

SADA WELFARE FOUNDATION (TRUST)
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

**INDEPENDENT AUDITORS' 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, 2021 and 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 present fairly, in all material respects the state of the Trust's position as at June 30, 2021 and its surplus, for the year then ended in accordance with generally accepted accounting principle as applied to not for Profit Organization in Pakistan.

BASIS OF OPINION

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibility under those standards are further described in the auditor's responsibilities for the audit of financial statements section of our report. We are independent of the Trust in accordance with the International Ethics Standard 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 CHARGE 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 Trustees determine is necessary to enable the preparation of 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 going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Trust or to cease operation, or has no realistic alternative but to do so.

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

UW

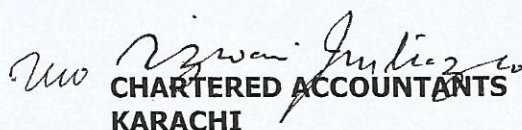
AUDITORS RESPONSIBILITY FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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**

DATED: 29 DEC 2021

ENGAGEMENT PARTNER: ABDUL QADIR

SADA WELFARE FOUNDATION (TRUST)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021

	<u>Note</u>	<u>2 0 2 1</u> Rupees	<u>2 0 2 0</u> Rupees
<u>ASSETS</u>			
<u>Property ,Plant and Equipment</u> (At cost less accumulated depreciation)	3	7,831,272	5,942,673
<u>Current Assets</u>			
Stock of medicines and accessories		1,205,580	1,340,541
Security deposit - CDP security deposit		12,000	12,000
Income tax refundable		155,735	155,590
Short term investments	4	15,004,288	1,004,288
Advance to vendor		-	3,875,006
Cash and bank balances	5	16,180,781	20,481,271
		32,558,384	26,868,696
		<u>40,389,656</u>	<u>32,811,369</u>
<u>FUND AND LIABILITIES</u>			
Reserve Funds	6	16,375,002	11,275,824
Endowment Fund	7	1,200,000	1,200,000
Accumulated Surplus		22,814,654	20,335,545
		<u>40,389,656</u>	<u>32,811,369</u>

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


Tahira Jawad
Treasurer

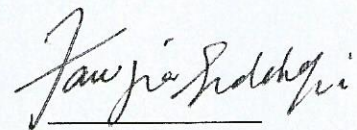
Fauzia Siddiqi
Chairperson

SADA WELFARE FOUNDATION (TRUST)
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Note</u>	<u>2 0 2 1</u> Rupees	<u>2 0 2 0</u> Rupees
<u>INCOME</u>			
Donation			
- in cash		1,142,170	1,587,595
- in kind (medicine & accessories)		215,156	859,525
- Zakat - in cash		21,820,071	18,300,271
- Profit on term deposits		825,349	1,351,661
- Promotion activities		9,435	17,026
		24,012,181	22,116,078
<u>EXPENDITURES</u>			
Administrative expenses	8	3,849,009	3,796,385
Financial charges - bank charges		44,371	89,829
Disbursement to N.I.C.H.	9	17,608,241	21,124,531
Medicine aid social service		31,451	277,785
		21,533,072	25,288,530
Surplus /(deficit) for the year		2,479,109	(3,172,452)
Accumulated surplus brought forward		20,335,545	23,507,997
Accumulated surplus carried forward		22,814,654	20,335,545

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


Tahira Tawhid
Treasurer


Fauja Siddiqi
Chairperson

SADA WELFARE FOUNDATION (TRUST)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

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.

