

SADA WELFARE FOUNDATION (Trust)
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022



chartered accountants

Rizwani Imtiaz & Co.

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES TO THE TRUSTEES OF SADA WELFARE FOUNDATION (TRUST)

OPINION

We have audited the financial statements of **SADA WELFARE FOUNDATION (the Trust)**, which comprise the statement of financial position as at June 30, 2022, the Income and Expenditure account 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 presents fairly in all material respects the states of the Trust's position as at June 30, 2022 and its surplus for the year then ended in accordance with generally accepted accounting principles as applied to Not-for-Profit Organization 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 Trust 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.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan, and for such internal control as the Trustees determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Trustees are responsible for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

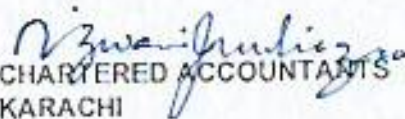
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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.

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As part of an audit in accordance with ISAs as applicable in Pakistan, 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 the Trust'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 Trust'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 Trust to cease to continue as a going concern.

We communicate with those charged with governance 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.


CHARTERED ACCOUNTANTS
KARACHI

ENGAGEMENT PARTNER: ABDUL QADIR

DATE: 15 NOV 2022

UDIN: AR202210428tZxuE08Dm 

SADA WELFARE FOUNDATION (TRUST)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022

	<u>Note</u>	<u>2 0 2 2</u> <u>Rupees</u>	<u>2 0 2 1</u> <u>Rupees</u>
<u>ASSETS</u>			
<u>Property, Plant and Equipment</u> (At cost less accumulated depreciation)	3	6,274,618	7,831,272
<u>Current Assets</u>			
Stock of medicines and accessories		977,949	1,205,580
Security deposit - CDP security deposit		12,000	12,000
Income tax refundable		145,916	155,735
Short term investments	4	26,500,000	15,004,288
Cash and bank balances	5	14,604,272	16,180,781
		42,240,137	32,558,384
		<u>48,514,755</u>	<u>40,389,656</u>
<u>FUND AND LIABILITIES</u>			
Reserve Funds	6	18,740,342	16,375,002
Endowment Fund	7	1,200,000	1,200,000
Accumulated Surplus		28,574,413	22,814,654
		<u>48,514,755</u>	<u>40,389,656</u>

The annexed notes 1 to 12 from an integral part of Financial statements. *(U)*

Tahira Tawaid,
Treasurer

Fauzia Gulshay
Chairperson

**SADA WELFARE FOUNDATION (TRUST)
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Note</u>	<u>2 0 2 2</u> Rupees	<u>2 0 2 1</u> Rupees
INCOME			
Donation			
- in cash		2,190,240	1,142,170
- in kind (medicine & accessories)		289,371	215,156
- Zakat - in cash		24,721,886	21,820,071
- Profit on term deposits		1,535,656	825,349
- Promotion activities		69,613	9,435
		28,806,766	24,012,181
 EXPENDITURES			
Administrative expenses	8	3,667,686	3,849,009
Financial charges - bank charges		256,428	44,371
Disbursement to N.I.C.H.	9	19,017,866	17,608,241
Medicine aid social service		105,027	31,451
		23,047,007	21,533,072
Surplus for the year		5,759,759	2,479,109
Accumulated surplus brought forward		22,814,654	20,335,545
Accumulated surplus carried forward		28,574,413	22,814,654

The annexed notes 1 to 12 from an integral part of Financial statements. *nu*

Tahira Jaisaid.
Treasurer

Fawzi Sadeq
Chairperson

3. Property, Plant and Equipment

PARTICULARS	COST			DEPRECIATION				Rate %
	Cost as at July 01, 2021 Rupees	Addition/ (deletion) during the year Rupees	Cost as at June 30, 2022 Rupees	Accumulated depreciation at July 01, 2021 Rupees	Depreciation for the year Rupees	Accumulated depreciation at June 30, 2022 Rupees	Written Down Value at June 30, 2022 Rupees	
	Office							
Office Computer and Accessories	439,605	-	439,605	318,815	24,158	342,973	96,632	20%
Office Equipment	14,254,432	2,352,000 (2,340,000)	14,266,432	6,932,092	1,466,868	8,398,960	5,867,472	20%
Furniture and Fixtures	793,100	-	793,100	520,720	54,476	575,196	217,904	20%
Motor Vehicle	690,000	-	690,000	574,238	23,152	597,390	92,610	20%
Total - 2022	16,177,137	2,352,000 (2,340,000)	16,189,137	8,345,865	1,568,654	9,914,519	6,274,618	
Total - 2021	12,338,137	3,839,000	16,177,137	6,395,464	1,950,401	8,345,865	7,831,272	

Nil

**SADA WELFARE FOUNDATION (TRUST)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

1 STATUS AND NATURE OF ACTIVITY

Sada Welfare Foundation - Trust was registered on May 31, 2001 and executed Trust deed on May 17, 2002, at Karachi. Presently the activities of the Trust is to provide assistance to deserving poor persons for health and other social welfare purpose.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting convention

These financial statements have been prepared under the historical cost conversion without any adjustment for effect of inflation.

