



**AUDIT REPORT
ON
THE ACCOUNTS OF
CENTRAL ZAKAT FUND,
ZAKAT COLLECTION CONTROLLING
AGENCIES/
ZAKAT COLLECTION OFFICES
AND
ISLAMABAD ZAKAT & USHR
COMMITTEE
AUDIT YEAR 2015-16**

AUDITOR – GENERAL OF PAKISTAN

TABLE OF CONTENTS

ABBREVIATIONS & ACRONYMS	ii
PREFACE	iii
EXECUTIVE SUMMARY	1
SUMMARY OF TABLES & CHARTS	5
I <i>Audit Work Statistics</i>	5
II <i>Audit Observations Regarding Financial Management</i>	5
III <i>Outcome Statistics</i>	6
IV <i>Irregularities Pointed Out</i>	6
V <i>Cost-Benefit</i>	7
CHAPTER 1 CENTRAL ZAKAT FUND	8
1.1 <i>Introduction</i>	8
1.2 <i>Comments on Budget & Accounts</i>	9
1.3 <i>Brief Comments on the Status of Compliance with PAC Directives</i>	9
1.4 AUDIT PARAS	10
CHAPTER 2 ZAKAT COLLECTION CONTROLLING AGENCIES / ZAKAT COLLECTION OFFICES	16
2.1 <i>Introduction</i>	16
2.2 <i>Comments on Budget & Accounts</i>	16
2.3 AUDIT PARAS	17
CHAPTER 3 ISLAMABAD ZAKAT & USHR COMMITTEE	27
3.1 <i>Introduction</i>	27
3.2 <i>Comments on Budget & Accounts</i>	28
3.3 <i>Brief Comments on the Status of Compliance with PAC Directives</i>	28
3.4 AUDIT PARAS	29
CHAPTER 4 NATIONAL LEVEL HEALTH INSTITUTIONS	47
3.1 <i>Introduction</i>	47
3.2 <i>Comments on Budget & Accounts</i>	47
3.3 <i>Brief Comments on the Status of Compliance with PAC Directives</i>	47
3.4 AUDIT PARAS	47
ANNEXURE	52

ABBREVIATIONS & ACRONYMS

AIR	Audit & Inspection Report
ACL	Audit Command Language
AG	Accountant General
AGPR	Accountant General Pakistan Revenues
CAZ	Chief Administrator Zakat
CZA	Central Zakat Administration
CZC	Central Zakat Council
CZF	Central Zakat Fund
CMA	Controller Military Accounts
CDRs	Central Depository Receipts
DAC	Departmental Accounts Committee
DAO	District Accounts Office
DSC	Defense Saving Certificates
DZA	Directorate of Zakat Audit
DZF	District Zakat Fund
FDRs	Fixed Deposits Receipts
GBZF	Gilgit Baltistan Zakat Fund
HWC	Health Welfare Committee
ICT	Islamabad Capital Territory
IPSAS	International Public Sector Accounting Standards
IZUC	Islamabad Zakat & Ushr Committee
LZC	Local Zakat Committee
MFDAC	Memorandum for Departmental Accounts Committee
MORA	Ministry of Religious Affairs and Interfaith Harmony
NAM	New Accounting Model
NIRM	National Institute of Rehabilitation
NLHI	National Level Health Institution
NORI	Nuclear Medicines, Oncology and Radiotherapy Institute
NSC	National Saving Center
PAC	Public Accounts Committee
PAO	Principal Accounting Officer
PZC	Provincial Zakat Council
PZF	Provincial Zakat Fund
SACHET	Society for Advancement of Community, Health, Education and Training
TDRs	Terms Deposit Receipts
ZCCA	Zakat Collection Controlling Agency
ZCO	Zakat Deducting Offices
ZCR	Zakat Collection Report

PREFACE

Articles 169 and 170 of the Constitution of the Islamic Republic of Pakistan 1973, read with Sections 8 and 12 of the Auditor General (Functions, Powers and Terms and Conditions of Service) Ordinance 2001 and Clause (7) of Section 11 of Zakat and Ushr Ordinance, 1980, require the Auditor General of Pakistan to conduct audit of the Central Zakat Fund, Provincial Zakat Funds, District Zakat Funds and Local Zakat Funds.

The Report is based on Compliance Audit of Central Zakat Fund, Zakat Collection and Controlling Agencies (ZCCAs) / Zakat Collection Offices (ZCOs) and Islamabad Zakat and Ushr Committee for the financial year 2014-15. The Directorate of Zakat Audit conducted audit during the year 2015-16 on test check basis with a view to reporting significant findings to the relevant stakeholders. The main body of the Audit Report includes only the systemic issues and audit findings carrying value of Rs 1 million or more. Relatively less significant issues are listed in the Annexure-1 of the Audit Report. The Audit observations listed in the Annexure-1 shall be pursued with the Principal Accounting Officer at the DAC level and in those cases where the Principal Accounting Officer (PAO) does not initiate appropriate action, the Audit observations will be brought to the notice of the Public Accounts Committee through next year's Audit Report.

Audit findings indicate the need for adherence to the regularity framework besides instituting and strengthening internal controls to avoid recurrence of similar violations and irregularities.

Most of the observations included in this report have been finalized in the light of discussions in the DAC meetings.

The Audit Report is submitted to the President in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973, for causing it to be laid before both houses of Majlis-e-Shoora [Parliament].

Dated:

(RANA ASSAD AMIN)
Auditor-General of Pakistan

EXECUTIVE SUMMARY

Zakat system was introduced in Pakistan through Zakat and Ushr Ordinance, 1980. Zakat deducted on compulsory basis and collected on voluntary basis by the financial and other institutions is kept in the Central Zakat Fund (CZF), which is managed by the Central Zakat Administration (CZA). Funds in the CZF are released to the Provincial Zakat Funds (PZFs) including FATA, Gilgit-Baltistan Zakat Fund (GBZF) and Islamabad Capital Territory. Provincial Zakat Councils (PZCs) release funds from PZFs to DZFs and Health Welfare Committees of Provincial Level Health Institutions in the provinces for assistance to the Mustahiqeen.

The Directorate of Zakat Audit (DZA) carries out the audit of Central Zakat Fund (CZF), Provincial Zakat Funds (PZFs), District Zakat Funds (DZFs) and Zakat Collection Controlling Agencies (ZCCAs) / Zakat Deduction Offices (ZCOs). Directorate of Zakat Audit (DZA) has a human resource of 25 officers and staff resulting in 6225 man-days. The annual budget amounting to Rs 42.74 million was allocated to this office during 2015-16.

The office is mandated to conduct regularity (compliance with authority audit) of formations under its jurisdiction to assess transparency in collection and distribution of Zakat. The procedures followed during this process consist of examining selected documents, interaction with employees during field work, interviewing beneficiaries to evaluate their satisfaction on Zakat system, examining selected documents and records, filling internal control questionnaires to assess the internal control system and reviewing applicable laws and regulations.

a. Scope of Audit

The total amount of Zakat collected and released by Ministry of Religious Affairs and Interfaith Harmony to Provinces and ICT during the financial year 2014-15 was Rs 5,176.036 million. This whole amount was subjected to audit at CZA level. However, 52 Zakat Collection Controlling Agencies / Zakat Collection Offices (out of 296 ZCCAs) were audited on test check basis during the audit year 2015-16.

The total budget received by Islamabad Zakat & Ushr Committee from Ministry of Religious Affairs and Interfaith Harmony during the financial year 2014-15 was

Rs 127.701 million. This amount included funds for onward release to NLHIs in ICT, Local Zakat Committees (LZCs), educational institutions and deeni madaris. The entire budget was subjected to audit at District level. However, 79 LZCs out of 148 LZCs were selected for audit on test check basis at Local Committees level which in terms of percentage was 53% of total Local Zakat Committees.

b. Recoveries at the Instance of Audit

Recovery of Rs 2,033.21 million, which was not in the notice of the executive, was pointed out by audit, but no recovery was effected until the time of compilation of this report.

c. Audit Methodology

The audit year 2015-16 followed intensive application of desk audit techniques in Directorate of Zakat Audit. This was facilitated by the use of ACL, SAP (limited to the amount of deduction of Zakat made by AG and AGPR offices) and preparation of permanent / planning files. Desk review helped auditors in understanding the systems, procedures, environment, and the auditee entity before starting field activity. This greatly facilitated in the identification of high risk areas for substantive testing in the field.

d. Comments on Internal Controls and Internal Audit Department

Internal Audit Department of Zakat was non-existent at CZA level. However, at PZAs levels, the Internal Audit Department was not functioning effectively mainly due to inexperienced internal auditors, shortage of staff and lack of job security being contract employees. Therefore, Internal Audit Department needs to be strengthened. The irregularities pointed out in the Report led to general conclusion that internal controls were very weak and ineffective.

e. Audit Impact

On the recommendation of Audit, the Ministry of Religious Affairs and Interfaith Harmony has now started the process of collecting pre-receipted copies of form CZ-08 from ZCCAs / ZCOs, which will help in increasing transparency in the process of

Zakat collection / deduction and reconciliation of Zakat fund. Annexure-2 (Audit Impact Summary) provides additional information on improvement of rules, systems and procedures that occurred because of audit.

f. The Key Audit Findings of the Report;

- i. There was one para pertaining to non-production of record.¹
- ii. There were fifteen cases of irregular expenditure / payments and violation of rules amounting to Rs 1,986.33 million.²
- iii. Recovery pointed out in fourteen paras amounted to Rs 2,033.21 million.³
- iv. Non-reconciliation of collection and disbursement of Zakat was pointed out in two paras.⁴
- v. Amount of Zakat not realized was pointed out in three paras amounting to Rs 65.483 billion.⁵

Audit paras for the audit year 2014-2015 involving procedural violations including internal control weaknesses and irregularities not considered significant for reporting to the PAC, are included in MFDAC (Annexure-1).

g. Recommendations

- i. Internal controls should be strengthened at Central, Provincial and District level to prevent unauthorized / improper utilization of Zakat Fund.
- ii. Assessment, collection and deduction of Zakat should be made by ZCCAs / ZCOs strictly in accordance with provisions of Zakat and Ushr Ordinance, 1980 and the Zakat Collection and Refund Rules 1981.
- iii. Reconciliation of Zakat collection and disbursement should be carried out regularly.

¹ Para 2.3.1

² Para 1.4.3, 2.3.6, 2.3.7, 3.4.2, 3.4.3, 3.4.5, 3.4.6, 3.4.7, 3.4.8, 3.4.9, 3.4.11, 3.4.13, 3.4.20, 4.3.1 & 4.3.2

³ Para 1.4.4, 2.3.2, 2.3.3, 2.3.4, 2.3.8, 3.4.4, 3.4.10, 3.4.12, 3.4.14, 3.4.15, 3.4.16, 3.4.18, 3.4.19 & 4.3.3

⁴ Para 3.4.1, 3.4.17

⁵ Para 1.4.1, 1.4.2 & 2.3.5

- iv. Zakat deducted by ZCCAs / ZCOs should be deposited immediately in CZF-08.
- v. Refund of unspent balances of Zakat Fund to PZF need to be made timely by the management.
- vi. Bank authorities need to be instructed to issue cheque books to all Local Zakat Committees (LZCs) with every leaf marked with crossed/Payees account only so that payments to ‘mustahiqeen’ can only be made through crossed cheques.
- vii. Proper resolutions should be passed by LZCs before payment to beneficiaries.
- viii. Relevant record should be produced for audit and strict action taken against persons held responsible for non-production under section 14(2) and (3) of the Auditor-General’s Ordinance No. XXIII of 2001 read with section 21(3A) of Zakat & Ushr Ordinance, 1980.

SUMMARY OF TABLES AND CHARTS

Table I: Audit Work Statistics

Sr.No.	Description	No. of Entities	Budget (Rs. in Million)
1	Total Entities (PAO's) in Audit Jurisdiction	2	5,176.036
2	Total Formations in Audit Jurisdiction	296	5,176.036
3	Total Entities (PAO's) Audited	2	5,176.036
4	Total Formations Audited	*59	*5,176.036
5	Audit And Inspection Reports	59	5,176.036
6	Special Audit Reports	-	
7	Performance Audit Reports	-	
8	Other Reports	-	-

*The CZA was one of the 59 formations audited, which alone made collection and onward disbursements of Rs 5,176.036 million during the financial year 2014-15. In addition Islamabad Zakat & Ushr Committee (having total funds received of Rs 127.701 million), 52 ZCCAs / ZCOs, 04 NLHIs and 2 Model deeni madaris were also audited on test check basis during the financial year 2014-15.

Table II: Audit Observations Regarding Financial Management

Sr.No.	Description	Amount placed under Audit observation (Rs. in Million)
1	Unsound asset management	-
2	Weak financial management	-
3	Weak Internal controls relating to financial management	4,145.25
4	Amount of Zakat not realized	65,483.70
	Total	69,628.95

Table III: Outcome Statistics

S. No.	Description	Total Last Year (Rs in million)	Total Current Year (Rs in Million)
1	Outlays Audited	4,053.666	5,176.036
2	Monetary Value of Audit Observations	12,030.117	*69,628.95
3	Recoveries Pointed Out at the instance of Audit	1903.918	2,033.21
4	Recoveries Accepted / Established at the instance of Audit	DAC meeting not conducted	39.519
5	Recoveries Realized at the instance of Audit	0	7.865

* including amount of Zakat not realized amounting to Rs 65,483.70 million

Table IV: Irregularities Pointed Out

S. No.	Description	Amount Placed under Audit Observation (Rs in Million)
1.	Violation of Rules and regulations and violation of principal of propriety and probity in public operations	3,985.781
2.	Reported cases of fraud, embezzlement, thefts and misuse of public resources.	0
3.	Accounting Errors (accounting policy departure from IPSAS, misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements.	0
4.	Weaknesses of internal control systems.	0
5.	Recoveries and overpayments, representing cases of established overpayment or misappropriations of public money.	39.519
6.	Non-production of record	119.29
7.	Others, including cases of accidents, negligence etc.	65,483.70
	Total:	69,628.29

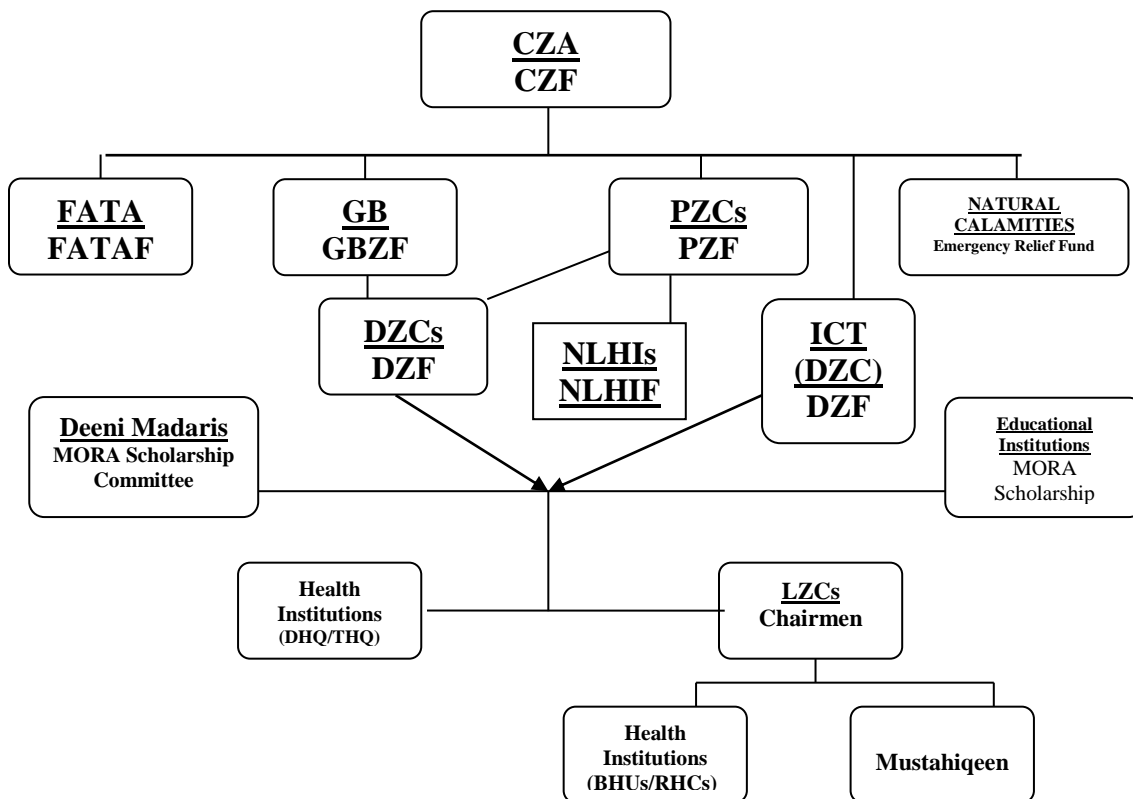
Table V: Cost-Benefit

Sr. No.	Description	Amount (Rs in Million)
1	Outlays audited (Items 1 of Table 3)	5,176.036
2	Expenditure on Audit	42.74
3	Recoveries realized at the instance of Audit	7.865
	Cost-Benefit ratio	1 : 0.18

CHAPTER – 1 CENTRAL ZAKAT FUND

1.1 Introduction

Zakat deducted on compulsory basis and collected on voluntary basis by the financial and other institutions is kept in the Central Zakat Fund (CZF), which is managed by the Central Zakat Administration (CZA). CZA releases Zakat Fund collected during the year to Provincial Zakat Councils as per provincial share on population basis, as approved by Council of Common Interest (CCI) after making direct lump sum releases to GBZF, ICT, NLHIs, natural calamities/emergency relief and others (administrative/non-administrative, special Eid grants) out of total budget. In addition to regular Zakat disbursement programmes, funds are also allocated on account of Educational Stipends (Technical). The funds flow management chart of CZF is as follows:



1.2 Comments on Budget & Accounts

Statement of Accounts of the Central Zakat Fund for the years 2013-15 was as under:

(Rs in million)

Particulars	FY 2013-14	FY 2014-15
Opening Balance	4,053.569	4,778.180
*Receipts	4,778.180	5,796.390
Funds Available	8,831.749	10,574.570
Disbursements	4,053.569	5,176.036
Closing Balance	4,778.180	5,398.534

*Include refund of unspent balances.

Source: State Bank of Pakistan

The receipt figures of current year show an increase of 21.30 % as compared to last year. The CZA disbursed an amount of Rs 5,176.036 million to PZFs including FATA, Gilgit-Baltistan Zakat Fund and Islamabad Capital Territory during the year 2014-15, which shows increase of 27.69 % as compared to last year.

1.3 Brief Comments on the Status of Compliance with PAC Directives

Reports for the Audit Years 2005-06 and 2009-10 onwards (except 2010-11), as detailed below, have not yet been discussed in PAC. Audit recommends that audit reports should be placed before the PAC regularly and discussed like rest of the audit reports.

Year	Status of PAC/Remarks	No. of Audit Paras Discussed	Paras Not complied
2004-05	PAC held	08	08
2005-06	PAC not held	-	-
2006-07	PAC held	08	08
2007-08	PAC held	16	16
2008-09	PAC held	10	10
2009-10	PAC not held	-	-
2010-11	PAC held	18	18
2011-12	PAC not held	-	-
2012-13	PAC not held	-	-
2013-14	PAC not held	-	-
2014-15	PAC not held		

1.4 AUDIT PARAS

Irregularity and non compliance

1.4.1 Loss to Zakat fund due to exemptions granted by Ministry of Finance to the holders of different certificates / Accounts - Rs 65.018 billion

According to Zakat & Ushr Ordinance 1980 read with Rule 3(3) of Rules of Business 1973, (as amended on 16th August 2015), the matters relating to the collection of Zakat & Ushr including grant of exemption from deduction of Zakat from specific persons / assets rests with the Ministry of Religious Affairs and Interfaith Harmony..

Audit observed that the Ministry of Finance exempted the Regular Income Certificates, Behbood Saving Certificates and Pensioner Benefit Accounts from compulsory deduction of Zakat. Audit is of the view that it is not in the jurisdiction of Ministry of Finance to exempt any specified class of cases or persons from payment of compulsory levy of Zakat. Accordingly such exemptions resulted in loss to Zakat exchequer of Rs 65.018 billion during the period 2011-14 which, if collected could have been used to reduce the overall poverty level. Detail is given below:

Rs in billion

Sr. No.	Type of Assets / certificates	Average Value of Assets exempted during 2011-14 (Rs)	Calculation	Amount of Zakat not realized (Rs)
1	Regular Income Certificates	226.6	$226.6 \times 2.5\% \times 3$	16.995
2	Pensioner's Benefit Account	162.9	$162.9 \times 2.5\% \times 3$	12.218
3	Behbood Saving Certificates	477.4	$477.4 \times 2.5\% \times 3$	35.805
	Total			65.018

Source: State Bank of Pakistan

The irregularity occurred due to exemptions granted by Ministry of Finance, which was not empowered to do so.

This is violation of Zakat and Ushr Ordinance 1980 and Rules of Business 1973, which has resulted in loss to Zakat exchequer.

Management replied that the Federal Government (Finance Division) is empowered to issue the Zakat Exemption notification as per Ordinance & public debt Act, 1944. The Zakat wing was also under the administrative control of Finance Division prior to 1998, and exemption notification issued by Finance Division was correct. The reply is not tenable on the grounds that as per Zakat and Ushr Ordinance, 1980 read with Rules of Business, 1973 only the controlling Ministry i.e. Ministry of Religious Affairs could only issue exemptions in the matter of Zakat when it was under the administrative control of M/O Religious Affairs.

DAC in its meeting held on 26th January, 2016 decided to examine the matter in a committee of stakeholders of Finance, Religious Affairs and M/o Law etc. to resolve the issue in consultation of Audit.

Audit recommends that matter may be taken up with the concerned stakeholders as per recommendation of DAC for decision / action.

