



AUDIT, FINANCE & ZAKAT COMMITTEE

UPDATE FOR 2017

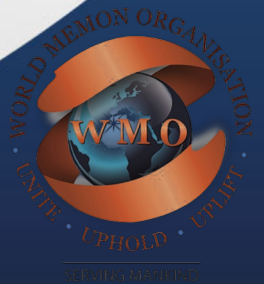
OUTLINE

Committee Members

Audit

Finance

Zakat



COMMITTEE MEMBERS

Mr. Gulaam Husain Abdoola	Secretary to BOT
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Mr. Haroon Karim	Chairman BOT
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Mr. Yunus Suleman	Treasurer
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Mr. Farook Kassim	Dept. Secretary to BOT
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AUDIT

- ❖ Compiled Accounts presented include the Audited Accounts of all the Chapters, excluding South India.
- ❖ Both the Consolidated and Compiled Accounts are presented in the WMO Annual Report for Adoption by the General Membership.
- ❖ The Pakistan Chapter accounting policies and estimates have been revised to be in line with the accounting standards and recommended practices.
- ❖ Due to the practice of MC Auditors, the presentation of the MC Financials had to be adhered to the regional standards.
- ❖ there has been close communication between the Auditors of all Chapters, Regional Treasurers, WMO Treasurer and Deputy Treasurer and WMO CFO in the preparation of the Audited Accounts.
- ❖ The Compiled Balance Sheet has increased by \$300,000 due to the collections during the year end which was in turn distributed within the 1st quarter of the ensuing year

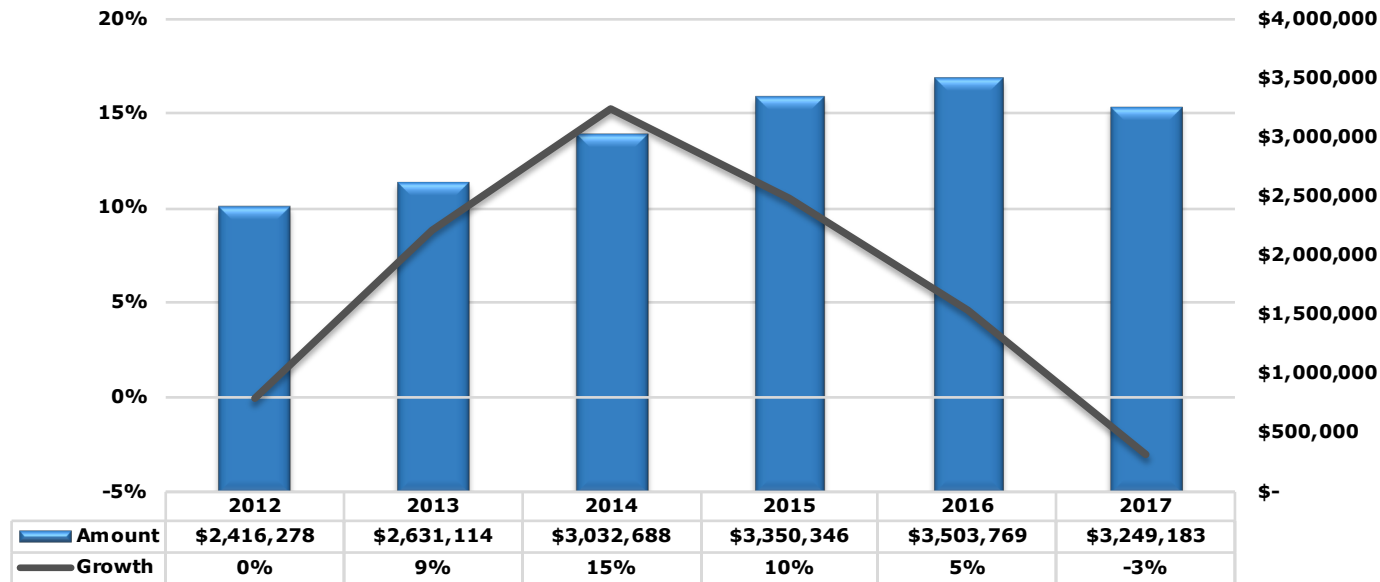
FINACE

- Sage Implemented in all the chapters except for North India. Chapter shall update online without any backlog
- Quarterly Management Accounts submissions were done through sage starting from the 2nd quarter
- The attention paid by the Regional Treasurers and the RMC towards Management Accounts has to be improved
- The implementation of WMO Policies was not followed by any chapters during the year except for limited implementation by Pakistan chapter
- The Check Lists for Financial Policy & Procedure was not completed by the chapters



ZAKAT

Zakath Collection and Growth



- Alhamdulillah the Zakat Collections recorded a total of over US\$ 3.25mn for 2017.
- shortfall of US\$ 250,000/ compared to the previous year
- reversed a trend of annual growth in Zakat collections since 2012.

