

ASAD FOUAD
Chartered Accountants

AL-SADIQ TRUST

**AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017**





AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed Balance Sheet of **AL-SADIQ TRUST**, registered by joint sub-registrar Islamabad on December 17, 1996 with registered office at Jamia Imam Sadiq ASW G-9/2, Islamabad as at **December 31, 2017** and the related income & expenditure account together with the notes forming part thereof, (here-in- after referred to as "the financial statement" for the year then ended. We state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the board of management to establish and maintain a system of internal controls and prepare and present the financial statements in conformity with the approved accounting standards as applicable in Pakistan. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining on attest basis, evidence supporting the amounts and disclosures in the above said financial statement. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for or opinion.

In our opinion and to the best of our information and according to the explanations given to us, the balance sheet and income & expenditure account together with the notes forming part thereof are in agreement with the books and records.



ASAD FOUAD
CHARTERED ACCOUNTANTS


ISLAMABAD: February 9, 2018

AL SADIQ TRUST
STATEMENT OF FINANCIAL POSITION
AS AT DEC 31, 2017

<u>Funds and liabilities</u>	Notes	31-Dec-2017 (Rupees)	31-Dec-2016 (Rupees)
General fund	3	23,423,757	23,878,615
Current liabilities			
Accrued and other liabilities	4	-	37,600
		<u>23,423,757</u>	<u>23,916,215</u>
Property and assets			
Non - current assets			
Property and equipment	5	14,155,959	15,190,745
Current assets			
Advances and deposits	6	298,634	254,811
Cash and bank	7	8,969,164	8,470,659
		<u>9,267,798</u>	<u>8,725,470</u>
		<u>23,423,757</u>	<u>23,916,215</u>

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



Chairman


Trustee

AL SADIQ TRUST
RECEIPT AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED DEC 31, 2017

	Notes	31-Dec-2017 (Rupees)	31-Dec-2016 (Rupees)
Receipts	8	2,032,762	2,120,989
Less: Expenditures			
Program activities	9	11,452,332	10,642,903
Administrative expenses	10	10,633,768	7,446,798
		22,086,100	18,089,701
Excess of expenditure over receipt from operating activities		(20,053,338)	(15,968,712)
Receipts from non-operational activities			
Donations	11	20,441,404	16,330,364
Other income	12	31,000	32,070
		20,472,404	16,362,434
Excess of expenditure over receipt carried forward to the general fund		419,066	393,722

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


Chairman


Trustee

AL SADIQ TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DEC 31, 2017

1. Trust and its objectives

AL SADIQ TRUST was registered on December 17, 1996 with the Joint Sub-Registrar of Islamabad. The main object of the trust includes arranging Namaz-e-Jamat and organizing Majalis in Masjid on the death anniversaries of the fourteen Masoomin (A.S). It also includes the elevation of education level, organizing cultural and social programmes and maintenance of bath houses and grave yards for deceased Shia Ishna Asheri Muslims

2. Summary of significant accounting policies

The principal accounting policies which have been adopted in the preparation of these accounts are summarized below:

2.1) Basis of measurement

These accounts have been prepared under the historical cost convention, without any adjustments for the effects of inflation or current values.

2.2) Property and equipment

- i) These are stated at cost less accumulated depreciation and impairment losses, if any.
- ii) Depreciation on operating assets is charged on reducing balance method.
- iii) A full month's depreciation is charged in the month of addition and no depreciation is charged in the month of disposal.
- iv) Gain or loss, if any, on disposal of fixed assets is included in current year's income.
- v) Maintenance and normal repairs are charged to income as and when incurred and major renewals and improvements are capitalized.
- vi) The trust reviews the useful lives and residual value of its assets on regular basis. Any change in the estimates in future years might affect the carrying amounts of the respective items of property and equipment with a corresponding effect on the

2.3) Capital work in progress

Capital work-in-progress is stated at cost. It consists of payments made against construction of rooms owned by the trust and is to be capitalized on completion of work.

2.4) Foreign currency translation

Transactions in foreign currencies are converted at the rate prevailing at the date of transaction. Monetary assets and liabilities at the year-end are translated at the exchange rate, prevailing at the balance sheet date.

2.5) Revenue recognition

Revenue from donations are recognized on receipt basis.

2.6) Reserve fund

The trust set aside 10% from donations received to meet its emergency operating cost. The reserve can only be utilized after the approval of board of trustees.

2.7) Donations-in-kind

Donations-in-kind received has been valued and recorded at their estimated fair value as provided by the donor or, in absence of donor's valuation, at wholesale values estimated by the organization, at the time the goods are received from the donor.

