

FINANCIAL STATEMENTS
(AUDITED)

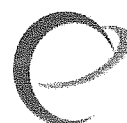
MUKHTARAN RAFIQUE FOUNDATION

FINANCIAL YEAR ENDED JUNE 30, 2019

COMPILED BY
HASNAIN ALI & CO.
CHARTERED ACCOUNTANTS

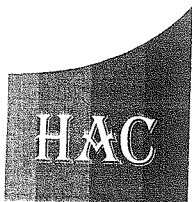


Chartered Accountants
YOUR TRUSTED PARTNER



ENTERPRISE WORLDWIDE
AN INTERNATIONAL ASSOCIATION OF ACCOUNTANTS & ADVISORS

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IASNAIN ALI
Chartered Accountants
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INDEPENDENT AUDITOR'S REPORT

To the Trustees of the Mukhtaran Rafique Foundation

Opinion

We have audited the financial statements of **Mukhtaran Rafique Foundation** ("the Trust"), which comprise the statement of financial position as at June 30, 2019, and the income and expenditure account, statement of cash flows, statement of changes in fund balance, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the trust as at June 30, 2019, and of its financial performance and its statement of changes in fund balance in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with 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 the approved accounting and reporting standards as applicable in Pakistan, and for such internal control as the Trustees determines 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 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.

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.

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.

The engagement partner on the audit resulting in this independent auditor's report is Hasnain Adam Ali.

Lahore

Date: October 24, 2019



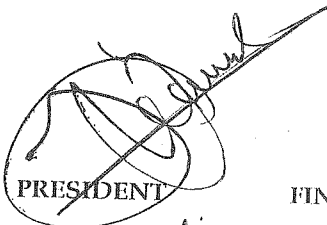
Hasnain Ali & Co.
Chartered Accountants

Mukhtaran Rafique Foundation**Statement of Financial Position**

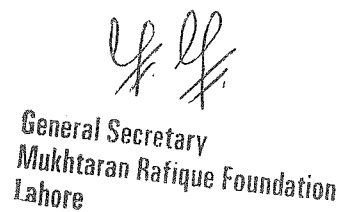
As at June 30, 2019

	Note	2019 ----- Rupees -----	2018
ASSETS			
NON-CURRENT ASSETS			
Operating fixed assets	3	29,643,203	19,762,146
CURRENT ASSETS			
Stock	4	2,033,924	3,733,750
Advance income tax		119,259	119,259
Advance against salaries		-	20,000
Cash and bank balances	5	1,621,838	8,368,575
		3,775,021	12,241,584
TOTAL ASSETS		33,418,224	32,003,730
CURRENT LIABILITIES			
Security payable		150,000	150,000
Creditors		681,676	321,769
		831,676	471,769
NET ASSETS		32,586,548	31,531,961
REPRESENTED BY:			
General fund		32,586,548	31,531,961
		32,586,548	31,531,961

The annexed notes 1 to 11 form an integral part of these financial statements.


PRESIDENTPresident
Mukhtaran Rafique Foundation
Lahore
FINANCE SECRETARYFinance Seceratory
MUKHTARAN RAFIQ
Foundation

GENERAL SECRETARY


General Secretary
Mukhtaran Rafique Foundation
Lahore

Mukhtaran Rafique Foundation**Income and Expenditure****For the year ended June 30, 2019**

		2019	2018
	Note	----- Rupees -----	
INCOME			
Receipts	6	22,234,891	28,407,897
EXPENDITURES			
Staff salaries		7,286,024	6,766,224
Medicine consumed	7	7,504,255	8,109,087
Dental and laboratory expenses		674,656	612,280
Printing and stationery		189,252	156,963
Consultancy charges		1,304,498	1,093,795
Miscellaneous expenses		309,211	366,608
Utilities expenses		836,606	587,290
Donation expenses		459,080	795,080
Fund raising event expense		214,020	256,187
Operation theater expenses		472,900	627,670
Repair and maintenance		262,074	260,260
Postage and telegram		1,460	7,740
Travelling and conveyance		52,575	63,650
Advertisement expense		130,125	215,732
Waste management expense		144,000	144,000
Fuel expense		100,418	45,986
Bank charges		25,511	25,064
Laundry expenses		53,750	51,900
Office supplies consumed		96,224	155,715
Withholding income tax		20,110	-
Balances writtarn off		20,000	-
Depreciation	3	1,023,554	1,050,625
		21,180,303	21,391,856
Surplus for the year		1,054,589	7,016,041

The annexed notes 1 to 11 form an integral part of these financial statements.