1.4.2 Less deduction of Zakat due to non-allotment of codes to all public companies and non-monitoring of Zakat deposited by ZCCAs – Rs 405 million

As per Para-13 of Accounting Procedure for the Central Zakat Fund, “For identification of each Zakat Deductions Controlling Agency (ZCCA) responsible for the deduction of Zakat, a unique Agency Code Number comprising three numerical digits will be allotted to it on request or *suo moto*, by the Central Zakat Administration under intimation to the State Bank of Pakistan, Central Directorate.” Accordingly, Section 11(1) of The Zakat Collection and Refund rules provides that “For recording the deductions of Zakat in respect of the securities, including shares and debentures, of companies and statutory corporations on which return is payable periodically or otherwise and is so paid, a ZCO responsible for the payment of return and/or of the encashment/redemption value shall maintain a Zakat Deduction/Refund Register (form CZ-02), wherein necessary details will be entered at the time of the payment of return or of encashment/redemption”.

Audit observed that only 35 ZCCAs on an average per year have been allotted code numbers on request during the last three years and not even a single ZCCA has been

allotted code number by taking *suo moto*. The codes have been allotted by Ministry of Religious Affairs only to 2300 ZCCAs (including banks, other financial institutions, Government accounting bodies and public companies) till to date. There are 2900 Public companies registered with SECP, the remaining Public companies, not yet allotted codes, should at least be allotted codes by taking *suo moto* so that the Zakat collection be monitored effectively which will result in correct collection / deduction of Zakat. Resultantly, according to the data obtained from Central Depository System (CDS) operated by Central Depository Company, Karachi, the total Zakat payable on Zakatable assets under the security/asset code 108 'Shares and debentures' during 2014-15 relating to only 485 companies was Rs 610.40 million against total zakatable shares valuing Rs 24.416 billion. Whereas, as per record of Ministry of Religious Affairs (Zakat Cell), only 285 (approx.) companies / banks had deposited Zakat amounting to Rs 205.394 million under the same head during the Financial Year 2014-15, which was less by Rs 405 million than the Zakat payable as shown by CDS relating to only 485 companies.

The irregularity occurred due to non co-ordination of Ministry with SECP and CDC, non-coding of remaining public companies and non-monitoring of Zakat deposited by ZCCAs. No efforts have been made to get at least all the public companies enrolled under the umbrella of Zakat and Ushr Ordinance

Without coding of remaining public companies, check and balance of Zakat collection / deduction could not be made, which has resulted in less collection of Zakat. Therefore, comprehensive efforts are required to bring all the Zakatable assets under the operation of Zakat and Ushr Ordinance and to utilize the Zakat for the eradication of poverty.

Management replied that the list of 60,000 companies registered with SECP and escaped from allotment of Zakat code may be provided so that *suo moto* action may be initiated against defaulting companies. The reply is not tenable as the said list may be obtained from SECP.

DAC in its meeting held on 26th January, 2016 directed that the matter may be taken up with SBP and SECP to provide complete list of banks/companies for enlisting. Besides, as regard the difference of Rs 405 million, it was decided that audit will provide the list of companies which deposited Zakat under asset code 108 into CZF-

08 during the Financial Year 2014-15. Accordingly, the desired list has been furnished to the management.

Audit recommends that codes should be allotted to remaining Public companies including Banks by taking *suo moto* to increase the net of Zakat collection / deduction and to streamline the process. The difference of less deduction / deposit of Zakat of Rs 405 million may be traced and get it deposited in CZF-08.

{Para No.4 of AIR}

1.4.3 Late deposit of Zakat – Rs 1.644 billion

According to Rule 33 (4) of Zakat Collection and Refund Rules, 1981, “ZCCAs will remit immediately after the close of the periods given in consolidated Zakat Collection Reports (Form CZ-08A and CZ-08B), the aggregate of the amount collected by their ZCOs, less refunds, to the Central Account No.8-Central Zakat Fund with the State Bank of Pakistan, provided that the ZCCAs dealing with assets at Serial No. 1 (Savings Bank and similar accounts) will make, in addition to the above periodical remittances, an additional remittance immediately after the deduction date”.

Audit observed that 48 ZCCAs did not timely deposit the Zakat amounting to Rs 1.644 billion during the Financial Year 2014-15 into the Central Zakat Fund Account No. 08, which was held as irregular. The detail is given at Annexure-3.

The irregularity occurred due to ignorance of rules and procedures governing deposit of Zakat and delay in submission of quarterly reports by ZCOs to its head offices.

The late remittances of Zakat resulted in irregular use of Zakat by ZCCAs.

Management replied that the audit may point out the irregularity to the respective ZCCAs so that the it may be established on the basis of initial record of the branch involved in committing such violation. The reply is not acceptable because being controlling Ministry, the Ministry of Religious Affairs and Interfaith Harmony is responsible for monitoring the mechanism of Zakat Collection.

DAC in its meeting held on 26th January, 2016 upheld its earlier decision taken in its last meeting on 06-02-2014 that Zakat rules may be amended in order to impose

penalty for late remittance of Zakat by deducting agencies. However before amendment, consultation with other stakeholders i.e. State Bank of Pakistan and Ministry of Finance be made.

Audit recommends that, as already decided by DAC in its meeting held on 06-02-2014, the Administrator General Zakat may propose amendments in Ordinance / Rules for imposition of penalty / charges for late deposit in order to discourage retention and late remittances of Zakat by ZCCAs.

1.4.4 Loss to Zakat fund due to wrong calculations of Zakatable assets – Rs 44.744 million

According to Rule 33 (4) of Zakat Collection and Refund Rules, 1981, “Each remittance by a ZCCA to the Central Account No. 8 - Central Zakat Fund with the State Bank of Pakistan, will be accompanied by a consolidated Zakat Collection Report on Form CZ-08A or CZ-08B, as the case may be, in triplicate, with the fourth copy going simultaneously to the Central Zakat Administration”.

Audit observed that 02 ZCCAs did not properly calculate the Zakatable assets in consolidated Zakat Collection Reports (Forms CZ-08A and CZ-08B), which has resulted in less collection / deduction of Zakat amounting to Rs 44.744 million. The detail is given at Annexure-4.

Audit is of the opinion that the irregularity occurred because the Central Zakat Administration did not properly check the Form CZ-08 submitted by ZCCAs.

Audit concludes that wrong calculations may result in loss to Zakat fund.

Management replied that the audit may point out the irregularity to the respective ZCCAs so that the it may be established on the basis of initial record of the branch involved in committing such violation. The reply is not acceptable because being controlling Ministry, the Ministry of Religious Affairs and Interfaith Harmony is responsible for monitoring the mechanism of Zakat Collection. Moreover the audit observation was raised on the basis of record obtained from Ministry of Religious Affairs and Interfaith Harmony.

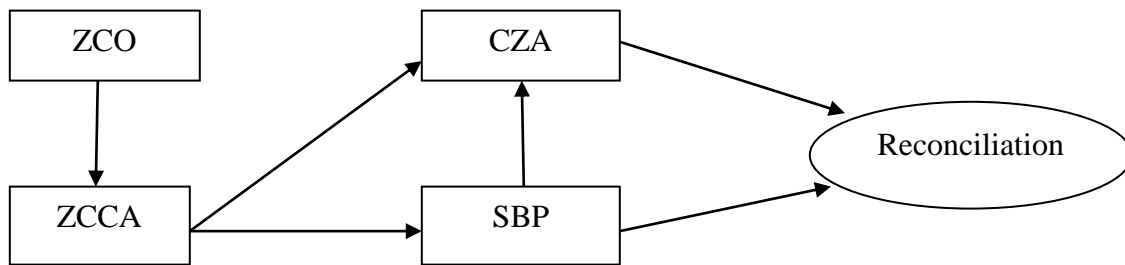
DAC in its meeting held on 26th January, 2016 decided that the case may be taken up with concerned banks to sort out the discrepancy and to arrive at factual position and intimate Audit accordingly

Audit recommends that the wrong calculations be corrected and amount of Zakat less deducted be deposited into CZF-08.

Chapter-2 ZAKAT COLLECTION CONTROLLING AGENCIES AND ZAKAT COLLECTION OFFICES

2.1 Introduction

Zakat Collection and Refund Rules, 1981 prescribe procedures to be followed by Zakat Collection Controlling Agencies (ZCCA) and Zakat Collection Offices (ZCO) for the collection / deduction of Zakat Fund. The flow of accounting information for collection is from the ZCOs to ZCCAs to Central Zakat Fund Account No.8 being maintained at State Bank of Pakistan. The flow of information regarding collection and disbursement is shown in the following diagram:



The Directorate of Zakat Audit conducted audit of 52 ZCCAs / ZCOs (as detailed in Annexure-26) during the Audit Year 2015-16 out of many ZCCAs (banks and companies), 13,000 Post Offices (ZCOs) and 367 National Saving Centers (ZCOs) working under 12 Regional Directorates.

2.2 Comments on Budget and Accounts

The total deductions (including refunds) made by ZCCAs / ZCOs during the year 2014-15 were Rs 5,398.534 million as compared to Rs 4,778.180 million in previous year. This shows an increase of 12.98 % as compared to last year.

2.3 AUDIT PARAS

Non-production of record

2.3.1 Non-production of record – Rs 119.291 million

According to Section 14, sub section 2 of the Auditor General’s Ordinance, 2001 “The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with request for information in as complete a form as possible and with all reasonable expedition” and sub section 3 provides “Any person or authority hindering the auditorial functions of the Auditor General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules, applicable to such person”. Sec 11(7) of Zakat and Ushr Ordinance 1980 provides that “the Auditor-General shall conduct annual audit of the Central Zakat Fund, the Provincial Zakat Fund, District Zakat Funds and Local Zakat Funds including the accounts of a Deducting Agency or an institution receiving Zakat”.

Despite repeated reminders, Five (5) ZCCAs / ZCOs did not produce the auditable record of Zakat assessed and collected / deducted during the year 2014-15 as detailed in Annexure-5. Therefore the correct amount of Zakat assessment and deduction could not be verified.

Management of Maple Leaf Cement Factory Lahore, Nishat Chunnian Power Ltd., and General Tyres and Rubber Company Karachi replied that the said record may be obtained from CDC. Summit Bank Ltd., Gulberg Lahore replied that the requisite record is available for verification. The replies are not tenable as requisite record was neither provided nor got verified from audit. However, the matter was reported to the management of D.G. Khan Cement Company Ltd., Lahore on 17-09-15 but no reply was received.

DAC in its meeting held on 20th January, 2016 decided to provide the declarations on prescribed form to audit, otherwise recovery be effected.

Audit recommends that record may be produced to audit and inquiry may be conducted and disciplinary action be taken against the person(s) responsible for non-production of record.

Irregularity and non compliance

2.3.2 Non-deduction of Zakat from companies and individuals accounts – Rs 1,799.406 million

Para 19 of Zakat Collection and Refund Rules 1981 provides that the Zakat shall not be deducted in respect of the assets of a company or other association of persons or body of individuals, if not less than fifty percent of the value of its shares is owned by or the beneficial ownership thereof is held in the names of individuals who are not Muslim citizens of Pakistan: the fact to be established through a solemn affirmation in writing, together with the requisite details, to be given by its Principal Executive in Pakistan.

In violation of above rules, Seven (7) ZCCAs / ZCOs did not deduct Zakat amounting to Rs 1,799.406 million during Financial Years 2013-15 from companies and individuals accounts without specifying any reasons of exemption as required under Zakat Collection and Refund Rules 1981. Details are given in Annexure-6.

The irregularity occurred due to non-observance of rules and procedures governing Zakat exemption and improper maintenance of record by ZCCAs.

The non-deduction of Zakat from the companies and individual accounts resulted into less collection of Zakat Fund.

Management of Faysal Bank, Karachi replied that the entities mentioned herein either had submitted exemption forms or were exempted under law. As the branches do not maintain such record at their end, the record may be viewed at Accounts Maintenance Unit, Lahore. Management of Dubai Islamic Bank, Near Garden Town Branch, Lahore replied that the objected accounts were Provident Fund Accounts. The reply is not tenable as no proof regarding their status as recognized provident fund was produced to audit. Management of National Investment Trust Ltd., Karachi replied that the companies / banks / recognized funds pointed out were exempt as per

section 2 (XXIII) of Zakat and Ushr Ordinance 1980. The reply is not tenable as no supporting documents were produced to Audit for verification. Management of Meezan Bank, P.N.S.C Karachi replied that funds were withdrawn by the account holders before the valuation date and they have no legal authority to refuse the account holders from withdrawal of money just before valuation date. The reply is not tenable as no proof regarding mode of withdrawal of amount was produced to audit. Management of Engro Fertilizer Ltd., Karachi replied that the requisite shares are not liable to Zakat. However the matter was reported to the management of Al-Baraka Bank, Pakistan Ltd., Lahore and JS Bank M.M Alam Road, Lahore on 07-09-15 but no reply has been received so far.

DAC in its meeting held on 20th January, 2016 decided, in case of Meezan Bank, Karachi to refer the matter to PAC and in remaining cases, to provide the requisite record to audit within 15 days otherwise recovery be effected.

Audit recommends that the objected amount of exemptions granted without fulfilling requirement of rules should be recovered or the documentary evidence of exemptions be provided to Audit.

2.3.3 Irregular exemption granted without obtaining declarations or on invalid declarations – Rs 104.634 million

Para 20 of Chapter III of Zakat collection and refund rules, 1981 provides that Zakat shall not be deducted in respect of the assets of a person claiming exemption on the ground of faith and fiqh under the first proviso to sub section (3) of section 1 of the Ordinance, provided he files with the ZCO an attested true copy of the declaration, on form CZ50 within a period not less than thirty days preceding the Valuation Date.

In contravention of above provision, 24 ZCCAs / ZCOs granted exemption of Rs 104.634 million to individuals without obtaining the declarations on form CZ-50 or on invalid declarations i.e., its submission within one month before the valuation date. Details and management replies are given in Annexure-7.

The irregularity occurred due to ignorance of rules and procedures governing Zakat exemption and improper maintenance of record by ZCCAs.

The non-deduction of Zakat from individuals resulted into less collection of Zakat Fund.

DAC in its meeting held on 20th January, 2016 decided, in cases of without declarations, to produce valid declarations (CZ-50) to audit within 15 days otherwise recovery be effected and in cases of late submitted / undated / unsigned declarations it was decided to recover/deposit the amount and verify it from Audit within 15 days. However in case of Bank of Khyber Saddar Branch, Peshawar the DAC directed to ascertain the authenticity of stamp papers on the basis of which exemption from Zakat was granted by the ZCO and share the outcome with Audit.

Audit recommends that the amount of Zakat not deducted should be recovered and deposited into Zakat Fund Account CZF-08 under intimation to Audit.

2.3.4 Non-deduction of Zakat on TDRs/FDRs – Rs 15.496 million

Para 6 of Chapter II regarding Zakat Collection, of Zakat Collection and Refund Rules 1981 describes the procedure regarding deduction of Zakat in respect of the assets mentioned at Serial No.03 of the First Schedule to the Ordinance and states that:

(1) for recording the deductions in respect of the Fixed Deposit Receipts and Accounts, including those based on profit and loss sharing and similar receipts and accounts and certificates, by whatever name described, on which return is receivable by the asset holder periodically or is received earlier than the maturity or withdrawal, a ZCO shall maintain a separate folio for each quarter for each type of instrument handled by it under this classification, in the Zakat Deduction/Refund Register (Form CZ-02) and fill in the necessary details at the time of payment of return or of encashment/redemption/withdrawal, as the case may be.

(2) For the assets belonging to the category where return becomes receivable by the asset holder on a certain date in a Zakat year but is not collected by him, Zakat shall nevertheless be deducted for each Zakat year involved as if the return had been collected by the asset holder when receivable by him. In case an asset or/and its return coupon is/are in the possession of the asset holder, Zakat shall be so deducted at the time either of these is presented to the ZCO.

Audit observed that in Four (04) ZCCAs, Term Deposit Receipts/Fixed Deposit Receipts attained maturity during the period 2013-15 and Zakat amounting to Rs 15.496 million was not deducted against these TDRs/FDRs in violation of the above rules. The non-deduction of Zakat from individuals resulted into less collection of Zakat Fund. Detail is given at Annexure-8.

Management of UBL Cantt Branch, Peshawar replied that TDR is booked against same CNIC of customer and once CNIC is exempted from Zakat deduction, all accounts of that CNIC holder were exempted from Zakat deduction. The reply is not tenable as no CZ 50 were produced to audit. However, the matter was reported to the management of Albaraka Bank, DHA Branch, Lahore and Bank Islami Pakistan Ltd., Raiwand Road Branch, Lahore on 07-09-15 but no reply has been received so far.

DAC in its meeting held on 20th January, 2016 decided, in case Al-Baraka Bank Pakistan Ltd., DHA, Lahore to produce the record to Audit for verification within 15 days, otherwise recovery be affected. In case of Bank Islami Pakistan Ltd., Lahore and United Bank Ltd., Cantt. Branch Peshawar, it was decided to recover / deposit the amount and verify it from Audit within 15 days.

Audit recommends that the amount of Zakat should be deducted on maturity and deposited to Zakat Fund.

2.3.5 Avoidance from deduction of Zakat by issuance of Pay orders / demand drafts before 1st of Ramazan and cancellation afterwards – Rs 60.697 million

Rule 20 of Chapter III of Zakat collection and refund rules 1981 provides the legal way to claim exemption from deduction of Zakat which states that Zakat shall not be deducted in respect of the assets of a person claiming exemption on the ground of faith and fiqh under the first proviso to sub section (3) of section 1 of the Ordinance, provided he files with the ZCO an attested true copy of the declaration, on form CZ50 within a period not less than thirty days preceding the Valuation Date. Additionally, under Serial No.01 of First Schedule to the Zakat & Ushr Ordinance 1980, Pay orders and Demand drafts are liable to Zakat as on valuation date.

In the case of 03 ZCCAs / ZCOs, an amount of Rs 2,427.88 million was drawn from PLS accounts of Account holders through pay orders / demand drafts (during the period 2013-15) under their own titles leaving a non-Zakatable balance in their accounts as on valuation date i.e. 1st Ramazan-ul-Mubarak. These pay orders / demand drafts were cancelled and balances were revived back in the same Accounts after valuation date. Therefore, Zakat amounting to Rs 60.697 million was not deducted on such pay orders / demand drafts. The non-deduction of Zakat from individuals resulted into less collection of Zakat Fund. Detail is at Annexure-9.

The irregularity occurred due to avoidance from deduction of Zakat in a manner not covered under the rules.

As there is no provision in Zakat rules regarding issuance of P.Os/D.Ds before 1st of Ramazan specifically for avoidance of Zakat, such irregular practice by the banks result in loss of billions of Rupees to Zakat Exchequer.

Management of Bank of Khyber, Saddar Branch, Peshawar replied that the payment orders were issued and cancelled upon the instructions of the customers in accordance with the banking policies. Management of Bank Alfalah Ltd. Karachi replied that all the instruments were issued upon the customer's request. Management of Meezan Bank P.N.S.C Branch, Karachi replied that funds were withdrawn by the account holders before valuation date. The replies are not tenable as the Pay orders / Demand drafts remained in the title of the account holders concerned, leaving no cash / asset effect on the cash account of the account holders hence they remained sahib-e-nisab on valuation date. Additionally, each Pay order / Demand drafts instrument contains a column namely "on account for" where the purpose of issuance of pay order / demand Draft has to be written, which is mostly kept un-filled in such cases..

DAC in its meeting held on 20th January, 2016 decided to refer the matter to PAC for decision.

Audit recommends that the Zakat law be amended and a provision regarding deduction of Zakat on such P.Os / D.D.s drawn before 1st of Ramazan without specifying any purpose of issuing and deposited back in the same account after 1st of

Ramazan should be included. Additionally, less deducted Zakat should be recovered and deposited into Zakat Fund.

2.3.6 Irregular exemption granted to individuals on the grounds of ‘non-resident / non-muslims without providing any proof / affirmation - Rs 5.898 million

Rule 17 of Chapter III of Zakat collection and refund rules 1981 provides that Zakat shall not be deducted in respect of assets of non-muslims: the fact of a person being non-muslim to be established through the record available with the ZCO or a solemn affirmation in writing of the person concerned. Similarly, rule 18 provides that Zakat shall not be deducted in respect of assets of a person who is not a citizen of Pakistan, the fact that an individual is not a citizen of Pakistan to be established through an attested true copy of the passport or equivalent documents establishing his nationality accompanied by a solemn affirmation in writing that he is not a citizen of Pakistan.

In violation of above rules, Zakat amounting to Rs 5.898 million was not deducted by five (5) ZCCAs / ZCOs from individuals during financial years 2012-15 on the grounds of their status as non-resident / non-muslim / non-sahib-e-nisab without obtaining proper evidence as required under the rules. Details are given in Annexure-10.

The improper / incomplete maintenance of record by ZCCAs may have resulted in occurrence of this irregularity.

The non-deduction of Zakat from individuals resulted into less collection of Zakat Fund.

Management of JS Bank M.M Alam Road Gulberg II, Lahore replied that the proof of non-muslims is attached. Management of HBL Factory Area Branch, Lahore replied that the needful has been done. Management of NSC Baghban Pura Branch, Lahore replied that all solemn affirmations are readily available in office record. The replies are not tenable as no solemn affirmations (original or a valid notarized copy) were verified from audit. Management of Bank AlFalah BA Building II, Chandigar Road, Karachi replied that it has been noted for future compliance. However, the

matter was reported to the management of D.G. Khan Cement Company Ltd., Lahore on 17-09-15 but no reply was received.

DAC in its meeting held on 20th January, 2016 directed the concerned formations to produce the record to Audit for verification within 15 days.

Audit recommends that the amount of less deducted Zakat should be recovered and deposited into Zakat Fund under intimation to Audit.

2.3.7 Late deposit of Zakat deducted – Rs 217.153 million

Rule 3 (1) of Zakat collection and refund rules 1981 provides that “Each ZCCA shall ensure the correct deduction of Zakat by its ZCOs, and the proper accounting, control and remittance thereof, in accordance with the provision of the Ordinance, the rules and the instructions which the CZA may issue in this behalf, from time to time”. Rule 33 (4) further adds that “ZCCAs will remit immediately after the close of the periods given in consolidated Zakat Collection Reports (Forms CZ-08A and CZ-08B), the aggregate of the amount collected by their ZCOs less refunds, to the Central Accounts No. 8-Central Zakat Fund with the State Bank of Pakistan”.

