

## DIRECTORS' REPORT

On behalf of the Board of Directors, I am pleased to present the Company's Audited Financial Statements along with Auditors' Report thereon for the year ended June 30, 2024.

### 1. FINANCIAL RESULTS:

The financial results are summarized below:

| Major Financial Results                                     | (Rupees)          |
|---|-------------------|
| Net Revenue including other income for the year             | 134,366,544       |
| Operating, administrative and general expenses for the year | (105,811,685)     |
| <b>Surplus for the year</b>                                 | <b>28,554,859</b> |

### 2. NCPC MANAGEMENT AND OPERATIONS:

National Cleaner Production Center Foundation (NCPC) aims to introduce and promote Cleaner Production (CP) techniques for pollution prevention at source along with integrated waste management targeting sustainable development and community prosperity. It was established by United Nations Industrial Development Organization (UNIDO) in 1999 with collaboration of United Nations Environment Programme (UNEP), United Nations Development Programme (UNDP), EPAs, Ministry of Climate Change (MOCC) and Ministry of Energy (Petroleum Division). It is registered as not-for-profit organization under Section 42 of the applicable Companies Ordinance, 1984 (repealed by the Companies Act, 2017) and is certified by Pakistan Centre for Philanthropy (PCP) and Federal Board of Revenue (FBR). Cleaner Production provides an integrated preventive environmental strategy to processes and products in order to reduce risks to human and the environment. Through the CP program, NCPC is bridging the gap between competitive industrial production and environmental concerns.

NCPC has established global linkages particularly with RECPnet (UNEP and UNIDO global network), China NCPC and other international organizations through meetings, training programs and other events.

The Company has partnership with different institutes and universities like Institute of Rural Management (IRM), Human Development Foundation (HDF), Pakistan Girl Guides Association (PGGA), Mir Chakar Khan Rind University of Technology, PMAS Arid Agriculture University, Government College University Faisalabad (Sahiwal Campus), Shaheed Benazir Bhutto University Sheringal, Mirpur University of Science and Technology, International Islamic University, Abbottabad University of Science and Technology, Pakistan Institute of Engineering and Applied Sciences, Sardar Bahadur Khan Women's University, Fatima Jinnah Women University, University of Engineering and Technology, Lahore College for Women University, Government College University Lahore, Bahauddin Zakariya University, National University of Sciences and Technology, Quaid-e-Azam University, University of the Punjab and Forman Christian College & University, for joint environmental protection, knowledge sharing and capacity building activities.

The company is carrying out broad categories of Environmental, Analytical, Energy, Waste Management Services (incineration, bioremediation and compositing), Capacity Building and Philanthropy Activities. Different Eco Model Projects regarding environment like Eco Model Villages, Societies, Oil Fields, Universities, Colleges, Schools, Madrassa, Churches, Mandirs, Hospitals, Streets, and Parks has been initiated.

The Company has expertise in providing quality services in the following areas:

## **a) ANALYTICAL SERVICES**

Monitoring of stack emissions, waste and drinking water, ambient air, vehicular emissions, noise emissions and petroleum products analysis provided to multi sector organizations and industries by NCPC environmental laboratory, Attock Refinery Limited quality control laboratory and other certified laboratories like PINSTEC, PCRWR, PCSIR, Green Crescent, ESPAK and Target Lab.

## **b) WASTE MANAGEMENT SERVICES**

The incinerators having capacity of 150 kg/hour to incinerate hospital, pharmaceutical and industrial waste are fully operational. The community as well as industry is being benefited through this facility.

The hazardous waste management services have been provided to various hospitals, labs and clinics, power plants, petroleum and gas sector, multinational Non-Governmental Organizations, food and pharmaceutical industries.

## **c) ENVIRONMENTAL SERVICES**

Environmental Impact Assessment (EIA), Initial Environmental Examination (IEE), Energy Conservation Audits, Hydrological Studies, Environmental and Social Monitoring, Trainings etc. under the category of Environmental Services have been provided to various sectors.

## **3. CORPORATE SOCIAL RESPONSIBILITY:**

### **a. CAPACITY BUILDING**

Training sessions and Internship opportunity has been provided to the students and fresh graduates for their capacity building through eco internship program. Internship experience covers field activities i.e. Surveys, Risk Assessment, Environmental Studies, LCAs, Biodiversity Conservation, Environmental Monitoring, Environmental Awareness Campaigns in different segments of society like Universities, Colleges, Schools, Mosques, Madrassa, Mandir, Church, NGO's, Orphanages, Old Age Homes, Transgender Community etc. and office based activities i.e. Administration, Information Technology and Research for Development.

