

# AUDITOR'S REPORT

FUTURE GENERATIONS EMPOWEREMENT  
ORGANIZATION

**FGEO**

**For the year ended December 31, 2016**



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## INDEPENDENT AUDITOR'S REPORT

Executive Director  
Future Generation Empowerment Organization  
(FGEO).  
Kabul, Afghanistan

### Opinion

We have audited the financial statements of Future Generation Empowerment Organization (hereafter referred to as "FGEO"), which comprise the statement of Receipt and Payment for the year ended December 31, 2016, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects the Statement of Receipt and Payment of Future Generation Empowerment Organization (FGEO) for the year ended December 31, 2016 in accordance with the Cash Basis of Accounting.

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Afghanistan, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Note 2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.




- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For and on behalf of

*FinanceSeers*



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**Audit & Consultancy Services**

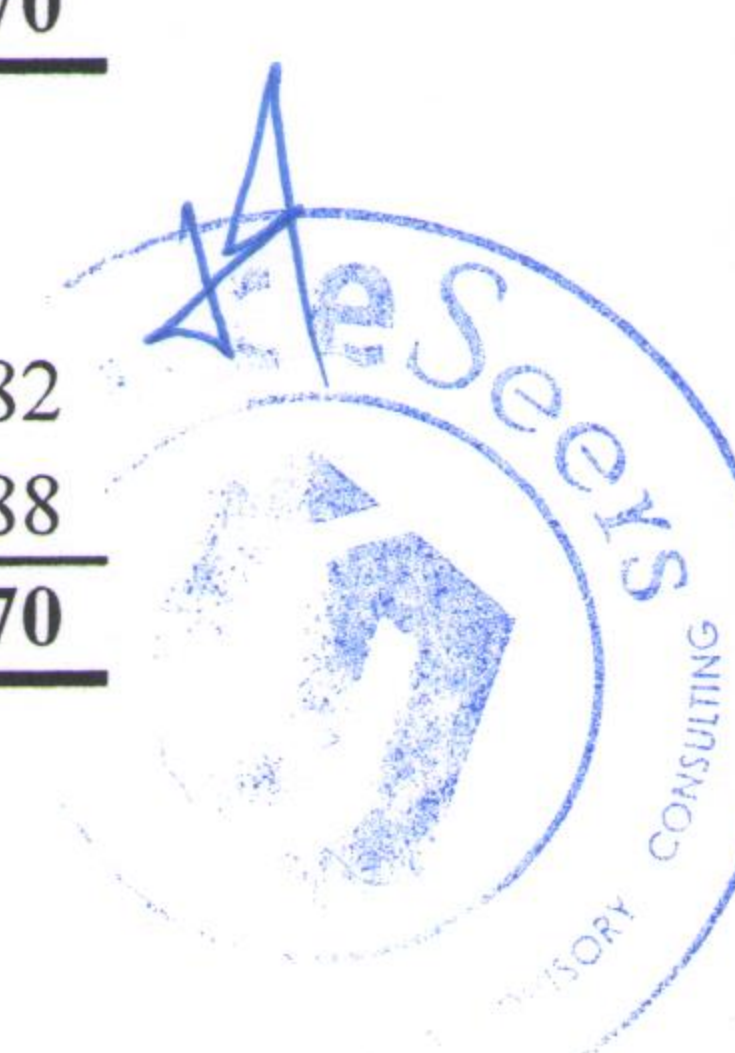
Khair Khana, Zone 2, House 202,  
Kabul, Afghanistan

Date: March 13, 2017



**FUTURE GENERATION EMPOWERMENT ORGANIZATION**  
**INCOME AND EXPENDITURE STATEMENT**  
**For the period ended December 31, 2016**

	Note	2016	2015
		----- USD -----	
<b>INCOME</b>			
Opening balance		3,470	-
Grant Received during the year		36,178	6,000
	3	<u>39,648</u>	<u>6,000</u>
<b>EXPENDITURE</b>			
Staff salaries and benefits		13,500	1,300
Computers		-	621
Office equipments		18	-
Other IT Equipment		49	311
Stationery		312	-
Office supplies		1	-
Work permit Expenses		-	5
Repair & Maintenance		30	-
Legal fee & registration expenses		194	157
Telephone Expenses		351	20
International Travel exp		-	3
Training expenses		632	-
Bank Charges		95	8
Meetings, Conferences		111	106
Exchange Loss		0.01	-
<b>Total Expenditure</b>		<u>15,292</u>	<u>2,530</u>
<b>Surplus/(Deficiency)</b>		<u>24,355</u>	<u>3,470</u>
<b>Represented by:</b>			
Bank		22,864	2,882
Cash in hand		1,491	588
		<u>24,355</u>	<u>3,470</u>