Audit observed that Eight (8) ZCCAs / DZOs did not timely deposit the Zakat amounting to Rs 217.153 million into CZF-08 during the years 2011-15, in violation of above rules. Details are given in Annexure-11.

The irregularity occurred due to ignorance of rules and procedures governing remittances of Zakat and delay in submission of quarterly reports by ZCOs to its head offices.

The late remittances of Zakat resulted in irregular use of Zakat by ZCCAs.

Management of Agritech Ltd., Lahore, Descon Chemicals Ltd., Lahore, General Tyre and Rubber Company, Karachi, Dewan Farooque Motors, Karachi, Attock Cement Company Ltd., Karachi, Dewan Cement Company Ltd., Karachi and NIT Ltd., Karachi replied that the matter had been noted for future compliance. Management of Engro Fertilizer Ltd. Karachi replied that the dividends were paid on 08-05-2015 after approval of dividends by AGM on 29-04-2015, therefore Zakat

deducted was deposited in CZF on 17-06-2015. The reply is not tenable as no documentary evidence was provided to audit.

DAC in its meeting held on 26th January, 2016 upheld its earlier decision taken in its last meeting on 06-02-2014 that Zakat rules may be amended in order to impose penalty for late remittance of Zakat by deducting agencies.

Audit recommends that the amount should be deposited into CZF-08 immediately besides fixation of responsibility against persons responsible for non / late deposit. MORA may also consider amendment in the rules to impose penalty for late deposit of Zakat.

2.3.8 Less deduction of Zakat from holders of Defense and Special Saving Certificates – Rs 15.30 million

Column 5 of row 3 of First Schedule to Zakat & Ushr Ordinance 1980 specify the deduction date as “ The date on which the first return is paid, or the date of encashment / redemption/withdrawal, which ever be earlier in the Zakat year” and Zakatable assets as “Fixed Deposit Receipts and Accounts and similar receipts and accounts and certificates (e.g. Khas, Deposit Certificates), by whatever name described, issued by the banks operating in Pakistan, post offices, National Savings Centers and financial institutions, on which return is receivable by the holder periodically or is received earlier than maturity or withdrawal”.

Similarly Rule 6 (1) & (2) of Zakat collection & refund rules 1981 further adds that a ZCO shall maintain a separate folio for each quarter for each type of instrument handled by it under this classification in the Zakat Deduction/Refund register (Form CZ-02) and fill in the necessary details at the time of payment of return or of encashment / redemption / withdrawal, as the case may be. For the assets belonging to this category where return becomes receivable by the assets holder on a certain date in a Zakat year but is not collected by him, Zakat shall nevertheless be deducted for each Zakat year involved as if the return had been collected by the asset holder when receivable by him. In case an asset or/and its return coupon is/are in the possession of the asset holder, Zakat shall be so deducted at the time either of these is presented to the ZCO”.

Audit observed that 03 NSCs either less deducted Zakat on maturity of Defense Saving Certificates or deducted Zakat from holders of Special Saving Certificates (SSCs), only once i.e. on the encashment / maturity of SSCs instead of deduction of Zakat in each Zakat year on the date on which the first return is paid / payable in each Zakat year. The initial maturity of SSC is 3 years and such certificates were opened for re-investment after its first maturity for 3 more years. Accordingly, Zakat amounting to Rs 15.30 million was less deducted during the FYs 2012-15 due to non-deduction of Zakat in each Zakat year and at the time of re-investment after 3 years, which was held as irregular. Detail is given at Annexure-12.

The irregularity occurred due to weak internal controls.

This is violation of Zakat and Ushr Ordinance and Zakat (Collection and Refund) Rules, 1981. Such violation resulted in loss to Zakat fund.

In cases of Special Saving certificates, management of NSC Baghban pura Branch, Lahore, NSC Ferozepur Road Ichra, Lahore and NSC G-9 Markaz Islamabad replied that as per Finance Division notification dated 21.03.1995, Zakat is required to be deducted only once on the date of actual encashment and not in each year or on continued re-investment. The reply is not tenable as it is against the provisions of Zakat and Ushr Ordinance 1980 and The Zakat Collection and Refund Rules 1981. In case of Defense Saving Certificates, Management of NSC Ferozepur Road Ichra Lahore replied that deduction of Zakat on maturity value is to be considered as on valuation date instead of surrendered value of the certificate.

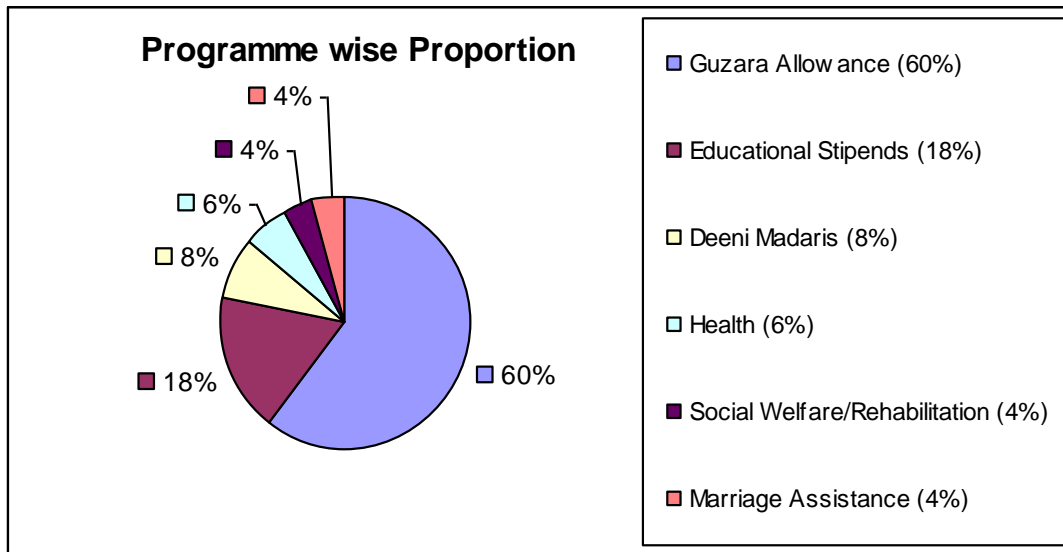
DAC in its meeting held on 20th January, 2016 decided, in case of Defense Saving Certificates to produce the record to audit for verification within 15 days otherwise recovery be effected. In cases of Special Saving Certificates it was decided to merge the para with para No 1.4.1 of this report. Moreover the SRO dt: 21-03-1995 provided by Central Directorate of National Savings Islamabad is in conflict with Zakat and Ushr Ordinance, 1980.

Audit recommends that the amount of Zakat less deducted may be recovered.

CHAPTER -3 ISLAMABAD ZAKAT & USHR COMMITTEE

3.1 Introduction

The Islamabad Zakat & Ushr Committee (IZUC) consists of 148 LZCs out of which 79 LZCs (as detailed in Annexure-27) were subjected to audit. The IZUC provided Zakat Funds to LZCs and various institutions for disbursement to *mustahiqeen* under various Zakat regular programmes like Guzara Allowance, Educational Stipends, Deeni Madaris, Health Care, Social Welfare/Rehabilitation and Marriage Assistance to unmarried mustahiq women. The programme wise allocation of Zakat Fund to IZUC under different heads is given in the following chart.



3.2 Comments on Budget & Accounts

Total budget allocations for the years 2013-15 were as under:

Particulars	FY 2013-14 (Rs in Million)	FY 2014-15 (Rs in Million)
Opening Balance	47.699	65.337
Receipts	99.215	127.701
Total Available Funds	146.914	193.038
Disbursements	81.577	115.972
Closing Balance	65.337	77.066

IZUC Islamabad received an amount of Rs 127.701 million (28.71% more than the previous year) from Ministry of Religious Affairs and Interfaith Harmony during the financial year 2014-15 and disbursed an amount of Rs 115.973 million during the year 2014-15, which was 42.16% of the total available funds. The balances at year end were not refunded into CZF account.

3.3 Brief comments on the status of compliance with PAC Directives

Reports for the Audit Years 2005-06 and 2009-10 onwards (except 2010-11) have not yet been discussed in PAC. Audit recommends that audit reports should be placed before the PAC regularly and discussed like rest of the audit reports of the Government Departments.

Year	Status of PAC/Remarks	No. of Audit Paras Discussed	Paras Not complied
2004-05	PAC held	08	08
2005-06	PAC not held	-	-
2006-07	PAC held	08	08
2007-08	PAC held	16	16
2008-09	PAC held	10	10
2009-10	PAC not held	-	-
2010-11	PAC held	18	18
2011-12	PAC not held	-	-
2012-13	PAC not held	-	-
2013-14	PAC not held	-	-
2014-15	PAC not held		

3.4 AUDIT PARAS

Irregularity and non-compliance

3.4.1 Non-reconciliation of Zakat fund account – Rs 1.599 million

According to Sec 10(1) of Zakat and Ushr Ordinance, “The accounts of the Central Zakat Fund, a provincial Zakat Fund, a District Zakat Fund, and a Local Zakat Fund shall be maintained and operated, respectively, by the Administrator-General, the Chief Administrator, the District Committee and the Local Committee, in such form and manner as may be prescribed”. Para 89 (4) (viii) of General Financial Rules Volume-I provides: “the Head of Department and the Accountant General office are jointly responsible for reconciliation of the figures given in the accounts maintained by the head of the department with those that appear in the District Treasury pass book and that the reconciliation should be made on monthly basis.”

In contravention of above instructions, a sum of Rs 1,598,608 was appearing as a difference in the accounts of Islamabad Zakat & Ushr Committee (IZUC), Islamabad due to non-reconciliation of figures with the Federal Treasury Office for the financial year 2014-15. The detail of which is given below:

Balance as On	Balance as per FTO Record (Rs)	Balance as per Cash Book (Rs)	Difference (Rs)
30.6.2015	79,123,704	77,525,096	1,598,608

The irregularity occurred because the Islamabad Zakat and Ushr Committee did not reconcile its accounts on monthly basis with Federal Treasury Office.

In the absence of proper reconciliation, the accuracy of accounts could not be ascertained.

The matter was reported to the management on 01-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that reconciliation should be made on monthly basis to ensure accuracy of accounts besides action be taken against the person(s) responsible for the lapse.

3.4.2 Non-collection of Ushr

Para 40 & 41 of 66th meeting of Central Zakat Council held on 13th October, 1994 provides that the District Zakat Committee will give their full attention and best efforts to improve the collection of Ushr and make the system a success. Provincial Governments should be urged through Chief Secretaries to extend their support to respective Revenue Departments to monitor the assessment and collection of Ushr.

Audit has however observed during examination of record at DZC level that no Ushr is being assessed / collected by the committee since 1990 which is a violation of provisions of Zakat and Ushr Ordinance as well as decisions taken by CZC from time to time in this regard.

Due to lack of coordination between Zakat office and Revenue Department, assessment and collection of Ushr could not be made.

The non-assessment, collection and deposit of Ushr resulted in a loss to the Zakat exchequer.

The matter was reported to the management on 01-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

No progress was reported till the finalization of audit report.

Audit recommends that the management may pursue the matter with Revenue Department for immediate action regarding assessment and collection of Ushr.

3.4.3 Irregular appointment of Administrator's LZCs and disbursement through them - Rs 17.256 million

Section 18 (4) of Zakat & Ushr Ordinance 1980 relating to constitution of Local Zakat Committee provides that "The District Committee shall constitute a team of three or more persons including at least one gazetted officer, one aalim-e-deen and one member of the District Committee to organize a public gathering of the adult

Muslims, teachers and ulema residents of a locality and call upon them to select, in the prescribed manner, seven adult Muslims residing in that locality who possess Secondary School Certificate and are known to be pious and who offer five times prayer daily, and have sound moral and financial integrity and not engaged in political activity”.

During examination of record, it was noticed that DZC Islamabad did not constitute 31 LZCs during the period 2004 to 2014, instead administrators were appointed by the DZC in such LZCs without quoting reasons for non-holding of election. The other connected documents like notification for formations of the election committees, proof for holding of gathering, decision of DZC in each case, were not produced to audit for verifications. Hence releases of Rs 17,256,000 made by such administrator’s LZCs were held as irregular. Details are given at Annexure-13.

The irregularity occurred due to weak internal controls.

This may have resulted in accommodating non-genuine mustahiqeen selected on the basis of favoritism by concerned Administrators.

The matter was reported to the management on 01-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that responsibility be fixed for non-compliance.

LOCAL ZAKAT FUND

3.4.4 Non-refund of unspent balances – Rs 7.331 million

In terms of Para 62 of minutes of 92nd meeting of CZC held on 28th June, 2004, unspent balances as on 30th June each year shall be refunded to CZF.

In violation of laid down procedure, 62 LZCs of IZUC Islamabad did not refund unspent balances of Rs 7,331,147 at the end of financial year 2014-15. Detail is at Annexure-14.

The irregularity occurred due to weak internal controls and poor financial management.

Such a violation deprived a number of mustahiqeen from due benefits of Zakat and also created hindrance in preparation of budgetary estimates for the next year.

The matter was reported to the management on 01-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that unspent balance should be refunded to CZF-08 immediately and action may also be taken against the person(s) responsible.

3.4.5 Payment in cash / through open cheques / self cheques instead of crossed cheques – Rs 4.447 million

Para 2 of Zakat Disbursement Procedure duly approved by the Central Zakat Council in its 87th meeting held on 16th November, 2002 provides that payment shall be made to Mustahiqeen through crossed cheques by the respective LZC.

In violation of laid down procedure, in 100 cases the Chairmen of 79 LZCs disbursed a sum of Rs 4,446,555 during the years 2013-15 in cash / through open cheques / self cheques instead of crossed cheques. Detail is given at Annexure-15.

The irregularity occurred due to weak internal controls.

In the absence of payment through crossed cheques, the chances of misuse of Zakat funds can not be ruled out.

The matter was reported to the management on 01-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that responsibility be fixed for non-compliance.

3.4.6 Payment without passing resolution – Rs 5.129 million

Under the provision of Chapter-II, Para 21(1,2) of the Accounting Procedure, operational arrangement of local Zakat Fund, “each disbursement will be authorized by the LZC within the framework of the Zakat laws and the rules and the instructions issued there under. Each payment from LZC will be covered by a resolution of LZC, which will be duly minuted and recorded. The particulars of the payee, amount in each case and head of disbursement will be indicated invariably in the minutes of the LZCs meeting.

During scrutiny of record, it was revealed that the Chairmen of 16 LZCs did not comply with the provision mentioned above and disbursed an amount of Rs 5,129,380 (details are given in Annexure-16) during the years 2013-15 to the beneficiaries without passing resolutions of LZC at the time of making payment, which was held as irregular.

The irregularity occurred due to weak internal controls.

The absence of resolution of LZC may lead to unauthentic payment.

The matter was reported to the management on 01-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that the resolution registers duly completed may be shown to audit and responsibility be fixed for non-compliance.

3.4.7 Payment of Guzara Allowance at more than prescribed rate – Rs 1.645 million

Section 3 of Chapter 1 of Zakat disbursement procedure approved by the Central Zakat Council in its 87th Meeting dated 16th November, 2002 stipulates that “The rate of Guzara Allowance shall be Rs 500 per month per mustahiq”

In contravention of above provision, 30 LZCs distributed Guzara Allowance amongst 492 beneficiaries at more than the prescribed rate of Rs 500 per month (Rs 3000 per six month) during the FY 2014-15 which resulted into overpayment of Rs 1,645,400, which was held as irregular. Details are given at Annexure-17.

The irregularity occurred due to weak internal controls and poor financial management.

The rights of other mustahiqeen in the concerned LZCs were deprived off.

The matter was reported to the management on 01-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that the responsibility be fixed and excess amount recovered from the administrators of these LZCs.

{Para No.01 of AIR}

PAKISTAN MADRASSAH EDUCATION BOARD

3.4.8 Un-authorized transfer of Zakat fund – Rs 23.022 million

The Council of Common Interests (CCI) after mutual consensus of the provincial governments has approved formula for disbursement of Zakat fund (since 2012-13) as follow:

- a. 7% of the total collection be retained by the Federal Government for federal areas i.e. ICT (35.14% of 7%), FATA (46.29% of 7%) and Gilgit-Baltistan (18.57% of 7%).
- b. The remaining 93 % be distributed amongst provinces in accordance with the formula in vogue prior to 2008 i.e. Punjab 57.36%, Sindh 23.71%, KPK 13.82 % & Balochistan 5.11%.

Audit is of the view that since the Zakat funds has been released on approved formula based on population basis, the transfer of funds by Pakistan Madrasah Education Board (PMEB) Islamabad to two Deeni Madaris located in Sukkar and Karachi amounting to Rs 23,022,313 during the year 2010-11 to 2014-15 out of the allocation meant for ICT was irregular. Detail is given below:

S. No.	Year	Amount released to MDM Sukkar	Amount to MDM Karachi	Total Amount released (Rs)
1	2010-11	3,466,360	1,592,189	5,058,549
2	2011-12	3,330,554	1,448,750	4,779,304
3	2012-13	3,423,922	2,164,189	5,588,111
4	2013-14	3,480,501	1,737,566	5,218,067
5	2014-15	1,527,530	850,752	2,378,282
	G. Total	15,228,867	7,793,446	23,022,313

The irregularity occurred due to weak internal controls and non-observance of rules.

The release of Zakat funds to institutions of other provinces may result in deprivation of the right of poor & needy people of the area, who are required to get assistance out of Zakat fund.

The matter was reported to the management on 13-09-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends to refer the matter to the competent forum for decision / action and adopt remedial measures to avoid recurrences of such practice in future.

3.4.9 Non-refund of unspent balance – Rs 23.422 million

In terms of Para 62 of minutes of 92nd meeting of CZC held on 28th June, 2004, unspent balances as on 30th June each year will be refunded to CZF.

In violation of laid down procedure, Pakistan Madrassah Education Board did not refund unspent balances of Rs 23,422,765 at the end of financial year 2014-15, which was required to be refunded to CZF Account

The irregularity occurred due to weak internal controls and poor financial management.

Non-refund of unspent balance results in unnecessary blockage of Zakat fund which are not available for further appropriation in the next financial years.

The matter was reported to the management on 13-09-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that the amount should be refunded to CZF and remedial measures be adopted to avoid recurrence of such practice in future.

3.4.10 Un-justified expenditure out of Zakat fund – Rs 3.290 million

Para 7 of Zakat Disbursement Procedure regarding Stipend to students of Deeni Madaris approved by Central Zakat Council in its 85th meeting held on 18th May, 2002 provides that a Deeni Madrassah approved for annual Zakat grant will be eligible for additional financial assistance to meet the expenditure on food

accommodation and clothing of the resident mustahiq students. This grant will be called as Miscellaneous Expenditure Grant (food, accommodation and clothing).

Zakat Fund released by DZF Islamabad to PMEAB was required to be released to Model Deeni Madaris for onward disbursement of stipends to students and miscellaneous expenditures of the respective madaris. But Pakistan Madrasah Education Board (PMEAB) Islamabad made expenditure of Rs 3,290,457 (details are at Annexure-18) during the year 2010-11 to 2014-15 out of Zakat Fund on payment of utility bills of Board, which was not permissible under the rules.

The irregularity occurred due to weak internal controls and non-obtaining of utilization reports by CZA and Islamabad Zakat and Ushr Committee.

Rights of mustahiq students were not fulfilled due to utilization of Zakat funds for the purpose for which these were not meant.

The matter was reported to the management on 13-09-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that the matter may be referred to the competent forum for decision / action besides recovery of amount involved to PZF under intimation to audit.

MODEL DEENI MADARIS

3.4.11 Purchase of miscellaneous items without calling open tender - Rs 29.182 million

Para 12 (2) of Public Procurement Rules, 2004 states that all procurement opportunities over one million rupees should be advertised on the Authority's website as well as in other print media or newspapers having wide circulation. The advertisement in the newspapers shall principally appear in at least two national dailies, one in English and the other in Urdu.

Audit observed that following two model deeni madaris purchased food items amounting to Rs 29.182 million during the years 2010-15 without calling open tenders, which was held as irregular.

Sr. No.	Name of Model Deeni Madrasah	Amount (Rs)	Remarks
1	Model Deeni Madrasah, Haji Camp, I-14/4, Islamabad	25,946,023	Para No. 3 of AIR
2	Model Deeni Madrasah, Haji Camp, Sultanabad, Karachi	3,235,891	Para No. 2 of AIR
Total		29,181,914	

The irregularity occurred due to weak internal controls.

In the absence of open tender, the principal of economy could be compromised.

The matter was reported to the management of Model Deeni Madrasah, Islamabad and Model Deeni Madrasah, Karachi on 13-09-2015 and 09-11-2015 respectively but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that the responsibility for non-compliance be fixed.

3.4.12 Unjustified expenditure on account of ‘Miscellaneous Grant’ without supporting vouchers - Rs 24.534 million

Para 7 of Zakat Disbursement Procedure regarding Stipend to students of Deeni Madaris approved by Central Zakat Council in its 85th meeting held on 18th May, 2002 provides that the accounts of Miscellaneous Expenditure Grant (food, accommodation and clothing) will be maintained.

During scrutiny of the record of Model Deeni Madrasah, Haji Camp, I-14/4, Islamabad for the period 2010-15, it was observed that Zakat Fund amounting to Rs 24,534,750 (details are at Annexure-19) were drawn from bank for miscellaneous expenditure grant (food, accommodation and clothing) but supporting vouchers for the expense were not maintained by management of the Madrasah. Audit is of the view that in the absence of vouched account, the expenditure of Rs 24,534,750 was not justified.

The irregularity occurred due to weak internal controls.

In the absence of vouched account the authenticity of the expenditure could not be ascertained.

The matter was reported to the management of Model Deeni Madrasah, Islamabad and Model Deeni Madrasah, Karachi on 13-09-2015 and 09-11-2015 respectively but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that amount be recovered and deposited into Central Zakat Fund Account.

3.4.13 Non-refund of unspent balance – Rs 3.023 million

Para 62 of minutes of 92nd meeting of CZC held on 28th June 2004 provides that unspent balances as on 30th June of each year will be refunded to CZF.

