



ANNUAL
REPORT

### Vision

### Development with Dignity ترقی عزت اور وقار کے ساتھ

### Mission

Indus Earth Trust's mission is to facilitate a movement to raise living standards by enhancing socio-economic conditions through an integrated development approach, which incorporates reduced use of fossil fuels, and Vision encourages the exploration of the Sustainable Development Goals while ensuring the protection of flora, fauna and marine life.



### © Copyright IET Annual Report 2020-2021

Indus Earth Trust (IET) is Pakistan based, not-for-profit organization working in the area of sustainable development. Established in 2000 to aid neglected coastal communities in Pakistan, IET realized the impossibility of pin pointing a single issue hindering development. IET's approach to planned interventions has thus been of Integrated Development. Our Programs target the main underlying issues affecting these communities program areas of Community Mobilization Program, Livelihood Development Program, WASH Program, Housing Program. Tackling these program areas simultaneously uplifts and benefits communities in a holistic manner. It is our belief that this methodology results in long lasting and sustainable change.

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**Published By** 

Indus Earth Trust (IET), Karachi, Sindh, Pakistan.



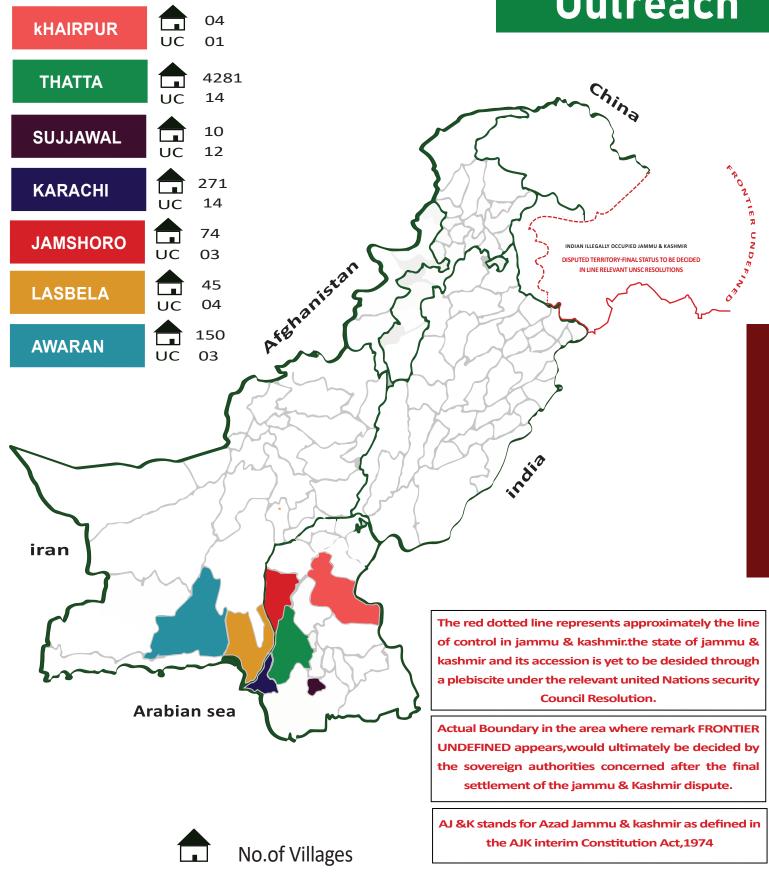


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### Outreach





No. of Union Councils





2020 and 2021 have been by far the most challenging years not just for the Indus Earth Trust but the entire world due to the COVID-19 pandemic. It is in this context that as the elected President of the Trust, i would like to express my appreciation to IET for rising to this challenge in innovative and creative ways.

The completion of on-going projects became challenging due to frequent lockdowns and closure of businesses. Due to the personal battles on the health and economic front, maintaining, and initiating anything new was a very difficult task. Most ran into time and cost overruns and had to be altered due to the new realities.

