security guards and administration staff. Most of the people employed are local residents, which in itself is part of a rehabilitation scheme to provide employment.

It is the objective of Petarian Foundation to hand over the village to the residents at an appropriate time when it is felt that they can manage on their own.

To date, the total investment in Sarbuland Village has been to the tune of around US\$ 2 million. Most of this was received in kind from various organizations or individuals. In addition, the Petarian Foundation has been funding the total operational and maintenance costs from the funds collected for the purpose.

Board of Directors:

As per the Articles of Association of the Petarian Foundation, the Board of Directors was elected during the Petarian Convention 2004 for a period of 4 years as per the Articles of Association:

- Kazi Zulkader Siddiqui, Chairman
- Shahid Mahmood, General Secretary
- Mahmood Baweja, Treasurer
- Tajammul Husayn, Director
- Qaisar Zaman, Director

Sd.

Chairman
The Petarian Foundation

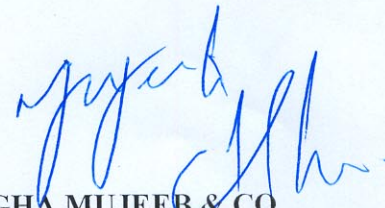
AUDITORS REPORT

We have audited the annexed balance sheet of **PETARIAN FOUNDATION** as at June 30, 2006 and the Profit & Loss Account for the year then ended and the related notes to the aforesaid financial statements, forming an integral part thereof, and we report that the financial statements, together with the notes to the accounts annexed thereto, are in accordance with the information given and explanation provided.

In our opinion, and to the best of our information and according to the explanations given, the balance sheet as at June 30, 2006 and the Profit & Loss Account together with the notes, forming part thereof, for the Year then ended on the aforesaid date, have been drawn in accordance with the information given and records produced.

Place: Rawalpindi

Date: 20 Dec, 2006

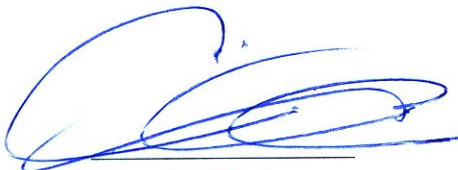

AGHA MUJEEB & CO
Chartered Accountants
AGHA MUJEEB & CO.
Chartered Accountants
The Mall, Rawalpindi.
Ph: 5562582, 0333-5118780

CHARTERED ACCOUNTANTS


**PETARIAN FOUNDATION
BALANCE SHEET
AS ON 30 JUNE 2006**

	Notes	AMOUNT (Rupees) 2006	AMOUNT (Rupees) 2005
<u>RESERVES AND LIABILITIES</u>			
SURPLUS RESERVE			
Surplus receipts for the year		5,124,447	1,643,204
Accrued Liabilities	3	747,505	949,351
		5,871,952	2,592,555
<u>PROPERTY AND ASSETS</u>			
Fixed Assets	4	747,625	
<u>CURRENT ASSETS</u>			
Advance with staff	5	816,541	-
Prepaid Expenses		5,000	
Security Deposit		20,000	
Cash and bank balances		4,282,785	2,592,555
		5,124,326	2,592,555
		5,871,951	2,592,555

Annexed Notes form an integral part of these financial statements. *agreed.*


President

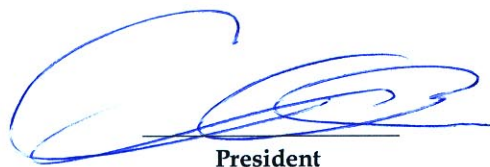



General Secretary

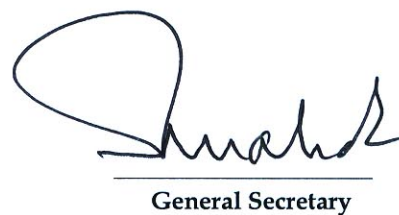
**PETARIAN FOUNDATION
RECEIPTS AND PAYMENTS ACCOUNT
FOR THE YEAR ENDED ON 30 JUNE 2006**

	Notes	AMOUNT (Rupees) 2006	AMOUNT (Rupees) 2005
Receipts	6	16,722,245	3,877,632
Convention Expenses	7	-	997,282
Earthquake Relief/Reconstruction Expenses	8	12,601,221	-
Teacher Training expenses	9	9,049	905,741
Students Scholarship given	10	510,000	260,000
Gross Surplus		3,601,975	1,714,609
Administration and general expenses	11	120,732	71,405
Operating Surplus		3,481,243	1,643,204
Unappropriated Surplus / (Deficit) brought forward		1,643,204	
Unappropriated Surplus / (Deficit) carried forward		5,124,447	1,643,204

Annexed Notes form an integral part of these financial statements.


President




General Secretary

**PETARIAN FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2006**

1. STATUS AND NATURE OF BUSINESS

The Society was registered on 15th day of December 2003 under the Societies Act 1860. The Society is principally engaged and setup for the benefit of Alumni Employees and Ex-employees of Cadet College Petaro, offer scholarship, stipends, awards, distribution of free course books to needy and deserving students and to setup educational institutions, establish and operate blood banks.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting convention

These accounts have been prepared under the historical cost convention.

2.2 Taxation

No provisions for current taxation is made on surplus receipts as the sponsors of Society intend to apply for exemption from Income Tax and they have reasons to believe that the Society shall be successful in getting the said exemption.

2.3 Fixed capital expenditure

Presently the Society do not have any fixed assets however the management shall maintain Fixed assets at cost less accumulated depreciation and depreciation shall be calculated on reducing balance method. Depreciation shall be charged for full year in the year of purchase while no depreciation shall be charged in the year of disposal.