Principals of the following two madaris utilized the unspent balances at the end of financial years 2010-15 amounting to Rs 3,022,608 instead of refunding the same to CZF account. Details are as under:

Sr. No.	Name of Model Deeni Madrasah	FYs	Amount (Rs)
1	Model Deeni Madrasah, Haji Camp, I-14/4, Islamabad	2010-14	1,855,020
2	Model Deeni Madrasah, Haji Camp, Sultanabad, Karachi	2010-15	1,167,588
Total			3,022,608

The irregularity occurred due to weak internal controls and poor financial management.

Non-refund of unspent balance results in unnecessary blockage of Zakat fund which are not available for further appropriation in the next financial years.

The matter was reported to the management of Model Deeni Madrasah, Islamabad and Model Deeni Madrasah, Karachi on 13-09-2015 and 09-11-2015 respectively but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends that the responsibility for non-compliance be fixed.

3.4.14 Excess claim of food charges - Rs 2.944 million

As per decision of Central Zakat Council, taken in 102nd meeting held on 21st June, 2010, "Mess charges for Mustahiq students residing in hostel shall be Rs.1,000 per month per student".

During scrutiny of record of Statements of Expenditure against Zakat funds pertaining to students of following two model deeni madaris for the financial years 2011-12 to 2014-15, it was observed that monthly Food expenditures utilized on students differs with number of students residing in hostel. Hence, the management

of two madaris charged more amount of Rs 2,944,214 on account of Zakat funds. Detail is as under.

Sr. No.	Name of Model Deeni Madrasah	FYs	No. of students	Total Amount Charged (Rs)	Admissible Charges (Rs)	Over Charged (Rs)
1	Model Deeni Madrasah, Haji Camp, I-14/4, Islamabad	2011-15	139	3,140,107	1,668,000	1,472,107
2	Model Deeni Madrasah, Haji Camp, Karachi	2010-15	139	3,140,107	1,668,000	1,472,107
Total			278	6,280,214	3,336,000	2,944,214

The irregularity occurred due to weak internal controls.

Due to this violation, the management of madrassah charged excess amount.

The matter was reported to the management of Model Deeni Madrasah, Islamabad and Model Deeni Madrasah, Karachi on 13-09-2015 and 09-11-2015 respectively but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends to recover the amount in question and deposit into Zakat exchequer.

3.4.15 Unjustified expenditure on stipends & food charges for summer vacations - Rs 1.155 million

GFR 10 provides that Every Officer authorized to incur expenditure from the public fund should observe high standards of financial propriety which include,

- i. Every public servant is expected to exercise the same vigilance in respect of expenditure from public money, as a person of ordinary prudence would exercise in respect of expenditure of his own money;

- ii. The expenditure should not be *prima facie* more than the occasion demands;
- iii. No authority should pass any orders which will be directly or indirectly to his own benefit.

During scrutiny of record for the financial years 2010-11 to 2014-15, it was observed that the Model Deeni Madrassah, Islamabad and Model Deeni Madrasah, Karachi were closed for summer vacations and no activity related to study was performed. As students of the Madaris were on vacation, so they were not entitled for MORA Scholarship and Food Charges for the period. Hence expenditure on student stipends and food charges amounting to Rs 1,154,500 were unjustified and required recovery. Detail is given at Annexure-20.

The irregularity occurred due to weak internal controls.

Due to this violation, the management of Madrassah charged excess amount.

The matter was reported to the management of Model Deeni Madrasah, Islamabad and Model Deeni Madrasah, Karachi on 13-09-2015 and 09-11-2015 respectively but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends to recover the amount in question and deposit into Zakat exchequer.

3.4.16 Non-payment of stipends to students - Rs 8.533 million

Para-6 (Step-3) of Chapter-4 (Stipends of Students of Deeni Madaris) of Disbursement Procedure for Zakat Fund approved by CZC in its 85th meeting held on 18th May, 2002 provides that the payment shall be made in cash on monthly basis, under a prescribed receipt duly signed by the student.

During scrutiny of record of Model Deeni Madrassah Islamabad, it was observed that the payment amounting to Rs. 8,533,125 (as detailed in Annexure-21) was shown as made to students. It is evident from a statement of the principal that amount of

stipend was not disbursed to students on the order of then Chairman PMEB and the amount were spent on purchase of uniforms, books, celebration of functions & final days etc. However, acknowledgements of receipts of stipends from students were obtained and found that most of them were seemed to be written and signed by a single person on the same dates.

The irregularity occurred due to weak internal controls.

The mustahiq students were deprived from the payment of stipends.

The matter was reported to the management on 13-09-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends to recover the amount and take disciplinary action against the person (s) held responsible.

3.4.17 Non-reconciliation of Zakat fund accounts - Difference of Rs 4.821 million

According to Para 89(3) (vii) of G.F.R. Volume-I “the Head of Department and the Accountant General office are jointly responsible for reconciliation of the figures given in the accounts maintained by the Head of the Department with those that appear in the book of Audit Office and that the reconciliation should be made on the monthly basis.

Two model deeni madaris did not reconcile the accounts which resulted in difference of Rs.3,873,008 (detail is given below) between Cash Book/Bank Statement and record of PMEB, which requires rectification through reconciliation.

Sr. No.	Name of Model Deeni Madaris	Year	Releases made by PMEB	Receipt in Cashbook / Bank Statement	Difference
1	Model Deeni Madrassah, Islamabad	2011-12	8,119,750	5,121,250	2,998,500
		2012-13	8,923,197	8,800,000	123,197
		2013-14	9,092,370	8,463,255	629,115

		2014-15	3,423,461	3,301,265	122,196
		Total-I	29,558,778	25,685,770	3,873,008
2	Model Deeni Madrassah, New Haji Camp, Sultanabad, Karachi	2010-11	944,654	1,596,235	651,581
		2011-12	1,448,750	1,469,430	20,680
		2012-13	2,098,120	2,022,120	76,000
		2013-14	900,000	700,000	200,000
		Total-II	5,391,524	5,787,785	948,261
	Grand Total		34,950,302	31,473,555	4,821,269

The irregularity occurred due to weak internal controls and poor financial management.

In the absence of reconciliation, the accuracy of accounts could not be ascertained.

The matter was reported to the management of Model Deeni Madrasah, Islamabad and Model Deeni Madrasah, Karachi on 13-09-2015 and 09-11-2015 respectively but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit would recommend that necessary reconciliation should be carried out and difference in the Bank Statement be made clear under report to audit.

3.4.18 Payment of stipend to non-mustahiq students – Rs 2.112 million

According to Para 1 of Chapter-4 (Stipends of Students of Deeni Madaris) of Disbursement Procedure for Zakat Fund approved by the Central Zakat Council in 87th Meeting -16th November, 2002 describe that Istehqaq shall be determined by the respective Local Zakat Committee.

During scrutiny of record of Model Deeni Madrassah, Islamabad, it was observed that a sum of Rs 2,112,900 (as per Annexure-22) were claimed out of Zakat Fund as expenditure for mustahiq students whom Istehqaq were not conveyed by the Chairman Local Zakat Committee (as signatures of Chairmen LZCs on istehqaq certificates were missing). Hence the expenditure was unjustified and required recovery.

The irregularity occurred due to weak internal controls.

It is violation of Zakat Disbursement Procedures due to negligence on the part of management.

The matter was reported to the management on 13-09-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends to recover the amount in question, deposit into Zakat exchequer and stop further such payments.

3.4.19 Payment out of Zakat fund to students whose fathers are Government Servant – Rs 2.447 million

According to Para 1 of Chapter-1 of Disbursement Procedure for Zakat Fund approved by the Central Zakat Council 87th Meeting -16th November, 2002 describe that Istehqaq shall be determined by the Local Zakat Committee concerned. The following eligibility criteria shall apply:

- An adult Muslim, living below poverty line (Rs.670/- p.m), with preference to widows and disabled.
- Unemployed
- Should not be a habitual beggar.

During scrutiny of record of Model Deeni Madrassah, Islamabad, it was observed that a sum of Rs 2,446,800 were claimed out of Zakat Fund as expenditure for students whose fathers were Government servant and under the provision mentioned above, they were not eligible for Zakat. Hence the expenditure was unjustified and required recovery. Details are given at Annexure-23.

The irregularity occurred due to weak internal controls.

It is violation of Zakat Disbursement Procedures due to negligence on the part of management.

The matter was reported to the management on 13-09-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends to recover the objected amount and deposit into Zakat exchequer.

3.4.20 Payment of stipends to students without acknowledgement receipt – Rs 2.423 million

Para-6 (Step-3) of Chapter-4 (Stipends of Students of Deeni Madaris) of Disbursement Procedures of Zakat Programmes approved by CZC in its 85th meeting held on 18th May, 2002 provides that the payment shall be made in cash on monthly basis, under a prescribed receipt duly signed by the student.

During scrutiny of record pertaining to the Model Deeni Madrassah Karachi, it was observed that the payment amounting to Rs 2,423,320 was made / drawn and shown as paid to students but acknowledgements in the token of receipts were not obtained, which was held as irregular. Details are given at Annexure-24.

The irregularity occurred due to weak internal controls.

In the absence of payment receipts, the chances of mis-use of Zakat could not be ruled out.

The matter was reported to the management on 09-11-2015 but the PAO / Department neither submitted any reply nor DAC meeting was convened till the finalization of this report.

Audit recommends to fix the responsibility against person (s) held responsible.

CHAPTER – 4 NATIONAL LEVEL HEALTH INSTITUTIONS

4.1 Introduction

Islamabad Zakat and Ushr Committee issues lump sum amount directly to 06 National Level Health Institutions (NLHIs) operating in ICT for the provision of health assistance to poor and needy people. The Health Welfare Committee (HWC) of each hospital has been authorized to utilize Zakat Funds. The composition of Health Welfare Committee is as under:

- | | | |
|------|---|-----------|
| i. | Medical Superintendent/Head of the Health Institution | Chairman |
| ii. | A senior doctor of the Health Institution | Member |
| iii. | Chairman, District Zakat Committee (DZC) | Member |
| iv. | Social Welfare Officer | Secretary |

4.2 Comments on Budget and Accounts

A sum of Rs 33 million was released to 06 National Level Health Institutions during the Financial Year 2014-15 by Islamabad Zakat and Ushr Committee, Islamabad. Out of 06 NLHIs, 04 NLHIs having budget of Rs 30.50 million were audited, which was 92.42 % of total allocated funds.

4.3 AUDIT PARAS

Irregularity and non-compliance

4.3.1 Purchase of medicines without adopting open tender system - Rs 7.891 million

Rule 12 (1) of PPRA rules provides that procurements over one hundred thousand rupees and up to the limit of two million rupees shall be advertised on the Authority's website in the manner and format specified by regulation by the Authority from time to time. These procurement opportunities may also be advertised in print media, if deemed necessary by the procuring agency.

Audit observed that 02 hospitals purchased medicines worth Rs 7,890,821 during the years 2010-15 from various suppliers without adopting open tenders in violation of Public Procurement Regulatory Authority Rules 2004

Sr. No.	Name of Hospital	FY(s)	Para No. of AIR	Amount of Medicines purchased (Rs)	Remarks
1	NORI, Islamabad	2014-15	01	4,000,000	Purchased from NORI Patient Welfare Society (NPWS) operating within the hospital
2	SACHET, Islamabad	2010-15	01	3,890,821	Purchased through quotations
Total				7,890,821	

The irregularity occurred due to weak internal controls.

In the absence of open tender, the principal of economy could be compromised.

Management of Nuclear Medicine, Oncology and Radiotherapy Institute (NORI), replied that the purpose of tendering is to obtain medicines on competitive cheap rates. Hospital management has purchased these medicines from NORI Patient Welfare Society (NPWS). NPWS cannot participate in the tendering process because the companies who are providing medicines on discount rates prohibit NPWS to participate in tendering process. No other entity could afford to compete with the rates offered by NPWS. The reply is not tenable as PPRA rules were violated and also more economical rates were not obtained. Islamabad Management of Society for the Advancement of Community, Health, Education and Training (SACHET) Islamabad replied that SACHET follows its approved Internal Control Manual / Policy for all types of procurements. In future SACHET will follow Public Procurement Rules 2004.

Despite repeated requests dated 04-12-15, 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.

Audit recommends that responsibility for non-compliance be fixed and refer the matter to competent forum for decision / action.

4.3.2 Treatment of patients out of Zakat fund without / invalid istehqaq certificates – Rs 1.308 million

Para 5(vi) of procedure of Health Care – National Level approved by Central Zakat Council approved by CZC in its 87th meeting dated 16th November, 2002 provides that the Health Welfare Committee shall ensure the completion of formalities by the beneficiaries relating to istehqaq etc.,

Management of the following two (02) hospital treated 46 patients during the year 2014-15 without istehqaq certificates (as no certificates were found in hospital record) or on invalid / doubt full istehqaq certificates. Thus an expenditure of Rs 1,307,134 was incurred on such patients, which was held as irregular. Detail is given below:

Sr. No.	Name of hospital	Para No. of AIR	No. of Patients	Amount (Rs in million)	Remarks
1	NORI, Islamabad	02	40	1.252	24 patients treated without istehqaq certificates and 16 on invalid istehqaq i.e. istehqaqs were undated, not signed by respective DZCs etc.,
2	NIRM, Islamabad	06	6	0.056	Name of beneficiaries tempered on istehqaq certificates and Chairman LZCs signatures were missing on istehqaq certificates
Total				1.308	

The irregularity occurred due to weak internal controls.

This irregularity may lead to treatment of non-mustahiq patients.

Management of NORI, Islamabad replied that needful has been done and also noted for future compliance. The reply is not tenable as no record was verified from audit. Management of NIRM Islamabad replied that the incomplete certificates were entertained for the welfare of needy and poor patients.

Despite repeated requests dated 04-12-15, 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.

Audit recommends that valid istehqaq certificates may be verified from audit otherwise amount may be recovered.

4.3.3 Loss to Zakat fund due to charge of medicines to Zakat fund at excessive rates and purchase of medicines in low potency – Rs 1.282 million

Para 10 (i) of GFR Vol.1 stipulates that “Every Public Officer is expected to exercise the same vigilance in respect of expenditure incurred from public moneys as a person of ordinary prudence would exercise in respect of expenditure of his own money”.

Audit observed that management of NORI, Islamabad sent a proposal on 11-02-2014 to Ministry of Religious Affairs and Interfaith Harmony regarding procurement of anti-cancer medicines out of Zakat fund from NORI Patients Welfare Society (NPWS) at a discount of around 30% to 40% as compared to market with the intention to transfer the benefit of low prices of medicines directly to Zakat patients. The case of Pakistan Bait-ul-Mal was also referred in the said proposal with the statement that the NPWS is being providing medicines to deserving patients of Pakistan Bait-ul-Mal at such lower rates. Later-on, the medicines were purchased from NPWS at discount rate of 23% of retail price (which was initially intended @ 30% to 40% lesser than the market price). Audit revealed (on the basis of sample obtained of costly medicines most frequently used) that NPWS charged medicines to Zakat Fund at excessive rates as compared to Pakistan Bait-ul-Mal during the financial year 2014-15 which resulted into overpayment of Rs 647,029. Detail is given at Annexure-25(1).

Additionally, management of NORI, Islamabad / NPWS purchased injection Paclitaxil (Medinet pharma) and injection Docetaxil (Medinet and Sanofi) in 30 mg and 20 mg potency packing respectively and issued to the patients treated out of Zakat fund. The average prescribed doze per patient was 135 mg for Inj. Docetaxil and 255 mg for inj. Paclitaxil. Audit is of the view that if the said injections would have been purchased in available high potency / packing of one of the various renowned companies (as purchased by IRNUM Peshawar in the same year), a loss to

Zakat fund of Rs 635,027 could have been avoided. Comparison of loss is calculated at Annexure-25(2).

Thus a loss of Rs 1,282,056 (Rs 647,029 and Rs 635,027) was suffered by Zakat fund.

The irregularity occurred due to weak internal controls.

Excess amount charged from Zakat and purchase of medicines in low potency resulted in loss / undue burden on Zakat fund.

Management of NORI, Islamabad replied that the office of Islamabad Zakat and Ushr Committee approved purchase of medicines from NPWS at discount rate of 23% of retail price. The reply is not tenable as Islamabad Zakat and Ushr Committee was not authorized to give exemption from PPRA rules. In case of high potency, NORI replied that, it has been experienced by consultants at NORI that by giving high potency medicines of taxaxes i.e. Docetaxel 80mg and Paclitaxel 300 mg, the side effects and toxicity profile of the patient are far more than the standard dosages of Docetaxel 20mg and Paclitaxel 100 mg. This toxicity leads to un-wanted admission which warrants indoor admission and costly treatment. The reply is not acceptable as IRNUM, Peshawar (the same level organization), working under the control of Atomic Energy Commission purchased / used such medicines of taxaxes in high potency.

Despite repeated requests dated 04-12-15, 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.

Audit recommends to inquire the matter and excess amount charged / loss made to Zakat fund may be recovered.

ANNEXURE

Annexure-1

MFDAC Paras

1. Central Zakat Fund, Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
1	Missing pre-receipted copies (Form CZ-08) – Rs 2,687.887 million	Matter should be taken up with State Bank of Pakistan and SECP for issuing instructions binding the formations to submit CZ-08 in time. CZ-08 (A&B) not given in Annexure-1 may be produced to Audit.

2. Dewaan Farooque Motors Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
3	Non-production of record of shares holder, Special Certificate and companies accounts	Record be produced to Audit for verification within 15 days.
4	Non-maintenance / submission of CZ-01	Instructions be issued to complete the record and get it verified from Audit within 15 days.
6	Acceptance of photocopy of declaration instead of a true – Rs 21,664	Instructions be issued to complete the register and get it verified from Audit within 15 days.
9	Non-maintenance of record	Instructions be issued to complete the register and get it verified from Audit within 15 days.

3. General Tyre and Rubber Company of Pakistan Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
3	Exemption allowed without an attested True copy of CZ-50 on final payment of provident fund- Rs 792,575	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
4	Exemption from Deduction of Zakat Allowed to Shareholders Companies without supporting documents-Rs 389,473	Record be provided on prescribed form to Audit within 15 days, otherwise recovery be effected.
6	Improper Acknowledgement Receipt of Rs 1,307,320 Deposited Account No.8 State Bank of Pakistan	Produce CZ-08 to Audit for verification within 15 days.

4. Arif Habib Corporation Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
2	Improper Acknowledgement Receipt of Rs. 3.674 million Deposited Account No.8 State Bank of Pakistan	Produce CZ-08 to Audit for verification within 15 days.
3	Late Deposit of Zakat amounting to Rs 1.91 million	DAC upheld its earlier decision taken in its last meeting on 06-02-2014 that Zakat rules may be amended in order to impose penalty for late remittance of Zakat by deducting agencies.
4	Non Deduction of Zakat from Employees Provident Fund	Recover/deposit the amount and verify it from Audit within 15 days.

5. Engro Fertilizers Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
1	Non-production of record of Provident Fund, Share holders,	Record be produced to Audit for verification within 15 days.

	Special Certificate, companies accounts and CZ-50	
3	Zakat not deducted from companies accounts – 309.131 million	Para reduced to Rs 19.990 million in respect of individual shareholders. DAC decided to recover/deposit the amount and verify it from Audit within 15 days.
6	Non-maintenance / submission of CZ-01	Instructions be issued to complete the record and get it verified from Audit within 15 days.
11	Non-maintenance of record	Instructions be issued to complete the record and get it verified from Audit within 15 days.

6. Attock Cement Pakistan Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
2	Exemption allowed without declaration (CZ-50)	Valid declarations (CZ-50) be produced to audit within 15 days otherwise recovery be effected.
3	Exemption allowed to employees without an attested true copy of CZ-50 – Rs 177,075	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
4	Irregular exemption from Zakat on defective declarations (CZ-50) – Rs 224,266	Record be provided to audit within 15 days otherwise recovery be effected.
6	Exemption allowed to shareholders without declarations – Rs 28.520 million	Valid declarations (CZ-50) be produced to audit within 15 days otherwise recovery be effected.
7	Non-submission of register on Form CZ-02	Recover/deposit the amount and verify it from Audit within 15 days.

7. Dewan Cement Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non-production of Zakat exemption certificates of share holders	Record be produced to Audit for verification within 15 days.

8. Hub Power Company Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
1	Non-production of record of Provident Fund, Shares Holders, Special Certificate, companies Accounts and CZ-50	Produce the relevant record for verification to Audit within 15 days.
2	Un-acknowledgement receipt - Rs 7.819 million	Produce CZ-08 to Audit for verification within 15 days.
4	Non-deduction of Zakat on discharge of Company's (Shares) - Rs 11.20 million	Produce the relevant record for verification to Audit within 15 days.

9. SUPARCO, Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
02	Exemption allowed to Employees of SUPARCO without an attested True copy of CZ-50 - Rs 4,98,206	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.

10. N.I.T Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
04	Exemption allowed on unattested copy of CZ-50 – Rs 2.103 million	Original or notarized copies of declaration be produced to Audit for

		verification within 15 days. Otherwise, recovery be affected.
--	--	--

11. CMA, Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non-production of record	Instructions be issued to complete the record and get it verified from Audit within 15 days.
03	Declaration (CZ-50) not obtained on original stamp paper/true copy involving Rs 397,861	Record be produced to Audit for verification within 15 days, otherwise recovery be effected.
04	Un-acknowledgement receipt – Rs 872,193	Proof of deposit be shown to Audit within 15 days.

12. National Saving Center, Clifton, Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Un-Acknowledgement Receipt - Rs. 1.708 Million	Central Directorate of National Savings was directed to produce CZ-08 to Audit for verification within 15 days.
02	Declaration (CZ-50) not Obtained on Original Stamp Paper/True Copy Involving Rs. 470,024	Original or Notarized copies of declaration be produced to Audit for verification within 15 days, otherwise recovery be effected.
03	Non-production of record Declaration CZ-50	Original or Notarized copies of declaration be produced to Audit for verification within 15 days, otherwise recovery be effected.
05	Non-deduction of Zakat from the accounts / certificates holders on Discharge of Rs 585.303 Million.	This para has been merged with para No.3 under Central Zakat Fund.
06	Non-maintenance of record	Instructions be issued to complete the register and get it verified from Audit within 15 days.