IET was also the implementer of a very sensitive program to foster peace and harmony between communities through a CVE (Countering Violent Extremism) programme. Indus Earth Trust developed CVE as sector component for the future plans.

The meeting of unique challenges that surfaced in the wake of the COVID-19 pandemic is an excellent indicator of the commitment and creativity of the team at the Indus Earth Trust to remain engaged with the most marginalised of communities.

Afia Salam

President of Board

Mà. Salas

## **Board of Trustee**



**Afia Salam**President of the Board



**Syed Salim Raza** *General Secretary of the Board* 



**Samar Ali Khan** *Trustee of the Board* 



**Faisal Kapadia** *Trustee of the Board* 



**Tazeen Hussain** *Trustee of the Board* 



**Sadaffe Abid** *Trustee of the Board* 



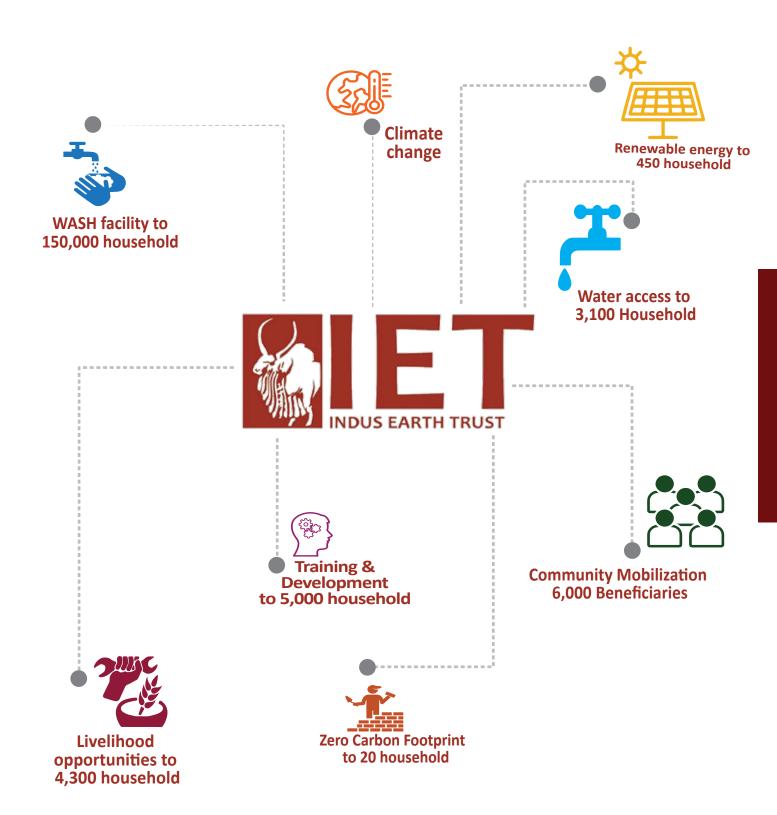


I am pleased to present Indus Earth Trust's 17th annual report for the year 2020-21. The Indus Earth Trust made an immense effort to combat COVID-19. Focus of Social Mobilization was diverted towards spreading awareness raising among communities on COVID-19 through CRPs, CO, VOs, LSOs. This drive was carried out in 30 UCs of Karachi, Thatta, and Sujawal districts which helped spread the precautionary messages to 1 million people. **Indus Earth Trust is grateful to** USAID/DAI, PPAF, Coca-Cola Foundation, Govt. of Pakistan, Ministry of Climate Change, etc for initiating various projects that supported community members across the coastal belt of Sindh, particularly in the neglected regions for their endeavors to combat poverty.

