

- b) This includes various development works undertaken by the Society which includes construction of water tank, fabrication of steel boards, building material, labour charges.

11. SHORT-TERM INVESTMENTS

- a) The movement during the year is as under:

	2009 Rupees	2008 Rupees
Balance at beginning of the year	10,000,000	40,000,000
Add: Received during the year	20,000,000	10,000,000
Less: Refunded / Adjusted during the year	(10,000,000)	(40,000,000)
Balance at end of the year	20,000,000	10,000,000

- b) The Society has purchased 'Certificates of Islamic Investment' under 'Riba Free' arrangements with Meezan Bank Limited. The investment carries profit at the rate of 9.7%.

12. ADVANCES AND OTHER RECEIVABLES

The detailed break-up of advances and other receivables is provided in notes to the financial statements of the Society.

13. CASH AND BANK BALANCES

- a) The detailed break-up of cash and bank balances is provided in notes to the financial statements of the Society.
b) We were not provided with the statement of dormant bank accounts, thus we could not comment on the same.

14. GENERAL

- a) The Society had not filed the return of total income for the Tax Year 2009.
b) The Society had not deducted income tax as withholding agent in violation of section 153 of the Income Tax Ordinance, 2001.
c) The Society has not constituted internal audit committee in violation of section 22-B of the Cooperative Societies Act, 1925.
d) We were not provided with the details as regard to verification of plots on clear land.
e) Elections of the managing committee of the Society were not held during the year.
f) The recruitment and fixation of salary is in accordance with the Bye-Laws of the Society and properly approved by the managing committee.

15. LITIGATION POSITION

No case is pending against the Society. A certificate of the same is attached as per Annexure "A".

16. AUDIT MEMO

Audit memo dully filled in, is attached as per Annexure "B".

17. REGISTRATION CERTIFICATE

A copy of registration certificate is attached as per Annexure "C".

18. COPY OF BYE LAWS

A copy of bye laws is attached as per Annexure "D".