08	Exemption allowed on incomplete declarations CZ-50 – Rs.699, 285	Record be produced to Audit for verification within 15 days, otherwise recovery be effected.
----	--	--

13. Habib Metropolitan Bank, Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
03	Late deposit of Zakat deducted – Rs 18,131	DAC upheld its earlier decision taken in its last meeting on 06-02-2014 that Zakat rules may be amended in order to impose penalty for late remittance of zakat by deducting agencies.
04	Unacknowledged receipt – Rs 18,131	Produce CZ-08 to Audit for verification within 15 days.
05	Non-maintenance / submission of CZ-01	Instructions be issued to complete the record and get it verified from Audit within 15 days.
09	Non-maintenance of record	Instructions be issued to complete the register and get it verified from Audit within 15 days.

14. Faysal Bank Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
02	Non-production record of Declaration CZ-50	Record be produced to Audit for verification within 15 days. Otherwise, recovery be effected.
04	Declaration (CZ-50) not Obtained on Original Stamp Paper/True Copy – Rs 1,069,715	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
05	Un-acknowledgement receipt - Rs 50.625 million	Produce CZ-08 to Audit for verification within 15 days.
07	Non-maintenance of record	Instructions be issued to complete the register and get it verified from

	Audit within 15 days.
--	-----------------------

15. National Bank of Pakistan, Defence Society Korangi, Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
03	Zakat Exemption Allowed to Non Muslims and Non Pakistanis without Solemn Affirmation - Rs 148,791	Record be produced to Audit for verification within 15 days.
04	Exemption allowed without an attested True copy of CZ-50 Rs 77,657	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
09	Unacknowledged Receipt of Rs 4.030 million Deposited Account No.8 State Bank of Pakistan	Produce CZ-07 to Audit for verification within 15 days.

16. Meezan Bank Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
2	Non-production of record Declaration CZ-50	DAC directed to provide the declaration on prescribed form to Audit, otherwise recovery be effected
4	Declaration (CZ-50) not Obtained on Original Stamp Paper/True Copy - Rs. 653,604	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
5	Un-acknowledgement receipt Rs 50.625 million	Produce CZ-08 to Audit for verification within 15 days.
7	Non-maintenance of record	Instructions be issued to complete the register and get it verified from Audit within 15 days.

17. Bank Alfalah Ltd., Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
2	Exemption allowed without an attested True copy of CZ-50 Rs 2.205 million	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
8	Un acknowledge Receipt of Rs 1.373 million Deposited Account No.8 State Bank of Pakistan	Produce CZ-08 to Audit for verification within 15 days.

18. DAO Sanghar

Para No. of AIR	Subject of Audit Para	DAC's Decision
07	Non-maintenance of record	Instructions be issued to complete the record and get it verified from Audit within 15 days.

19. Agritech Ltd., Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
6	Irregular Exemption allowed on incomplete declaration (CZ-50) and acceptance of photocopy of Declaration instead of an attested true copy–Rs 0.599 million	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.

20. Descon Chemicals Ltd., Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
1	Non Deduction of Zakat from the Provident Fund paid to the Descon Employees - Rs 273,654	Recover/deposit the amount and verify it from Audit within 15 days.

3	Irregular exemption granted without an attested True copy of CZ-50 - Rs 29,844	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
5	Irregular Grant of Zakat Exemption on Incomplete / Improper Declarations (CZ-50) submitted by Employees - Rs 92,279	Record be provided on prescribed form to Audit within 15 days, otherwise recovery be effected.
7	Non-Production of Record	Produce the relevant record for verification to Audit within 15 days.

21. Maple Leaf Cement Factory Ltd., Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
3	Irregular Exemption Granted without an attested True copy of CZ-50-Rs 161,089	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
5	Non Deduction of Zakat from the Provident Fund paid to the MLCFL Employees-Rs 9,368	Recover/deposit the amount and verify it from Audit within 15 days.

22. Nishat Chunian Power Ltd., Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
4	Irregular Exemption Granted without an attested True copy of CZ-50- Rs 84,875	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
7	Refund of Zakat to Shareholders without Justification-Rs 25,750	Record be provided on prescribed form to Audit within 15 days, otherwise recovery be effected.

23. Azgard Nine Ltd., Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
02	Provision of un-realistic data / Concealment of facts by management	Record be produced to Audit for verification within 15 days.
03	Exemption allowed to share holders by accepting illegal stamp papers – Rs 818,471	Original Record be provided on prescribed form to Audit within 15 days, otherwise recovery be effected.

24. National Saving Centre Ichra, Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non-Deposit of Zakat in CZF – Rs 3.359 million	Record be produced to Audit for verification within 15 days, otherwise recovery be effected.
03	Non Deduction of Zakat on Discharge of Regular Income Certificates – Rs 14.802 million	This para has been merged with para No.3 under Central Zakat Fund.
04	Non Deduction of Zakat on Discharge of (STC) Short Term Certificates – Rs 0.246 million	This para has been merged with para No.3 under Central Zakat Fund.
05	Non Deduction of Zakat on Discharge of Behbood Saving Certificates – Rs. 19.570 million	This para has been merged with para No.3 under Central Zakat Fund.
08	Non Deduction of Zakat on Pensioners Benefit Accounts (Ten Years Scheme) – Rs 3.448 million	This para has been merged with para No.3 under Central Zakat Fund.
09	Declaration (CZ-50) not obtained on Original Stamp Paper / True Copy/obtained Incomplete Declarations Involving Rs 0.358 Million	Original or Notarized copies of declaration be produced to Audit for verification within 15 days, otherwise recovery be effected.

25. National Saving Centre Baghban Pura, Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
1	Whereabouts of Zakat Deposited not Known – Rs 16.624 million	The documentary evidences of ZCCA regarding deposit of Zakat in to CZF-08 be produced to Audit for verification within 15 days.
2	Zakat Refund Allowed without Supporting Documents – Rs. 1.000 million	Original record be produced to Audit for verification within 15 days.
5	Unjustified exemptions granted by ZCO under the title “other reasons” – Rs 4.999 million	Para settled subject to verification of relevant record by Audit within 15 days.
6	Non Deduction of Zakat on Discharge of Regular Income Certificates-Rs 38.758 million	This para has been merged with para No.3 under Central Zakat Fund.
7	Non Deduction of Zakat on Pensioners Benefit Accounts-Rs 5.798 million	This para has been merged with para No.3 under Central Zakat Fund.
8	Non Deduction of Zakat Rs 59.195 million on Discharge of Behbood Saving Certificates	This para has been merged with para No.3 under Central Zakat Fund.

26. DAO, Rahim Yar Khan

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non-deposit of zakat – Rs 19.889 million	Proof of deposit be shown to Audit within 15 days.
03	Irregular Zakat exemption allowed on incomplete / defective declarations – Rs 162,393	Record be provided on prescribed form to Audit within 15 days, otherwise recovery be effected.

27. JS Bank Ltd., M.M Alam Road Gulberg–III Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
1	Non-production of record	Record be produced to Audit for verification within 15 days.

28. Bank Islami Ltd., Jail Road Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Loss to Zakat exchequer by accepting late declaration – Rs 2,785	Recover/deposit the amount and verify it from Audit within 15 days.
03	Non-production of record relating to Exemption, collection and onward deposit of Zakat	Record be produced to Audit for verification within 15 days. Otherwise, recover the amount.

29. Bank Islami Pakistan Ltd., (formely KASB Bank) Raiwand Road, Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
02	Non-production of Record	Record be produced to Audit for verification within 15 days.

30. Summit Bank Ltd., Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non Deposit of Zakat into Central Zakat Fund - Rs 235,628	Recover/deposit the amount and verify it from Audit within 15 days.
03	Exemption allowed without an attested True copy of CZ-50 Rs 294,516	Original or notarized copies of declaration be produced to Audit for verification within 15 days.

		Otherwise, recovery be affected.
06	Irregular Zakat Exemption Granted on Incomplete / Defective Declarations (CZ-50) - Rs 165,459	Record be provided on prescribed form to Audit within 15 days, otherwise recovery be effected.

31. National Saving Center, Gulberg-II, Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non deposit of Zakat into CZF – Rs 8.096 million	Management replied that it has been recovered. The same may be got verified from Audit within 15 days.
04	Non Deduction of Zakat on Discharge of Regular Income Certificates – Rs 39.828 million	This para has been merged with para No.3 under Central Zakat Fund.
05	Non Deduction of Zakat on Discharge of Short Term Certificates - Rs 7.882 million	This para has been merged with para No.3 under Central Zakat Fund.
06	Non Deduction of Zakat Rs 33.752 million on Discharge of Behbood Saving Certificates	This para is merged with para No.3 under Central Zakat Fund.
08	Declaration (CZ-50) not Obtained on Original Stamp Paper / True Copy – Rs 637,863	Original or notarized copies of declarations be produced to Audit for verification within 15 days, otherwise recovery be effected.

32. Habib Bank Ltd., Factory Area Branch, Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non Deposit of Zakat into Bank amounting to Rs 785,549	Recover/deposit the amount and verify it from Audit within 15 days.
02	Irregular Exemption allowed without an attested True copy of CZ-50-Rs 1,230,345	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
05	Irregular Zakat Exemption Allowed on Incomplete / Defective	Record on prescribed be provided to Audit within 15 days, otherwise

	Declarations (CZ-50) - Rs 4,168	recovery be effected.
06	Non Production of Record	Produce the relevant record for verification to Audit within 15 days.

33. National Bank of Pakistan, Gilgit

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non submission of the quarterly summery report to the Zakat deduction and controlling Office / head office	The Para is recommended for settlement subject to taking up the matter with SBP/DG, Saving/SECP for issuance of instructions to all Zakat Deducting Agencies to implement the Zakat procedure in letter and spirit.
03	Whereabouts of Zakat Deducted not Known - Rs 3.558 million	The documentary evidences of ZCCA regarding deposit of Zakat in to CZF-08 be produced to Audit for verification within 15 days.
04	Non production of record	Record be produced to Audit for verification within 15 days.
05	Irregular refund of Zakat deducted by Bank- Rs 381,770	Documentary evidence supporting the refund be produced to Audit for verification within 15 days.

34. United Bank Ltd., Hali Road Branch Quetta

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non submission of the quarterly summery report to the Zakat deduction and controlling Office/head office	Despite repeated requests dated 04-01-16 and 11-01-16, the PAO has not been able to convene DAC meeting.
05	Exemption allowed from Deduction of Zakat without Specification of Fiqa/without receiving declaration CZ-50 - Rs. 127,932	-do-

35. NBP G-9, Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
02	Exemption allowed without an original/attested True copy of CZ-50 – Rs 185,770	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.
05	Whereabouts of Zakat Deducted not Known – Rs 23.853 million	The documentary evidences of ZCCA regarding deposit of Zakat in to CZF-08 be produced to Audit for verification within 15 days.

36. Bank of Khyber, Saddar Branch, Peshawar

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non submission of the quarterly summery report to the Zakat deduction and controlling Office/head office	Despite repeated requests dated 04-01-16 and 11-01-16, the PAO has not been able to convene DAC meeting.
02	Exemptions allowed without declaration – Rs 2.597 million	Valid declarations (CZ-50) be produced to audit for verification within 15 days, otherwise recovery be effected.
06	Exemption allowed on CZ-50 without attestation of Oath Commissioner - Rs. 45,324	DAC directed the management to conduct an inquiry as to how the backdated declarations were now got prepared and to ascertain the authenticity of the stamp papers from Revenue Department and share the outcome with Audit within a month.
08	Exemption allowed without an original/attested True copy of CZ-50 Rs 479,292	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.

37. UBL Cantt Branch, Peshawar

Para No. of AIR	Subject of Audit Para	DAC's Decision
04	Exemption allowed without an original/attested True copy of CZ-50 Rs 527,972	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.

38. National Saving Centre, G-9, Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Loss to Zakat fund due to exemptions granted by Ministry of Finance to the holders of different certificates/ Accounts – Rs. 25.754 million.	This para has been merged with para No.3 under Central Zakat Fund.
03	Non-deposit of Zakat deducted – Rs 68,989	Record may be produced to Audit for verification within 15 days.
04	Non-deduction of Zakat on Saving Accounts / Special Saving Accounts - Rs 19,418	Recovery affected as per reply of management. Record may be produced to Audit for verification within 15 days.
05	Acceptance of Photocopy of Declaration instead of an Attested True Copy - Rs 900,000	Original or notarized copies of declaration be produced to Audit for verification within 15 days. Otherwise, recovery be affected.

39. CMA, Quetta

Para No. of AIR	Subject of Audit Para	DAC's Decision
04	Whereabouts of Zakat Deposited in CZF not Known – Rs 20.257 million	Record be produced to Audit for verification within 15 days.

40. DAO Nowshera

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non-deposit of Zakat deducted – Rs 2.424 million	Proof of deposit be shown to Audit within 15 days.

41. D.G. Khan Cement Company Ltd., Lahore

Para No. of AIR	Subject of Audit Para	DAC's Decision
1.1 & 1.4	Non-production of record of Provident funds and 4725 shareholders – Rs 250.931 million	Record be provided on prescribed form to Audit within 15 days, otherwise recovery be effected.

42. Islamabad Zakat & Ushr Committee Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
02	DAC Meetings did not conduct due to Non-determination of PAO	Despite repeated requests dated 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.
03	Irregular disbursement amounting to Rs 32.648 million by Un-lawful Chairmen of LZCs appointed more than Two Consecutive Terms	-do-
05	Non-Refund of Unspent Balance of DZF – Rs.77.066 Million	-do-
06	Irregular Direct Assistance to Mustahqeen Through Institutions Instead of LZCs – 19.816 Million	-do-
08	Un-authorized transfer of Zakat Fund to Pakistan Madrissah Education Board (PMEB) Rs 18.00 Million	-do-
09	Non-Monitoring of Educational Stipend (Technical) released to	-do-

	Vocational Training Institute amounting to Rs 1.305 Million	
10	Irregular Releases without Recommendation/Approval of DZC – Rs 115.973 Million	-do-
11	Irregular payment of Zakat Fund through Chairmen of Local Zakat Committees who did not possess prescribed qualification Rs. 10,952,000	-do-
12	Unjustified Release of Marriage Grant Without Nikahnamas Rs 270,000	-do-
14	Unequal release of Jahez Fund to specific Local Zakat Committees by depriving the rights of other LZCs – Rs. 2.280 Million	-do-
15	Non-Conduct of Internal Audit	-do-
16	Improper Maintenance of Cash Book	-do-
21	Irregular Deduction of Bank Charges Rs 13,997 from the LZC's accounts	-do-

43. PIMS, Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
	Non-refund of unspent balance – Rs 232,142	Despite repeated requests dated 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.
02	Non-conduct of Internal Audit	-do-
03	Non/less deduction of Income tax - Rs 358,725	-do-
04	Formation of Purchase Committee without approval of HWC – Rs 19.808 million	-do-

05	Non-production of Patient Treatment History Charts – Rs 370,346	-do-
06	Improper maintenance of Cash Book	-do-
07	Mis- Procurement Out of Zakat Fund - Rs 19.765 million	-do-
08	Non-maintenance of separate register for Indoor and Outdoor patients	-do-
09	Weak internal control due to non-checking of Quality and Quantity	-do-

44. SACHET Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
02	Treatment of patients out of Zakat fund on incomplete Istehqaq Certificates	Despite repeated requests dated 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.
03	Less deduction of Income Tax – Rs 12,004	-do-
04	Purchase of medicines of alternate brands instead of multinational / renown companies without any justification, without mentioning manufacturers name and approval of Board – Rs 2.921 million	-do-

45. NIRM, Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Purchase of hearing aids for patients but not issued (stocked in	Despite repeated requests dated 04-01-16 and 13-01-16, the PAO has

	stock/store) - Rs. 569,292	not been able to convene DAC meeting.
02	Less -deduction of Income Tax at source – Rs. 9,085	-do-
03	Non refund of unspent balance – Rs 1.159 million	-do-
04	Missing Doctor’s prescription / Istehqaq certificate and copy of CNIC - Rs. 14,000	-do-
05	Difference due to non-reconciliation – Rs. 356,396	-do-
07	Purchase of Medicines Through Defective Tender System – Rs 1,500,000	-do-
08	Improper / Non Maintenance of Cash Book	-do-
09	Non-production of patients treatment history charts amounting to Rs. 338,175	-do-
10	Creation of liabilities for the years 2011-12, 2012-13 and 2013-14 for Rs. 841,366	-do-
11	Irregular participation of patient welfare society in tendering	-do-

46. Model Deeni Madrassah, I-14/4, Islamabad

Para No. of AIR	Subject of Audit Para	DAC’s Decision
01	Unjustified withdrawal of Zakat fund in cash - Rs 28.107 million	Despite repeated requests dated 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.
04	Improper Operation of Bank Account	-do-

05	Expenditure out of Zakat Fund on the students without renewal of their Istehqaq	-do-
07	Unjustified purchase of furniture - Rs 622,487	-do-
08	Unjustified payment of salary out of Zakat fund – Rs 34,285	-do-
12	Non-Formation of MORA Stipends Committee & Withdrawal of money for Stipend & Mess Items without resolution	-do-
13	Improper Maintenance of Cash Book – Rs 1.012 Million	-do-
15	Internal Audit Not Conducted	-do-
16	Unjustified payment of loan to PMEB – Rs 110,000	-do-
17	Non-maintenance of record	-do-
18	Irregular selection of students for Zakat Fund without copies of NICs of their parents/Guardians	-do-
21	Unjustified Retention of Zakat Fund – Rs 313,059	-do-
22	Unknown Receipts in Zakat Fund – Rs 1.275 Million	-do-
23	Non-production of record	-do-
24	Non-maintenance of separate Bank Account for Zakat funds	-do-

47. Model Deeni Madrassah, Haji Camp, Karachi

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Unjustified withdrawal of Zakat fund in cash – Rs 5.676 million	Despite repeated requests dated 04-01-16 and 13-01-16, the PAO has

		not been able to convene DAC meeting.
06	Non-Formation of MORA Stipends Committee & Withdrawal of money for Stipend & Mess Items without resolution	-do-
08	Payments on account of food charges on fake bills – Rs 1.312 Million	-do-
10	Unjustified expenditure on purchase of clothes & uniform - Rs 50,000	-do-
12	Non-conduct of Internal Audit	-do-
13	Non-production of record	-do-

48. Darul uloom Naeemia Rizwia G-9/2, Islamabad

Para No. of AIR	Subject of Audit Para	DAC's Decision
01	Non-payment of stipend to mustahiq students – Rs 890,825	Despite repeated requests dated 04-01-16 and 13-01-16, the PAO has not been able to convene DAC meeting.
02	Internal Audit not-conducted	-do-
03	Improper maintenance of Cash Book	-do-

Audit Impact Summary

Sr. No.	Change in Rules / Systems / Procedures	Audit Impact
1	Obtaining of Pre-receipted copies	On the recommendation of Audit, Ministry of Religious Affairs and Interfaith Harmony has started the practice of obtaining pre-receipted copies from ZCCAs. In that regard, letters were sent to approx. 3000 coded LZCs for submission of pre-receipted copies.
2	Devolution of powers to provinces after 18 th amendment	The PAOs of respective formations have been changed. The decentralization will facilitate the people at grass root level.
3	The CZA now started to disburse all the amount of Zakat deducted during the financial year and not keep any funds in CZF-08	More mustahiqeens have been benefited from Zakat
4	Centralization of Zakat collection	The CCI decided that the collection of Zakat will remain centralized with the Federal Government till next NFC awards and the Provincial Governments should hold discussions to evolve a mechanism for collection and disbursement of Zakat till next NFC awards

Annexure-3

Para 1.4.3

Late deposit of Zakat – Rs 1.644 billion

Sr. No.	ZCCA Name	Date / Period of deduction	Deposit Date / period	Gross Deduction & deposit (Rs.)
1.	National Bank of Pakistan	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	1,197,361,291
2.	United Bank Ltd	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	276,091
3.	Meezan Bank Ltd	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	30,337,241
4.	Albarka Islamic Bank B.S.C.(B.C)	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	9,072
5.	Bank Al Habib	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	24,000,935
6.	The First Micro Finance Bank	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	301,995
7.	Zarai Tarqiati Bank LTD	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	159,917
8.	Askari Bank Ltd	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	53,305,656
9.	The Bank of Punjab	1st of Ramazan 30-06-2014	29-07-14 to 28-08-2014	85,927,076
10.	Central Directorate of National Saving	1st of Ramazan 30-06-2014	26-10-14 to 23-11-2014	569,110
11.	The First Women Bank Ltd	1st of Ramazan 30-06-2014	26-10-14 to 23-11-2014	10,670
12.	Faysal Bank Ltd	1st of Ramazan 30-06-2014	26-10-14 to 23-11-2014	1,741,520
13.	Silk Bank Limited	1st of Ramazan 30-06-2014	26-10-14 to 23-11-2014	1,718,993
14.	National Bank of Pakistan	1st of Ramazan 30-06-2014	26-10-14 to 23-11-2014	160,937
15.	Muslim Commercial Bank	1st of Ramazan 30-06-2014	26-10-14 to 23-11-2014	20,000,000
16.	D.G.Post Office	1st of Ramazan 30-06-2014	24-11-14 to 23-12-14	862,694

17.	Albarka Islamic Bank B.S.C.(B.C)	1st of Ramazan 30-06-2014	24-12-14 to 21-01-15	1,021
18.	D.G.Post Office,	1st of Ramazan 30-06-2014	24-12-14 to 21-01-15	19,329,542
19.	Central Directorate of National Saving	1st of Ramazan 30-06-2014	21-01-15 to 20-02-15	1,857,950
20.	APNA Mircofinance Bank Ltd.	1st of Ramazan 30-06-2014	21-01-15 to 20-02-15	1,305
21.	Barklays Bank PLC Pakistan	1st of Ramazan 30-06-2014	21-01-15 to 20-02-15	57,417
22.	Barklays Bank PLC Pakistan	1st of Ramazan 30-06-2014	21-01-15 to 20-02-15	604,226
23.	Muslim Commercial Bank	1st of Ramazan 30-06-2014	21-01-15 to 20-02-15	2,500,000
24.	MCB-Arif Habib Savings & Investment Ltd. Karachi	30.06.2014 (1st Ramadan)	23.02.2015	121,372
25.	Archroma Pakistan Ltd.	30.06.2014 (1st Ramadan)	09.03.2015	141,240
26.	Worker Welfare Board, Punjab	2010-11	23.10.2014	18,789
27.	SNGPL	April-June, 2014	27.10.2014	147,735
28.	Colony Mills Ltd. Provident Fund Trust, Multan	July-Sept. 2014	29.10.2014	28,827
29.	WAPDA, Lahore	July-Sept. 2014	05.11.2014	4,486,909
30.	LUMS Employees Contributory Provident Fund, Lahore	2009-14	05.11.2014	596,344
31.	Nishat Mills Ltd. PF Trust, Lahore	July-Sept. 2014	11.11.2014	314,026
32.	BHP Employees PF, Shalimar Hospital, Lahore	April-June, 2014	18.11.2014	27,746
33.	Leiner Pak Gelatine Ltd. Employees PF Lahore	2012-14	18.11.2014	200,000

