FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2021

ALAMGIR WELFARE TRUST INTERNATIONAL

AUDITED BY

MUSTAFA AHMAD & CO.
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

Opinion

We have audited the annexed financial statements of **ALAMGIR WELFARE TRUST INTERNATIONAL** (the **Trust**), which comprise the statement of financial position as at June 30, 2021, and the statement of income and expenditure, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at June 30, 2021, and its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. 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 Trust in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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 as applicable in Pakistan 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 as applicable in Pakistan, 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 Trust'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 Trust'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 Trust to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

The engagement partner on the audit resulting in this independent auditor's report is Mustafa Ahmad.

Mustafa Ahmad & Co.
Chartered Accountants

Karachi

Date: 06-Nov-2021

ALAMGIR WELFARE TRUST INTERNATIONAL
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021

	Note	2021	2020
		---- Rupees ----	
ASSETS			
NON CURRENT ASSETS			
Operating fixed assets	5	226,054,870	228,932,393
Refundable deposits	6	2,679,940	2,679,940
		228,734,810	231,612,333
CURRENT ASSETS			
Advances, prepayments and receivables	7	38,612,202	27,657,065
Investment	8	2,376,049,768	1,956,657,234
Advance tax		1,444,837	5,063,943
Cash and bank balances	9	396,043,083	404,243,026
		2,812,149,890	2,393,621,268
CURRENT LIABILITIES			
Accrued and other liabilities	10	24,789,248	17,446,363
Short term deposits	11	18,728,075	16,484,432
		(43,517,323)	(33,930,795)
		2,997,367,377	2,591,302,806
GENERAL FUNDS			
Special funds	12	408,433,970	324,757,104
Accumulated surplus		2,588,933,407	2,266,545,702
		2,997,367,377	2,591,302,806

The annexed notes from 1 to 18 form an integral part of these financial statements.

JOINT SECRETARY FINANCE	GENERAL SECRETARY	CHAIRMAN

ALAMGIR WELFARE TRUST INTERNATIONAL
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021	2020
		---- Rupees ----	
Income	13	**1,753,541,411**	1,605,358,844
Welfare expenses	14	**(1,252,517,421)**	(1,089,874,090)
Administrative and general expenses	15	**(178,636,285)**	(165,166,979)
		(1,431,153,706)	(1,255,041,069)
Surplus for the year		**322,387,705**	350,317,775
Accumulated surplus - opening		**2,266,545,702**	1,916,227,927
Accumulated surplus - closing		**2,588,933,407**	2,266,545,702

The annexed notes from 1 to 18 form an integral part of these financial statements.

JOINT SECRETARY FINANCE | **GENERAL SECRETARY** | **CHAIRMAN**

ALAMGIR WELFARE TRUST INTERNATIONAL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021	2020
		---- Rupees ----	
CASH FLOW FROM OPERATING ACTIVITIES			
Surplus for the year		322,387,705	350,317,775
Adjustments for non cash items:			
Realized gain on investment - net	13	(139,845,010)	(148,842,974)
Unrealized gain on investment - net	13	(12,212,561)	(265,774)
Profit shariah (halal) from bank	13	(8,533,947)	(27,792,159)
Gain on disposal of assets	13	(105,324)	(2,980,612)
Advance tax written-off	15	3,257,006	-
Depreciation	5	9,158,620	9,942,924
		174,106,489	180,379,180
Increase in current assets			
Advances, prepayments and receivables		(10,957,144)	(19,035,825)
Increase/(decrease) in current liabilities			
Accrued and other liabilities		7,342,885	(10,968,569)
Short term deposits		2,243,643	3,515,862
		9,586,528	(7,452,707)
Increase in special funds		83,676,866	139,280,850
Cash generated from operations		256,412,739	293,171,498
Tax refund received		991,129	-
Taxes paid		(629,029)	(1,255,733)
Net cash generated from operating activities		256,774,839	291,915,765
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of fixed assets		(7,060,345)	(14,339,654)
Proceeds from disposal of fixed assets		884,572	3,508,572
Investment made during the year		(2,160,590,249)	(1,919,544,226)
Investment encashed during the year		1,753,410,276	1,082,510,611
Profit received during the year		148,380,964	179,466,729
Net cash used in investing activities		(264,974,782)	(668,397,968)
CASH FLOW FROM FINANCING ACTIVITIES		-	-
Cash and cash equivalents decreased during the year		(8,199,943)	(376,482,203)
Cash and cash equivalents at the beginning of year		404,243,026	780,725,229
Cash and cash equivalents at the end of year	9	396,043,083	404,243,026

The annexed notes from 1 to 18 form an integral part of these financial statements.

JOINT SECRETARY FINANCE | **GENERAL SECRETARY** | **CHAIRMAN**

ALAMGIR WELFARE TRUST INTERNATIONAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021

1 NATURE AND STATUS

1.1 ALAMGIR WELFARE TRUST INTERNATIONAL ("the Trust") is a welfare organization registered as per Registration Certificate No. 164/IV dated 18th July 1995.
The Trust is primarily engaged in providing healthcare services to underpriviledged patients, educational services to deserving students through scholarships, providing technical and vocational training, providing marriage assistance to orphans, self-employment opportunities to widows and divorced women, providing ration, meat and cooked food to the deserving people of the society and such other services.
The registered office of the Trust is situated at Z-482/483 Kokan Society, Alamgir Road, Karachi.