Internship opportunities have been provided to the wide range of students from the top-ranking Universities of Pakistan.



## b. PHILANTHROPY AND COMMUNITY DEVELOPMENT ACTIVITIES

Philanthropy and Community Development activities performed during the year 2023-2024 are tabulated below:

|    |  |   |
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| 1. | Pilot Projects in Universities of Pakistan | Fourteen projects to different universities including International Islamic University Islamabad (IIUT), Bahria University Islamabad (BU), Allama Iqbal Open University Islamabad (AIOU), The Women University Multan (WUM), University of Sargodha (UOS), University of Veterinary and Animal Sciences Lahore (UVAS), College of Veterinary and Animal Sciences, Jhang, Koshar University Murree, Hamdard University Karachi (HU), University of Haripur (UOH), COMSATS University Islamabad, Shaheed BB University Sheringal (SBBU), University of Swat, Mirpur University of Science and Technology, Mirpur (MUST) were funded in 7 <sup>th</sup> phase.   |
| 2. | Plantation Drive                           | Monsoon and Spring tree plantation activities on ownership basis were performed at different educational sector like Schools, Colleges, Universities, Housing Colonies like Divisional Public School Rawalpindi and Murree, Kids Future School, Government Girls High School AOC Morgah, Govt. Boys and Girls High School Rehmatnagar, OGDCL Dakhni Field, Overseas Pakistan Foundation Islamabad, Park & Horticulture Authority, Dr. Akhtar Hameed Khan Memorial Trust Islamabad, Capital University of Science & Technology Islamabad, Tikka Colony-Morgah, Gulshanabad Housing Society, Research and Education Center Trust, Morgah Village Chakbeli Khan, Chakri Road, Gulshan-e-Sehat, Askari-14, Gulshan Colony and Ladies Park Taxila, Fauji Foundation Hospital, Village Jhamra Chakwal, Unique Education System Kalar Kahar, Al-Nemat Foundation, Khanpur Taxila, Village Bhagna, Girls Guide House Rawalpindi, Police Training School Rawat, Fateh Pur Village District Jehlum, Lalazar Colony Jehlum, Zartaj Housing Scheme Rawalpindi, Edhi Center H-8 Islamabad, Karamabad Town Village Nakka Kalan Jehlum, Saba Homes Trust Rawalpindi, Bee Honey Farms, Toor Village, Fateh Pur Village Sarai Alamgir, Liaqat Campus School, Gulshan Colony Taxila, Village Bhagna, Govt. Girls High School Bhagna |

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|    |   | Tehsil Gujar Khan, Govt Boys Primary School Kamala Bagh Rawalpindi, Chitta Momin Murree, Jamia Umul Khair Mardan, Sihala Police College, Friends of Environment, Genuine System Organization, Pakistan Girl Guides Association Headquarter-ICT Chapter, Cottage Trust Rawalpindi, MC Boys High School Gujar Khan  |
| 3. | IESCO Green Grid Station                            | IESCO Green Grid Stations Project focuses on sustainability by integrating 2,700 fruits and shady trees, creating an ecofriendly environment at all grid stations of IESCO. This initiative reduces carbon emissions, improves the air quality and enhances biodiversity within the station area. The project reflects a commitment to green infrastructure, fostering environmental stewardship while contributing to the overall well-being of the community.   |
| 4. | Tree Plantation in Universities of Pakistan         | Massive tree plantation and faculty fruit gardens at different universities of Pakistan like Capital University of Science & Technology, Arid Agriculture University, International Islamic University, Quaid-e-Azam University, Fatima Jinnah Women University, etc. had been carried out during this year.  |
| 5. | Awareness Sessions/Trainings/Workshops/Walks/Stalls | <ul style="list-style-type: none"> <li>a) Climate change session and kitchen gardening at Mohallah Sahiyan of the Toor village and Fateh Pur village near Sarai Alamgir.</li> <li>b) Door to Door awareness session on Single Use Plastic and Water conservation Karamabad Town, Village Nakka Kalan, Jhelum.</li> <li>c) Symposium Silent Spring at FJWU.</li> <li>d) International Conference of Soil Sciences.</li> <li>e) No Littering Campaign at village Bhagna, Tehsil Gujjar Khan.</li> <li>f) Plantation and Environmental Awareness Session at Liaqat Campus School, Gulshan Colony Taxila.</li> <li>g) Awareness Session at Usswa School, Kallar Kahar.</li> <li>h) Environmental Awareness Session on Green and Clean earth among children of Fateh Pur village.</li> <li>i) Environmental Awareness and Plantation at Jamia Uml Khair, Mardan.</li> <li>j) Session on Single Use Plastic at Saba Trust Homes (Orphanage), Rawalpindi.</li> </ul> |