  
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**Finance Manager**

  
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**Country Director**



# FUTURE GENERATION EMPOWERMENT ORGANIZATION

## Notes to the accounts

For the period ended December 31, 2016

### 1 Nature and its Operations.

This organization has been established for the welfare of the young generation of afghanistan. It amis that those young generations who has suffered their future due to the political instabilty and due to war will be given proper due importance to bring them to the level of other educated people so that they can live their normal and healthy life. other organization aims that proper training will be delivered from all aspects so that they are potentially equipped and can serve itself. the organization has been established and registered with the ministry of economy on September 16, 2015.

### 2 Accounting Policy

#### Financial Year

FGEO uses tax year of Afghanistan as its financial year. Financial year starts on 01 date of January every year and ends on 31st day of December in the following year. These financial statements have been prepared for the period from January 01, 2016 to December 31, 2016.

#### Basis of Accounting

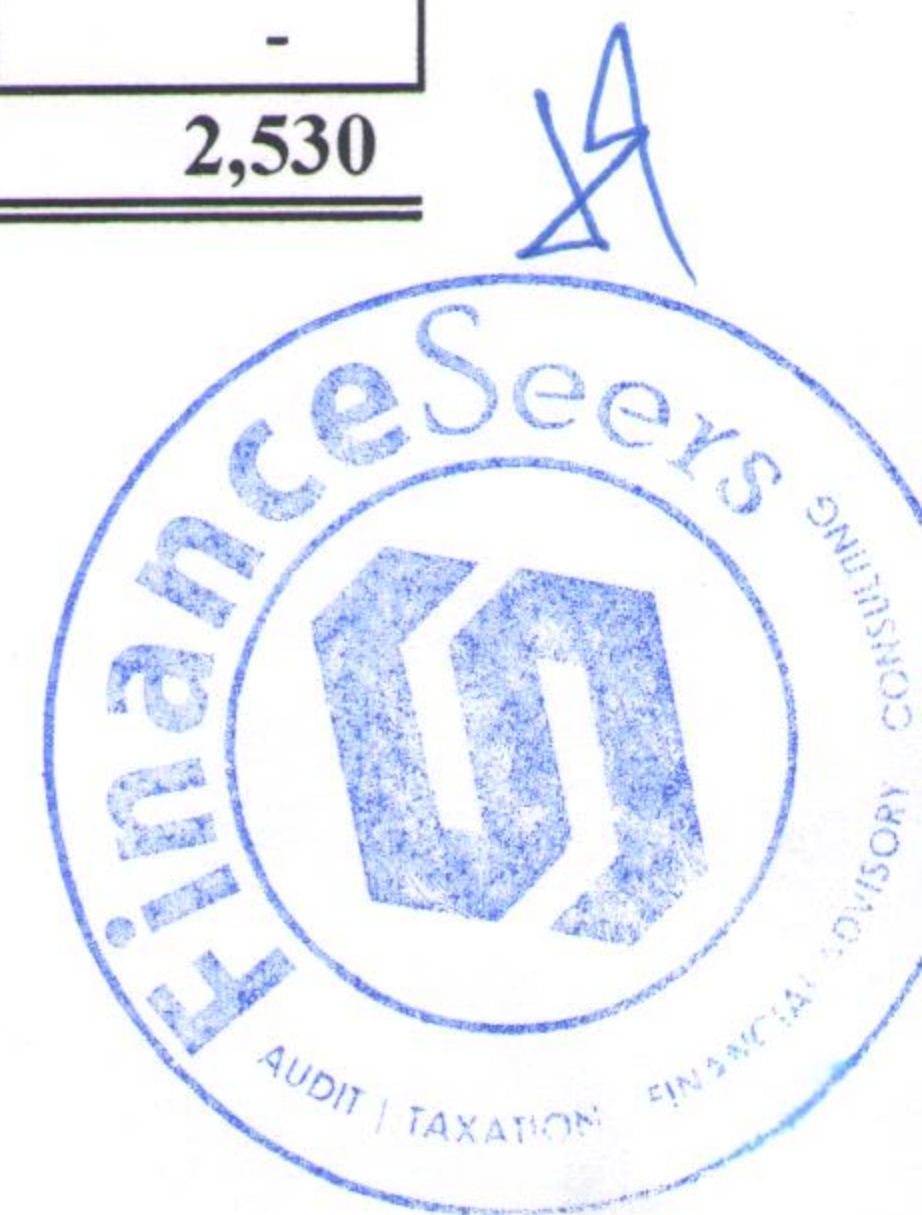
FGEO uses cash basis of accounting to prepare its Financial Statement.

