

## File No.2 (398)NGO/EAD/2019 GOVERNMENT OF PAKISTAN MINISTRY OF ECONOMIC AFFAIRS

Deputy Secretary (INGOs/NGOs) Phone: 051-9216821

Islamabad, the 18th April, 2024

UNDERSTANDING (MOU) BETWEEN SIGNING OF MEMORANDUM OF GOVERNMENT OF PAKISTAN AND M/S YOUTH ORGANIZATION

SUBJECT:-

This is to inform you that that the Government of Pakistan is pleased to register and sign MoU Dear Sir, with M/S Youth Organization for a period upto 25th May, 2025 for the project "Market Survey and Identification of Beneficiaries' for Socio - Economic Rehabilitation and Restoration of Displaced People and Poor Host Families through Provision of Livelihaod Sources of Districts Quetta, Qilla Saifullah and Loralai located in Balochistan with the following conditions;

- Annual Action Plan (APA) of every new Activity/Project involving foreign funding will be required to be submitted to EAD along with the Project and Financing Agreement with the i. Donor/INGO well in time before commencing the project
- Organization will seek concurrence of EAD if it changes its thematic area of working and expands geographical location of its activities other than that given in the signed MoU. ii.
- Organization will work with registered INGOs.
- Not to use controversial terms like "Peace & Conflict Resolution, IDPs etc in your annual iii. iv. reports or any other Documents/Correspondence/Agreements.
- Organization will not employ any individual of Indian and Israeli nationality/origin.
- The organization will declare to the Government all foreign contributions, along with the v. terms and conditions of those contributions, as well as details of all bank accounts maintained vi. by it. The organization will maintain accounts under internationally recognized accounting standards, get these accounts cudited on an annual basis by a registered Chartered Accountancy firm and will provide to the Government a copy of the audited annual statements, alongwith a certificate from the Auditors to the effect that the foreign contributions have been utilized for the objectives of the organization as specified in the
- Organization shall receive fereign contributions through banking channel only. However, while doing so, it will have to comply with the Anti Money Laundering and other relevant vii. rules as per applicable in Pakistan
- Limit your work to concrete socio-economic activities. viii.
- NGO will not indulge in any advocacy related activity during project execution.
- NOC for current project only; completion report will be forwarded by NGO to EAD. ix.
- No deviation from stated project and location without security clearance from EAD. x. xi.

Duly signed MoU, in original, is enclosed herewith. 2.

With regards,

Mr. Hameed Ullah Kakar, Executive Director, M/S Youth Organization House No. 29, Chaman Housing Scheme, Airport Road, **Ouetta** 

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## MEMORANDUM OF UNDERSTANDING

# BETWEEN THE GOVERNMENT OF THE ISLAMIC REPUBLIC OF PAKISTAN AND

(Youth Organization)

This MOU is made between the Government of Pakistan through the **Economic Affairs Division**, (here in after referred to as "the Government") and **Youth Organization** (here in after referred to as "the Organization"), a not-for-profit organization registered under (law) Balochistan Charities and Registration Authority (BCRA), at House No 29-B Chaman Housing Scheme Airport Road Ouetta, Balochistan.

Whereas the Organization Youth Organization desires to undertake work for the project (s) "Market Survey and Identification of Beneficiaries' For Socio-Economic Rehabilitation and Restoration of Displaced People and Poor Host Families through Provision of Livelihood Sources of Districts Quetta, Pishin, Qilla Saifullah and Loralai, Balochistan" for this purpose has submitted an application for registration accompanied by requisite documentary information.

Now, the Government is pleased to allow the organization to carry out its work on the following conditions:-

1. This MOU shall be governed by the laws and policies of the Government of Pakistan.

### 2. The Government may:

- 2.1. Allow **Youth Organization** to receive foreign contributions including funds, materials and services, emanating from declared sources, through legal channels, subject to reporting requirements.
  - 2.2. Allow **Youth Organization** to open, maintain and operate accounts for the execution of its work.

Provided that for opening and operating foreign currency accounts, the **Youth Organization** shall seek permission of the State Bank of Pakistan, under the applicable law and rules;

2.3. Allow **Youth Organization** to maintain its office at Quetta, Balochistan and to open other offices, if required with the prior written approval of the Government, subject to the concurrence of the Provincial Government *I*local government and compliance with applicable law/ rules.