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|    |                             | <p>k) Environmental Awareness and plantation at Sihala Police College.</p> <p>l) Session on Climate change, Environment and Humanitarian Impact on South Asia at Lincoln Reading Lounge, Islamabad.</p> <p>m) Environmental Awareness session at Govt. Degree College for Women Sanghoi, Jehlum.</p> <p>n) Awareness Session on Smog at Rawalpindi Women University.</p> <p>o) Stall at ASF Meena Bazaar.</p> <p>p) Awareness Session and Plantation at MC Boys High School, Gujar Khan.</p> <p>q) Orientation Session with Bahria University Karachi Campus at NCPC.</p> <p>r) Waste Management and Sustainable Development seminar at APS DHA-1, Islamabad.</p> <p>s) Climate Change Session and Kitchen Gardening at PGGA, Islamabad.</p> <p>t) Participation in Pakistan US Alumni Network, National Climate Emergency Conference.</p> <p>u) No littering Campaign at Kohala Bridge.</p> <p>v) Participation in job fair Bahria University, Islamabad.</p> |
| 6. | Kitchen Gardening           | More than 500 packets of seeds were distributed in order to promote the culture of organic gardening to different organizations, institutes and community.   |
| 7. | National Environmental Mela | Tenth (10 <sup>th</sup> ) National Environmental Mela, was organized by the NCPC on April 27, 2024, with a theme of <b>'It is the Time for Nature'</b> at <b>Rose &amp; Jasmine Garden, Islamabad</b> in collaboration with CDA, Pak-Environmental Protection Agency (Pak-EPA), IRM and AITAA Pakistan. The event featured an inaugural ceremony through plantation and signing green promise board by dignitaries from various sectors, emphasizing the importance of educating generations about environmental values. A large number of participants from universities, colleges, schools and organizations of Pakistan participated with their message of environmental protection via their models, photo shots, tableaux, digital graphics and debates. The puppet show and role of Unsung Heroes was the attractive feature of Mela. Free plants were distributed to promote individual   |

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|     |   | and collective action in addressing environmental issues.   |
| 8.  | International Observance Days                 | <ul style="list-style-type: none"> <li>a) Global Family Day.</li> <li>b) World Forest Day.</li> <li>c) World Biodiversity Day.</li> <li>d) World Environment Day.</li> <li>e) International Ozone Preservation Day.</li> <li>f) Global Handwashing Day.</li> <li>g) World Food Day.</li> <li>h) Volunteers Day Celebration.</li> <li>i) World Mountain Day.</li> <li>j) World Water Day.</li> </ul>                               |
| 9.  | Model Schools and College                     | Model Schools regarding water and sanitation, environment clubs, tree plantation and waste management have been established. International Islamic University Islamabad Schools, Quaid-e-Azam Academy for Educational Development Islamabad, Elliot High School Rawalpindi, Spiritual Study System Morgah, Govt. High School Dhamial, Govt. Primary School No. 1 Pail Khushab and Islamabad Model College for Boys G-5 Islamabad. |
| 10. | Model University                              | Fatima Jinnah Women University and Rawalpindi Women University declared as Model University regarding waste management, capacity building and HSE.  |
| 11. | Model Police Training Centers                 | Police Training Centers Rawat and Sihala declared as Model Police Training Center regarding waste management, tree plantation and capacity building.  |
| 12. | Model Villages                                | Village Nakka Kalan, Mohallah Sahiyan of the Toor village and Fateh Pur village near Sarai Alamgir declared as Model Villages regarding waste management, clean water and plantation.   |
| 13. | Model Madrassa                                | Jamia Uml Khair Mardan, Madrassa Khadija Tul Qubra Morgah, Madrassa Jamal-ul-Quran Khushab declared as Model Madrassa regarding waste management.   |
| 14. | Model Child Protection and Welfare Bureau     | Child Protection and Welfare Bureau have been enhanced with eco-friendly improvements by providing segregated waste bins, fire extinguishers, and water cooler. These additions promote environmental responsibility, safety, and access to clean drinking water within the facility.   |
| 15. | Pakistan Girl Guides Association and Chapters | Tree Plantation, Kitchen Gardening and Capacity Building activities with Pakistan Girl Guides Association to spread the message of clean and green Pakistan.  |



