



**SWISS BUSINESS COUNCIL**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2010**

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## AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed balance sheet of **SWISS BUSINESS COUNCIL** (the Council) as at 30 June 2010 and the related income and expenditure account, together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the Council's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- (a) in our opinion, proper books of accounts have been kept by the Council as required by the Companies Ordinance, 1984;
- (b) in our opinion:
  - (i) the balance sheet and income and expenditure statement together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies, consistently applied;
  - (ii) the expenditure incurred during the year was for the purpose of the Council's business; and
  - (iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the Council;

## SWISS BUSINESS COUNCIL

### BALANCE SHEET AS AT JUNE 30, 2010

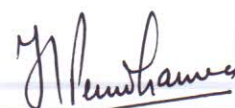
	Note	June 30, 2010 Rupees	June 30, 2009 Rupees (Restated)
<b><u>ASSETS</u></b>			
<b>CURRENT ASSETS</b>			
Short-term investment	4	500,000	-
Interest accrued	5	7,613	-
Cash and bank balances	6	1,108,452	2,256,463
<b>TOTAL ASSETS</b>		<b>1,616,065</b>	<b>2,256,463</b>
 <b><u>RESERVE AND LIABILITIES</u></b>			
<b>REVENUE RESERVE</b>			
Unappropriated income		1,440,594	2,100,235
<b>CURRENT LIABILITIES</b>			
Other payables	7	175,471	156,228
<b>TOTAL RESERVE AND LIABILITIES</b>		<b>1,616,065</b>	<b>2,256,463</b>

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The annexed notes 1 to 12 form an integral part of these financial statements.



**PRESIDENT**



**DIRECTOR**



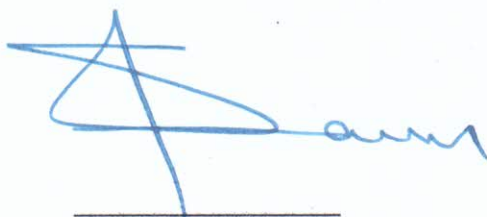
## SWISS BUSINESS COUNCIL

### INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED JUNE 30, 2010

	Note	June 30, 2010 Rupees	For the period commencing May 22, 2008 to June 30, 2009 Rupees (Restated)
<b>INCOME</b>			
Annual fee		1,214,400	1,980,000
Joining fee		200,000	1,850,000
Profit on term deposit receipt		18,154	-
		1,432,554	3,830,000
<b>EXPENDITURE</b>			
Salaries, allowances and benefits		506,000	156,000
Office renovation		28,600	184,482
Rent		675,534	319,152
Events and meetings	8	461,040	605,436
Advertising and promotional expenses		13,260	32,000
Travelling		-	68,255
Audit fee		30,000	30,000
Website designing and maintenance		79,200	-
Repairs and maintenance		50,300	34,950
Legal and professional charges		35,375	104,175
Other operating expenses	9	212,886	195,315
		2,092,195	1,729,765
<b>EXCESS OF (EXPENDITURE) / INCOME OVER INCOME / (EXPENDITURE) FOR THE YEAR / PERIOD</b>		(659,641)	2,100,235
Unappropriated income brought forward		2,100,235	-
<b>UNAPPROPRIATED INCOME CARRIED FORWARD TO THE BALANCE SHEET</b>		1,440,594	2,100,235

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The annexed notes 1 to 12 form an integral part of these financial statements.

  
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**PRESIDENT**

  
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**DIRECTOR**

## SWISS BUSINESS COUNCIL

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2010

#### 1. THE COUNCIL AND ITS OPERATIONS

The Council was incorporated on May 22, 2008 as a Company limited by Guarantee, without having share capital under Section 42 of the Companies Ordinance, 1984. Pursuant to the said Section, the Securities and Exchange Commission of Pakistan granted a license to the Council to register as a Company with limited liability without the additions of the word "**(Guarantee) Limited**" to its name.

The Council has been formed with the objective of encouraging, facilitating and promoting Swiss Investment in Pakistan to develop trade, commerce, economic, cultural and media co-operation between the two countries.

The registered office of the Council is located at 10 Sasi Town, Abdullah Haroon Road, Karachi.

#### 2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards, as applicable in Pakistan. Approved accounting standards comprise of Accounting and Financial Reporting Standard for Small-Sized Entities issued by the Institute of Chartered Accountants of Pakistan and provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### 3.1 Basis of preparation

These financial statements have been prepared under the historical cost convention.

##### 3.2 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. These comprises of cash at bank, cash in hand and short-term investment.

##### 3.3 Revenue recognition

Income from annual and joining fees is recorded on receipt basis.

Income from term deposits is accounted for on an accrual basis.

##### 3.4 Taxation

The Federal Board of Revenue in its communication, dated February 12, 2009, has granted the status of a Non-Profit Organisation to the Council. However, any income generated from a business activity is not exempt by virtue of the said approval. Accordingly, in the absence of any income from any business activity, no provision for taxation has been made in these financial statements.

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