

**ASAD FOUAD**  
Chartered Accountants

## **AL SADIQ TRUST**



**AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 DECEMBER  
2021**

### 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, 2021 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: 31 May 2022



ASAD FOUD  
CHARTERED ACCOUNTANTS



**AL SADIQ TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DEC 31, 2021**

<u>Funds and liabilities</u>	Notes	31-Dec-2021 (Rupees)	31-Dec-2020 (Rupees)
General fund	3	22,706,741	28,194,316
<b>Current liabilities</b>			
Accrued and other liabilities			
		<u>22,706,741</u>	<u>28,194,317</u>
<b>Property and assets</b>			
<b>Non - current assets</b>			
Property and equipment	4	9,345,281	10,499,124
<b>Current assets</b>			
Advances and deposits	5	1,033,110	985,724
Cash and bank	6	12,328,350 13,361,460 <u>22,706,741</u>	16,709,469 17,695,193 <u>28,194,317</u>

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

*Sahmaji*  
Chairman

*Leora L* 07/06/2022  
Trustee



**AL SADIQ TRUST**  
**RECEIPT AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED DEC 31, 2021**

	Notes	31-Dec-2021 (Rupees)	31-Dec-2020 (Rupees)
<b>Receipts</b>	7	3,352,287	2,335,116
<b>Less: Expenditures</b>			
Program activities	8	28,723,450	9,595,332
Administrative expenses	9	14,043,765	9,092,323
		42,767,215	18,687,655
<b>Excess of expenditure over receipt from operating activities</b>		(39,414,928)	(16,352,539)
<b>Receipts from non-operational activities</b>			
Donations	10	36,255,699	13,116,312
Other income	11	267,500	277,240
		36,523,199	13,393,552
<b>Excess of expenditure over receipt carried forward to the general fund</b>		(2,891,729)	(2,958,987)

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

S Almashy  
Chairman

Leela 07/06/2022  
Trustee



**AL SADIQ TRUST**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED DEC 31, 2021**

**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) Reseve 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-2021 (Rupees)	31-Dec-2020 (Rupees)
3. General fund		
Balance as at Dec 31,	13,333,552	16,292,540
Add: Excess of (expenditure over receipt)	<u>(2,891,729)</u>	<u>(2,958,987)</u>
	10,441,824	13,333,552
Funds for specific purposes	(3.1)	11,238,526
Reserve Fund	1,026,391	2,291,261
	<u>22,706,741</u>	<u>28,194,316</u>

### 3.1) Funds for specific purposes

Description	Balance as on Jan 1,2021	Funds received during the year	Expenses against fund during the year	Balance as at Dec 31, 2021
Kafan/Mayaat	385,269	1,747,415	1,028,870	1,103,814
Khums Seham-e-Saadat	1,580,840	385,922	1,882,435	84,327
Khums Seham-e-Imam	1,779,642	1,500	1,590,830	190,312
Marif-e-Islami	28,871	220,000	633,252	(384,381)
Medical Centre	341,429	313,788	237,713	417,504
Construction of mosque	7,829,372	3,784,040	2,434,385	9,179,027
Zakat / Sadqaat(Box)	624,080	2,678,563	2,654,720	647,923
<b>Total - 2021</b>	<b>12,569,503</b>	<b>9,131,228</b>	<b>10,462,205</b>	<b>11,238,526</b>
<b>Total - 2020</b>	<b>14,889,860</b>	<b>10,775,778</b>	<b>13,096,135</b>	<b>12,569,503</b>

### 4. Property and equipments

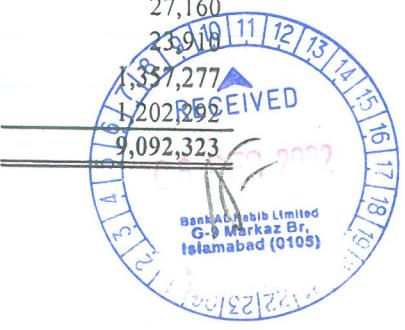
Operating assets - at cost	(4.1)	9,345,281	10,499,124
		<u>9,345,281</u>	<u>10,499,124</u>

