

ASAD FOUAD
Chartered Accountants

AL SADIQ TRUST

**AUDIT FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**



Asad Fouad

CHARTERED ACCOUNTANTS

AUDITORS' REPORT TO THE PARTNERS



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, 2018 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 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 conduct 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 misstatements. 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 our 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: March 02 2019


ASAD FOUAD
CHARTERED ACCOUNTANTS


AL SADIQ TRUST
STATEMENT OF FINANCIAL POSITION
AS AT DEC 31, 2018

<u>Funds and liabilities</u>	Notes	31-Dec-2018 (Rupees)	31-Dec-2017 (Rupees)
General fund	3	27,446,814	23,423,757
Current liabilities			
Accrued and other liabilities		-	-
		<u>27,446,814</u>	<u>23,423,757</u>
Property and assets			
Non - current assets			
Property and equipment	4	12,717,296	14,155,959
Current assets			
Advances and deposits	5	461,394	298,634
Cash and bank	6	14,268,124	8,969,164
		14,729,518	9,267,798
		<u>27,446,814</u>	<u>23,423,757</u>

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


Chairman


Trustee

AL SADIQ TRUST
RECEIPTS AND EXPENDITURES ACCOUNT
FOR THE YEAR ENDED DEC 31, 2018

	Notes	31-Dec-2018 (Rupees)	31-Dec-2017 (Rupees)
Receipts	7	2,907,166	2,032,762
Less: Expenditures			
Program activities	8	12,303,173	11,452,332
Administrative expenses	9	8,996,429	10,633,768
		21,299,602	22,086,100
Excess of expenditure over receipt from operating activities		(18,392,436)	(20,053,338)
Receipts from non-operational activities			
Donations	10	18,364,372	20,441,404
Other income	11	20,125	31,000
		18,384,497	20,472,404
Excess of expenditure over receipt carried forward to the general fund		<u>(7,939)</u>	<u>419,066</u>

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, 2018

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-2018 (Rupees)	31-Dec-2017 (Rupees)
3. General fund			
Balance as at Dec 31,		16,510,133	16,091,067
Add: Excess of (expenditure over receipt)		(7,939)	419,066
		16,502,194	16,510,133
Funds for specific purposes	(3.1)	7,104,738	4,994,136
Reserve Fund		3,839,882	1,919,488
		<u>27,446,814</u>	<u>23,423,757</u>

3.1) Funds for specific purposes

Description	Balance as on Jan 1, 2018	Funds received during the year	Expenses against fund during the year	Balance as at Dec 31, 2018
Kafan/Mayaat	129,569	203,839	225,875	107,533
Khums Seham-e-Saadat	511,574	1,151,575	612,500	1,050,649
Khums Sehm-e-Imam:Ayatullah Agha Sestani	1,154,885	1,653,310	-	2,808,195
Khums Sehm-e-Imam:Ayatullah Khamnai	179,900	123,785	240,685	63,000
Khums Sehm-e-Imam:Ayatullah Bashir	5,480	-	-	5,480
Marif-e-Islami	137,444	378,270	369,293	146,421
Medical Centre	130,590	247,850	262,138	116,302
Construction of mosque	2,227,720	15,525	350,000	1,893,245
Special Head	516,974	1,674,539	1,277,600	913,913
Total - 2018	4,994,136	5,448,693	3,338,091	7,104,738
Total - 2017	4,801,432	5,564,474	5,371,770	4,994,136

4. Property and equipments

Operating assets - at cost	(4.1)	12,717,296	13,834,559
Capital work-in-progress		-	321,400
		<u>12,717,296</u>	<u>14,155,959</u>

