

ASAD FOUAD
Chartered Accountants

AL SADIQ TRUST

**AUDIT FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**



Asad Fouad

CHARTERED ACCOUNTANTS

AUDITORS' REPORT TO THE PARTNERS

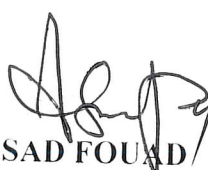


We have audited the annexed Balance Sheet of **Al-Sadiq Trust**, registered by joint sub-registrar Islamabad on December 17, 1996 with registered office at Jamia Imam Sadiq asw G-9/2, Islamabad as at December 31, 2019 and the related income & expenditure account together with the notes forming part thereof, (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: February 18 2020


ASAD FOUAD
CHARTERED ACCOUNTANTS



AL SADIQ TRUST
STATEMENT OF FINANCIAL POSITION
AS AT DEC 31, 2019

<u>Funds and liabilities</u>	Notes	31-Dec-2019 (Rupees)	31-Dec-2018 (Rupees)
General fund	3	33,756,112	27,446,814
Current liabilities			
Accrued and other liabilities		-	-
		<u>33,756,112</u>	<u>27,446,814</u>
Property and assets			
Non - current assets			
Property and equipment	4	11,445,801	12,717,296
Current assets			
Advances and deposits	5	692,380	461,394
Cash and bank	6	21,617,930	14,268,124
		22,310,311	14,729,518
		<u>33,756,112</u>	<u>27,446,814</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, 2019

	Notes	31-Dec-2019 (Rupees)	31-Dec-2018 (Rupees)
Receipts	7	2,987,118	2,907,166
Less: Expenditures			
Program activities	8	14,970,029	12,303,173
Administrative expenses	9	11,057,718	8,996,429
		26,027,747	21,299,602
Excess of expenditure over receipt from operating activities		(23,040,630)	(18,392,436)
Receipts from non-operational activities			
Donations	10	22,720,945	18,364,372
Other income	11	110,030	20,125
		22,830,975	18,384,497
Excess of expenditure over receipt carried forward to the general fund		(209,655)	(7,939)

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, 2019

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-2019 (Rupees)	31-Dec-2018 (Rupees)
3. General fund			
Balance as at Dec 31,		16,502,194	16,510,133
Add: Excess of (expenditure over receipt)		(209,655)	(7,939)
		16,292,540	16,502,194
Funds for specific purposes	(3.1)	14,889,860	7,104,738
Reserve Fund		2,573,712	3,839,882
		<u>33,756,112</u>	<u>27,446,814</u>

3.1) Funds for specific purposes

Description	Balance as on Jan 1, 2019	Funds received during the year	Expenses against fund during the year	Balance as at Dec 31, 2019
Kafan/Mayaat	107,533	253,240	257,704	103,069
Khums Seham-e-Saadat	1,050,649	1,735,235	1,225,000	1,560,884
Khums Sehm-e-Imam:Ayatullah Agha Sestani	2,808,195	2,873,138	-	5,681,333
Khums Sehm-e-Imam:Ayatullah Khamnai	63,000	371,701	-	434,701
Khums Sehm-e-Imam:Ayatullah Bashir	5,480	94,000	-	99,480
Marif-e-Islami	146,421	364,500	330,250	180,671
Medical Centre	116,302	196,344	45,526	267,120
Construction of mosque	1,893,245	5,391,405	1,395,858	5,888,792
Special Head	913,913	2,780,241	3,020,344	673,810
Total - 2019	7,104,738	14,059,804	6,274,682	14,889,860
Total - 2018	4,994,136	5,448,693	3,338,091	7,104,738

4. Property and equipments

Operating assets - at cost	(4.1)	11,445,801	12,717,296
		<u>11,445,801</u>	<u>12,717,296</u>