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

Ans

3 Property ,Plant and Equipment

PARTICULARS	COST			DEPRECIATION				Rate %
	Cost as at July 01, 2020 Rupees	Addition/ (deletion) during the year Rupees	Cost as at June 30, 2021 Rupees	Accumulated depreciation at July 01, 2020 Rupees	Depreciation for the year Rupees	Accumulated depreciation at June 30, 2021 Rupees	Written Down Value at June 30, 2021 Rupees	
Office								
Office Computer and Accessories	350,605	89,000	439,605	296,034	22,781	318,815	120,790	20%
Office Equipment	1,809,990	3,750,000	5,559,990	1,205,963	870,805	2,076,768	3,483,222	20%
Furniture and Fixtures	607,100	-	607,100	328,283	55,763	384,046	223,054	20%
Motor Vehicle	690,000	-	690,000	545,297	28,941	574,238	115,762	20%
Total	3,457,695	3,839,000	7,296,695	2,375,577	978,290	3,353,867	3,942,828	
Blood Bank								
Air Conditioners	103,000	-	103,000	69,249	6,750	75,999	27,001	20%
Computers and Accessories	186,500	-	186,500	125,388	12,222	137,610	48,890	20%
Furniture and Fixtures	46,000	-	46,000	30,217	3,157	33,374	12,626	20%
Blood bank Equipment	6,955,250	-	6,955,250	2,755,447	839,961	3,595,408	3,359,842	20%
Total	7,290,750	-	7,290,750	2,980,301	862,090	3,842,391	3,448,359	
Neonatal ward								
Neonatal Equipment	1,552,692	-	1,552,692	1,014,710	107,596	1,122,306	430,386	20%
Water Cooler	37,000	-	37,000	24,876	2,425	27,301	9,699	20%
Total	1,589,692	-	1,589,692	1,039,586	110,021	1,149,607	440,085	
Total - 2021	12,338,137	3,839,000	16,177,137	6,395,464	1,950,401	8,345,865	7,831,272	
Total - 2020	12,797,937	40,200	12,338,137	4,910,436	1,485,028	6,395,464	5,942,673	
		(500,000)						

* Nil

	<u>Note</u>	<u>2021</u> <u>Rupees</u>	<u>2020</u> <u>Rupees</u>
4 SHORT TERM INVESTMENTS			
- Faisal bank - Islamic Banking - BMIC	5.1	15,000,000	1,000,000
- Al Meezan Investment -TDR's		4,288	4,288
		15,004,288	1,004,288

4.1 This includes Rs. 1,200,000 (2020: Rs. 1,000,000) of Endowment Fund.

4.2 Expected rate of profit 4.75% to 4.90% (2020: 4.75% to 4.90%).

	<u>Note</u>	<u>2021</u> <u>Rupees</u>	<u>2020</u> <u>Rupees</u>
5 CASH AND BANK BALANCES			
Cash in hand		30,655	15,823
Cash at banks		16,150,126	20,465,448
		16,180,781	20,481,271

5.1 This includes Rs. Nil (2020: 200,000) of Endowment Fund.

6 RESERVED FUNDS

Cancer hospital

Balance as at July 01,	11,144,489	7,100,792
Donation received during the year	9,310,630	9,676,370
	20,455,119	16,777,162
Disbursed during the year	(4,211,452)	(5,632,673)
Balance as at June 30,	16,243,667	11,144,489

Shikarpur Hospital

Balance as at July 01,	131,335	133,795
Donation received during the year	-	-
	131,335	133,795
Disbursed during the year	-	(2,460)
Balance as at June 30,	131,335	131,335
	16,375,002	11,275,824

7 ENDOWMENT FUND	7.1	1,200,000	1,200,000
-------------------------	------------	------------------	------------------

7.1 Amount donated for Endowment Fund invested in Barakat Monthly Income Certificates (BMIC).

ms

	Note	2021 Rupees	2020 Rupees
8 ADMINISTRATIVE EXPENSES			
Salaries, allowances and benefits		1,465,320	1,909,810
Stationery and supplies		9,360	-
Printing expenses		2,755	1,795
Telephone Expenses		21,220	14,670
Computer maintenance		59,450	60,600
Office repairs and maintenance		29,685	3,290
Legal and Professional		38,060	68,200
Conveyance charges		11,230	52,810
Presentation and promotional expenses		49,768	51,759
Depreciation	3	1,950,401	1,485,028
Vehicle Fuel & maintenance office Car		132,385	97,530
Miscellaneous		22,276	5,728
Insurance Expenses		19,599	19,599
Internet and mobile charges		37,500	25,566
		3,849,009	3,796,385

9 DISBURSEMENTS TO NICH'S

Renovation / Assets/ Misc			
- Equipments		149,250	16,470
- General		520	3,940
- Blood bank		-	74,826
- Advertisement expenses		842,625	853,747
- Repair & Renovation		156,100	91,000
		1,148,495	1,039,983
Medicine Aid			
- Patients & Blood Bank		13,665,674	16,941,595
Staff Salaries			
- Blood bank		1,214,872	1,533,123
- Neonatal ward		1,579,200	1,609,830
		2,794,072	3,142,953
		17,608,241	21,124,531

10 DATE OF AUTHORIZATION BY THE BOARD OF TRUSTEES

These financial statements were authorized for issue on 29 DEC 2021 by the Board of trustees of the Foundation.

11 GENERAL

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

Tahira Jawad
Treasurer

Kamran Siddiq
Chairperson