I am grateful to the Board of Trustees for continuous guidance and support, which played pivotal role in IET's growth. Indus Earth Trust team including who work directly with the local communities and during this difficult time of COVID-19; deserve my heartfelt gratitude for their dedication and belief in what they are doing. Success of the programme would not have been possible without continued support of community activists, particularly women members who have worked tirelessly. I owe them special thanks and I am confident that we will continue our efforts with same zeal and passion in the coming vears. Jahre Plan

Shahid sayeed Khan **Chief Executive Officer** 

## **Success of IET**



# **Project Activity**





# **Project Activity**





## Community Mobilization



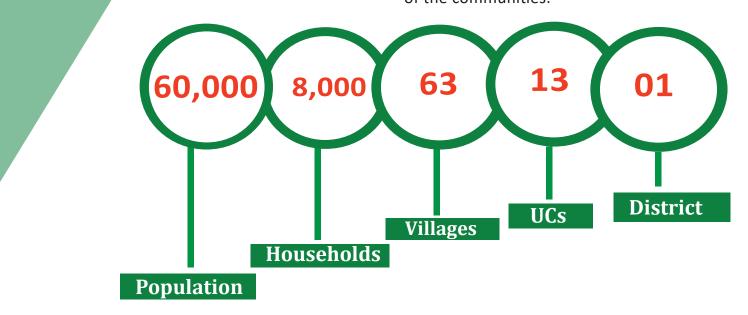
## Community Mobilization

Indus Earth Trust community mobilization's program engages and motivates underprivileged segments of the society towards poverty alleviation, community-based disaster risk management, and climate change adaptation at local level

The IET community mobilization's principle is to benefit the community as a whole and inclusive, and to ensure that the poorest and most vulnerable people to be served. Indus Earth Trust works with urban and rural men and women, youth, people with disabilities, minorities to release their potential abilities and skills so as to build their knowledge and enable them decide their own development priorities. We also help people to find the resources they need to meet their identified needs.

Indus Earth Trust faced so many challenges to communication with the communities during the COVID-19 pandemic. IET interacted with people and continued the services to the communities followed by the COVID-19 SOPs directed by the government of SINDH.

Indus Earth Trust increased the outreach 2020 in the context of the population, number of the household beneficiary, villages, union councils and districts and mobilized the different groups of the communities.



# Training and Development



# Training and Development

Indus Earth Trust trained women, men, youth and victim of violence in the marketable trainings. They have low skills, limited management abilities, and have few economic options. They have no access to capital – most of them are unqualified for formal credit programs

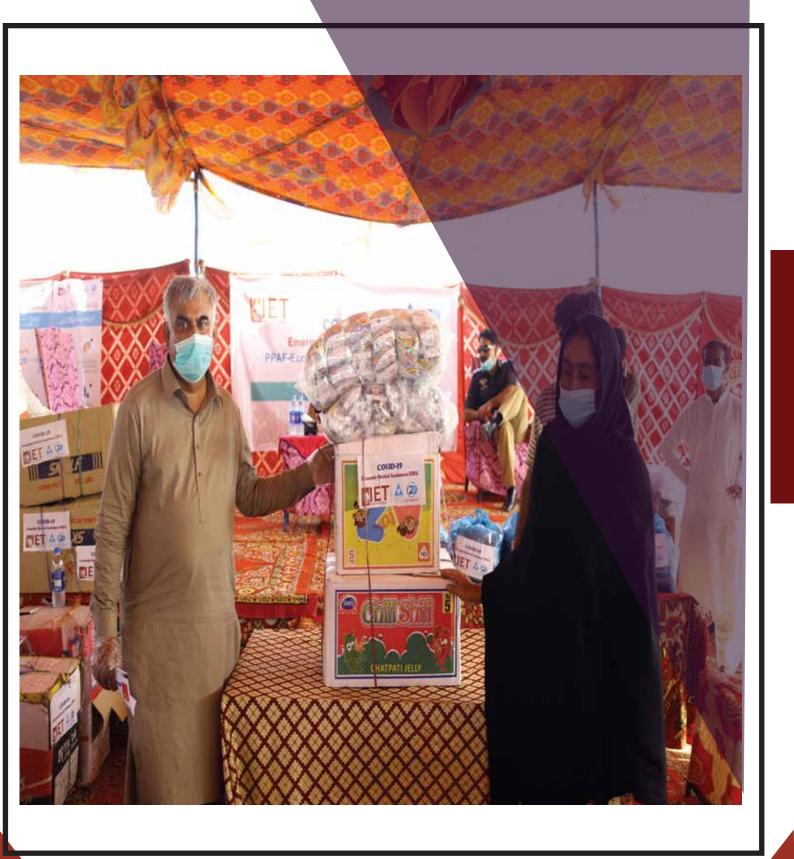
Different types of skills and competencies are required for successful work. They include foundation skills acquired through education and family life, technical and professional skills which enable a person to undertake a particular activity or task, business skills required to succeed in self-employment and core life skills, including attitudes, knowledge and personal attributes.

