

INDEPENDENT AUDITOR'S REPORT**TO THE BOARD OF GOVERNORS OF PESHAWAR INSTITUTE OF CARDIOLOGY – MEDICAL TEACHING INSTITUTE****Opinion**

We have audited the financial statements of Peshawar Institute of Cardiology – Medical teaching Institute, Peshawar (the Institute), which comprise the statement of financial position as at June 30, 2021, and the statement of income and expenditure and other comprehensive income, statement of changes in general fund and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies ("together financial statements").

In our opinion, the accompanying financial statements of the Institute for the year ended June 30, 2021 are prepared, in all material respects, in accordance with the accounting policies described in note 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Institute in accordance with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Use

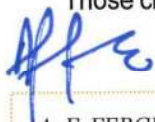
We draw attention to note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the accounting policies described in note 2 to the financial statements. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Institute and Government of Khyber Pakhtunkhwa (GoKP) and should not be distributed to or used by parties other than the Institute and GoKP. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with the accounting policies described in note 2 to the financial statements, this includes determining that this is an acceptable basis for the preparation of the financial statements in the circumstances, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Institute's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Institute or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Institute's financial reporting process.



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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Institute's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Institute's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Institute to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


Chartered Accountants
Islamabad
Date: September 1, 2022

Engagement Partner: Asim Masood Iqbal

PESHAWAR INSTITUTE OF CARDIOLOGY – MEDICAL TEACHING INSTITUTE
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021

	Note	2021 Rupees	2020 Rupees
FUND			
General fund		-	-
NON CURRENT LIABILITIES			
Long term portion of deferred capital grant	4	364,681,589	-
CURRENT LIABILITIES			
Current portion of deferred capital grant	4	72,202,763	-
Restricted grant	5	2,815,095,372	1,541,749,495
Trade and other payables	6	283,402,589	4,144,766
		3,170,700,724	1,545,894,261
CONTINGENCIES AND COMMITMENTS			
		<u>3,535,382,313</u>	<u>1,545,894,261</u>

NON CURRENT ASSETS

	Note	2021 Rupees	2020 Rupees
Operating fixed assets	7	436,958,552	-
CURRENT ASSETS			
Medical and other stores	8	91,814,709	-
Trade debts		191,923,580	-
Receivable from GoKP	9	1,154,167,213	1,545,053,709
Advances and other receivables	10	505,603,145	50,000
Income tax refundable		9,437,559	1,831
Short term investments	11	756,758,082	-
Cash and bank balances	12	388,719,473	788,721
		3,098,423,761	1,545,894,261
		<u>3,535,382,313</u>	<u>1,545,894,261</u>

The annexed notes 1 to 25 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER

[Signature]
CHAIRPERSON

**PESHAWAR INSTITUTE OF CARDIOLOGY – MEDICAL TEACHING INSTITUTE
STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2021**

	Note	2021 Rupees	2020 Rupees
INCOME			
Grant income	14	221,048,441	10,235,995
Operating income	15	329,911,045	-
Amortization of deferred capital grant	4	30,994,330	-
Other income	16	44,643,102	789,812
		<u>626,596,918</u>	<u>11,025,807</u>
EXPENDITURE			
Operating expenses	17	420,674,310	-
Administrative expenses	18	205,563,847	11,025,807
Finance cost		358,761	-
		<u>626,596,918</u>	<u>11,025,807</u>
Surplus / (deficit) for the year		<u>-</u>	<u>-</u>
Other comprehensive income for the year		-	-
Total comprehensive surplus / (deficit) for the year		<u><u>-</u></u>	<u><u>-</u></u>

The annexed notes 1 to 25 form an integral part of these financial statements.

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[Signature]
CHIEF EXECUTIVE OFFICER

[Signature]
CHAIRPERSON

PESHAWAR INSTITUTE OF CARDIOLOGY – MEDICAL TEACHING INSTITUTE
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 Rupees	2020 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus / (deficit) for the year		-	-
Adjustments for:			
Depreciation		30,994,330	-
Amortisation of deferred capital grant		(30,994,330)	-
Finance cost		(358,761)	-
Interest income		(20,592,539)	-
In kind donations		(74,200)	-
		(21,025,500)	-
Working capital changes			
(Increase) / decrease in current assets :			
Medical and other stores		(91,814,709)	-
Trade debt		(191,923,580)	-
Receivable from GoKP		390,886,496	(1,286,593,709)
Advances and other receivables		(505,553,145)	(50,000)
Income tax refundable		(9,435,728)	(1,831)
Increase in current liabilities :			
Trade and other payables		279,257,823	2,354,766
Cash generated (used) in operations		(149,608,343)	(1,284,290,774)
Increase in restricted grant		1,741,224,559	1,285,078,755
Finance cost paid		358,761	-
Net cash generated from operating activities		1,591,974,977	787,981
CASH FLOWS FROM INVESTING ACTIVITIES			
Operating fixed assets additions during the year		(467,878,682)	-
Interest income received		19,325,869	-
Net cash (used) in investing activities		(448,552,813)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash flow from financing activities		-	-
Increase in cash and cash equivalents		1,143,422,164	787,981
Cash and cash equivalents at the beginning of the year		788,721	740
Cash and cash equivalents at the end of the year	19	1,144,210,885	788,721

The annexed notes 1 to 25 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER


CHAIRPERSON

**PESHAWAR INSTITUTE OF CARDIOLOGY – MEDICAL TEACHING INSTITUTE
STATEMENT OF CHANGES IN GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	Rupees
Balance at July 1, 2019	-
Total comprehensive surplus / (deficit) for the year	
Surplus / (deficit) for the year	-
Other comprehensive income	-
	-
Balance as at June 30, 2020	-
Balance as at July 1, 2020	-
Total comprehensive surplus / (deficit) for the year	
Surplus / (deficit) for the year	-
Other comprehensive income	-
	-
Balance as at June 30, 2021	-

The annexed notes 1 to 25 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER


CHAIRPERSON