2.2 Basis of accounting

These financial statements have been prepared under the Generally Accepted Accounting Principle as applied to Not for Profit Organizations in Pakistan.

2.3 Investments

All investments are stated at cost.

2.4 Taxation

The Trust is exempted from income tax under the Income Tax Ordinance, 2001.

2.5 Foreign currency

Foreign currency related transactions are being recorded at the rates prevailing at the date of transactions. The foreign currency related account balances are reported at the rate prevailing at the date of financial position.

2.6 Revenue

These are recognized on the basis of cash receipts.

2.7 Fixed Assets

Property, plant and equipment except leasehold land and capital work-in-progress are stated at cost less accumulated depreciation. Depreciation is charged to Income applying the reducing balance method so as to write off the cost of the assets over their estimated useful lives at the rates given in note # 3.

Depreciation on addition is charged from the month in which the assets are available for use and on disposals up to the preceding month of disposal.

Mo Normal repair and maintenance are charged to income as and when incurred.

	<u>Note</u>	<u>2022</u> Rupees	<u>2021</u> Rupees
4 SHORT TERM INVESTMENTS			
- Faisal bank - Islamic Banking - BMIC	4.1	26,500,000	15,000,000
- Al Meezan Investment - TDR's		-	4,288
		<u>26,500,000</u>	<u>15,004,288</u>

4.1 This includes Rs. 1,200,000 (2021: Rs. 1,200,000) of Endowment Fund.

4.2 Expected rate of profit 4.75% to 4.90% (2021: 4.75% to 4.90%).

	<u>Note</u>	<u>2022</u> Rupees	<u>2021</u> Rupees
5 CASH AND BANK BALANCES			
Cash in hand		27,634	30,655
Cash at banks		14,576,638	16,150,126
		<u>14,604,272</u>	<u>16,180,781</u>

5.1 This includes Rs. Nil (2021: Nil) of Endowment Fund.

6 RESERVED FUNDS

Cancer hospital

Balance as at July 01,	16,243,667	11,144,489
Donation received during the year	9,413,601	9,310,630
	<u>25,657,268</u>	<u>20,455,119</u>
Disbursed during the year	(7,048,261)	(4,211,452)
Balance as at June 30,	<u>18,609,007</u>	<u>16,243,667</u>

Shikarpur Hospital

Balance as at July 01,	131,335	131,335
Donation received during the year	-	-
	<u>131,335</u>	<u>131,335</u>
Disbursed during the year	-	-
Balance as at June 30,	<u>131,335</u>	<u>131,335</u>
	<u>18,740,342</u>	<u>16,375,002</u>

7 ENDOWMENT FUND	7.1	<u>1,200,000</u>	<u>1,200,000</u>
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7.1 Amount donated for Endowment Fund invested in Barakat Monthly Income Certificates (BMIC).

Nil

	Note	2022 Rupees	2021 Rupees
8 ADMINISTRATIVE EXPENSES			
Salaries, allowances and benefits		1,758,111	1,465,320
Stationery and supplies		9,910	9,360
Printing expenses		1,550	2,755
Telephone Expenses		17,310	21,220
Computer maintenance		62,200	59,450
Office repairs and maintenance		-	29,685
Legal and Professional		23,650	38,060
Conveyance charges		-	11,230
Presentation and promotional expenses		56,868	49,768
Depreciation	3	1,568,654	1,950,401
Vehicle Fuel & maintenance office Car		135,609	132,385
Miscellaneous		14,224	22,276
Insurance Expenses		19,600	19,599
Internet and mobile charges		-	37,500
		3,667,686	3,849,009

9 DISBURSEMENTS TO NICH'S

Renovation / Assets / Misc			
- Equipments		74,030	149,250
- General		570	520
- Blood bank		98,012	-
- Advertisement expenses		796,915	842,625
- Repair & Renovation		77,700	156,100
		1,047,227	1,148,495
Medicine Aid			
- Patients, Blood Bank & Neonatal ward		14,896,538	13,665,674
Staff Salaries			
- Blood bank		1,301,700	1,214,872
- Neonatal ward		1,772,401	1,579,200
		3,074,101	2,794,072
		19,017,866	17,608,241

10 DATE OF AUTHORIZATION BY THE BOARD OF TRUSTEES

These financial statements were authorized for issue on 15 NOV 2022 by the Board of trustees of the Foundation.

11 GENERAL

Figures have been rounded off to the nearest rupee. *ms*

Tahira Javed
Treasurer

Kamran Siddiq
Chairperson