

WATER AND SANITATION SERVICES PESHAWAR



**DIRECTOR'S REPORT
FOR THE YEAR ENDED JUNE 30, 2019**

The Directors of the Company are presenting the Directors' Report together with the audited financial statements for the year ended June 30, 2019 together with statement of compliance with the Public Sector Companies (Corporate Governance) Rules, 2013. There was a backlog in the preparation and approval of Audited Financial Statements due to various reasons. Efforts were made to catch up the backlog and during the financial year 2018-19 3rd and 4th Annual General Meetings were held for approval of financial statements for the year ended June 30, 2017 and June 30, 2018.

Water and Sanitation Services Peshawar (WSSP) was incorporated by KPK Government on January 8, 2014 as a company limited by guarantee, having no share capital, under section 42 of the repealed Companies Ordinance, 1984. As per section 216 and Third Schedule of Companies Act 2017, the company is classified Public Sector Interest Company. The primary objective of the company is to establish, run and manage an integrated, corporatized and modern water and sanitation utility in Peshawar city, ensuring unremitting water, sanitation and solid waste management services delivery to the residents of Peshawar city. The company started its operations from September 15, 2014. The registered office of the Company is situated at Plot No: 33, Sector E8, LCB Building, Phase-VII, Hayatabad, Peshawar. The company's territorial jurisdiction is divided into four operational zones covering urban and semi-urban peripherals of Peshawar City.

The profit and loss account for the year ended June 30, 2019 is as under:

INCOME	2019 Rupees	2018 Rupees
Revenue from services	444,239,003	321,596,818
Government grant for operations	2,423,949,562	2,073,386,319
Donor Funded Projects	47,474,985	47,632,261
	2,915,663,550	2,442,506,690
EXPENDITURE		
Operational expenses	2,392,960,690	2,015,942,757
Administrative expenses	293,952,898	197,349,350
Program cost (Projects)	227,122,292	228,215,583
	2,914,035,880	2,441,506,690
Operating surplus or (deficit)	1,627,670	1,108,708
Finance cost (Bank mark-up)	1,627,670	1,108,708
Other income	21,083,645	28,099,375
Surplus before taxation	21,083,645	28,099,375
Taxation		-
Net Surplus for the year	21,083,645	28,099,375

Since inception WSSP is financing its operations mainly through Government Grants therefore for financial sustainability the Company is dependent on Government Grants. However, the company is striving to decrease the dependence on Government Grants

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