

**ASAD FOUAD**

**CHARTERED ACCOUNTANTS**

**AL-SADIQ TRUST**

**AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**



**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, 2016** 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.

ISLAMABAD: 18 SEPTEMBER 2017


  
**ASAD FOUAD**  
CHARTERED ACCOUNTANTS  


**AL SADIQ TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DEC 31, 2016**

<u>Funds and liabilities</u>	Notes	31-Dec-2016 (Rupees)	31-Dec-2015 (Rupees)
<b>General fund</b>	3	23,878,615	20,188,921
<b>Current liabilities</b>			
Accrued and other liabilities	4	37,600	37,600
		<u>23,916,215</u>	<u>20,226,521</u>
<b>Property and assets</b>			
<b>Non - current assets</b>			
Property and equipment	5	15,190,745	14,659,892
<b>Current assets</b>			
Advances and deposits	6	254,811	234,761
Cash and bank	7	8,470,659	5,331,868
		8,725,470	5,566,629
		<u>23,916,215</u>	<u>20,226,521</u>

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

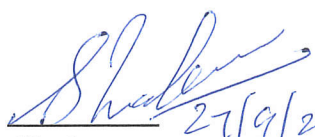
  
Chairman 27/9/2017

  
Trustee

**AL SADIQ TRUST**  
**RECEIPT AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED DEC 31, 2016**

	Notes	31-Dec-2016 (Rupees)	31-Dec-2015 (Rupees)
<b>Receipts</b>	8	2,120,989	1,862,243
<b>Less: Expenditures</b>			
Program activities	9	10,642,903	9,947,598
Administrative expenses	10	7,446,798	6,673,434
		18,089,701	16,621,032
<b>Excess of expenditure over receipt from operating activities</b>		(15,968,712)	(14,758,789)
<b>Receipts from non-operational activities</b>			
Donations	11	16,330,364	14,484,658
Other income	12	32,070	141,390
		16,362,434	14,626,048
<b>Excess of expenditure over receipt carried forward to the general fund</b>		<u>393,722</u>	<u>(132,741)</u>

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

  
Chairman 27/9/2017

  
Trustee

**AL SADIQ TRUST**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED DEC 31, 2016**

**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 depreciation charge.

**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**

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 organization.



	31-Dec-2016 (Rupees)	31-Dec-2015 (Rupees)
3. General fund		
Balance as at Dec 31,	15,697,345	15,830,086
Add: Excess of (expenditure over receipt)	393,722	(132,741)
	16,091,067	15,697,345
Funds for specific purposes (3.1)	4,801,432	3,032,487
Reserve Fund	2,986,116	1,459,089
Less Expenses against reserve fund a/c	-	-
	2,986,116	1,459,089
	<u>23,878,615</u>	<u>20,188,921</u>

### 3.1) Funds for specific purposes

Description	Balance as on Jan 1,2016	Funds received during the year	Expenses against fund during the year	Balance as at Dec 31, 2016
DI. Khan/Parachinar affectees	7,508	-	-	7,508
Fitraana Syed	200	14,002	14,000	202
Fitraana Non-Syed	(36)	4,000	4,000	(36)
Kafan/Mayaat	77,508	164,168	160,608	81,068
Khums Seham-e-Saadat	762,094	1,158,935	904,710	1,016,319
Khums Seham-e-Imam	209,580	342,670	172,000	380,250
Marif-e-Islami	179,942	616,000	538,855	257,087
Medical Centre	123,743	736,290	557,433	302,600
Construction of mosque	1,442,371	419,940	88,900	1,773,411
Zakat	(141,549)	1,470,446	717,000	611,897
Poor/Needy	129,875	-	-	129,875
Flood Relief	241,251	-	-	241,251
<b>Total - 2016</b>	<b>3,032,487</b>	<b>4,926,451</b>	<b>3,157,506</b>	<b>4,801,432</b>
<b>Total - 2015</b>	<b>4,579,073</b>	<b>3,223,746</b>	<b>4,770,332</b>	<b>3,032,487</b>

### 4. Accrued and other liabilities

Loan from trustees	37,600	37,600
	<u>37,600</u>	<u>37,600</u>

### 5. Property and equipments

Operating assets - at cost (5.1)	11,628,602	11,097,749
Capital work-in-progress (5.2)	3,562,143	3,562,143
	<u>15,190,745</u>	<u>14,659,892</u>

