

AL SADIQ TRUST

**Accounts
For the year ended June 30, 2009**

Auditors' Report to the Trustees

We have audited the annexed balance sheet of the **Al-Sadiq Trust** as at June 30, 2009 and the related revenue and expenditure account and cash flow statement together with the notes forming part thereof (here-in-after referred to as the financial statements for the period then ended).

It is the responsibility of the trustees to establish and maintain a system of internal control, 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 of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. 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, and we report that:

- Accounts of the Trust for previous years including year ended June 30, 2008 were not audited by any firm of Chartered Accountants or an independent person. We therefore have relied on the balances provided by the management to verify the opening balances brought forward from previous year.

Except for the above, in our opinion the financial statements present fairly in all material respects the financial position of the **Al-Sadiq Trust** as at June 30, 2009 and excess of expenditure over revenue, its cash flow for the period then ended in accordance with the approved accounting standards as applicable in Pakistan.

Place: Islamabad
Dated: November 17, 2012



AL SADIQ TRUST
Balance sheet as at June 30, 2009

<u>Funds and liabilities</u>	<u>Note</u>	<u>2009</u> (Rupees)	<u>2008</u> (Rupees)
General fund	3	18,540,777 <u>18,540,777</u>	16,489,009 <u>16,489,009</u>
<u>Property and assets</u>			
<u>Non - current assets</u>			
Property and equipment	4	16,123,683	15,418,787
<u>Current assets</u>			
Advances and deposits	5	44,811	28,000
Cash and bank balances	6	2,372,283 2,417,094 <u>18,540,777</u>	1,042,222 1,070,222 <u>16,489,009</u>

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



Chairman



Trustee

AL SADIQ TRUST
Revenue and expenditure account
For the year ended June 30, 2009

	<u>Note</u>	<u>2009</u> (Rupees)	<u>2008</u> (Rupees)
Receipts	7	373,180	409,160
Less: Expenditures			
Program activities	8	3,424,599	2,533,844
Administrative expenses	9	3,883,538	2,866,909
Financial charges	10	1,585	4,313
		7,309,722	5,405,066
Excess of (expenditure over revenue) from operating activities		(6,936,542)	(4,995,906)
Receipts from non-operational activities			
Donations	11	5,964,797	4,126,749
Other income	12	112,670	6,124
		6,077,467	4,132,873
Excess of (expenditure over revenue) carried forward to the general fund		<u>(859,075)</u>	<u>(863,033)</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 June 30, 2009

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.

Scope of audit

The activities carried out by the library including the cash receipts from members remained outside our scope of audit. Moreover, the value of donations in kind received at Imambagh has also not been incorporated in these accounts.

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) Donation-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.

2.7) 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 organization.

		<u>2009</u> (Rupees)	<u>2008</u> (Rupees)
3. General fund			
Balance as at June 30,		16,489,009	16,113,993
Add: Excess of (expenditure over revenue)		(859,075)	(863,033)
Less: Transfer to Funds for specific purposes	(3.1)	(703,065)	-
Funds for construction of building		14,926,869	15,250,960
Funds for specific purposes	(3.1)	853,263	1,238,049
		15,780,132	16,489,009
		2,760,645	-
		<u>18,540,777</u>	<u>16,489,009</u>

3.1) **Funds for specific purposes**

Description	Balance as on July 01,2008	Funds received during the	Grants Funds received during the year	Balance as at June 30, 2009
DI. Khan/Parachinar affectees	-	1,214,052	1,214,500	(448)
Fitraana Syed	4,895	143,917	99,574	49,238
Fitraana Non-Syed	7,695	157,913	142,300	23,308
Kafan/Mayaat	-	88,880	36,931	51,949
Khums Seham-e-Saadat	597,738	1,870,017	252,559	2,215,196
Marif-e-Islami	-	298,690	61,864	236,826
Medical Centre	8,293	290,240	198,401	100,132
Ramzan	76,944	-	-	76,944
Zakat	7,500	-	-	7,500
Total	703,065	4,063,709	2,006,129	2,760,645

4. **Property and equipments**

Operating assets - at cost	(4.1)	14,846,349	15,418,787
Capital work-in-progress	(4.2)	1,277,334	-
		16,123,683	15,418,787

4.1) **Operating assets - at cost**

Particulars	Cost			Rate %	Depreciation			W.D.V. as at 30.06.2009
	As on 01.07.2008	Addition during the year	As at 30.06.2009		As on 01.07.2008	For the year	As at 30.06.2009	
Building	18,277,970	-	18,277,970	5	3,414,354	743,181	4,157,535	14,120,435
Carpets	390,900	-	390,900	15	306,420	12,672	319,092	71,808
Electrical equipment.	-	222,235	222,235	15	-	33,335	33,335	188,900
Furniture and fixtures	56,420	20,740	77,160	15	24,596	7,885	32,481	44,679
Library and books	245,927	17,000	262,927	15	62,703	30,034	92,737	170,190
Multimedia equipments	-	47,200	47,200	30	-	14,160	14,160	33,040
Office equipment	400,845	-	400,845	15	145,202	38,346	183,548	217,297
Rupees - 2009	19,372,062	307,175	19,679,237		3,953,275	879,613	4,832,888	14,846,349
Rupees - 2008	18,297,730	1,074,332	19,372,062		2,929,967	1,023,308	3,953,275	15,418,787