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| 16. | Philanthropy Activities with Old Age Homes | By acknowledging the importance of everyone in society, awareness campaigns, littering activities and tree plantation had been arranged at Old age home like Najjat Welfare Trust, Islamabad.  |
| 17. | Philanthropy Activities with Orphanages    | Different philanthropy activities like environment awareness sessions and tree plantation have been conducted at Aghosh Muhammadi Trust, Bait e Maryam, Chaoon Center, Noreen Zindagi Welfare Trust, Edhi Center, Saba Trust Home, Dr. Akhtar Hameed Khan Memorial Trust, Baseera Trust etc. |
| 18. | Health and Safety                          | First Aid Boxes and Fire Extinguishers were distributed to Schools, Universities, Institutes for Special Children, Clinics, Mosques, Churches, Madrassas, Girl Guides, Orphanages and Mandars to literate them about health and safety issues.   |
| 19. | Waste Management                           | The concept of waste management was elaborated by arranging different awareness sessions and distributing waste segregated bins to different areas of community.   |
| 20. | Clean Drinking Water                       | Electric water coolers were distributed to Schools, Madrassas, Mosques, Churches, Mandars, Orphanages, and Special Education etc. to improve their drinking water facility.  |

#### 4. ONGOING AND FUTURE PROJECTS:

Analytical and environmental services, energy auditing, energy management system ISO 50001, capacity building, and waste management services are being provided on regular basis. Continuous efforts are being made to increase services network in government, not for profit organizations, industries, hospitals and multi sectors organizations.

#### Ongoing projects are encompassing:

- PEC Registration.
- EIA's and IEE's of Oil and Gas Exploration, Flour Mills and Textile.
- IMCs of Oil and Gas exploration and health sectors.
- Regular Environmental Monitoring of National Development Complex, Fauji Cement, Danas Pharmaceuticals, Evolution Pharmaceutical, Wilson Pharmaceutical, Madera Pharmaceutical, Herbion Pharmaceuticals, Shifa International, Attock Refinery Limited, OGDCL, Pakistan Oilfields Limited, Pakistan Petroleum Limited, Attock Gen Limited, Attock Petroleum Limited, MOL Pakistan, Friesland Campina Engro Sahiwal, CCDC, Mari Petroleum Limited, Weatherford Oil Tools, Telenor Pakistan Limited, HUBCO Power plant, Pepsi Co. Multan etc.
- Waste management of Hospitals like ICSI, Alkhidmat Raazi Hospital, Dr. AKber Niazi Hospital, Labs like Citi Lab, Islamabad Diagnostic Center, Clinics like Tayyab Poly Clinic, Shams Medicare, Industry like Friesland Campina Engro, English Biscuit Manufacturer, Pepsi Cola International and Pharmaceutical sectors.

- f) Community development projects.
- g) Pilot Projects in Universities of Pakistan.

## The future projects include:

- a) Installation of Incinerator (Fixed/Portable)
- b) Addition of New Lab Equipments
- c) Oil Based Mud Machinery
- d) Paper Shredder and Compactor
- e) Tanks (Oil) Cleaning
- f) E-Waste Processing Facility
- g) ISO 17025 Certification
- h) Environmental laboratory certification renewal
- i) Environmental laboratory up-gradation to comply EPA
- j) Calibration and inspection services
- k) E-Waste Management Model Facility
- l) Used Oil recycling
- m) EPA regional training including Potohar districts
- n) Energy Audits/CFPs/CPAs
- o) NCPC Certification Body
- p) Sponsorship to research and model projects-7<sup>th</sup> phase (Call for Pilot Projects - Universities)
- q) Networking and MOU's with Universities especially having Environment Departments
- r) Exploration of new business opportunities
- s) Workshops on sustainable consumption and production, hospital waste management at hospitals and different universities of twin cities
- t) Community awareness campaigns regarding environmental issues and sustainable development
- u) Philanthropy activities with Pakistan Girl Guides Association and Boys Scouts
- v) Celebration of all environment related International Observance Days including National Environment Mela
- w) Vertical Gardens and massive tree plantation to combat climate change
- x) Community development activities in selected Eco model villages, Eco model institutes, Eco model mandars, churches and gurdwaras
- y) Newsletter and awareness booklets
- z) Promotion of Green Walls along with plantation and Kitchen Gardening
- aa) Networking with National and International Organizations
- bb) Membership and partnership with other organizations
- cc) Zero Carbon Buildings
- dd) Energy conservation activities in agriculture sector
- ee) Fixing the Ozone layer and reducing climate change
- ff) Eco Tourism Development and minimizing environmental impacts