4.1) Operating assets - at cost

PARTICULARS	COST			RATE	DEPRECIATION			
	COST AS AT 01 JAN 2018	ADDITION (DELETION)	COST AT 31 DEC 2018		AS AT 01 JAN 2018	FOR THE PERIOD	TOTAL AS AT 31 DEC 2018	W.D.V AS AT 31 DEC 2018
Building	21,481,113	321,400	21,802,513	10%	9,945,410	1,185,710	11,131,120	10,671,393
Carpets	441,900	-	441,900	15%	380,451	9,217	389,668	52,232
Electrical Equipment	2,581,625	37,830	2,619,455	15%	936,682	252,416	1,189,098	1,430,357
Furniture & fixture	476,510	32,000	508,510	15%	208,144	45,055	253,199	255,311
Library & books	330,460	-	330,460	15%	270,540	8,988	279,528	50,932
Multimedia Equipment	370,528	-	370,528	30%	326,840	13,106	339,947	30,581
Computers	180,350	-	180,350	30%	84,177	28,852	113,029	67,321
Office Equipment	493,270	62,940	556,210	15%	368,953	28,089	397,041	159,169
Rupees 2018	26,366,766	464,170	26,809,926		12,621,197	1,571,433	14,092,630	12,717,296
Rupees 2017	22,427,113	3,928,643	26,366,766		10,798,611	1,722,686	12,621,197	13,834,659

	31-Dec-2018 (Rupees)	31-Dec-2017 (Rupees)
5. Advances and deposits		
Advances - unsecured and considered good		
To staff		
Against expenses	100,000	100,000
Other Advances	147,000	92,000
Deposits		
Tax deducted at source	214,394	106,634
	<u>461,394</u>	<u>298,634</u>
6. Cash and bank		
Cash in hand	1,051,526	555,517
Cash at bank		
- US Dollar-pls account	82,848	82,848
- Pak Rupee-current account	13,133,751	8,330,799
	<u>13,216,598</u>	<u>8,413,647</u>
	<u>14,268,124</u>	<u>8,969,164</u>
7. Receipts		
These represents funds received against:		
Monthly contribution	2,907,166	2,032,762
	<u>2,907,166</u>	<u>2,032,762</u>
8. Program activities		
Majalis	2,149,730	2,137,383
Millad-o-mehfil	1,110,739	764,920
Iftar/ Ramzan	1,548,625	1,925,592
Moharaam	2,835,547	1,977,960
Qurbani expenses	3,574,517	3,637,417
Library and education	10,400	50,455
IT Committee	53,910	
Khawateen wing expenses	1,017,705	898,155
Security expenses	2,000	60,450
	<u>12,303,173</u>	<u>11,452,332</u>
9. Administrative expenses		
Salaries and other benefits	5,227,063	4,717,190
Repairs and maintenance	166,867	779,204
Sound system	62,400	98,580
Electricity charges	878,148	1,184,305
Gas expenses and paint	203,630	529,160
Bank charges	1,000	34,670
Telephone, internet and postage	75,170	55,730
Petrol, oil and lubricants	77,259	87,881
Printing ,stationery and postage	26,430	44,650
Food and entertainment	280	4,213
Travelling and conveyance	620	1,850
Legal and professional charges	40,000	298,240
Tent services	260,286	2,000
Gardening expenses	59,900	148,530
Depreciation	1,571,433	1,722,686
Miscellaneous	345,943	924,880
	<u>8,996,429</u>	<u>10,633,768</u>

10. Donations

This represents the donation received against:

General donation	4,888,245	7,110,299
Qurbani	3,608,000	3,626,000
Majalis	2,552,021	1,804,085
Millad-o-mehfil	682,106	215,494
Moharaam	3,343,340	4,768,740
Khawateen wing	1,550,107	1,257,346
Iftar/ Ramzan	1,699,063	1,651,800
Security	5,400	4,290
Library and education	13,590	2,350
Endowment fund	-	1,000
IT Committee	22,500	
	<u>18,364,372</u>	<u>20,441,404</u>

11. Other income

Sale of scrap	20,125	31,000
	<u>20,125</u>	<u>31,000</u>

12. Figures

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


Chairman


Trustee