PRESIDENT

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Mukhtaran Rafique Foundation
Lahore


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GENERAL SECRETARY

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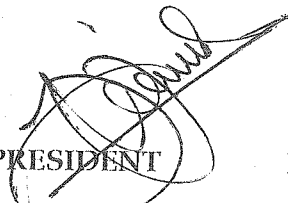
Mukhtaran Rafique Foundation

Statement of Cash Flows

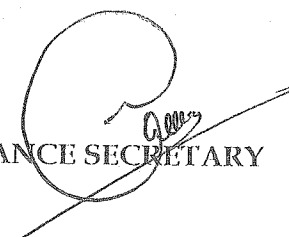
For the year ended June 30, 2019

	2019	2018
	----- Rupees -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus for the year	1,054,589	7,016,041
Depreciation on operating fixed assets	1,023,553	1,050,625
Decrease/ (Increase) in stock	1,699,826	(2,999,506)
Decrease in receivables	20,000	120,000
Increase/(Decrease) in trade creditors	359,907	(28,851)
Net cash generated from operating activities	4,157,874	5,158,309
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(10,904,611)	(3,564,451)
Net cash (used in) investing activities	(10,904,611)	(3,564,451)
CASH FLOW FROM FINANCING ACTIVITIES		
Net Increase/(Decrease) in cash and cash equivalents	(6,746,737)	1,593,858
Cash and cash equivalents at the beginning of the year	8,368,575	6,774,717
Cash and cash equivalents at the end of the year	1,621,838	8,368,575

The annexed notes 1 to 11 form an integral part of these financial statements.

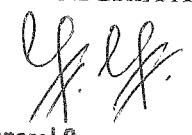

PRESIDENT

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Lahore


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General Secretary
Mukhtaran Rafique Foundation
Lahore


Mukhtaran Rafique Foundation
Statement of Changes in Fund Balance
For the year ended June 30, 2019

	Note	Accumulated Surplus (Rupees)
Balance as at July 01, 2017		24,515,920
Surplus for the year		7,016,041
Balance as at June 30, 2018		<u>31,531,961</u>
Balance as at July 01, 2018		31,531,961
Surplus for the year		1,054,589
Balance as at June 30, 2019		<u><u>32,586,548</u></u>

The annexed notes 1 to 11 form an integral part of these financial statements.


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Lahore


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General Secretary
Mukhtaran Rafique Foundation
Lahore

Mukhtaran Rafique Foundation

Notes to the Financial Statements

For the year ended June 30, 2019

1 NATURE OF BUSINESS

Mukhtaran Rafiq Foundation ("the Trust") has been registered under the voluntary social welfare agencies ordinance, 1961 (XLVI of 1961) and started its operation on September 27, 2011. The registered office of the trust is located at 146-saeed block canal bank scheme, fatch garh, Lahore. It providing medical services in respect of gynae, dental, laboratory and general medical services.

2 SIGNIFICANT ACCOUNTING POLICIES**2.1 Accounting Convention**

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

2.2 Operating fixed assets

These are stated at cost less accumulated depreciation and any identified impairment loss. Depreciation is charged to income and expenditure account on reducing balance method so as to write off the historical cost of an asset over its estimated useful life at the rates given in note 3.

Maintenance and normal repairs are charged to income as and when incurred. Gains or losses arising on the sale of fixed assets are included in income.

2.3 Revenue recognition

Fee, donation and other income are recognized on receipt basis.

2.4 Expenditure

Expenditures are recognized when these are paid.

2.5 Provisions

Provisions are recognized when the Hospital has a present obligation as a result of past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made.

2.6 Foreign currency

Foreign currency transactions are converted into Pak Rupees using the rates prevailing on the date of transaction.

2.7 Trade and other payables

Trade and other payables are carried at cost which is the fair value of the consideration to be paid in future for goods and services.