34.	Central Directorate of National Savings, Islamabad	30.06.2014 (1 st Ramadan)	05.11.2014	760,879
35.	Central Directorate of National Savings, Islamabad	July-Sept. 2014	05.11.2014	112,051,358
36.	Excide Pakistan Ltd. Karachi	April-June, 2014	10.11.2014	11,789
37.	Abbott Laboratories, Karachi	April-June, 2014	28.10.2014	187,084
38.	CDC Trustee Meezan Al-Meezan Karachi	April-June, 2014	28.10.2014	9,359
39.	HinoPak Motors Ltd. Karachi	April-June, 2014	28.10.2014	11,854
40.	Accountant General, KPK (Settled Areas)	April-June, 2014	30.12.2014	9,525,893
41.	Accountant General, KPK (FATA)	April-June, 2014	30.12.2014	306,660
42.	Accountant General, KPK (FATA)	Jan-Mar, 2012	30.12.2014	1,408,029
43.	Pak Suzuki Motors Co. Ltd. Employees Provident Fund	July 14-March 15	04.06.2015	17,554
44.	JS Cash Fund	July-Sept. 2014	04.06.2015	13,555
45.	Uni-liver Pakistan Ltd.	2013-14	04.06.2015	4,823
46.	Packages Ltd	Jan-Mar, 2015	26.05.2015	45,836
47.	State Life Insurance Corporation of Pakistan	Jan-Mar, 2015	26.05.2015	5,117,370
48.	JS Islamic Fund	Jan-Mar, 2015	26.05.2015	38,936
49.	State Bank of Pakistan	Jan-Mar, 2015	20.05.2015	1,289,163
50.	Thal Industries Corporation, Lahore	Year ending on 30.09.2014	12.06.2015	89,244
51.	Highnoon Laboratories Ltd. Lahore	Year ending on 31.12.2014	18.06.2015	244,745
52.	First Elite Capital Modaraba	Year ending on 31.12.2014	18.06.2015	162,239

53.	Askari Bank Ltd.	April-June, 2013	26.05.2015	3,970,657
54.	Crescent Cotton Mills Ltd.	2012-13	02.06.2015	397,365
55.	Philip Moris (Pakistan) Ltd.	Oct-Dec. 2014	23.02.2015	126,601
56.	Packages Ltd.	Oct-Dec. 2014	23.02.2015	82,989
57.	State Life Insurance Corporation of Pakistan	Oct-Dec. 2014	23.02.2015	7,920,222
58.	MCB-Arif Habib Savings & Investment Ltd. Karachi	30.06.2014 (1 st Ramadan)	23.02.2015	121,372
59.	Archroma Pakistan Ltd.	30.06.2014 (1 st Ramadan)	09.03.2015	141,240
60.	National Foods Ltd.	30.06.2014 (1 st Ramadan)	09.03.2015	129,912
61.	CDC Trustee Meezan Islamic Fund	July-Sept. 2014	20.03.2015	271,630
62.	CDC Trustee Meezan Islamic Fund	Oct-Dec. 2014	20.03.2015	153,194
63.	Nishat Ltd Lahore	April-June 2014	15-01-2015	1,162,306
64.	AG Punjab, Lahore	July-Sep 2014	21-05-2015	44,127,922
65.	Faysal Bank Ltd	30.06.2014	28-01-2015	1,490,756
66.	Shell Pak Limited	2013-14	20-01-2015	757,003
67.	State Life Insurance	July – Sep & Jan - March	28-01-15	4,816,114
68.	Gandhara Nissan Ltd	2013-14	06-02-15	384,793
	Total			1,644,528,093

Annexure-4

Para 1.4.5

**Loss to Zakat fund due to wrong calculations of Zakatable assets –
Rs 44.744 million**

Rs. in million

Sr. No.	Name of ZCCA	Period under Report	Assets on valuation date – <u>A</u>	Assets exempted from Zakat – <u>B</u>	Actual Zakatable assets on the basis of calculation - <u>C</u> (A-B)	Zakatable Assets wrongly Calculated - <u>D</u>	Difference (C-D)
1	JS Large Cap Fund	Oct-Dec 2014	802.009	315.411	486.598	0.960	485.637
2	Soneri Bank	Oct-Dec 2014	43,219.718	41,880.390	1,339.328	35.204	1,304.124
	Total Difference						1,789.761
	Amount of Zakat involved (1,789.761x2.5%)						44.744

Annexure-5

Para 2.3.1

Non-production of record

Sr. No.	Name of ZCCA / ZCO	Para No. of AIR	Detail of record not produced	FY / deduction date	Amount of Zakat involved (Rs in million)
1.	Maple Leaf Cement Factory, Lahore	01	Exemption declarations of 199 Shareholders	2014-15	13.852
2.	Nishat Chunian Power Ltd., Lahore	02	Exemption declarations of 605 Shareholders	2014-15	10.069
3.	Summit Bank Ltd, Gulberg Branch, Lahore	02	Exemption declarations of 191 Accounts holders	30-06-14	16.080
4.	General Tyre & Rubber Company Landhi, Karachi	02	Exemption declarations of all Shareholders	08-06-15	12.389
5.	D.G Khan Cement Company Ltd., Lahore	1.3	Record of Provident fund & Declarations of 8801 shareholders	2014-15	66.901
	Total				119.291

Annexure-6

Para 2.3.2

Non-deduction of Zakat from companies accounts and individuals without specifying any reasons

Sr. No.	Name of ZCCA / ZCO	Para No. of AIR	Zakatable Amount (Rs in million)	Amount of Zakat not deducted (Rs in million)	Remarks / irregularity
1.	Al-Baraka Bank Pakistan Ltd., Lahore	02	25.96	0.649	Exemption granted to 12 Companies without specifying any reasons
2.	Faysal Bank, Shahrah-e-faisal. Karachi	03	64,239.24	1,605.981	Exemption granted to the 1954 companies and individual account holders without specifying any reasons
3.	Meezan Bank Ltd., Karachi	03	2,687.36	67.184	Exemption granted to the 83 companies accounts without specifying any reasons
4.	NIT Karachi	02	4,191.84	104.796	Non-deduction of Zakat from 108 companies w/o specifying any reasons
5.	Dubai Islamic Bank New Garden Town, Lahore	02	10.88	0.272	Non-deduction of Zakat from 03 companies accounts w/o specifying any reasons
6.	Engro Fertilizers Ltd., Karachi	03	799.64	19.991	Exemption granted to the 12213 shareholders without any supporting documents
7.	JS Bank MM Alam Road Lahore	02	21.32	0.533	Exemption granted to the 02 companies without any supporting documents
	Total		71,976.24	1,799.406	

Annexure-7

Para 2.3.3

Exemption granted without obtaining declaration on form CZ-50 or invalid declaration

Sr. No.	Name of ZCCAs / ZCO	Para No. of AIR	Amount of Zakat exempted (Rs)	FY	Remarks	Reply of Management
1	JS Bank Gulberg -II, Lahore	06	11.303	2013-15	Exemption granted to 174 account holders w/o obtaining declarations	Exemptions were granted on the basis of holding valid CZ-50
2	Maple Leaf Cement Factory, Lahore	02	0.975	2012-15	Exemption granted to 79 employees on Provident Fund w/o obtaining declarations	The relevant declarations were kept at plant site which are not available for verification
	-do-	04 & 07	1.768	2012-15	Exemption granted on invalid declarations i.e., either undated or late submitted or w/o signatures of deponent	Noted for strict future compliance
3	Al-Baraka Bank Pakistan Ltd 80Y DHA, Lahore	01	5.848	2013-15	Exemption granted to 70 account holders w/o obtaining declarations	No reply received (Date of reporting 07-09-15)
	-do-	05	0.578	2014-15	Exemption granted on invalid declarations i.e., blank declarations of 07 individuals accepted	-do-
4	Nishat Chunian Power Ltd. Lahore	03	0.027		Exemption granted to 09 individuals on invalid declarations i.e., not submitted one month prior to valuation date	Noted for future compliance

5	NSC Baghban Pura Branch, Lahore	09	0.891		Exemption granted to 100 individuals on invalid declarations i.e., either undated or w/o signatures of deponent	The omissions have now been removed and can be checked at any time.
6	Bank of Khyber Saddar, Peshawar	03	0.066	2014-15	Exemption granted to 01 account holder on invalid declaration i.e., not submitted one month prior to valuation date	Exemptions were granted on valid declarations as per bank record
	-do-	04	1.736	2014-15	Fake declarations of 41 account holders	-do-
7	DAO Shikarpur	01	0.221	2013-15	Exemption granted to 32 employees on Provident Fund w/o obtaining declarations	No reply received (Date of reporting) 27-10-15
	-do-	02 & 03	0.740	2012-15	Exemption granted to 135 employees on invalid declarations i.e., either undated or not submitted one month prior to valuation date	-do-
8	Bank Alfalah BA Building, Chandigar Road, Karachi	01	41.296	2014-15	Exemption granted to 67 account holders w/o obtaining declarations	The declaration forms before 2011 are in go down of the bank
	-do-	06	0.087	2014-15	Exemption granted to 135 account holders on undated declarations	We will be more vigilant and careful in future
9	NBP G-9 Branch, Islamabad	03	11.001	2014-15	Exemption granted to 312 account holders w/o obtaining	No reply received (Date of reporting 13-08-15)

					declarations	
	-do-	04	0.063	2014-15	Exemption granted to 04 account holders on invalid declarations i.e., not submitted one month prior to valuation date	-do-
10	NBP Mian Branch Gilgit	02	3.120	2012-13	Exemption granted to 162 account holders w/o obtaining declarations	No reply received (Date of reporting 25-11-15)
11	NBP Defense Society Korangi, Karachi	01	5.260	2014-15	Exemption granted to 127 account holders w/o obtaining declarations	13-07-15
	-do-	05	0.061	2014-15	Exemption granted to account holders on invalid declarations i.e., w/o name and signatures of deponent	-do-
12	SECP, Islamabad	01	0.227	2010-15	Exemption granted to 16 account holders w/o obtaining declarations	The declarations were available in the personal files and were not attached with the payment vouchers reviewed by Audit
	-do-	02	0.509	2010-15	Exemption granted to 62 employees on invalid declarations i.e., not submitted one month prior to valuation date	SECP replied that the valuation date referred in section 2 of Zakat and Ushr Ordinance 1980 does not apply to

						the provident fund payments
13	UBL Cantt Branch, Peshawar	01	4.793	2014-15	Exemption granted to 78 account holders w/o obtaining declarations	Zakat exemption is marked centrally by system. However existing and new record has been updated.
	-do-	02	0.038	2014-15	Exemption granted to 01 account holder on invalid declaration i.e., not submitted one month prior to valuation date	Zakat has now been deducted
14	UBL Hali Road Branch, Quetta	02	4.051	2014-15	Exemption granted to 74 account holders w/o obtaining declarations	No reply received (Date of reporting 05-10-15)
	-do-	03 & 04	0.047	2014-15	Exemption granted to account holders on invalid / fake declarations i.e., not submitted one month prior to valuation date or having same serial numbers	-do-
	-do-	06	0.020	2014-15	Exemption granted to one account holder on invalid declaration i.e., not attested by the Oath Commissioner, without any name of deponent and signatures of witnesses	-do-

15	DAO Sanghar	02	0.105	2013-15	Exemption granted to 27 employees on invalid declarations i.e., not submitted one month prior to valuation date	No reply received (Date of reporting 28-10-15)
	-do-	04	0.014	2013-15	Exemption granted to 06 employees w/o obtaining declarations	-do-
16	DAO Rawalpindi	02	2.344		Exemption granted to 140 employees w/o obtaining declarations	The contents of affidavits were noted on the specific ledger cards. However in future, the copies of affidavits for exemption from Zakat will be kept in record
17	NSC Gulberg-II Lahore	06	0.893	2014-15	Exemption granted to 15 account holders w/o obtaining declarations	22-09-15
18	Bank Islami Ltd., Jail Road, Lahore	02	1.415	2013-15	Exemption granted to account holders on invalid / fake declarations i.e., 37 declarations were in continued serial numbers with the internal of one date and required information was missing.	These stamp papers were purchased on the request of customers. We have deputed our office boy to bring the stamp papers.
19	Habib Metropolitan Bank Karachi	02	0.222	2013-15	Exemption granted to 27 account holders on invalid declarations i.e., undated, w/o name and signatures of deponent / witnesses	Noted for future compliance

20	Dubai Islamic Bank, New Garden Town, Lahore	01	2.391	2013-14	Exemption granted to 16 account holders on invalid declarations i.e., CZ-50 were purchased by Bank on behalf of customer, all the columns were signed by staff of bank.	The declarations were purchased by customers from same vendor nearby the branch that's why these declarations carried same serial number.
21	Azgard-9 Ltd., Lahore	04	0.069	2013-15	Exemption granted to 18 employees w/o obtaining declarations	Most of the employees had already left the company and we have now instructed our staff not to allow any exemption without obtaining CZ-50
22	CMA ISO, Rawalpindi	01	0.054	2013-14	Exemption granted to 06 employees on invalid declarations i.e., not submitted one month prior to valuation date	No reply received (Date of Reporting 29-12-15)
	-do-	02	0.113	2013-15	Exemption granted to 04 employees w/o obtaining declarations	-do-
23	DAO Nowshera	02	1.486	2011-15	Exemption granted to 71 employees w/o obtaining declarations	The CZ-50 are available for verification
	-do-	3 & 4	0.742	2011-15	Exemption granted to account holders on invalid / fake declarations i.e., without signatures of employees and in same sequence / date	-do-

24	DAO Rahim Yar Khan	02	0.060	2012- 15	Exemption granted to 05 employees on invalid declarations i.e., on late submitted	09-12-15
	Total		104.634			

Annexure-8
Para 2.3.4

Non-deduction of Zakat on TDRs/FDRs

Sr. No.	Name of ZCCA / ZCO	Para No. of AIR	FY	Amount of Zakat not deducted (Rs in million)	Remarks
1	Bank Islami Pakistan Ltd.,(Formely KASB Bank) Raiwand Road Branch, Lahore	01	2014-15	5.406	Non-deduction of Zakat from 20 account holders on maturity of TDRs
2	Al-Baraka Bank Pakistan Ltd DHA, Lahore	06	2012-15	9.722	Non-deduction of Zakat from 121 account holders on matured / en-cashed TDRs
4	UBL Cantt Branch, Peshawar	05	2013-15	0.368	Non-deduction of Zakat from account holders on maturity of TDRs
Total				15.496	

Annexure-9

Para 2.3.5

Avoidance from Zakat by issuance of Pay orders / demand drafts just before 1st of Ramazan and cancelled afterwards – Rs 60.697

Sr. No.	Name of Financial Institution	Para No. of AIR	Date of issuance of CDR / DD / PO	Date of Cancellation of CDR / DD / PO	Amount of Zakat involved (Rs)
1	Bank Alfalah BA Building, Chandigar Road, Karachi	03	18-06-15	22-06-15	0.592
2	Bank of Khyber, Saddar Branch Peshawar	07	25-06-14 and 08-07- 13	11-07-14 and 10-07-13	0.013
3	Meezan Bank Ltd, main Branch Karachi	03	18-06-15	20-06-15	60.092
Total					60.697

Annexure-10

Para 2.3.6

Exemption granted to individuals on the grounds of ‘non-resident / non-muslims / deceased persons / non sahib-e-nisab’ without providing any proof / affirmation

Sr. No.	Name of ZCCA / ZCO	Para No. of AIR	Remarks	FY	Amount of Zakat involved (Rs. in million)
1.	JS Bank M.M Alam Road Gulberg II, Lahore	05	Exemptions granted to non-muslims without any affirmations	2013-15	0.467
2.	HBL Factory Area, Branch, Lahore	04	Exemptions granted to non-muslims without any affirmations		0.0243
3.	NSC Baghban Pura Branch, Lahore	04	Exemptions granted to 3117 non muslims/ residents account holders without any affirmations	2012-15	3.291
4.	Bank Alfalah BA Building II, Chandigar Road, Karachi	05	Exemptions granted to 216 non muslims/ residents account holders without any affirmations	2013-15	1.795
5.	D.G Khan Cement, Lahore	1.2	Solemn Affirmations of 298 non-muslims / resident Shareholders,	2012-15	0.321
Total					5.8983

Annexure-11

Para 2.3.7

Late deposit of Zakat deducted

Sr. No.	Name of Bank	Para No. of AIR	Year / Period	Amount of Zakat involved (Rs. in million)
1.	Agritech Ltd. Lahore	05	2013-15	0.826
2.	Descon Chemicals Ltd. Lahore	02	2012-13	0.660
3.	General Tyre & Rubber Company, Karachi	01	2009-10	0.441
4.	NIT Ltd., Karachi	03	2010-15	211.654
5.	Dewan Farooque Motors, Karachi	01	2011-14	0.080
6.	Attock Cement Clifton, Karachi	01	2012-15	0.240
7.	Dewan Cement Company Ltd., Karachi	02	2013-15	0.198
8.	Engro Fertilizer Ltd., Karachi	12	2014-15	3.054
	Total			217.153

Annexure-12

Para 2.3.8

Less deduction of Zakat from holders of Special Saving Certificates –

Sr. No.	Name of ZCCA / ZCO	FY	Para No. of AIR	No. of certificate holders	Amount of Zakat less deducted (Rs)	Remarks
1	NSC Baghban Pura Branch, Lahore	2012-15	03	247	2.853	Zakat less deducted on Special Saving Certificate
2	NSC Ferozepur Road Ichra Lahore	2012-15	6 & 7	-	10.910	Zakat less deducted on Defence and Special Saving Certificates
3	NSC G-9, Islamabad	2012-15	02	108	1.537	Zakat less deducted on Special Saving Certificate
Total					15.30	

Irregular releases through administrators

S.No	Name of LZC	Name of Administrator	Date of Appointment	Amount (Rs)
1	Chatta Bakhtawar	Raja M. Younas Administrator	04-04-2013	531,000
2	Rawal Town	Sheikh Imtiaz Alam Administrator	29-05-2012	1,443,500
3	Ali Pur-II	Azhar Mehmood Malik Administrator	25-08-2012	215,000
4	Ali Pur-I	Muhammad Shafiq Administrator	04-12-2012	267,500
5	Jhang Syadan	Syed Shahid Hussain Administrator	13-10-2011	998,500
6	Jagiot	Hafiz Akmal Hussain Administrator	06-05-2010	321,000
7	G-7/4	Syed Abid Ali Administrator	14-02-2013	682,000
8	G-7/3-2	M. Umar Nagra Administrator	04-04-2013	161,500
9	Sangjani-I	Malik Hassan Deen Administrator	09-05-2013	217,000
10	Said Pur	Raja Safdar Administrator	05-03-2013	915,000
11	Jori Budhana Khurd	Raja M. Gulistan Administrator	20-06-2013	636,000
12	Dreak Mohri	Abdul Majeed Khan Administrator	17-04-2013	1,102,000
13	F-6/4	M. Yanoor Khatak Administrator	16-10-2008	194,000
14	Sihali	Muhammad Riaz Administrator	03-09-2012	216,000
15	Kirpa-I	Zulfiqar Ali Administrator	16-12-2013	215,000
16	F-10/F-11	Mukhtar Ahmed Administrator	14-02-2013	955,000
17	I-8/1-4	Muhammad Amin Administrator	11-04-2013	456,000

18	Nogazi	Muhammad Khan Administrator	23-07-2014	594,000
19	Noon	Malik Iftikhar Ahmed Administrator	04-03-2014	682,500
20	Mera Begwal	Ilyas Bhati Administrator	06-03-2008	741,000
21	Chaper Mir Kanal	Ch. Mehrban Chairman	24-12-2006	216,000
22	Kot Hathial (J-II)	Raja Sajjad Hussain Administrator	29-05-2012	1,016,500
23	Gangota Gujran	Muhammad Saqlain Administrator	03-09-2013	246,000
24	F-7/1-4	Main Rasheed Administrator	23-06-2010	267,500
25	F-6/1-2	Kh. Pervez Administrator	10-06-2012	427,000
26	Athal	Haji M. Shafique Administrator	15-04-2009	523,500
27	Bimber Trar	Sub. ® Ghulam Shabir Administrator	06-11-2006	321,000
28	Muslim Colony	Kh. Ashraf Administrators	03-11-2004	1,440,000
29	G-11	Iftikhar Ahmed Mirza Administrator	25-04-2005	501,500
30	Pind Begwal (J)	Sagheer Ahmed Administrator	13-10-2008	216,000
31	Humak-III	Tahir Najeeb Administrator	23-11-2010	537,500
Total				17,256,000

Annexure-14

Para 3.4.4

Non-refund of unspent balances

Sr. No.	Name of LZC	Amount (Rs)
1	Sangjani	69,521
2	Pihont	80,799
3	Darkala	237,506
4	Kala Chirah	67,166
5	DF-8/1-E-8	32,100
6	Sihali	97,129
7	Pungrain	5,833
8	Jori Bhadana Khurd	152,460
9	Kirpa-I	75,847
10	Mohra Chiran	15,855
11	Kangota	23,890
12	Kalan Chirah	67,166
13	Thumait-I	83,312
14	Maloot	143,863
15	Narola	79,511
16	Sihla W-III	183,128
17	Naryas Badhu	203,993
18	Mera Sanbal Jaffar	39,731
19	Pona Fageeran	52,734
20	Jabataili	61,238
21	Ali pur No. 1	9,940
22	Hathal-II	154,065
23	Athal	191,589
24	Kuri	119,922
25	Phulgran Barakahu-I	236,090
26	Kangal	164,875
27	F-6/4	71,426
28	Cherhan Sorain	70,169
29	Joued	28,120
30	G-7/3-3	94,821
31	G-7/3-2	31,640

