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**BAIT-UL-SUKOON  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
JUNE 30, 2017**

EY Ford Rhodes  
Chartered Accountants  
Progressive Plaza, Beaumont Road  
P.O. Box 15541, Karachi 75530  
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## INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

### Opinion

We have audited the accompanying financial statements of **Bait-ul-Sukoon** (the Trust), which comprise of the balance sheet as at **30 June 2017**, and the income and expenditure account, the cash flow statement and the statement of changes in fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements give a true and fair view of the financial position of the Trust as at 30 June 2017, and of its financial performance and its cash flows for the year then ended in accordance with Accounting Standards for Non-Profit Organizations (NPOs) as issued by the Institute of Chartered Accountants of Pakistan and applicable 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

Management of the Trust is responsible for the preparation and fair presentation of these financial statements in accordance with the Accounting Standards for Not for Profit Organizations (NPOs) as issued by the Institute of Chartered Accountants of Pakistan and applicable in Pakistan, and for such internal controls as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, Management is 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 the Trust or to cease operations, or has no realistic alternative but to do so.

Trustees 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's 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

Audit Engagement Partner: Shaikh Ahmed Salman

Date: 5 March 2018

Karachi

**BAIT-UL- SUKOON  
BALANCE SHEET  
AS AT 30 JUNE 2017**

	Note	2017 Rupees	2016 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	4	45,432,172	48,423,192
Long-term investments	5	<u>10,417,453</u>	<u>10,494,762</u>
		<b>55,849,625</b>	<b>58,917,954</b>
<b>CURRENT ASSETS</b>			
Stock in hand	6	3,174,181	3,139,869
Advances, deposits, prepayments and other receivables	7	4,381,678	5,309,368
Accrued interest and dividend receivable	8	9,269,569	26,373,875
Short-term investments	9	422,932,564	363,736,556
Cash and bank balances	10	<u>4,116,848</u>	<u>6,211,562</u>
		<b>443,874,840</b>	<b>404,771,230</b>
<b>CURRENT LIABILITIES</b>	11	<b>6,621,715</b>	<b>5,122,551</b>
<b>NET CURRENT ASSETS</b>		<u><b>437,253,125</b></u>	<u><b>399,648,679</b></u>
<b>NET ASSETS</b>		<u><u><b>493,102,750</b></u></u>	<u><u><b>458,566,633</b></u></u>
<b>REPRESENTED BY:</b>			
Endowment Fund		400,000,000	300,000,000
Building Fund		38,322,620	96,711,920
General Fund		<u>54,780,130</u>	<u>61,854,713</u>
		<u><b>493,102,750</b></u>	<u><b>458,566,633</b></u>

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The annexed notes from 1 to 22 form an integral part of these financial statements.





**MANAGING TRUSTEE**
**TRUSTEE**
**HONORARY TREASURER**

**BAIT-UL- SUKOON**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	2017 Rupees	2016 Rupees
<b>INCOME</b>			
Donations	12	99,252,007	91,014,533
Return on investments and bank deposits	13	24,949,791	26,251,559
Other income	14	11,293	5,285,000
Subsidy from K-Electric		<u>2,062,473</u>	<u>2,257,970</u>
		<b>126,275,564</b>	<b>124,809,062</b>
<b>EXPENSES</b>			
Patient care expenses	15	<u>69,471,667</u>	<u>(67,304,992)</u>
Support expenses	16	<u>22,267,780</u>	<u>(17,845,012)</u>
		<b>91,739,447</b>	<b>(85,150,004)</b>
<b>SURPLUS OF INCOME OVER EXPENDITURE</b>			
		<u><b>34,536,117</b></u>	<u><b>39,659,058</b></u>
<b>TRANSFERRED TO:</b>			
Endowment Fund		30,000,000	20,000,000
General Fund		<u>4,536,117</u>	<u>19,659,058</u>
		<u><b>34,536,117</b></u>	<u><b>39,659,058</b></u>

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The annexed notes from 1 to 22 form an integral part of these financial statements.