4.2) **Capital work-in-progress**

Mosque rooms in progress	918,334	-
Advances to contractors and suppliers	359,000	-
	1,277,334	-

		2009 (Rupees)	2008 (Rupees)
5.	<u>Advances and deposits</u>		
	Advances - unsecured and considered good		
To staff		35,000	-
against expenses		-	28,000
against salaries		35,000	28,000
Deposits			
Tax deducted at source		9,811	-
		44,811	28,000
6.	<u>Cash and bank balances</u>		
Cash in hand		13,000	89,308
Cash at bank			
- US Dollar-pls account (2009 - 24,397.44 \$), (2008 - 8,662.04 \$)		1,987,224.0	596,636
- Pak Rupee-current account		372,059	356,278
		2,359,283	952,914
		2,372,283	1,042,222
7.	<u>Receipts</u>		
These represents funds received against:			
Monthly contribution		373,180	409,160
		373,180	409,160
8.	<u>Program activities</u>		
Majalis o mahafil		1,094,918	791,076
Tabarak and niaz		744,529	-
Qurbani expenses		737,500	512,300
Aftari		505,386	283,286
Sadqaat	(8.1)	195,677	15,200
Moharram expense		73,848	-
Ahtekaaf		50,241	-
Library and education		20,500	107,700
Khums	(8.2)	2,000	62,400
Miscellaneous		-	461,477
Fitraana	(8.3)	-	148,790
Medical		-	140,000
Funeral		-	11,615
		3,424,599	2,533,844
8.1)	<u>Sadqaat</u>		
This represents the sadqaat given against:			
Non Sadaat		109,683	-
Sadaat		85,994	15,200
		195,677	15,200
8.2)	<u>Khums</u>		
This represents the Khums given against:			
Sehm-e-Sadaat		-	62,400
Sehm-e-Imam		2,000	-
		2,000	62,400
8.3)	<u>Fitraat</u>		
This represents the fitraat given against:			
Non Sadaat		-	58,900
Sadaat		-	89,890
		-	148,790

	<u>2009</u> (Rupees)	<u>2008</u> (Rupees)
9. <u>Administrative expenses</u>		
Salaries and other benefits	1,953,591	1,027,814
Repair and maintenance	350,846	143,185
Printing and stationery	160,902	34,851
Petrol, oil and lubricants	141,410	-
Security expenses	78,917	-
Travelling and conveyance	76,969	38,080
Telephone and internet	76,462	186,453
Miscellaneous	68,362	372,958
Food and entertainment	41,736	-
Advertisement	26,100	30,260
Legal and professional charges	25,000	10,000
Postage expense	3,630	-
Depreciation	879,613	1,023,308
	<u>3,883,538</u>	<u>2,866,909</u>
10. <u>Financial charges</u>		
Bank charges	1,585	4,313
	<u>1,585</u>	<u>4,313</u>
11. <u>Donations</u>		
This represents the donation received against:		
General donation	2,056,468	843,798
Qurbani	954,410	668,820
Tabarak and niaz	420,631	-
Ramzan	439,600	360,230
Mosque	437,857	215,596
Security	395,725	189,000
Sadqaat - Saadat	393,050	110,242
Moharram	344,765	-
Khums	(11.1) 328,371	348,664
Majalis	89,500	988,526
Library and education	79,070	5,300
Zakat fund	23,150	7,500
Trustees contribution	2,200	28,800
Fitraa	(11.2) -	161,380
Medical	- -	148,293
Funeral	- -	50,600
	<u>5,964,797</u>	<u>4,126,749</u>
11.1) <u>Khums</u>		
This represents the Khums received against:		
Sehm-e-Sadaat	- -	285,162
Sehm-e-Imam	328,371	63,502
	<u>328,371</u>	<u>348,664</u>
11.2) <u>Fitraat</u>		
This represents the fitraat received against:		
Non Sadaat	- -	66,595
Sadaat	- -	94,785
	<u>- -</u>	<u>161,380</u>

	<u>2009</u> (Rupees)	<u>2008</u> (Rupees)
12. <u>Other income</u>		
Foreign exchange gain	111,300	6,124
Profit on US dollar account	1,370	-
	<u>112,670</u>	<u>6,124</u>

13. Figures

- in foreign currency have been translated in Pak Rupees USD\$1 = 81.45 Rupees (2008:USD\$1=68.88 Rupees).



Chairman



Trustee