The Indus Earth Trust Training and Development Program is fully funded for the women headed households, youth, peoples with disabilities and minorities. IET provided a range of training opportunities and acquire marketable skills, decent work (waged employment or self-employment) and income of targeted vulnerable groups that helps the poor get into productive undertakings to help themselves and their communities.

### **Beneficiries Training**



## Livelihood and Enterprise development

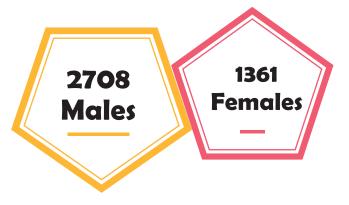


# Livelihood and Enterprise development

IET developed 73 small enterprises with consultation of victim families.

The Indus Earth Trust livelihood development program aims to achieving societal emancipation for the targeted populations by working with the individuals to break out of the cycle of poverty, disenfranchisement, stigma, discrimination, denial and hopelessness.

Indus Earth Trust Livelihood development program's is designed to help improve the quality of life for marginalized people by providing them with access to productive and non-productive assets for business health care, livelihood opportunity and protection; thereby giving them hope to constructively contribute to their communities.



### Targeted beneficiaries in ERA

Indus Earth Trust (IET) has vast experience of working with low income communities in Karachi on improving their livelihoods, helped these beneficiaries to identify their unique needs and skills, trained them in financial literacy, record keeping, small-scale enterprise development, income and expenditures, savings and profits, then by guiding them to develop their personalized livelihood investment plans and business models which could eventually be used for improving their family's economic conditions. In addition to the above, knowledge based enterprise development is a source of economic improvement in sustainable manner.