5.1) Operating assets - at cost

PARTICULARS	COST			RATE	DEPRECIATION			
	COST AS AT 01 JAN 2019	ADDITION (DELETION)	COST AT 31 DEC 2019		AS AT 01 JAN 2019	FOR THE PERIOD	TOTAL AS AT 31 DEC 2019	W.D.V AS AT 31 DEC 2019
Building	21,802,513	-	21,802,513	10%	11,131,120	1,067,139	12,198,259	9,604,254
Carpets	441,900	-	441,900	15%	389,668	7,835	397,503	44,397
Electrical Equipment	2,619,455	137,900	2,757,355	15%	1,189,098	235,239	1,424,337	1,333,018
Furniture & fixture	508,510	-	508,510	15%	253,199	38,297	291,495	217,015
Library & books	330,460	-	330,460	15%	279,528	7,640	287,168	43,292
Multimedia Equipment	370,528	-	370,528	30%	339,947	9,174	349,121	21,407
Computers	180,350	-	180,350	30%	113,029	20,196	133,225	47,125
Office Equipment	556,210	-	556,210	15%	397,041	23,875	420,917	135,293
Rupees 2019	26,809,926	137,900	26,947,826		14,092,630	1,409,395	15,502,025	11,445,801
Rupees 2018	26,365,766	454,170	26,809,926		12,521,197	1,571,433	14,092,630	12,717,296

	31-Dec-2019 (Rupees)	31-Dec-2018 (Rupees)
5. Advances and deposits		
Advances - unsecured and considered good		
To staff		
against expenses	-	100,000
Other Advances	324,000	147,000
Deposits		
Tax deducted at source	368,380	214,394
	<u>692,380</u>	<u>461,394</u>
6. Cash and bank		
Cash in hand	890,541	1,051,221
Cash at bank		
- US Dollar-pls account	82,848	82,848
- Pak Rupee-current account	20,644,541	13,134,055
	<u>20,727,389</u>	<u>13,216,903</u>
	<u>21,617,930</u>	<u>14,268,124</u>
7. Receipts		
These represents funds received against:		
Monthly contribution	2,987,118	2,907,166
	<u>2,987,118</u>	<u>2,907,166</u>
8. Program activities		
Majalis	706,430	2,149,730
Millad-o-mehfil	1,087,286	1,110,739
Iftar/ Ramzan	2,021,881	1,548,625
Moharaam	5,238,390	2,835,547
Qurbani expenses	4,770,784	3,574,517
Library and education	36,080	10,400
IT Committee	45,567	53,910
Khawateen wing expenses	1,030,591	1,017,705
Security expenses	33,020	2,000
	<u>14,970,029</u>	<u>12,303,173</u>
9. Administrative expenses		
Salaries and other benefits	5,817,432	5,227,063
Repairs and maintenance	389,782	166,867
Sound system	136,700	62,400
Electricity charges	1,322,735	878,148
Gas expenses and paint	781,905	203,630
Bank charges	-	1,000
Telephone, internet and postage	110,110	75,170
Petrol, oil and lubricants	54,916	77,259
Printing ,stationery and postage	50,076	26,430
Food and entertainment	11,261	280
Travelling and conveyance	-	620
Legal and professional charges	60,000	40,000
Tent services	307,720	260,286
Gardening expenses	41,150	59,900
Depreciation	1,409,395	1,571,433
Miscellaneous	564,536	345,943
	<u>11,057,718</u>	<u>8,996,429</u>

10. Donations

This represents the donation received against:

General donation	6,660,535	4,888,245
Qurbani	4,837,500	3,608,000
Majalis	2,861,420	2,552,021
Millad-o-mehfil	430,177	682,106
Moharaam	4,803,720	3,343,340
Khawateen wing	833,150	1,550,107
Iftar/ Ramzan	2,147,648	1,699,063
Security	131,900	5,400
Library and education	14,895	13,590
IT Committee	-	22,500
	<u>22,720,945</u>	<u>18,364,372</u>

11. Other income

Sale of scrap	<u>110,030</u>	<u>20,125</u>
	<u>110,030</u>	<u>20,125</u>

12. Figures

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


Chairman


Trustee