*Zainab Q. Cheema*  
 MANAGING TRUSTEE

*Fatima Agha*  
 TRUSTEE

*[Signature]*  
 HONORARY TREASURER

**BAIT-UL- SUKOON**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	2017 Rupees	2016 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus of income over expenditure for the year		34,536,117	39,659,058
<b>Adjustments:-</b>			
Depreciation	4.1	4,022,261	3,652,682
Gain on disposal of fixed assets		(11,293)	(1,285,000)
Loss / (gain) on revaluation of mutual funds		-	9,582
Profit on bank balances and investments		(24,949,791)	(26,251,559)
Amortization of deferred costs	5	77,309	68,848
		(20,861,514)	(23,805,447)
Operating surplus before working capital changes		13,674,603	15,853,611
<b>Working capital changes</b>			
Decrease/ (increase) in current assets		893,378	(32,989)
Increase in current liabilities		1,499,164	127,522
		2,392,542	94,533
Net cash inflow from operating activities		16,067,145	15,948,144
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of short term investments - net		(59,196,007)	(20,000,000)
Acquisition of fixed assets		(1,031,948)	(8,584,057)
Profit received on investments		42,054,096	12,060,339
Proceeds from disposal of fixed assets		12,000	1,285,000
Net cash used in investing activities		(18,161,859)	(15,238,718)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		(2,094,714)	709,426
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		46,211,562	45,502,136
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	18	44,116,848	46,211,562

The annexed notes from 1 to 22 form an integral part of these financial statements.

*Fatima A. Elereku*  
MANAGING TRUSTEE

*Fatima Agha*  
TRUSTEES

*[Signature]*  
HONORARY TREASURER

**BAIT-UL- SUKÖON**  
**STATEMENT OF CHANGES IN ACCUMULATED FUND**  
**AS AT YEAR 30 JUNE 2017**

	Restricted		General Fund	Accumulated Surplus	Total
	Endowment Fund	Building Fund			
	(Rupees)				
Balance as at 01 July 2015	280,000,000	96,711,920	42,195,655	-	418,907,575
Surplus for the year	-	-	-	39,659,058	39,659,058
Transfer of surplus of income over expenditure	20,000,000	-	19,659,058	(39,659,058)	-
Surplus as at 30 June 2016	300,000,000	96,711,920	61,854,713	-	458,566,633
Surplus for the year	-	-	-	34,536,117	34,536,117
Transfer of surplus of income over expenditure	30,000,000	-	4,536,117	(34,536,117)	-
Transfer to General Fund	-	(58,389,300)	58,389,300	-	-
Transfer to Endowment Fund	70,000,000	-	(70,000,000)	-	-
<b>Balance as 30 June 2017</b>	<b>400,000,000</b>	<b>38,322,620</b>	<b>54,780,130</b>	<b>-</b>	<b>493,102,750</b>

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The annexed notes from 1 to 22 form an integral part of these financial statements.

*Zainab Q. Elshah*  
**MANAGING TRUSTEE**

*Fatima Agha*  
**TRUSTEE**

*M. S.*  
**HONORARY TREASURER**

**BAITUL SUKOON**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. NATURE OF ACTIVITIES**

Bait-ul-Sukoon (the Trust) is a non-profitable hospital registered in Pakistan on March 10, 1999 under the Trust Act, 1882. The Trust is situated at S.N.P.A. 17-J, Block-3, K.C.H.S. Union, Karachi.

The objective of the Trust is to provide curative and palliative management of cancer patients.

**2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with accounting standards for Not for Profit Organization (NPOs) as issued by the Institute of Chartered Accountants of Pakistan and applicable in Pakistan.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**3.1 Basis of preparation**

These financial statements have been prepared under the historical cost convention.

**3.2 Significant accounting judgments and estimates**

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Trust's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

**3.3 Property and equipment**

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any, except leasehold land, which is stated at cost.

Depreciation on property and equipment is charged to income and expenditure account applying the straight-line method at the rates specified in note 4.1 to the financial statements, whereby the cost of an asset is written off over its estimated useful life. The asset's useful life is reviewed, and adjusted if appropriate, at each balance sheet date.

Maintenance and normal repairs are charged to income and expenditure account as and when incurred. Major renewals and improvements are capitalised.

Gain and loss on disposal of fixed asset is included in income and expenditure account currently.

Depreciation on additions is charged to the income and expenditure account from the year in which the asset is put to use while no depreciation is charged in the year in which the assets are disposed off.

**3.4 Intangible assets**

Intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. All intangible assets are amortised using straight-line method over their estimated useful lives from the month the asset is available for use.

Intangible assets are amortized using straight-line method over the period of three years. Where the carrying amount of an asset exceeds its estimated recoverable amount it is written down immediately to its recoverable amount.