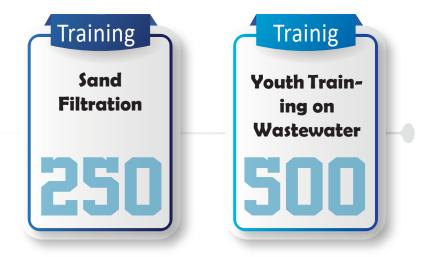
# WASH Program



# WASH Program

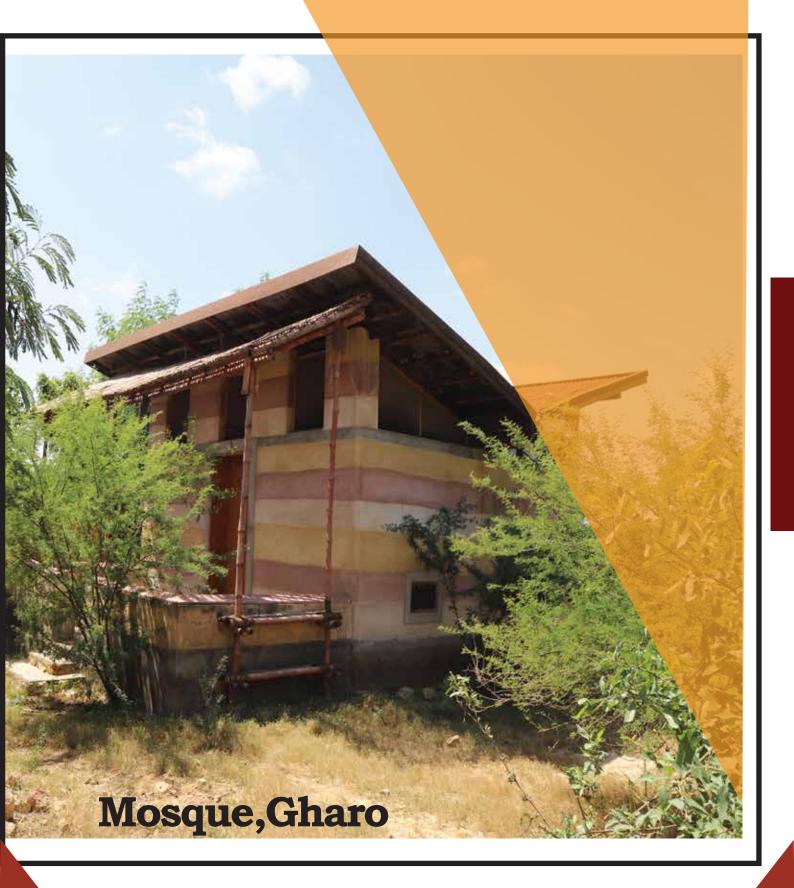
Safe drinking-water, sanitation and hygiene are crucial to human health and well-being. Safe WASH is not only a prerequisite to health, but contributes to livelihoods, school attendance and dignity and helps to create resilient communities living in healthy environments.

Good hygiene is critical for preventing the spread of infectious diseases and helping children lead long, healthy lives. It also prevents them from missing school, resulting in better learning outcomes. For families, good hygiene means avoiding illness and spending less on health care.



Providing safe drinking water and constructing water treatment tanks. Building toilets and hygiene facilities. Distributing menstrual hygiene products. Community engagement and hygiene promotion to prevent cholera, diarrhea and other disease outbreaks.

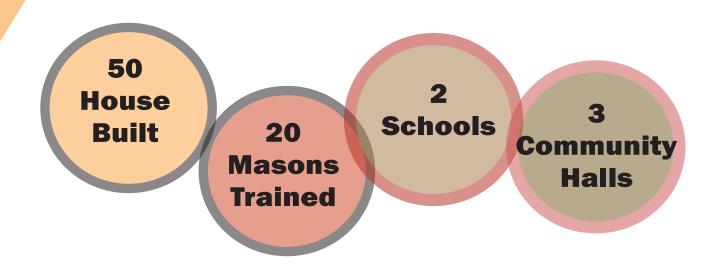
# Housing



# Housing

Indus Earth Trust educated local populations on the zero-carbon approach to construction, particularly in the rural housing sector. IET built the "Mehran Training and Institutional Development Centre" as a community resource center with indigenous material. Where communities receive various types of training, meet with stakeholders, gain exposure, and receive project items. IET recognizes that community people have gone outside of the zones for prayers. Indus Earth Trust construct the "Place for Prayers" for the community members without discrimination of the gender. This is a qualm place where any denomination and any religion can find a place to pray in peace and solitude. It faces west where a butterfly roof directs breeze from high level open windows down towards the human, who is either standing or sitting on the floor. There are small windows at ground level, again to direct breeze for those who prefer to sit on the floor.

The building is made of Rammed Earth with a 2 foot thick wall. This technique is an ancient method. The Great Wall of China being the most famous example. A user immediately finds a difference in outside and inside temperatures owing to the design of the building. It is estimated that this walling technology will last at least 50 years without any repairs or major maintenance.