#### 5.1) Operating assets - at cost

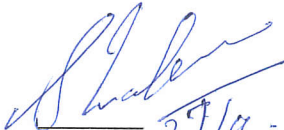
PARTICULARS	COST			RATE	DEPRECIATION			
	COST AS AT 01 JAN 2016	ADDITION (DELETION)	COST AT 31 DEC 2016		AS AT 01 JAN 2016	FOR THE PERIOD	TOTAL AS AT 31 DEC 2016	W.D.V AS AT 31 DEC 2016
Building	18,277,970	-	18,277,970	5%	8,157,649	506,016	8,663,665	9,614,305
Carpets	390,900	-	390,900	15%	365,849	3,758	369,607	21,293
Electrical Equipment	943,175	1,239,700	2,182,875	15%	375,255	271,143	646,398	1,536,477
Furniture & fixture	272,060	99,950	372,010	15%	123,510	37,275	160,785	211,225
Library & books	330,460	-	330,460	15%	247,526	12,440	259,966	70,494
Multimedia Equipment	338,528	-	338,528	30%	295,083	13,034	308,117	30,412
Computers	50,150	41,000	91,150	30%	22,305	20,654	42,959	48,192
Office Equipment	411,720	31,500	443,220	15%	330,037	16,977	347,014	96,206
<b>Rupees 2016</b>	<b>21,014,963</b>	<b>1,412,150</b>	<b>22,427,113</b>		<b>9,917,213</b>	<b>881,297.3</b>	<b>10,798,511</b>	<b>11,628,602</b>
<b>Rupees 2015</b>	<b>20799813</b>	<b>222,000</b>	<b>21,014,963</b>		<b>9,194,104</b>	<b>723,109</b>	<b>9,917,214</b>	<b>11,097,749</b>

	31-Dec-2016 (Rupees)	31-Dec-2015 (Rupees)
<b>5.2) Capital work-in-progress</b>		
Mosque rooms in progress	3,203,143	3,203,143
Advances to contractors and suppliers	359,000	359,000
	<u>3,562,143</u>	<u>3,562,143</u>
<b>6. Advances and deposits</b>		
<b>Advances - unsecured and considered good</b>		
To staff		
against expenses	30,000	30,000
Other Advances	215,000	194,950
<b>Deposits</b>		
Tax deducted at source	9,811	9,811
	<u>254,811</u>	<u>234,761</u>
<b>7. Cash and bank</b>		
Cash in hand	89,035	51,744
Cash at bank		
- US Dollar-pls account	82,848	82,848
- Pak Rupee-current account	8,298,777	5,197,276
	<u>8,381,624</u>	<u>5,280,124</u>
	<u>8,470,659</u>	<u>5,331,868</u>
<b>8. Receipts</b>		
These represents funds received against:		
Monthly contribution	2,120,989	1,862,243
	<u>2,120,989</u>	<u>1,862,243</u>
<b>9. Program activities</b>		
Majalis	1,761,687	1,580,463
Millad-o-mehfil	1,074,178	1,229,056
Iftar/ Ramzan	1,607,847	1,186,032
Moharaam	2,774,227	1,126,948
Qurbani expenses	2,523,527	2,826,056
Library and education	31,482	69,678
Khawateen wing expenses	863,620	836,665
Security expenses	6,335	1,092,700
	<u>10,642,903</u>	<u>9,947,598</u>
<b>10. Administrative expenses</b>		
Salaries and other benefits	4,404,188	3,639,332
Repair and maintenance	297,616	302,855
Sound system	104,250	74,250
Electricity charges	134,862	425,904
Gas expenses and paint	93,960	234,360
Bank charges	83,178	79,195
Telephone, internet and postage	61,129	71,180
Petrol, oil and lubricants	118,494	141,768
Printing and stationery	32,384	34,486
Food and entertainment	8,066	56,436
Travelling and conveyance	2,420	2,650
Legal and professional charges	40,000	129,600
Tent services	86,784	64,720
Gardening expenses	12,260	72,900
Depreciation	881,297	723,109
Miscellaneous	1,085,909	620,689
	<u>7,446,798</u>	<u>6,673,434</u>

	31-Dec-2016 (Rupees)	31-Dec-2015 (Rupees)
<b>11. Donations</b>		
This represents the donation received against:		
General donation	5,976,593	4,048,950
Qurbani	2,527,000	2,840,000
Majalis	1,691,071	1,403,754
Millad-o-mehfil	479,652	874,956
Moharaam	3,181,557	1,748,207
Ahtekaaf	-	500
Khawateen wing	835,499	700,628
Iftar/ Ramzan	1,451,924	1,380,446
Security	172,108	1,189,422
Library and education	12,960	87,795
Endowment fund	2,000	210,000
	<u>16,330,364</u>	<u>14,484,658</u>
<b>12. Other income</b>		
Sale of scrap	<u>32,070</u>	<u>141,390</u>
	<u>32,070</u>	<u>141,390</u>

**13. Figures**

Certain corresponding figures have been re-arranged for comparison purpose.

  
Chairman 27/9 -

  
Trustee