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### 3.5 Stock in hand

Stock in hand includes medicines, stationary and supplies. Cost of stock in hand is recorded using first-in first-out method. These are valued at lower of cost and net realizable value. Net realizable value represents estimated selling prices in the ordinary course of business less the estimated cost of completion and the estimated cost necessary to make the sale.

### 3.6 Investments

#### 3.6.1 Available for sale

Investments have been classified as "Available for Sale". All investments are initially recognised at cost, being the fair value of the consideration given. Subsequent to initial recognition, available for sale investments are measured at fair value subject to a review for impairment at each balance sheet date. Fair value is determined by reference to quoted market price.

Any gain or loss from a change in the fair value of investments available for sale is recognised directly in equity until the investment is derecognised or is determined to be impaired, at which time cumulative gain or loss previously recognised in equity is taken to the income and expenditure account.

#### 3.6.2 Held-to-maturity

Investments with fixed maturity, where the management has both the intent and ability to hold till maturity, are classified as held-to-maturity.

After initial recognition, such investments are carried at amortized cost less any provision for impairment.

Premiums and discounts on investments are amortized on a straight line basis over the tenure of the investment.

Provision for diminution in the value of securities is made after considering impairment, if any, in their value and charged to income and expenditure account.

#### 3.6.3 Fair value through profit and loss

These are securities, which are either acquired for generating a profit from short-term fluctuations in market prices, interest rate movements, dealers margins or are securities included in a portfolio in which a pattern of short-term trading exists.

After initial recognition, such investments are carried at fair value and any changes in the fair value of the assets are immediately recognized in the income and expenditure account of the period.

### 3.7. Impairment

Assets are periodically reviewed for impairment particularly whenever events or changes in circumstances indicate that the carrying amount of these assets may not be recoverable. Whenever the carrying amount of these assets exceeds their recoverable amount, an impairment loss is recognized in income and expenditure account.

### 3.8. Financial Instruments

All the financial assets and financial liabilities are recognised at the time when the Trust becomes a party to the contractual provisions of the instrument. Financial assets are derecognised when the contractual rights to receive cash flows related to the asset expire. Financial liabilities are derecognised when they are extinguished, that is, when the obligation specified in the contract is discharged, cancelled, or expires. Any gain or loss on derecognition of the financial assets and financial liabilities is taken to the income and expenditure account in the period in which it arises.

### 3.9. Taxation

The Trust is a non profit organization which is also approved by the concerned Commissioner of Income Tax Vide its order no. CIT/COS V/2006/414 dated 12 July 2006 under section 2(36) of the Income Tax Ordinance 2001 (the Ordinance).

Moreover, the Trust is entitled to tax credit under section 100C of the Income Tax Ordinance, 2001 (the Ordinance).

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**3.10. Provisions**

Provisions are recognized in the balance sheet when the Trust has a present legal or constructive obligation as a result of past events and it is probable that an out flow of resources embodying economic benefits will be required to settle the obligation of which reliable estimate can be made.

**3.11 Staff retirement benefits**

Each employee is entitled to a month gross salary as gratuity for each year of service or any part thereof. The period of service and amount of gratuity will be frozen for each completed year of service or any part thereof. No mark-up will be paid on frozen amount of gratuity.

**3.12 Deferred capital grant**

Deferred capital grant represents the donations received in kind for capital expenditure which are amortized over the useful life of such assets.

**3.13 Fund account****3.13.1 Endowment fund**

Endowment fund comprises of donations and amounts transferred from other funds. These are to be invested as per the decisions of the Trustees in fixed measurable securities.

**3.13.2 Building Fund**

The Trust was constructing a building for its terminally ill cancer patients and was collecting funds for this purpose. The amounts received were only used for construction of building and purchase of equipment and furniture. In 2008 the construction of the building was completed.

**3.13.3 General Fund**

Any excess of income over expenditure which is not transferred to Endowment or Building Fund is taken to the General Fund.

**3.14 Revenue recognition****3.14.1 Donation in cash / cheque**

Donations are recorded as income in the income and expenditure account when received.

**3.14.2 Donations in kind**

Donations received as medicines, food and other consumables are recognized as income in the income and expenditure account when they are received.

**3.14.3 Other revenue**

Return on bank deposits and investments are recorded on accrual basis.

Income on Term Deposit is recognized at the rate of return implicit in the instrument on a time proportionate basis.