2.5 Receipts & Payment recognition

Receipts and payments are recognized upon actual delivery or receipt of Cash.

	AMOUNT (Rupees) 2006	AMOUNT (Rupees) 2005
3 Accrued Liabilities		
Fee Payable	7,505	12,000
CD & DVD supplier Payment		36,850
Travel Exp		376,200
NIBAF Training Charges		289,301
Teachers Training services Fee		215,000
Bagh Camp Salaries Payable	740,000	20,000
	<u>747,505</u>	<u>949,351</u>

4 CASH AND BANK BALANCES

Cash in hand	14,455	112,980
Cash at bank	4,268,330	2,479,575
	<u>4,282,785</u>	<u>2,592,555</u>

2920

	AMOUNT (Rupees) 2006	AMOUNT (Rupees) 2005
4 Fixed Assets Tangible		
Vehicle (Shehzore truck 2005 model) At cost	728,650	
Motor Bike (Used) At cost	18,975	
	<u>747,625</u>	
5 Current Assets		
Prepaid Exp (Aamir Salary July-06)	5,000	
Advances for Bagh Project expenses	816,541	
Security Deposit for tel connection at Rerah, Bagh	20,000	
	<u>841,541</u>	<u>0</u>
6 RECEIPTS		
Donations for Earthquake relief / reconstruction	16,663,245	
Donations		1,950,582
Convention Registration fees		456,000
Membership fees	15,000	1,176,000
Directory advertisement		45,000
Sale of Directory		30,800
CD Advertisements		100,000
Souvenir Advertisement		87,250
Sale of Other souvenir items		18,000
Revenue against Convention Bus charges		14,000
Scholarship Donation	44,000	
Total Receipts	<u>16,722,245</u>	<u>3,877,632</u>
7 CONVENTION 2004 EXPENSES		
Souvenir bags		95,000
Souvenir items		173,275
Shields		75,100
Video & CD's		20,000
CD & DVD part payment		36,850
CD Directory		56,000
Printing & stationary		45,650
Food & Entertainment		231,847
Marketing		52,557
Sound system		27,500
Uniforms		59,725
Canopy (shamianas)		41,500
Fuel Expenses		7,689
Multimedia		16,800
Misc.Exp		41,149
Traveling exp		16,640
	<u>0</u>	<u>997,282</u>

ageo.

	AMOUNT (Rupees) 2006	AMOUNT (Rupees) 2005
8 Earthquake Relief Expenditures		
<u>Relief Camp, Rerah expenses</u>		
Rerah, Bagh Relief Camp establishment expenses	173,000	
Earth quake relief goods distributed (food items)	1,126,920	
Earth quake Tent relief goods distributed (Tent)	3,085,150	
Earth quake relief goods distributed (Eid gifts for children at H-9)	622,200	
Earth quake relief goods distributed (Clothing at Bagh)	91,540	
	<u>5,098,810</u>	
<u>Medical relief & BHU / shelter reconstruction</u>		
Construction Material for 5 BHU'S & 20 Shelters	1,480,998	
BHU'S Furniture, Equipments	419,490	
Medicine for Earthquake Affectees	571,381	
Salaries & Wages (Doctors & Coordinators)	623,579	
Air Fare Doctor travelling from Karachi to Islamabad	187,662	
Prescription slips, etc printing & stationary	50,724	
	<u>3,333,834</u>	<u>0</u>
<u>Sarbuland Public School Expenses</u>		
Salaries & Wages (Sarbuland School staff)	827,696	
School Furniture/Banners	85,000	
	<u>912,696</u>	<u>0</u>
<u>Sarbuland Village construction/maintenance Expenses</u>		
Material & Labour for infrastructure Dev & Construction	1,805,309	
Electricity Bills	133,091	
Salaries & Wages (Sarbuland Security & Maintenance Staff)	493,428	
Bagh Camp Messing Exp	155,584	
Carriage Freight for Relief goods & Construction Material	260,647	
	<u>2,848,059</u>	<u>0</u>
<u>Administrative Expenses</u>		
Vehicle Repair & Maint. at Bagh Camp	49,057	
Vehicle Fuel & Toll Tax	223,837	
General Admin Exp	75,606	
Communication Exp	12,989	
Postage Exp.	1,796	
Traveling exp/TA DA	44,537	
	<u>407,822</u>	
Total Earthquake Relief & Reconstruction expenses	<u><u>12,601,221</u></u>	
9 CCP TEACHER TRAINING		
CCP Teachers' lunch at Karachi airport		12,000
NIBAF Training Facilities Charges for CCP teachers		289,301
Trainer remuneration (Mr.Maqbool A.Babri)		215,000
Ait tickets for trainees (CCP teachers)	9,049	389,440
	<u>9,049</u>	<u>905,741</u>
10 STUDENT SCHOLARSHIP		
Scholarship for CCP students	500,000	250,000
Scholarship for CCP ex-cadets for higher studies	10,000	10,000
	<u>510,000</u>	<u>260,000</u>

agklo

11 ADMINISTRATIVE & GENERAL EXPENSES

Salaries - Head Office
Legal & Professional Fee
Insurance charges
Bank charges Karachi and Islamabad

AMOUNT (Rupees) 2006	AMOUNT (Rupees) 2005
50,000	38,750
25,130	9,500
24,235	19,200
21,367	3,955
<u>120,732</u>	<u>71,405</u>

agrio.