#### 3. Import/Tax Regulations

3.1. **Youth Organization** may avail 100% tax credit subject to the provisions of the Section 100C and approval of the Commissioner Inland Revenue concerned, under Section 2(36) of the Income Tax Ordinance 2001.

#### 4. Obligations of the Organization

The Organization shall:-

- 4.1. Use funds, materials and services received by it as a foreign contribution or foreign economic assistance from declared sources, through legal channels, for its specified work, and provide to the Government every six months complete information regarding the flow of such funds, materials and services and when required by the Government.
- 4.2. Obtain prior concurrence of the Government for any additional funding or a different source of funding other than that specified by the **Youth Organization** 
  - 4.3. Appoint and employ are representative and other senior management

personnel as appropriate, who will manage the work and supervise the staff on behalf of the Youth Organization and liaise with the Government, and the Provincial / local Governments.

- 4.4. Make payment above Rs. 20,000/- (Twenty Thousand) in Pakistan through banking channels and to provide complete details in this respect to the Government every six months.
- 4.5. Ensure that all staff shall pay applicable taxes.
- 4.6. Ensure with holding of tax, wherever applicable, and deposit of the same in Government treasury.
- 4.7. Ensure that the administrative expenses do not exceed 30% of the project cost.
- 4.8. Ensure filing of Income Tax Return and withholding statements.
- 4.9. Submit to the Government when required, written reports covering its activities and progress on theprojects, funds received from abroad and their expenditure in Pakistan.
- 4.10. Have its performance audit done from a panel of Auditors approved by the NGO Committee.
- 4.11. Ensure that its entire work is undertaken in accordance with the laws and policies of Government of Pakistan.

#### The Organization shall not:-Government treasury.

- 4.12. Engage in money laundering, terrorist financing, weapon smuggling, antistate activities andmaintaining links with proscribed organizations.
- 4.13. Take part or assist in any kind of political activity; conduct research or survey unrelated to their TORs unless sanctioned by the Government; carry out missionary work in Pakistan or any otherunauthorized or prohibited activities.
- 4.14. Transfer or rent / lease out its possessions or allow their use for purposes other than those specified and agreed upon between the Parties in this MOU.
- 4.15. Indulge in distribution of any material or pamphlet causing or likely to cause religious resentment in the area of its activities.

#### 5. Termination of MOU

- 5.1. The Government reserves the right to immediately terminate this MOU and cancel the registration of the **Youth Organization** in case of noncompliance with any provision of this MOU.
- 5.2. The Government may also terminate this MOU on the following grounds:-
  - 5.2.1. The **Youth Organization** has been found to be working in a geographical area other than the areas authorized.
  - 5.2.2. The non-cooperation or breach of security or participation in any activity inconsistent with nationalinterests, and religious sentiments of the people.
  - 5.2.3. Objectives stated by the **Youth Organization** are not being pursued.
  - 5.2.4. False, incomplete or misleading information has been furnished to

the Government.

- 5.2.5. No reasonable activity has been undertaken by the Youth Organization for a period of one year after the signing of this MOU.
- 5.2.6. The Youth Organization has ceased to exist.
- 5.3. In case of termination of this MOU, the registration of the Youth Organization will stand cancelled and it shall cease all its activities forth with.
- 6. The Youth Organization may file a written request for cancelation of its registration and closing of its activities with 3 months prior notice to the Government for its approval and clearance in accordance with the laid down procedure.

## 7. Entry into Force and Duration of MOU

This MOU shall enter into force on the date of signatures and shall remain valid up to . 25. — 2015.

In witness where of, the undersigned representatives, duly authorized by the Government and the Youth Organization, have signed this Memorandum of Understanding

Done at Islamabad, on this 22<sup>nd</sup> day of March 2024, in the English language in two originals, the signatories to retain a copy each

Additional Secretary

For the Government of the

Islamic Republic of Pakistan

SAMAR IHSAN Additional Secretary Ministry of Economic Affairs Government of Pakistan Islamabad Hameed Ullah Kakar

**Executive Director** 

Youth Organization