#### 5.1) Operating assets - at cost

PARTICULARS	COST		RATE	DEPRECIATION		TOTAL AS AT 31 DEC 2021	W.D.V AS AT 31 DEC 2021
	COST AS AT 01 JAN 2021	ADDITION (DELETION)		AS AT 01 JAN 2021	FOR THE PERIOD		
Building	21,802,513	-	21,802,513	10%	13,158,685	864,383	14,023,068
Carpets	441,900	-	441,900	15%	404,163	5,661	409,823
Electrical Equipment	2,842,955	23,000	2,865,955	15%	1,637,129	184,324	1,821,453
Furniture & fixture	508,510	-	508,510	15%	324,048	27,669	351,717
Library & books	330,460	-	330,460	15%	293,662	5,520	299,181
Multimedia Equipment	605,528	-	605,528	30%	426,043	53,845	479,889
Computers	270,350	15,150	285,500	30%	174,363	33,341	207,704
Office Equipment	556,210	-	556,210	15%	441,211	17,250	458,460
Rupees 2021	27,358,426	38,150	27,396,576		16,869,302	1,191,993	18,051,295
Rupees 2020	26,947,826	410,600	27,358,426		15,502,025	1,357,277	16,869,302
							9,345,281
							10,499,124



<b>5. Advances and deposits</b>		
Advances - unsecured and considered good		
To staff		
against expenses		
Other Advances	400,000	445,000
 <b>Deposits</b>		
Tax deducted at source	633,110	540,724
	<b><u>1,033,110</u></b>	<b><u>985,724</u></b>
 <b>6. Cash and bank</b>		
Cash in hand	70,228	812,551
Cash at bank		
- US Dollar-pls account	82,848	82,848
- Pak Rupee-current account	12,175,274	15,814,071
	12,258,122	15,896,918
	<b><u>12,328,350</u></b>	<b><u>16,709,469</u></b>
 <b>7. Receipts</b>		
These represents funds received against:		
Monthly contribution	3,352,287	2,335,116
	<b><u>3,352,287</u></b>	<b><u>2,335,116</u></b>
 <b>8. Program activities</b>		
Majalis	438,355	1,305,389
Millad-o-mehfil	2,576,593	706,540
Iftar/ Ramzan	267,530	37,029
Moharaam	5,555,124	5,848,392
Qurbani expenses	5,009,200	-
Library and education	70,550	-
IT Committee	744,560	874,370
Khawateen wing expenses	4,066,980	754,162
Baheshte Zehra Grayedard	9,388,000	
Security expenses	606,558	69,450
	<b><u>28,723,450</u></b>	<b><u>9,595,332</u></b>
 <b>9. Administrative expenses</b>		
Salaries and other benefits	8,400,791	4,437,021
Repairs and maintenance	605,130	541,496
Sound system	30,000	-
Electricity charges	1,276,343	870,708
Gas expenses	121,590	206,630
Telephone, internet and postage	197,530	191,479
Petrol, oil and lubricants	166,759	57,948
Printing ,stationery and postage	7,658	63,995
Food and entertainment	45,105	30,407
Travelling and conveyance	-	1,000
Legal and professional charges	175,000	81,000
Tent services	450,560	27,160
Gardening expenses	6,000	23,910
Depreciation	1,191,993	1,357,277
Miscellaneous	<b><u>1,369,306</u></b>	<b><u>1,202,959</u></b>
	<b><u>14,043,765</u></b>	<b><u>9,092,323</u></b>



#### 10. Donations

This represents the donation received against:

General donation	10,181,843	3,873,139
Qurbani	5,076,000	-
Majalis	3,839,328	3,295,565
Millad-o-mehfil	762,761	311,012
Moharaam	5,713,982	4,402,831
Khawateen wing	-	471,970
Iftar/ Ramzan	202,005	77,850
Baheshte Zehra Grayedard	9,721,270	
Security	8,150	127,978
Library and education	11,700	23,490
IT Committee	738,660	532,477
	<u><u>36,255,699</u></u>	<u><u>13,116,312</u></u>

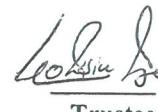
#### 11. Other income

Sale of scrap	267,500	277,240
	<u><u>267,500</u></u>	<u><u>277,240</u></u>

#### 12. Figures

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

  
Chairman

  
Trustee  
07/06/2022