2.8) Volunteer services

The efforts of volunteer workers are not reflected in the accompanying financial statements, in as much as no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of their time to the

	31-Dec-2017	31-Dec-2016
	(Rupees)	(Rupees)
3. General fund		
Balance as at Dec 31,	16,091,067	15,697,345
Add: Excess of (expenditure over receipt)	419,066	393,722
	<hr/> 16,510,133	<hr/> 16,091,067
Funds for specific purposes (3.1)	4,994,136	4,801,432

Reserve Fund

1,919,488

2,986,116

23,423,75723,878,615**3.1) Funds for specific purposes**

Description	Balance as on Jan 1, 2017	Funds received during the year	Expenses against fund during the year	Balance as at Dec 31, 2017
Fitraana Non-Syed	(36)	11,500	-	11,464
Kafan/Mayaat	81,068	239,137	190,636	129,569
Khums Seham-e-Saadat	1,016,319	749,255	1,254,000	511,574
Khums Seham-e-Imam	380,250	1,017,815	57,800	1,340,265
Marif-e-Islami	257,087	218,800	338,443	137,444
Medical Centre	302,600	97,340	269,350	130,590
Construction of mosque	1,773,411	1,276,100	821,791	2,227,720
Zakat / Sadqaat(Box)	990,733	1,954,527	2,439,750	505,510
Total - 2017	4,801,432	5,564,474	5,371,770	4,994,136
Total - 2016	3,032,487	4,926,451	3,157,506	4,801,432

4. Accrued and other liabilities

Loan from trustees

-

37,600

-

37,600**5. Property and equipments**

Operating assets - at cost

(5.1)

13,834,559

11,628,602

Capital work-in-progress

(5.2)

321,400

3,562,143

14,155,95915,190,745**5.1) Operating assets - at cost**

Separate sheet attached

5.2) Capital work-in-progress

Mosque rooms in progress

-

3,203,143

Advances to contractors and suppliers

321,400

359,000

321,4003,562,143**6. Advances and deposits**

Advances - unsecured and considered good

To staff

against expenses

100,000

30,000

Other Advances

92,000

215,000

Deposits

Tax deducted at source

106,634

9,811

298,634254,811**7. Cash and bank**

Cash in hand

555,517

89,035

Cash at bank

- US Dollar-pls account

82,848

82,848

- Pak Rupee-current account

8,330,799

8,298,777

8,413,647

8,381,624

8,969,1648,470,659**8. Receipts**

These represents funds received against:

Monthly contribution

2,032,762

2,120,989

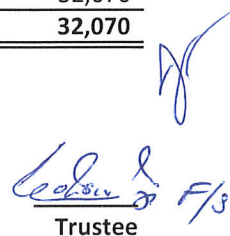
2,032,7622,120,989

5 FIXED ASSETS - Tangibles, at book value

PARTICULARS	COST	A
	AS AT 01 JAN 2017	(C
Building	18,277,970	
Carpets	390,900	
Electrical Equipment	2,182,875	
Furniture & fixture	372,010	
Library & books	330,460	
Multimedia Equipment	338,528	
Computers	91,150	
Office Equipment	443,220	
Rupees 2017	22,427,113	
Rupees 2016	21014963	

9. Program activities		
Majalis	2,137,383	1,761,687
Millad-o-mehfil	764,920	1,074,178
Iftar/ Ramzan	1,925,592	1,607,847
Moharaam	1,977,960	2,774,227
Qurbani expenses	3,637,417	2,523,527
Library and education	50,455	31,482
Khawateen wing expenses	898,155	863,620
Security expenses	60,450	6,335
	11,452,332	10,642,903
10. Administrative expenses		
Salaries and other benefits	4,717,190	4,404,188
Repairs and maintenance	779,204	297,616
Sound system	98,580	104,250
Electricity charges	1,184,305	134,862
Gas expenses and paint	529,160	93,960
Bank charges	34,670	83,178
Telephone, internet and postage	55,730	61,129
Petrol, oil and lubricants	87,881	118,494
Printing, stationery and postage	44,650	32,384
Food and entertainment	4,213	8,066
Travelling and conveyance	1,850	2,420
Legal and professional charges	298,240	40,000
Tent services	2,000	86,784
Gardening expenses	148,530	12,260
Depreciation	1,722,686	881,297
Miscellaneous	924,880	1,085,909
	10,633,768	7,446,798
11. Donations		
This represents the donation received against:		
General donation	7,110,299	5,976,593
Qurbani	3,626,000	2,527,000
Majalis	1,804,085	1,691,071
Millad-o-mehfil	215,494	479,652
Moharaam	4,768,740	3,181,557
Ahtekaaf	-	-
Khawateen wing	1,257,346	835,499
Iftar/ Ramzan	1,651,800	1,451,924
Security	4,290	172,108
Library and education	2,350	12,960
Endowment fund	1,000	2,000
	20,441,404	16,330,364
12. Other income		
Sale of scrap	31,000	32,070
	31,000	32,070


Chairman


Trustee