32	Kipra-II	342,111
33	F-8/3	289,153
34	Ladhot	295,660
35	Herdo Gaher	22,234
36	Lakhwaal	213,942
37	Maira Begwal No.1	262,986
38	Shahdra—W-2	31,680
39	jhangi Sydan	77574
40	G-7/3-4	23,295
41	Dalyala	135,313
42	Nogazi	455,589
43	G-7/4	31,615
44	Darwala	162,816
45	G-7/3-1	13,721
46	Kirpa-III	144,800
47	Bobri	6,002
48	Malpur	2,661
49	Kot Hathyal	179,800
50	Shahdara-I	211,083
51	Mohri Chirah	26,114
52	G-6/3-4	68,120
53	G-8/1-2	144,460
54	Kot Athal South	234,766
55	Natra Syadan	231,296
56	Kigna	64,645
57	Ali Pur-III	93,320
58	I-8/2-3	44,045
59	Mera Beri	74,640
60	Sangani-II	63,258
61	F-6/3	342,260
62	Doke Paracha	96,749
Total		7,331,147

Annexure-15

Para 3.4.5

Payment in cash / through open cheques

S. No.	Name of LZC	Month of payment	Cheque No.	No. of beneficiaries	Amount (Rs)
1	Sangjani	May,2014	05404061 to 05404062 &05404068	03x3000	9,000
2	-do-	May,2014	05404067	01x10000	10,000
3	-do-	Jul,2014	05404075	01x3500	3,500
4	-do-	Jul,2014	05404083	01x3500	35,000
5	-do-	Jan,2015	05404098	1x3000	3,000
6	-do-	Jan,2015	05404099	1x3000	3,000
7	-do-	Jan,2015	01166156	1x3000	3,000
8	-do-	Feb,2015	01166161	1x3000	3,000
9	-do-	June,2015	03869401	1x3000	3,000
10	Pihont	Jan,2014	01073351 to 001073370	20x5000	100,000
11	-do-	Sep,2014	001073379 to 001073384	5x5000	25,000
12	-do-	June,2013	07671475 to 07671494	20x1500	30,000
13	-do-	Nov,2014	001073371 to 001073383	13x5000	65,000
14	-do-	Feb,2015	01073390 to 01073394	4x2500	10,000
15	-do-	Feb,2015	09721201 to 09721207	7x2500	17,500
16	Darwala	Nov,2014	06667384 to 06667400	17x3500	59,500
17	-do-	March,2015	08421701 to 08421710	10x3000	30,000
18	-do-	April,2015	08421711 to 08421718	8x3000	24,000
19	Darkala	Aug,2014	07478903 to 07478941	38x3000	114,000
20	-do-	Mar,2015	07478942 to 07478985	33x3000	99,000
21	-do-	May,2015	07478986 to 07478986	2x3000	6,000
22	-do-	May,2015	04034601 to 04034632	31x3000	93,000
23	Kala Chirah	Jul,2013	03914388 to 03914399	12x3000	36,000
24	-do-	Jan,2014	00356601 to 00356617	18x2500	45,000
25	-do-	May,2014	00356618 to 00356633	16x3000	48,000
26	-do-	Aug,2014	00356634 to 00356651	18x3000	51,000
27	-do-	Jan,2015	00356654 to 00356671	18x3000	51,000
28	-do-	Jul,2015	00356672 to 00356692	20x3000	60,000
29	DF-8/1-E-8	Feb,2014	27199555 & 27199554	2x3000	6,000
30	-do-	June,2014	27199580 & 271995592	2x3000	6,000

31	-do-	Jan,2015	45988125	1x3000	3,000
32	Mori Charia	Aug,2014	06157641 to 06157650	10x3000	30,000
33	-do-	Sep,2014	06266501 to 06266502	2x3000	6,000
34	-do-	Jan,2015	06266503 to 06266515	12x3000	36,000
35	-do-	June,2015	06266516 to 06266528	12x3000	36,000
36	Pungrain	Aug,2014	04455401 to 04455419	19x2500	47,500
37	-do-	Jan,2015	04455420 to 04455442	22x2500	55,000
38	-do-	June,2015	04455443 to 04455463	21x3000	63,000
39	Mohra Chiran	Aug,2014	06239751 to 0623967	16x3000	48,000
40	-do-	Jan,2015	06239768 to 0623984	17x3000	51,000
41	-do-	June,2015	00843851 to 00843852	2x3000	6,000
42	-do-	June,2015	00843785 to 00843800	15x3000	45,000
43	Chappar Mir	April,2014	20257352 to 20257360	8x3000	24,000
44	-do-	April,2014	5069399 to 506400	2x3000	6,000
45	-do-	April,2014	42803211 to 42803221	12x3000	36,000
46	-do-	Aug,2014	42803222 to 42803244	22x3000	66,000
47	-do-	Jan,2015	42803245 to 42803260	15x3000	45,000
48	-do-	Jan,2015	58519721 to 58519725	5x3000	15,000
49	-do-	Jun,2015	58519726 to 58519749	24x3000	48,000
50	Kalan Chirah	Aug,2014	00356634 to 00356651	17x3000	51,000
51	-do-	Jan,2015	00356654 to 00356671	17x3000	51,000
52	Thumait-I	Oct,2014	09096104 to 09096112	8x3000	24,000
53	-do-	Jan,2015	09096114 to 0909625	12x3000	36,000
54	-do-	Aug,2014	05117176 to 05117200	24x3000	72,000
55	Narola	July,2013	4075301 to 4075325	24x3000	72,000
56	-do-	Jan,2014	7964801 to 7964826	25x3000	75,000
57	-do-	May,2014	08342327 to 08342350	24x3000	72,000
58	-do-	Aug,2014	1511491857 to 1511491868	12x3000	36,000
59	-do-	Sep,2014	152224830 to 1522248837	8x3000	24,000
60	-do-	Jan,2015	152224838 to 1522248850	13x3000	39,000
61	-do-	Jan,2015	1543066444 to 1543066460	16x3000	48,000
62	-do-	Jun,2015	1547308234 to	15x3000	45,000

			1547308249		
63	Lakhwal	Jan & Jun, 2015	8858833 to 88588560	27x3000	81,000
64	Pona Fageeran	Jan, 2015	10005711 to 10005750	40x3000	120,000
65	Naryas Badhu	Aug, 2014	03805924 to 03805970	45x3500	152,500
66	-do-	Feb, 2015	01303126 to 01303150	24x3000	72,000
67	-do-	Mar, 2015	00207904 to 00207950	45x3000	135,000
68	Kuri	Dec, 2014	9621612 to 9621642	30x3000	90,000
69	Dhalyala	Jul, 2014	5608101 to 5608117	16x3000	48,000
70	G-7/3-2	Jul, 2014	4531971 to 4531992	22x3000	66,000
71	-do-	Feb, 2015	4531993 to 4531999	7x3000	21,000
72	-do-	Mar, 2015	23775805 to 23775810	6x3000	18,000
73	-do-	Jun, 2015	23775817 to 23775827	10x3000	30,000
74	Phulgran Barakahu-I	Jun, 2015	9013315 to 9013322	7x3000	21,000
75	Kigna	April, 2015	0560624 to 0560631	7x3000	21,000
76	I-8/2-3	Jun, 2015	1565016052 to 1565016070	18x3000	54,000
77	-do-	Jul, 201	2130084 to 2130099	15x3000	45,000
78	Mera Beri	Oct, 2014- Jan, 15	239902 to 239968	66x3000	198,000
79	-do-	Jun, 2015	248005 to 248043	38x3000	114,000
Total					3,646,500

Payment in Cash /Advice by drwing self cheque

S.No.	Name of LZC	Code No.	Period	Cheque No.	Amount (Rs)
1.	Pind Malkan	0010127	12/4/2013	04637396	42,000
2.	-do-	-do-	17/4/2013	04637400	9,000
3.	-do-	-do-	01/8/2013	01542126	72,000
4.	-do-	-do-	19/8/2013	01542128	30,000
5.	-do-	-do-	03/12/2013	01542130	87,000
6.	-do-	-do-	23/4/2014	01542134	90,000
7.	-do-	-do-	23/4/2014	01542135	30,000
8.	-do-	-do-	04/8/2014	01542139	105,000
9.	-do-	-do-	06/01/2015	01542141	90,000

10.	-do-	-do-	230/3/2015	01542144	24,000
11.	-do-	-do-	24/6/2015	01542147	115,000
12.	Kigna		27.4.2015	00560625	12,000
13.	-do-	-do-	16.4.2015	00560608	15,000
14.	Dhoke Paracha		6.12.2014	6056624	13,000
15.	-do-	-do-	29.6.2014	626996	9,000
16.	-do-	-do-	29.4.2014	626981	33,000
17.	-do-	-do-	29.4.2014	626980	6,000
18.	-do-	-do-	16.12.2013	626966	6,000
19.	-do-	-do-	5.8.2013	626961	6,000
20.	-do-	-do-	5.8.2013	626958	6,000
21.	-do-	-do-	3.4.2014	626915	55,00
				Total	800,055
	Grand Total				4,446,555

Annexure-16

Para 3.4.6

Payment without passing resolution

Sr. No.	Name of LZC	Period	Amount (Rs)
1	Darwala	July,2014 to 30.06.2015	215,000
2	Darkala	July,2014 to 30.06.2015	602,000
3	Mori Charia	July,2014 to 30.06.2015	115,000
4	Sihali	July,2014 to 30.06.2015	216,000
5	Pungrain	July,2014 to 30.06.2015	162,000
6	Pind Malkan	July,2014 to 30.06.2015	492,000
7	Kalan Chirah	July,2014 to 30.06.2015	172,000
8	Thumait-I	July,2014 to 30.06.2015	324,754
9	Maloot	July,2014 to 30.06.2015	370,500
10	Malpur	July,2014 to 30.06.2015	217,626
11	Hathal-II	July,2014 to 30.06.2015	586,000
12	Athal	July,2014 to 30.06.2015	633,500
13	F-6/4	July,2014 to 30.06.2015	194,000
14	Cherhan Sorain	July,2014 to 30.06.2015	410,000
15	Ali Pur-III	July,2014 to 30.06.2015	60,000
16	F-6/3	July,2013 to 30.06.2015	359,000
		Total	5,129,380

Annexure-17

Para 3.4.7

Irregular payment at more than prescribed rate

S.No	Name of LZC	No. of Mustahiq	Amount paid (Rs)	Excess Payment (Rs)
1	Pihont	38	190,000	76,000
2	Darkala	33	297,000	99,000
3	DF-8/1-E-8	7	81,400	29,400
4	Mori Chaia	11	99,000	33,000
5	Sihali	15	135,000	45,000
6	Ali pur No. 1	20	190,000	60,000
7	Pungrain	18	144,000	36,000
8	Jori Bhadana Khurd	30	285,000	90,000
9	Herdo Gaher	12	150,000	72,000
10	Kirpa-I	6	57,000	18,000
11	Mohra Chiran	21	177,000	66,000
12	Kangota	10	9,500	3,000
13	Maloot	28	280,000	112,000
14	Shahdara-I	7	66,500	21,000
15	Bobri	21	189,000	63,000
16	Lakhwal	7	66,500	21,000
17	Pona Faqeeran	34	306,000	102,000
18	Naryas Badhu	35	332,500	105,000
19	Mera Sanbal Jaffar	20	190,000	60,000
20	Jabataili	8	76,000	24,000
21	Hathal-II	5	47,500	15,000
22	Dalyala	15	187,500	90,000
23	G-7/3-2	5	47,500	15,000
24	G-8/1-2	14	133,000	42,000
25	Phulgran Barakahu-I	8	76,000	24,000
26	G-7/3-1	7	9,500	3,000
27	Shahdra—W-2	11	241,000	121,000

28	Ali Pur-III	5	53,000	15,000
29	Sangani-II	7	37,000	19,000
30	Dhoke Paracha	38	235,000	121,000
			Total	1,645,400

Annexure-18

3.4.10

Un-justified expenditure out of Zakat Fund – Rs 3.290 Million

S. No.	Date	Item	Amount (Rs)
1	19-07-2012	Gas Bill	24,892
2	17-10-2012	Gas Bill	34,560
3	18-10-2012	Electric Bill	80,625
4	11-10-2012	Repair of Floor Machine	8,500
5	19-11-2012	Gas Bill	39,110
6	21-11-2012	Electric Bill	64,500
7	20-12-2012	Electric Bill	51,035
8	20-12-2012	Gas Bill	49,760
9	19-02-2013	Electric Bill	32,958
10	19-02-2013	Gas Bill	101,510
11	19-03-2013	Electric Bill	75,035
12	19-03-2013	Gas Bill	102,510
13	22-04-2013	Electric Bill	24,129
14	19-07-2013	Gas Bill	3,740
15	19-07-2013	Electric Bill	7,125
16	21-11-2013	Electric Bill	76,159
17	21-11-2013	Gas Bill	99,972
18	21-11-2013	Electric Bill	76,159
19	19-12-2013	Electric Bill	99,972
20	23-11-2013	Gas Bill	45,659
21	23-11-2013	Electric Bill	32,560
22	23-11-2013	Electric Bill	7,353
23	09-01-2014	Gas Bill	127,520
24	09-01-2014	Electric Bill	18,650
25	21-01-2014	Electric Bill	21,803
26	18-02-2014	Electric Bill	85,810
27	18-02-2014	Gas Bill	44,478
28	20-02-2014	Electric Bill	14,500
29	21-03-2014	Gas Bill	174,350
30	30-09-2014	Mess Charges	20,000
31	30-09-2014	Mess Charges	37,000
32	01-10-2014	M/S Usman Floor Mills	57,375
33	30-09-2014	Mr. M.Ali	20,000

34	30-09-2014	Amanullah	37,000
35	18-12-2014	Amanullah	100,000
36	22-12-2014	Electric Bill	143,000
37	22-12-2014	Capital Book Depot	98,000
38	07-05-2015	Mess Charges	338,735
39	07-05-2015	Mr. Abdul Qayyum	368,167
40	28-05-2015	Student Card	50,662
41	04-06-2015	Books	292,914
42	08-06-2015	Fresh Items	20,000
43	22-06-2015	Mess Charges	82,670
		Total	3,290,457

Annexure-19

Para 3.4.12

Unjustified Expenditure on account of Miscellaneous Grant without supporting vouchers - Rs 24.534 Million

S #	Cheque No.	Date	Amount (Rs)	To Whom Advance Paid	Particular
1	5716850	11-08-2010	284,625	Principal	Scholarships
2	2341803	23-09-2010	79,527	Principal	Electricity
3	2341805	11-10-2010	251,875	Principal	Scholarships
4	2341806	10-11-2010	251,875	Principal	Scholarships
5	2341811	10-01-2011	251,875	Principal	Scholarships
6	2341816	07-03-2011	425,000	Principal	Mess Items
7	2341817	07-03-2011	251,000	Principal	Scholarships
8	2341818	22-03-2011	66,900	Principal	Gas
9	2341819	09-04-2011	251,875	Principal	Scholarships
10	2341820	09-04-2011	425,000	Principal	Mess Items
11	2341821	05-05-2011	550,000	Principal	Mess Items
12	2341822	05-05-2011	314,375	Principal	Scholarships
13	2341823	23-05-2011	57,488	Principal	Electricity
14	2341824	02-06-2011	550,000	Principal	Mess Items
15	2341825	02-06-2011	314,375	Principal	Scholarships
16	2341826	20-06-2011	34,510	Sui Northern Gas	Gas
17	2341827	20-06-2011	167,085	IESCO	Electricity
18	2341828	29-06-2011	10,365	Miss Furkhanda	Salary
19	2341829	04-08-2011	94,708	M/S Wooden Craft Rwp	Furniture
20	2341830	11-10-2011	2,934	ITO	Income Tax
21	2341831	11-10-2011	427	Sale Tax Office	Sales Tax
22	2341832	16-08-2011	88,132	M/S Wooden Craft Rwp	Furniture
23	2341833	11-10-2011	2,730	ITO	Income Tax
24	2341834	11-10-2011	398	Sale Tax Office	Sales Tax
25	5716835	23-07-2011	24,490	Sui Northern Gas	Gas
26	2341836	23-07-2011	49,127	IESCO	Electricity
27	2341837	09-08-2011	11,960	Miss Furkhanda	Salary
28	2341839	24-08-2011	7,891	IESCO	Electricity
29	2341840	27-08-2011	11,960	Miss Furkhanda	Salary
30	2341841	12-09-2011	336,000	Principal	Mess Items

31	2341842	22-09-2011	1,750	Sui Northern Gas	Gas
32	2341843	12-10-2011	400,000	Principal	Mess Items
33	2341844	03-11-2011	440,000	Principal	Mess Items
34	2341845	02-12-2011	325,000	Principal	Mess Items
35	2341848	05-01-2012	252,625	Principal	Scholarships
36	2341849	05-01-2012	1,010,500	Principal	Scholarships
37	2341850	13-01-2012	434,000	Principal	Mess Items
38	3800401	25-01-2012	235,000	Principal	Mess Items
39	3800402	16-02-2012	434,675	Principal	Mess Items
40	3800403	20-02-2012	252,625	Principal	Scholarships
41	3800404	20-03-2012	418,000	Principal	Mess Items
42	3800405	20-03-2012	244,625	Principal	Scholarships
43	3800406	20-03-2012	22,171	IESCO	Electricity
44	3800407	20-03-2012	103,550	Sui Northern Gas	Gas
45	3800408	11-04-2012	244,625	Principal	Scholarships
46	3800409	08-05-2012	625,000	Principal	Mess Items
47	3800410	08-05-2012	103,500	Principal	Scholarships
48	3800411	11-05-2012	625,000	Principal	Mess Items
49	3800412	11-05-2012	348,125	Principal	Scholarships
50	3800414	21-5-12	51,810	Sui Northern Gas	Gas
51	3800415	24-5-12	6,363	IESCO	Electricity
52	3800416	07-06-2012	625,000	Principal	Mess Items
53	3800417	07-06-2012	348,125	Principal	Scholarships
54	3800418	20-6-2012	83,813	M/S Wooden Craft Rwp	Furniture
55	3800419	30-6-2012	2,607	ITO	Income Tax
56	3800420	29-6-2012	86,194	M/S Wooden Craft Rwp	Furniture
57	3800421	30-6-2012	3,126	ITO	Income Tax
58	3800422	30-6-2012	87,313	M/S Wooden Craft Rwp	Furniture
59	3800423	30-6-2012	3,167	ITO	Income Tax
60	3800424	16-9-2012	949,375	Principal	Mess Items
61	3800425	05-10-2012	850,000	Principal	Mess Items
62	3800426	27-11-2012	500,000	Principal	Mess Items
63	3800427	12-12-2012	200,000	Principal	Mess Items
64	3800428	15-01-2013	100,000	Principal	Mess Items

65	3800429	21-01-2013	9,854	IESCO	Electricity
66	3800431	21-01-2013	1,048,125	Principal	Scholarships
67	3800432	21-01-2013	650,000	Principal	Mess Items
68	3800434	21-01-2013	90,440	Sui Northern Gas	Gas
69	3800435	01-03-2013	500,000	Principal	Mess Items
60	3800436	02-04-2013	500,000	Principal	Mess Items
71	3800437	21-05-2013	500,000	Principal	Mess Items
72	3800438	06-06-2013	500,000	Principal	Mess Items
73	3800439	17-06-2013	500,000	Principal	Mess Items
74	3800440	26-06-2013	265,000		
75	3800441	23-07-2013	8,350	IESCO	Electricity
76	3800442	23-07-2013	27,500	Sui Northern Gas	Gas
77	3800443	23-07-2013	87,284	M/S Wooden Craft Rwp	Furniture
78	3800444	23-07-2013	95,043	M/S Wooden Craft Rwp	Furniture
79	3800445	05-08-2013	162,740	Abdul Qayyum Supplier	Unknown
80	3800446	15-08-2013	47,635	Abdul Qayyum Supplier	Unknown
81	3800447	16-08-2013	13,860	Sui Northern Gas	Gas
82	3800448	28-08-2013	2,593	IESCO	Electricity
83	3800450	28-08-2013	306,250	Principal	Unknown
84	3800451	03-09-2013	250,000	Principal	Unknown
85	3800452	13-09-2013	307,500	Principal	Unknown
86	3800453	17-09-2013	20,830	Sui Northern Gas	Gas
87	3800454	20-09-2013	97,778	IESCO	Electricity
88	3800457	09-10-2013	200,000	Principal	Unknown
89	3800458	21-10-2013	45,760	Sui Northern Gas	Gas
90	3800459	20-11-2013	78,255	Principal	G+Elect
91	3800468	03-03-2014	405,000	Principal	Unknown
92	3800471	14-03-2014	87,898	ITO	Income Tax
93	3800474	17-04-2014	605,000	Principal	Unknown
94	3800475	09-05-2014	301,250	Principal	Unknown
95	3800478	16-05-2014	110,000	Principal	Loan to Board
96	3800479	03-06-2014	602,500	Principal	Unknown
97	3800482	20-06-2014	35,256	ITO	Income Tax
98	3800483	20-06-2014	15,228	IESCO	Electricity

99	3800486	21-10-2014	200,000	Principal	Mess Items
100	3800488	28-10-2014	32,150	Principal	Mess Items
101	3800492	11-11-2014	200,000	Principal	Mess Items
102	3800497	14-01-2015	30,000	Vice Principal	Mess Items
103	3800498	28-02-2015	4,500	Vice Principal	Books
104	5133009	04-06-2015	5,000	Principal	Mess Items
		Total	24,534,750		

Annexure-20

Para 3.4.15

**Unjustified Expenditure on Stipends & Food Charges for Summer Vacations -
Rs 1.155 million****Model Deeni Madrassah, Islamabad**

S. No.	Financial Year	Period of Vacation	Months	No. of Students	No. of Border Students	Stipends @ Rs 500 PM	Food Charges Rs 1,000 PM
1	2010-11	18-06-2010 to 01-08-2010	1	113	56	56,500	56,000
2	2011-12	20-06-2011 to 04-09-2011	2	86	56	86,000	56,000
3	2012-13	25-06-2012 to 31-08-2012	2	82	49	82,000	98,000
4	2013-14	17-06-2013 to 16-08-2013	2	125	24	125,000	48,000
5	2014-15	02-06-2014 to 04-08-2014	2	110	20	110,000	40,000
Total				516	205	459,500	298,000
Total-I							757,500