3 OPERATING FIXED ASSETS

2019 2018
----- Rupees -----

29,643,203 19,762,146

Amount in Rupees

	Land -Hospital	Building	Medical Equipments	Furniture and Fixtures	Office Equipemens	Vehicles	CWIP	Total
COST								
Balance as at July 01, 2017	4,505,000	10,271,528	3,481,344	755,650	1,232,150	550,000	-	20,795,672
Additions	-	-	168,400	59,500	649,945	-	2,686,606	3,564,451
Balance as at June 30 2018	4,505,000	10,271,528	3,649,744	815,150	1,882,095	550,000	2,686,606	24,360,123
Balance as at July 01, 2018	4,505,000	10,271,528	3,649,744	815,150	1,882,095	550,000	2,686,606	24,360,123
Additions	-	-	9,100	49,700	366,590	-	10,479,221	10,904,611
Balance as at June 30, 2019	4,505,000	10,271,528	3,658,844	864,850	2,248,685	550,000	13,165,827	35,264,734
DEPRECIATION								
Balance as at July 01, 2017	-	1,001,474	1,306,888	506,998	649,492	82,500	-	3,547,352
Charge for the year	-	463,503	330,506	41,769	144,722	70,125	-	1,050,625
Balance as at June 30 2018	-	1,464,977	1,637,394	548,767	794,214	152,625	-	4,597,977
Balance as at July 01, 2018	-	1,464,977	1,637,394	548,767	794,214	152,625	-	4,597,977
Charge for the year	-	440,328	302,366	46,055	175,199	59,606	-	1,023,554
Balance as at June 30, 2019	-	1,905,305	1,939,760	594,822	969,413	212,231	-	5,621,531
Balance as at June 30 2018	4,505,000	8,806,551	2,012,350	266,383	1,087,881	397,375	2,686,606	19,762,146
Net book value as at June 30, 2019	4,505,000	8,366,223	1,719,085	270,028	1,279,272	337,769	13,165,827	29,643,203
Depreciation rate (per annum)	-	5	15	15	15	15	-	

	Note	2019 ----- Rupees -----	2018
4 STOCK			
Closing stock	7	<u>2,033,924</u>	<u>3,733,750</u>
5 CASH AND BANK BALANCES			
Cash in hand		137,276	52,906
Cash at bank - current account		<u>1,484,562</u>	<u>8,315,669</u>
		<u>1,621,838</u>	<u>8,368,575</u>
6 RECEIPTS			
Receipts from patients		5,948,211	3,300,193
Receipts from gynae department		399,288	454,168
Receipts from dental department		468,800	357,610
Receipts from laboratory		1,590,758	1,261,569
Receipts from operation theater		658,600	1,354,500
Donation income in cash	6.1	7,665,093	10,999,175
Donation in kind		4,159,141	9,770,711
Membership fee		-	39,000
Other income		<u>1,345,000</u>	<u>870,971</u>
		<u>22,234,891</u>	<u>28,407,897</u>
6.1 Donation has been reclassified in income and expenditure account instead in fund movement.			
7 MEDICINE CONSUMED			
Opening stock		3,733,750	734,244
Purchases		1,635,288	1,347,882
Donation received in kind		4,169,141	9,760,711
Closing stock	4	<u>(2,033,924)</u>	<u>(3,733,750)</u>
		<u>7,504,255</u>	<u>8,109,087</u>

7.1 Medicine consumed figure include donation of medicine given to other institutions amounting to Rs. 2,754,107/- and medicine loss due to expiry amounting to Rs. 264,564.

8 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at June 30, 2019 & June 30, 2018.

9 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on _____ by president.

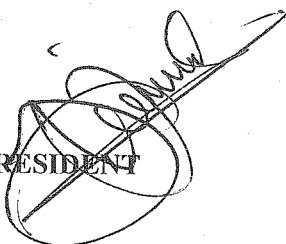
10 EVENTS AFTER THE BALANCE SHEET DATE

There is no reportable event occurring after the balance sheet date.

11 GENERAL

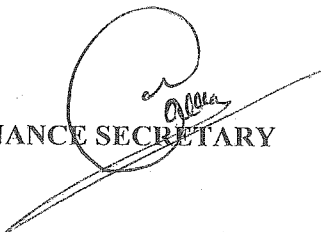
11.1 Corresponding figures have been re-arranged and re-classified wherever necessary for the purpose of comparison and to reflect more appropriate presentation of events.

11.2 Figures have been rounded off to the nearest of rupees.



PRESIDENT


**President
Mukhtaran Rafique Foundation
Lahore**



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Foundation**

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**General Secretary
Mukhtaran Rafique Foundation
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