## 5. DIRECTORS OF THE COMPANY

The following persons were the Directors of the Company during the year:

| Sr. No. | Name of Directors       | Designation         |
|---------|-------------------------|---------------------|
| 1       | Mr. M. Adil Khattak     | Chairman & Director |
| 2       | Dr. M. Ilyas Fazil      | Director            |
| 3       | Syed Ahmed Abid         | Director            |
| 4       | Syed Asad Abbas         | Director            |
| 5       | Mirza Munir Azam Temuri | Director            |
| 6       | Dr. Samra Mohsin Khan   | Director            |
| 7       | Dr. Farida Faisal       | Director            |
| 8       | Mr. Salman Tariq        | Director            |
| 9       | Mr. Khalid Mehmood      | Director            |

The following persons were members of the Committee during the year:

| Sr. No. | Name of Members         | Designation               |
|---------|-------------------------|---------------------------|
| 1       | Dr. M. Ilyas Fazil      | Chairman of the Committee |
| 2       | Syed Asad Abbas         | Member                    |
| 3       | Mirza Munir Azam Temuri | Member                    |

## 6. BOARD MEETING HELD DURING THE YEAR

During the year under review, three meetings of the Board of Directors were held and attended by the Directors.

## 7. BOARD COMMITTEE MEETINGS HELD DURING THE YEAR

During the year under review, four meetings of the Audit & Finance Committee of the Board were held and attended by the Members.

## 8. COMPLIANCE

It is confirmed that Company is fully compliant with all the relevant provisions of the Company Act, 2017 and conditions as laid down in the Associations with Charitable and Not for Profit Objects Regulations, 2018.

It is also confirmed that no foreign donation was received during the year. Further it is also confirmed that all Members, Directors and Chief Executive Officer of the Company are Pakistani nationals. Accordingly, obtaining prior security clearance in respect of foreign donation, foreign member, foreign director and foreign Chief Executive Officer was not applicable.

## 9. PRINCIPAL RISKS AND UNCERTAINTIES

There is no immediate risk or uncertainty foreseen by the Company's management.

## 10. INTERNAL CONTROLS

The system of internal controls is sound in design and has been effectively implemented and monitored.

## 11. CERTIFICATION / REGISTRATION

After amendments in the Associations with Charitable and Not for Profit Objects Regulations, 2018, the need of renewing license under section 42 of the **Securities & Exchange Commission of Pakistan** had been abolished.

**ISO 14001:2015 certification** had been awarded to the Foundation on March 09, 2024 and Laboratory also got certification as **Environment Laboratory** on May 28, 2019 for next three years. Recertification process has been initiated. The Company has been registered with NEECA as **Energy Audit Firm** on July 01, 2023.

FBR has granted approval as Not for Profit Organization (NPO) under section 2(36) of Income Tax Ordinance, 2001 with effect from Tax Year 2022 for three years which is valid till Tax Year 2024.

## 12. DIVIDEND PAYMENT

No dividend is paid by the Company as it is a not-for-profit organization (NPO) incorporated under Section 42 of the applicable Companies Ordinance, 1984 (repealed by the Companies Act, 2017). Moreover, Securities and Exchange Commission of Pakistan also restricted distribution of dividend to members at the time of issuance of its NPO renewal certificate.

## 13. AUDITORS

The Auditors M/s. A. F. Ferguson & Co. Chartered Accountants retired and offered themselves for reappointment. The Audit & Finance Committee has recommended the reappointment of M/s. A. F. Ferguson & Co. Chartered Accountants as auditors for the financial year ending on June 30, 2025 on such terms and conditions and remuneration to be mutually decided.

## 14. AUDITORS' REPORT ON THE FINANCIAL STATEMENTS

The Company's Independent External Auditors M/s. A. F. Ferguson & Co. Chartered Accountants have audited NCPC's Financial Statements and issued unqualified audit opinion stating that the financial statements give a true and fair view of the state of affairs as at June 30, 2024.

## 15. OUTSTANDING GOVERNMENT PAYMENTS

All due payments of applicable taxes, duties etc. have been paid during the year except the normal and routine payments which have been paid subsequently.



**16. SHAREHOLDERS**

NCPC is a company limited by guarantee and not having share capital. All members of the company are individuals. The Foundation is not having any of its holding or parent Company.

On behalf of the Board of Directors



**M. Adil Khattak**  
Chairman/Chief Executive Officer



**Mirza Munir Azam Temuri**  
Director

Rawalpindi

**09 OCT 2024**