ZAKAT COLLECTIONS

- ✓ Out of the total commitment of US\$ 4,400,000 a sum of US\$ 3,249,183 was collected for year 2017.
- ✓ This reflects a decline of 24% from 2016 and a 73% success rate of the commitments.
- ✓ The major setbacks for the fall in collections are;
 - *North Indian Chapter collections are way lower than the previous year as expected*
 - *Pakistan Chapter collections fell short of 40%, due to their restrictions imposed by the regulators, as iNGOs are not allowed to collect funds locally.*
 - *Dubai Banking restrictions*
 - *Some of the Zakat were distributed by the donors directly to the beneficiaries or gave their zakat to the chapters in kind*

Chapter	2017		
	Commitment	Collection	Shortfall/ Excess
Africa	\$ 680,000	\$ 977,869	(297,869)
America & Canada	\$ 15,000	\$ 33,229	(18,229)
Europe	\$ 420,000	\$ 383,174	36,826
Far East	\$ 300,000	\$ 469,256	(169,256)
India	\$ 1,200,000	\$ 187,873	1,012,127
Middle East	\$ 600,000	\$ 484,863	115,137
Pakistan	\$ 1,200,000	\$ 712,919	487,081
TOTAL	\$ 4,415,000	\$ 3,249,183	\$ 1,165,817

ZAKAT DISBURSEMENTS

<i>Chapter</i>	<i>Local Commitment</i>	<i>Local Collection</i>	<i>WMO Paid</i>
Pakistan	\$ 1,200,000	\$ 712,919	\$ 995,000
India	\$ 1,200,000	\$ 187,873	\$ 319,911

Project	WMO Disbursements	Local Contribution	Total
Education - PC	\$ 995,000	\$ 271,409	\$ 1,266,409
Sri Lanka Education	\$ -	\$ 166,667	\$ 166,667
Special School India	\$ 130,000		\$ 130,000
Education - Africa		\$ 69,177	\$ 69,177
Total for Education			\$ 1,632,253
Housing - PC	\$ -	\$ 291,019	\$ 291,019
Housing - India	\$ 200,000	\$ -	\$ 200,000
Total for Housing			\$ 491,019
Medical Aid	\$ 109,201	\$ 150,000	\$ 259,201
Community Welfare		\$ 225,141	\$ 225,141
Ramadhan Projects	\$ -	\$ 218,009	\$ 218,009
Refugee Aid	\$ 164,671	\$ -	\$ 164,671
Widows & Orphans Help		\$ 83,396	\$ 83,396
Ladies Wing Projects	\$ 18,642	\$ -	\$ 18,642
Empowerment - PC	\$ -	\$ 2,952	\$ 2,952
Total	\$ 1,617,514	\$ 1,474,818	\$ 3,095,284

Zakat Disbursement process

- The chapters requesting Zakat from the central kitty has to send the prescribed Zakat Requisition Form to the AFZ committee detailing the project outcomes and the fund contribution from the locally and the requirement from the center.
- The chapter has to send a report on the utilization of previous Zakat received from center
- The Zakat requisition has to be based on the Budget sent by the chapters to the MC at the beginning of the year.
- The AFZ committee members will receive recommendation report from the COO along with the summarized details of the usage and requisition.
- AFZ committee then resolve on the approval or rejection of the sanction of Zakat to the chapter.
- If approved the funds are remitted to EFT to the relevant chapter, from UK or Dubai.

ZAKAT COMMITMENTS FOR 2018

Chapter	Commitment
Africa	\$ 680,000
America & Canada	\$ 15,000
Europe	\$ 420,000
Far East	\$ 300,000
North India	\$ 1,200,000
Middle East	\$ 600,000
Pakistan	\$ 1,200,000
	\$ 4,415,000



THANK YOU

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WASSALAM