### 3 Grant

	USD	USD
FGA/FGGS	6,600	-
FGA/French Embassy	19,148	-
FGA	5,430	-
FGGN	5,000	-
Funds received	<u>36,178</u>	<u>6,000</u>

### 4 Expenditure detail

Staff salaries and benefits	13,500	1,300
Computers	-	621
Office equipments	18	-
Other IT Equipment	49	311
Stationery	312	-
Office supplies	1	-
Work permit Expenses	-	5
Repair & Maintenance	30	-
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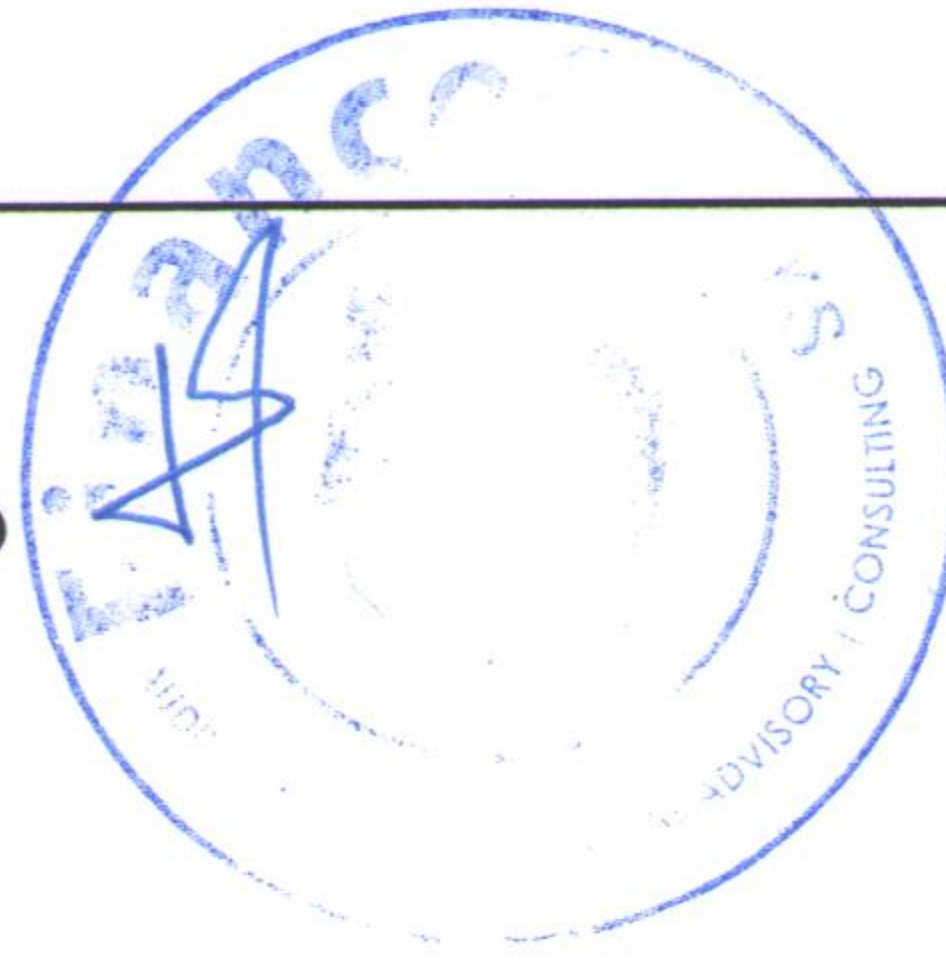


**FUTURE GENERATION EMPOWERMENT ORGANIZATION**  
**Notes to the accounts**  
**For the period ended December 31, 2016**

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**5 Rounding of Figures**

Figures have been rounded to the nearest of USD



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**Finance Manager**



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**Country Director**