Gains / (losses) arising on sale of investment are included in the income and expenditure on the date at which the transaction takes place.

**3.15 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, cash at bank fixed deposit accounts and term deposit accounts having maturity of 3 months and less.

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	Note	2017 Rupees	2016 Rupees
<b>4. FIXED ASSETS</b>			
Property, plant and equipment	4.1	45,432,172	48,423,192
Intangibles assets	4.2	-	-
		<u>45,432,172</u>	<u>48,423,192</u>

2017	COST		ACCUMULATED DEPRECIATION			WRITTEN DOWN VALUE	Depreciation Rate %	
	As at 01 July 2016	Additions / (Deletions)	As at 30 June 2017	As at 01 July 2016	Charge for the year / (Deletions)	As at 30 June 2017		
	(Rupees)							
Building	49,439,452	-	49,439,452	9,880,846	1,235,986	11,116,832	38,322,620	2.5
Leasehold land	330,000	-	330,000	-	-	-	330,000	-
Furniture and fixtures	9,139,437	286,250	9,425,687	8,440,143	254,161	8,694,304	731,383	20
Office and hospital equipment	42,479,480	698,698	43,178,178	37,802,127	1,733,406	39,535,533	3,642,645	20
Vehicle	4,607,090	47,000 (42,500)	4,611,590	1,449,151	798,708 (41,793)	2,206,066	2,405,524	20
	<u>105,995,459</u>	<u>1,031,948</u> <u>(42,500)</u>	<u>106,984,907</u>	<u>57,572,267</u>	<u>4,022,261</u> <u>(41,793)</u>	<u>61,552,735</u>	<u>45,432,172</u>	

2016	COST		ACCUMULATED DEPRECIATION			WRITTEN DOWN VALUE	Depreciation Rate %	
	As at 01 July 2015	Additions / (Deletions)	As at 30 June 2016	As at 01 July 2015	Charge for the year / (Deletions)	As at 30 June 2016		
	(Rupees)							
Building	49,439,452	-	49,439,452	8,644,860	1,235,986	9,880,846	39,558,606	2.5
Leasehold land	330,000	-	330,000	-	-	-	330,000	-
Furniture and fixtures	8,333,350	806,087	9,139,437	8,228,819	211,324	8,440,143	699,294	20
Office and hospital equipment	42,495,121	3,831,430 (3,847,071)	42,479,480	40,238,801	1,410,397 (3,847,071)	37,802,127	4,677,353	20
Vehicle	660,550	3,946,540	4,607,090	654,176	794,975	1,449,151	3,157,939	20
	<u>101,258,473</u>	<u>8,584,057</u> <u>(3,847,071)</u>	<u>105,995,459</u>	<u>57,766,656</u>	<u>3,652,682</u> <u>(3,847,071)</u>	<u>57,572,267</u>	<u>48,423,192</u>	

4.2 This represents fully depreciated software, having cost of Rs.1,168,845.

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	Note	2017 Rupees	2016 Rupees
9.2 Held-to-maturity			
Term deposits and fixed deposits	9.2.1	<u>400,000,000</u>	<u>350,000,000</u>

## 9.2.1 Term deposits and fixed deposits

	Term Deposits Receipts (note 9.2.1.1)	Fixed Deposits Account (note 9.2.1.2)	2017	2016
----- (Rupees) -----				
Balances as at 01 July	130,000,000	220,000,000	350,000,000	330,000,000
Add: Purchased during the year	180,000,000	220,000,000	400,000,000	350,000,000
Less: Matured during the year	(130,000,000)	(220,000,000)	(350,000,000)	(330,000,000)
Balances as at 30 June	<u>180,000,000</u>	<u>220,000,000</u>	<u>400,000,000</u>	<u>350,000,000</u>

9.2.1.1 These carry profit rates ranging from 5.90% to 6.10% (2016: 5.90% to 9.75%) per annum having maturity ranging from 3 months to 1 year.

9.2.1.2 These carry profit rates ranging from 5.25% to 5.85% (2016: 6% to 9.90%) per annum having maturity ranging from 3 months to 1 year.