### **PARTNERS**













































**PICASSO®** 







# FINANCIAL REPORT

2020-21

### Junaidy Shoaib Asad

**Chartered Accountants** 



#### INDEPENDENT AUDITOR'S REPORT

To the Trustees of Indus Earth Trust

Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of Indus Earth Trust (the Trust), which comprise the statement of financial position as at 30 June 2021 and income and expenditure statement, statement of changes in Fund and statement of cash flows for the year then ended, 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 financial position of the Trust as at 30 June 2021 and the deficit for the year after taxation, changes in fund and the cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

#### **Basis for Opinion**

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. 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 Society in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Material Uncertainty Related to Going Concern

We draw attention to note 1.2 to the financial statements which states that during the year ended 30 June 2021 the Trust incurred deficit after taxation amounting to Rs. 1,885,295 (2020: Rs. 2,359,662) and as of that date, the liabilities of the Trust exceeded its assets by Rs. 33,277,154 (2020: Rs. 31,391,860). These conditions indicate the existence of material uncertainty that may cast significant doubt on the Trust ability to continue as a going concern. Our opinion is not modified in respect of this matter.

### Responsibilities of Management and Managing Committee for the Financial Statements

The management is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting standards as applicable in Pakistan and for such internal control as the 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 Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using going

### Junaidy Shoaib Asad Chartered Accountants



concern basis of accounting unless the management intend to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Trustees are responsible for overseeing the Fund'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 as applicable in Pakistan 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 theFund'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 Fund'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 Fundto 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 the Trustees 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.

### Junaidy Shoaib Asad Chartered Accountants



The engagement partner on the audit resulting in this independent auditor's report is Pervez.

Junedy Shoaib Asad Chartered Accountants

Date: 3 0 DEC 2021

Karachi

### INDUS EARTH TRUST

### Statement Of Financial Position

As At 30th June 2021

	Note	2021 (Rupe	2020
NON-CURRENT ASSETS		(stapes	,
Property and equipment	3	1,541,012	3,872,103
Capital work in progress	4	260,000	260,000
Intangible assets	5	23,291	34,761
CURRENT ASSETS			
Advances, deposits, pre-payments and other receivables	7	3,350,112	4,297,921
Cash and bank balances	8	46,273	29,294,228
	_	5,220,688	37,759,013
FUNDS	-		
Accumulated deficit		(33,277,154)	(31,391,860)
CURRENT LIABILITIES			
Deferred grant	9	12,867,028	45,820,814
Loan from Orangi Charitable Trust	10	3,264,479	3,454,479
Creditors, accrued expenses and other liabilities	11	18,345,986	16,278,015
Other payables	12	4,020,349	3,597,565
	_	38,497,842	69,150,873
CONTINGENCIES AND COMMITMENTS	13		
	_	5,220,688	37,759,013

The annexed notes from 1 to 21 form an integral part of these financial statements.

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TRUSTEE

### INDUS EARTH TRUST

### Income and Expenditure Statement

For the year ended 30 June 2021

	Note	2021 2020 (Rupees)	
Funds from donors	14	83,074,310	35,028,189
Cost of projects	15	(75,931,407) 7,142,903	(32,719,888) 2,308,301
Administrative expenses Finance cost	16	(9,653,209) (4,804) (2,515,110)	(5,225,140) (9,210) (2,926,049)
Other income Deficit for the year before taxation	17	(1,885,295)	566,387 (2,359,662)
Taxation  Deficit for the year after taxation	18	(1,885,295)	(2,359,662)
	_		gu

The annexed notes from 1 to 21 form an integral part of these financial statements.

TRUSTEE

TRUSTEE



### **Bank Detail**

Bank Name : BANK AL HABIB

Account Title: Indus Earth Trust

Account No : 1005-0081-026150-01-4

IBAN NO : PK51 BAHL 1005 0081 0261 5001

Swift Code : BAHLPKKA

Bank Code : 1005

Bank Address: 16-Commercial Lane-3, Phase-5 Zamzama

Boulevard DHA, Karachi, Pakistan