Model Deeni Madrassah, Karachi

S. No.	Financial Year	Period of Vacation	Total Days	No. of Students	Stipends @ Rs500 per month per student
1	2010-11	18-06-2010 to 01-08-2010	49	104	52,000
2	2011-12	20-06-2011 to 04-09-2011	76	104	104,000
3	2012-13	25-06-2012 to 31-08-2012	68	85	85,000
4	2013-14	17-06-2013 to 16-08-2013	61	82	41,000
5	2014-15	02-06-2014 to 04-08-2014	64	115	115,000
Total-II					397,000
Grand Total					1,154,500

Annexure-21

Para 3.4.16

Non-Payment of stipends to students - Rs 8.533 Million

S #	Cheque No.	Date	Amount (Rs)	Drawn By
1	5716848		235,250	Principal
2	5716850	11-08-2010	284,625	Principal
3	2341802	27-9-10	260,625	Principal
4	2341805	11-10-2010	251,875	Principal
5	2341806	10-11-2010	251,875	Principal
6	2341809	10-12-2010	251,875	Principal
7	2341811	10-01-2011	251,875	Principal
8	2341813	21-02-2011	251,875	Principal
9	2341817	07-03-2011	251,000	Principal
10	2341819	09-04-2011	251,875	Principal
11	2341822	05-05-2011	314,375	Principal
12	2341825	02-06-2011	314,375	Principal
13	2341848	05-01-2012	252,625	Principal
14	2341849	05-01-2012	1,010,500	Principal
15	3800403	20-02-2012	252,625	Principal
16	3800405	20-03-2012	244,625	Principal
17	3800408	11-04-2012	244,625	Principal
18	3800410	08-05-2012	103,500	Principal
19	3800412	11-05-2012	348,125	Principal
20	3800417	07-06-2012	348,125	Principal
21	3800431	21-01-2013	1,048,125	Principal
22	3800474	17-04-2014	605,000	Principal
23	3800475	09-05-2014	301,250	Principal
24	3800479	03-06-2014	602,500	Principal
		Total	8,533,125	

Payment of Stipend to Non-*Mustahiq* Students –Rs 2.112 Million

S. #	Name of Student	Class	Year	Stipend×Month ×Year	Total Amount
1	Haseeba Shams	8 th	2012-13	1500*12*3	54,000
2	Sana Ashraf	6 th	2012-13	1500*12*3	54,000
3	Nafeesa Shabir	6 th	2012-13	1500*12*3	54,000
4	Sanobar Mushtaq	6 th	2012-13	1500*12*3	54,000
5	Nayab Qamar	7 th	2012-13	1500*12*3	54,000
6	Nadra Salee	6 th	2012-13	1500*12*3	54,000
7	Bable Shaheen	7 th	2012-13	1500*12*3	54,000
8	Huma Mir	7 th	2012-13	1500*12*3	54,000
9	Nadia	6 th	2012-13	1500*12*3	54,000
10	Beenish	6 th	2012-13	1500*12*3	54,000
11	Sehrish	6 th	2012-13	1500*12*3	54,000
12	Naila	9 th	2012-13	1500*12*3	54,000
13	Shaguftha Kazmi	8 th	2012-13	1500*12*3	54,000
14	Nabeela Gulistan	8 th	2012-13	1500*12*3	54,000
15	Saeeda	8 th	2012-13	1500*12*3	54,000
16	Hafsa	5 th	2012-13	1500*12*3	54,000
17	Laraib	6 th	2012-13	1500*12*3	54,000
18	Ayesha Zaraf	6 th	2012-13	1500*12*3	54,000
19	Sadia Shoukat	6 th	2012-13	1500*12*3	54,000
20	Shgufta	6 th	2012-13	1500*12*3	54,000
21	Kianat	9 th	2012-13	1500*12*3	54,000
22	Naila	6 th	2012-13	1500*12*3	54,000
23	Sidra	1 st	2013-14	1500*12*2	36,000
24	Nadia Naz	1 st	2013-14	1500*12*2	36,000
25	Dua Rahman	6 th	2013-14	1500*12*2	36,000
26	Nazish	6 th	2014-15	1500*12*1	18,000
27	Bushra Akhtar	6 th	2014-15	1500*12*1	18,000
28	Savaira	8 th	2014-15	1500*12*1	18,000
29	Aleena	6 th	2012-13	1500*12*3	54,000
30	Adila Sheraz	6 th	2012-13	1500*12*3	54,000
31	Iqra	6 th	2012-13	1500*12*3	54,000
32	Khansa	8 th	2012-13	1500*12*3	54,000
33	Samman	6 th	2012-13	1500*12*3	54,000
34	Sehrish	8 th	2012-13	1500*12*3	54,000

35	Samina	6 th	2012-13	1500*12*3	54,000
36	Maryam	6 th	2012-13	1500*12*3	54,000
37	Sehrish	8 th	2013-14	1500*12*2	36,000
38	Sana	8 th	2013-14	1500*12*2	36,000
39	Ghazala	8 th	2014-15	1500*12*1	18,000
40	Keyalzeb	1 st	2014-15	1500*12*1	18,000
41	Sumaira	2 nd	2014-15	1500*12*1	18,000
42	Nazia	9 th	2014-15	1500*12*1	18,000
43	Samina	2 nd	2014-15	2225*12*1	26,700
44	javairia	1 st	2014-15	2225*12*1	26,700
45	Nighat	1 st	2014-15	2225*12*1	26,700
46	Nudrat	1 st	2014-15	2225*12*1	26,700
47	Safia	2 nd	2014-15	2225*12*1	26,700
48	Nabila	2 nd	2014-15	2225*12*1	26,700
49	Hifsa Shaheen	1 st	2014-15	2225*12*1	26,700
	Total				2,112,900

**Payment out of Zakat Fund to Students whose fathers are Government Servant
–Rs 2.447 Million**

S. #	Name of Student	Father name	Class	Year	Stipend× Month× Year	Amount (Rs)
1	Sana Shezad		8 TH	2014-15	1500*12*1	18,000
2	Shaneela	Abdul Hassan	6 TH	2014-15	1500*12*1	18,000
3	Hadiqa	Abdul Hassan	6 TH	2014-15	1500*12*1	18,000
4	Khushbakht	Fazle Subhan	6 TH	2014-15	1500*12*1	18,000
5	Javeria	Shafiurahman	6 TH	2014-15	1500*12*1	18,000
6	Sadaf	Muhammad Nazir	1 st	2013-14	2225*12*2	53,400
7	Hira	Muhammad	1 st	2013-14	2225*12*2	53,400
8	Iqra	Riaz Ahmad	9 TH	2013-14	1500*12*2	36,000
9	Alishba	Malik Bashir	6 TH	2013-14	1500*12*2	36,000
10	Fatima	Muhammad Shafi	6 TH	2013-14	1500*12*2	36,000
11	Maryum	Mehmood	9 TH	2012-13	1500*12*3	54,000
12	Wajiha	Muhammad Khan	7 TH	2012-13	1500*12*3	54,000
13	Muqaddas	Muhammad Rafiq	6 TH	2012-13	1500*12*3	54,000
14	Bibi Yasmin	Muhammad Ishaq	6 TH	2012-13	1500*12*3	54,000
15	Mahnoor Fatima	Shafiq	6 TH	2012-13	1500*12*3	54,000
16	Maryum	Tariq Hussain	6 TH	2012-13	1500*12*3	54,000
17	Sawera	Akram	9 TH	2011-12	1500*12*4	72,000
18	Gazala	Khadim Hussain	8 TH	2011-12	1500*12*4	72,000
19	Azra	Haji Faqir Ahmad	8 TH	2011-12	1500*12*4	72,000
20	Maryam	Gul Muhammad	6 TH	2011-12	1500*12*4	72,000
21	Saba	Iftikhar Ahmad	6 TH	2011-12	1500*12*4	72,000
22	Nimra	Samiullah Hamayun	7 TH	2011-12	1500*12*4	72,000
23	SIDRA	Muhammad Aksar	7 TH	2011-12	1500*12*4	72,000

24	Gul Sanobar	Tariq Aziz	6 TH	2011-12	1500*12*4	72,000
25	Nimra Javaid	javaid Iqbal	6 TH	2011-12	1500*12*4	72,000
26	Sidra Ayub	Muhammad Ayub	6 TH	2011-12	1500*12*4	72,000
27	Razia	Muhammad Riaz	6 TH	2011-12	1500*12*4	72,000
28	Tabassum	Banaras Khan	6 TH	2011-12	1500*12*4	72,000
29	Javairia Irfan	Irfanullah	6 TH	2011-12	1500*12*4	72,000
30	Mavia Mehmood	Nasir Mehmood	6 TH	2011-12	1500*12*4	72,000
31	Saima	Muhammad Nawaz	8 TH	2010-11	1500*12*5	90,000
32	Sumera	Muhammad Nawaz	8 TH	2010-11	1500*12*5	90,000
33	Saba	Raja Aftab Ahmad	6 TH	2010-11	1500*12*5	90,000
34	Palwasha	Muhammad Basharat	6 TH	2010-11	1500*12*5	90,000
35	Khadija Bibi	Muhammad Bahadur	6 TH	2010-11	1500*12*5	90,000
36	Hifsa Bibi	Jamshed Akhtar	6 TH	2010-11	1500*12*5	90,000
37	Samman	Masaooduraha man	6 TH	2010-11	1500*12*5	90,000
38	Kausar	Abdul Hameed	6 TH	2010-11	1500*12*5	90,000
39	Iqra	Muhammad Younas	6 TH	2010-11	1500*12*5	90,000
				Total		2,446,800

Annexure-24

Para 3.4.20

**Payment of stipends to students without acknowledgement receipt –
Rs 2.423 Million**

S. No.	Year	Cheque #	Date	Amount (Rs)
1	2010-11	0158367	18-10-2010	46,500
2	2010-11	0158371	14-12-2010	92,000
3	2010-11	0158374	13-01-2011	43,500
4	2010-11	0158379	11-02-2011	45,000
5	2010-11	0158382	14-03-2011	44,500
6	2010-11	0158385	22-04-2011	41,000
7	2010-11	0158388	17-05-2011	57,000
8	2010-11	0158390	28-05-2011	10,500
9	2010-11	0158392	14-06-2011	90,500
10	2010-11	0158360	02-09-2010	90,500
11	2011-12	4883959	11-01-2012	299,750
12	2011-12	4883963	03-04-2012	139,875
13	2011-12	4883967	22-05-2012	6,000
14	2011-12	4883971	20-06-2012	116,375
15	2012-13	4883978	18-10-2012	90,000
16	2012-13	4883986	28-02-2013	104,000
17	2012-13	4883998	13-06-2013	151,000
18	2013-14	8263909	08-10-2013	113,000
19	2013-14	8263919	20-12-2013	119,000
20	2013-14	8263929	21-03-2014	122,000
21	2013-14	8263933	24-04-2014	50,000
22	2013-14	8263937	28-05-2014	140,000
23	2013-14	8263940	17-06-2014	30,320
24	2014-15	8263948	13-10-2014	167,000
25	2014-15	8263952	16-01-2015	164,000
26	2012-13	4883995	23-05-2013	50,000
	2014-15		Total	2,423,320

Annexure-25

Para 4.3.3

Loss to Zakat fund due to charge of medicines to Zakat fund at excess rates and purchase of medicines in low potency – Rs 1.282 million

Sr. No.	Name of Medicine	Rate charged from Bait-ul Mal	Rate charged from Zakat (After allowing 23% discount)	Excess rate charged per unit (Rs)	Remarks
1	Paclitaxil 30 mg (Medinet)	1,740	3,973	2,233	<i>Further detail given below</i>
2	Docetaxil 20 mg inj(medinet)	3,890	5,775	1,885	-do-
3	Taxotere 20 mg inj	4,890	6,160	1,270	-do-
4	Temozolamide 100 mg	1,560	4,774	3,214	-do-
5	Thrombomax 1.5 mg	4,620	5,390	770	-do-
6	Isoxan 2gm inj	1,070	1,540	470	-do-
7	Gemzar 200mg	1,500	1,971	471	-do-

Annexure- 25(1)

Sr. No.	Name of Medicine	Invoice No. / Date	Rate charged from Bait-ul Mal	Rate charged from Zakat (After 23% discount)	Quantity issued to Zakat patient	Excess Amount charged from Zakat after disc. (Qtyxdiff.)
1	Paclitaxil 30 mg (Medinet)	88711 / 24-04-15	1,740	3,973	9	20,097
	-do-	89840 / 02-05-15	-do-	-do-	10	22,330
	-do-	90258 / 05-05-15	-do-	-do-	8	17,864
	-do-	91090 / 09-05-15	-do-	-do-	9	20,097
	-do-	91271 / 11-05-15	-do-	-do-	8	17,864
	-do-	91868 / 14-05-15	-do-	-do-	10	22,330

	-do-	92264 / 16-05-15	-do-	-do-	9	20,097
	-do-	93088 / 21-05-15	-do-	-do-	8	17,864
	-do-	93188 / 21-05-15	-do-	-do-	10	22,330
	-do-	93725 / 25-05-15	-do-	-do-	9	20,097
	-do-	93852 / 26-05-15	-do-	-do-	13	29,029
	-do-	94042 / 27-05-15	-do-	-do-	8	17,864
2	Docetaxil 20 mg inj (medinet)	91125 / 09-05-15	3,890	5,775	6	11,310
	-do-	92693 / 19-05-15	-do-	-do-	7	13,195
	-do-	92755 / 19-05-15	-do-	-do-	8	15,080
	-do-	92872 / 20-05-15	-do-	-do-	7	13,195
	-do-	93153 / 21-05-15	-do-	-do-	7	13,195
	-do-	93440 / 23-05-15	-do-	-do-	7	13,195
	-do-	93882 / 26-05-15	-do-	-do-	7	13,195
3	Taxotere 20mg inj	88657 / 23-04-15	4,890	6,160	8	10,160
	-do-	88951 / 25-04-15	-do-	-do-	6	7,620
	-do-	89184 / 28-04-15	-do-	-do-	6	7,620
	-do-	89299 / 28-04-15	-do-	-do-	7	8,890
	-do-	89331 / 28-04-15	-do-	-do-	7	8,890
	-do-	89416 / 89416	-do-	-do-	6	7,620
	-do-	89836 /	-do-	-do-	7	8,890

		02-05-15				
	-do-	89867 / 02-05-15	-do-	-do-	6	7,620
	-do-	89917 / 02-05-15	-do-	-do-	7	8,890
	-do-	90444 / 06-05-15	-do-	-do-	7	8,890
	-do-	90459 / 06-05-15	-do-	-do-	5	6,350
	-do-	90873 / 05-05-15	-do-	-do-	8	10,160
	-do-	90988 / 09-05-15	-do-	-do-	6	7,620
	-do-	92036 / 15-05-15	-do-	-do-	6	7,620
	-do-	92822 / 20-05-15	-do-	-do-	6	7,620
	-do-	93589 / 24-05-15	-do-	-do-	7	8,890
	-do-	93628 / 25-05-15	-do-	-do-	6	7,620
	Temozolamide 100mg	89069 / 27-04-15	1,560	4,774	10	32,140
		90599 / 06-05-15	-do-	-do-	30	96,420
		94140 / 27-05-15	-do-	-do-	10	32,140
	Thrombomax 1.5 mg	88711 / 24-04-15	4,620	5,390	1	770
		91125 / 09-05-15	-do-	-do-	1	770
		93188 / 21-05-15	-do-	-do-	1	770
	Isoxan 2gm inj	93852 / 26-05-15	1,070	1,540	5	2,350
	Gemzar 200mg	93964 / 26-06-15	1,500	1,971	1	471
	Total					647,029

Annexure- 25(2)

i) Rates obtained by IRNUM Peshawar through open tenders during FY 2014-15:

Sr. No.	Name of Medicine	Manufacturer Name					Average rate per unit
		ATKO FK	SANDOZE	FEROZ SONS	CIPLA	CCL	
1	Docetaxil 80 mg	6,500	4,975	9,000	6,100	5,000	6,315
2	Paclitaxil 100 mg	3,100	-	4,300	3,100	-	3,500
3	Paclitaxil 300 mg	9,900	7,500	12,500	-	-	9,967

ii) Calculation of Loss incurred to Zakat fund

Name of Medicine with available potency / packing	Price charged by NORI / 20 mg unit	Total units purchased during 2014-15	Total Amount charged from Zakat Fund	No. of patients treated	Average dose of one patient as prescribed by doctor	Amount required if purchased at max. available potency (Avg.rate x no. of patients treated)	Loss to Z.F
Docetaxil 80 mg	3,890	162	630,180	24	135 mg	303,120	<u>327,060</u>
Paclitaxil 300 mg	3,973	111	441,003	13	255 mg	129,571	311,432
Paclitaxil 100 mg	3,973	111	441,003	13	255 mg	136,500	304,503
Paclitaxil	Average (311,432+304,503/2)						<u>307,967</u>
Total loss							635,027

List of ZCCAs / ZCOs audited

S. No.	Name of ZCCA
1	Central Depository Company of Pakistan Ltd, Karachi
2	Dewan Farooque Motors Limited KARACHI.
3	General Tyre & Rubber Co. of Pakistan Ltd Karachi.
4	Arif Habib Corporation Limited Karachi.
5	Dewan Salman Fibre Limited, Karachi.
6	Engro Fertilizers Limited, Karachi.
7	Attock Cement (Pakistan) Limited, Karachi.
8	Dewan Cement Limited, Karachi.
9	Hub Power Company Limited, Karachi.
10	SUPARCO Karachi
11	DAO Shikarpur
12	N.I.T Limited, Karachi
13	CMA Karachi
14	National Savings Centre Karachi
15	Habib Metropolitan bank, Karachi
16	Faysal Bank Limited, Karachi
17	National Bank of Pakistan, Karachi
18	Central Depository Company Limited, Islamabad
19	Meezan Bank limited Karachi
20	Bank Alfalah Limited, Karachi
21	DAO Sanghar
22	Agritech Limited , Lahore
23	Descon Chemicals Limited, Lahore
24	Baluchistan Glass Limited, Lahore
25	D.G. Khan Cement Company Limited, Lahore
26	Gharibwal Cement Limited, Lahore
27	Maple Leaf Cement Factory Limited, Lahore
28	Nishat Chunian Power Limited, Lahore
29	Azgard Nine Limited, Lahore

30	Albaraka Bank (Pakistan) Limited, Lahore
31	National Saving centre Ichra Lahore
32	National Saving centre Baghbanpura Lahore
33	Security and Exchange Commission of Pakistan
34	Dubai Islamic Bank, Lahore
35	DAO Rahim Yar Khan
36	JS Bank Limited, Lahore
37	Bank Islami Ltd, Jail Road main Branch Lahore
38	Bank Islami Pakistan Ltd (KASB Bank Limited), Raiwand Road Lahore
39	Summit Bank Limited, Lahore
40	National Saving Centre Lahore
41	Habib Bank Limited, Lahore
42	Bank Al Habib Limited, Lahore
43	National Bank of Pakistan, Gilgit
44	UBL, Quetta
45	District Accounts Office, Rawalpindi
46	National Bank of Pakistan Islamabad
47	District Accounts Office, Nowshera
48	Bank of Khyber, Peshawar
49	UBL, Peshawar
50	National Saving Center Rawalpindi
51	CMA Quetta
52	CMA ISO Rawalpindi

Annexure-27**List of LZCs audited**

Sr. No.	Name of LZC	Code No. of LZC
1.	Athal	10001
2.	New Shakrial	10194
3.	Sihala-II	10157
4.	Bhangril	10082
5.	Rawat-II	10047
6.	Bakar Akoo	10084
7.	Chattar Karlot	10115
8.	Chatha Bakhtawar	10088
9.	Rawat-III	10047
10.	Chohan Sorien	10091
11.	Rawat-IV	10047
12.	Darkala	10094
13.	Sihala-III	10188
14.	Dhoke Paracha	10095
15.	Drek Mori	10004
16.	Darwala	10093
17.	Gokina	10102
18.	Ghora Mast	10099
19.	Golra Sharif	10008
20.	Herno Thanda Pani	10009
21.	Hernogher	10104
22.	Jagiot	10108
23.	Jori Budhana Khurd	10077
24.	Jhang Saydan	10106
25.	Jaba Tali	10030
26.	Humak-I	10059
27.	Kirpa-I	10033
28.	Kuri	10035
29.	Khana Dak	10031
30.	Humak-III	
31.	Loi Bher	10036
32.	Lidhot	10116
33.	Malot	10037
34.	Mohra Begwal	10118
35.	Mohra Nagyal	10120

36.	Humak-II	10056
37.	Malpur	10038
38.	Mughal	10061
39.	Mera Sumbal Akoo	10119
40.	Nilor	10124
41.	Noor Pur Shahn	10040
42.	Naryas Pudho	10126
43.	Nogazi	10123
44.	Nara Syadan	10039
45.	Narola	10125
46.	Noon	10122
47.	Pind Malkan	10127
48.	Phulgram-I	10042
49.	Phulgram-II	10043
50.	Panjgaran	10129
51.	Pehont	10132
52.	Pona Faqiran	10065
53.	Rawal Town	10064
54.	Rawat-I	10047
55.	Shahdara-I	
56.	Said Pur	10048
57.	Sohan	10055
58.	Sihali	10138
59.	Shah Allah Ditta	10051
60.	Sangiani-I	10050
61.	Seri Saral	10078
62.	Sihala-I	10054
63.	Sheikh Pur	10053
64.	Tumair-I	10057
65.	Talhar	10074
66.	Tarlai Kalan	10156
67.	Pind Paracha	10134
68.	G-6/3-4	10021

69.	G-6/1-3	10058
70.	G-7/3-1	10070
71.	G-7/3-3	10151
72.	G-7/-4	10025
73.	G-8/3-4	10026
74.	G-9/1-4	10144
75.	G-9/3	10146
76.	F-6/3	10012
77.	F-7/1-4	1410
78.	F-8/3-4	10017
79.	G-10	10153
	Total	