	Note	2017 Rupees	2016 Rupees
10. CASH AND BANK BALANCES			
In hand		30,000	30,000
With bank in saving account	10.1	<u>4,086,848</u>	<u>6,181,562</u>
		<u>4,116,848</u>	<u>6,211,562</u>

10.1 Profit rates on saving account range from 3.75% to 5.50% (2016: 3.75% to 5.50%) per annum.

## 11. CURRENT LIABILITIES

Accrued expenses	1,862,592	742,019
Staff gratuity	<u>4,759,123</u>	<u>4,380,532</u>
	<u>6,621,715</u>	<u>5,122,551</u>

## 12. DONATIONS

In cash / cheque	97,636,770	89,230,944
In kind – medicines	<u>1,615,237</u>	<u>1,783,589</u>
	<u>99,252,007</u>	<u>91,014,533</u>

## 13. RETURN ON INVESTMENTS AND BANK DEPOSITS

Long Term Investments	1,044,942	1,131,152
Short-term investments	23,405,228	24,467,482
Bank deposits	<u>499,621</u>	<u>652,925</u>
	<u>24,949,791</u>	<u>26,251,559</u>

## 14. OTHER INCOME

Gain on disposal of fixed assets	11,293	1,285,000
Reversal of provision of diminution	-	<u>4,000,000</u>
	<u>11,293</u>	<u>5,285,000</u>

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	Note	2017 Rupees	2016 Rupees
<b>15. PATIENT CARE EXPENSES</b>			
Medical staff salaries and other benefits		16,936,964	16,117,557
Consultant's charges		590,340	590,340
Chemotherapy		19,489,574	23,365,336
Radiotherapy		9,801,350	9,583,200
Medicines		5,809,319	4,707,382
Operations		9,376,129	7,041,381
Patients' food		1,489,937	1,287,747
Patients' laundry		255,087	202,101
Ultrasound and X-ray		700,122	705,985
Laboratory - net		4,651,445	3,476,413
Oxygen cylinders utilized		371,400	227,550
		<u>69,471,667</u>	<u>67,304,992</u>
<b>16. SUPPORT EXPENSES</b>			
Support staff salaries and other benefits		5,758,953	4,730,982
Contract staff salaries		2,097,088	1,997,092
E.O.B.I contribution		490,620	349,020
SESSI contribution		282,160	280,000
Utilities-net		2,070,298	2,490,704
Conveyance and fuel		183,791	188,593
Courier charges		13,773	7,419
Repair and maintenance		3,408,532	2,540,373
Stationery and office supplies		324,887	479,767
Auditors remuneration		171,530	140,560
Depreciation	16.1	4,022,261	3,652,682
Bank charges		42,711	45,957
Inventory written-down		23,530	59,248
Insurance		378,074	340,692
Advertisement		402,499	409,690
Events		1,880,250	-
Staff uniform		74,288	-
Others		642,535	132,233
		<u>22,267,780</u>	<u>17,845,012</u>
<b>16.1 Auditors' remuneration</b>			
Audit fee		146,530	115,560
Out of pocket expenses		25,000	25,000
		<u>171,530</u>	<u>140,560</u>
<b>17. TAXATION</b>			

The Trust is a non profit organization which is also approved by the concerned Commissioner of Income Tax Vide its order no. CIT/COS V/2006/414 dated 12 July 2006 under section 2(36) of the Income Tax Ordinance 2001 (the Ordinance).

Moreover, the Trust is entitled to tax credit under section 100C of the Income Tax Ordinance, 2001 (the Ordinance). Accordingly, no tax would be due with the return of income for the year ended 30 June 2017.

However, a new clause has been inserted as clause (d) of section 100C by the Finance Act, 2017 in Income Tax Ordinance, 2001 whereby a trust is required to meet certain conditions in order to avail the tax credit, otherwise, tax will be charged on surplus at the rate of 10%. This clause is applicable from tax year 2018.

ET

	2017 Rupees	2016 Rupees
18. CASH AND CASH EQUIVALENTS		
In hand	30,000	30,000
With bank in saving accounts	4,086,848	6,181,562
Term Deposit Receipts (having maturity of 3 months)	40,000,000	40,000,000
	<u>44,116,848</u>	<u>46,211,562</u>

## 19. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at 30 June 2017.

## 20. CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged wherever necessary, for the purpose of comparison. Hence, there are no significant reclassifications to report.

## 21. DATE OF AUTHORIZATION

These financial statements were authorized for issue on 05 MAR 2018 by the Trustees.

## 22. GENERAL

Figures have been rounded off to the nearest rupee.

*Zainab A. Qureshi*  
MANAGING TRUSTEE

*Fatima Agha*  
TRUSTEE

*[Signature]*  
HONORARY TREASURER