1.2 The foundation of this Trust has been conceived and the foundation stone laid by Mr. Anwar Nasim Chandna (Late) S/O Mr. Abdul Khaliq.
The current members of the Board of Trustees are:
1. Mr. Nisar Ahmed Chaudhary S/O Mr. Muhammad Ishaq Chaudhary
2. Mr. Shamim Ahmed Chandna S/O Mr. Mr. Abdul Khaliq
3. Mr. Rehan Yaseen S/O Mr. Muhammad Yaseen
4. Mr. Muhammad Shakeel S/O Mr. Hakeem Muhammad

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the Trust Deed and the approved accounting standards as applicable in Pakistan. Wherever the requirements of the Trust Deed differ with the requirements of these standards, the requirements of the Trust Deed shall prevail.

3 BASIS OF MEASUREMENT

3.1 Accounting convention

These financial statements have been prepared under the 'historical cost convention' except investments and balances maintained with scheduled banks in foreign currency accounts which are stated at their fair value. Any difference in fair value is charged to the statement of income and expenditure.

3.2 Functional and presentation currency

These financial statements are presented in Pakistan Rupees which is the Trust's functional currency.

3.3 Financial year

The books of accounts shall be closed on the 30th of June each year.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Fixed assets

Fixed assets are stated at cost less depreciation, except land which is valued on cost.

Depreciation is charged using the reducing balance method, at the rates specified in Note - 5. Full year's depreciation is charged in the year of acquisition of a fixed asset and none is charged on the fixed assets disposed off during the year.

Gain or loss on disposal is recognized in the statement of income and expenditure.

4.2 Impairment

The carrying amount of the Trust's assets are reviewed at each reporting date to determine whether there is an indication of impairment. If such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of the asset exceeds its recoverable amount. Impairment losses are recognised in the statement of income and expenditure.

4.3 Provisions

A provision is recognised in the statement of financial position when the Trust has a legal or constructive obligation as a result of past events, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

4.4 Accrued and other liabilities

Accrued and other liabilities are stated at cost.

4.5 Offsetting of financial assets and liabilities

Financial assets and liabilities are only set off and the net amount reported in the statement of financial position when there is a legally enforceable right to set off the recognized amount and the Trust intends to settle on a net basis, or to realise the asset and settle the liability simultaneously.

4.6 Special Funds

Funds collected for a specific purpose and being used on such are disclosed in the statement of financial position as Special Funds. Disbursements of such funds are considered as earning of received collections and are recorded as both income and expenditure in the statement of income and expenditure.

4.7 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and bank balances for the purpose of the statement of cash flows.

5 OPERATING FIXED ASSETS

Particulars	WDV as at July 01, 2020	Additions	Deletions	Balance as at June 30, 2021	Rate	Depreciation for the year	WDV as at June 30, 2021
	Rupees						
Land & building	174,157,038	-	-	174,157,038	0%	-	174,157,038
Medical equipment	14,053,145	-	-	14,053,145	15%	2,107,976	11,945,169
Other equipment	7,542,230	572,500	(85,000)	8,029,730	15%	1,204,591	6,825,139
Furniture & fixture	147,295	-	-	147,295	15%	22,111	125,184
Vehicles	33,032,685	6,487,845	(694,248)	38,826,282	15%	5,823,942	33,002,340
2021	228,932,393	7,060,345	(779,248)	235,213,490		9,158,620	226,054,870
2020	225,063,623	14,339,654	(527,960)	238,875,317		9,942,924	228,932,393

	Note	2021	2020
		Rupees	

6 REFUNDABLE DEPOSITS

Deposit against rent (Pugree)		1,680,000	1,680,000
Deposit to hospitals		997,240	997,240
Deposit against lockers		2,700	2,700
		2,679,940	2,679,940

7 ADVANCES, PREPAYMENTS AND RECEIVABLES

Advances to others		32,969,967	21,937,569
Loan to staff		1,811,729	2,084,247
Prepayments		248,040	225,480
Profit receivable from bank		1,049,555	1,051,562
Other receivables		2,532,911	2,358,207
		38,612,202	27,657,065

8 INVESTMENT

Meezan Islamic Fund	8.1	12,785,777	9,418,722
Meezan Asset Allocation Plan	8.1	21,477,358	16,878,140
Meezan Capital Preservation Plan	8.1	46,196,384	41,950,096
Certificate of Islamic Investment		1,906,980,078	1,624,050,722
Term deposits		388,610,171	264,359,554
		2,376,049,768	1,956,657,234

8.1 Cost of funds

2021	2020	Name of Fund	2021	2020
--- Units ---			-- Cost in Rupees --	
201,744	201,744	Meezan Islamic Fund	**3,000,000**	3,000,000
337,713	337,713	Meezan Asset Allocation Plan	**20,000,000**	20,000,000
835,397	835,397	Meezan Capital Preservation Plan	**42,534,842**	42,534,842

	Note	2021	2020
		---- Rupees ----	
9 CASH AND BANK BALANCES			
Cash in hand		**10,962,361**	7,966,034
Cash at bank in:			
- deposit accounts		**305,356,183**	313,196,773
- current accounts		**36,656,089**	40,356,608
		342,012,272	353,553,381
Cash at bank in foreign currency accounts		**43,068,450**	42,723,611
		396,043,083	404,243,026
10 ACCRUED AND OTHER LIABILITIES			
Accrued salaries		6,569,677	6,002,104
Payable for Taleem ul Quran		3,450,000	3,450,000
Accrued expenses and other liabilities		14,769,571	7,994,259
		24,789,248	17,446,363
11 SHORT TERM DEPOSITS			
Deposit against rent		1,387,500	1,073,712
Deposit against medical items		17,340,575	15,410,720
		18,728,075	16,484,432
12 SPECIAL FUNDS			
Zakat & sadqa funds		**36,099,661**	(3,990,618)
Saafi & atiya funds		**169,951,306**	153,202,747
Sadqa jaria funds		**200,404,849**	174,145,551
Special employee fund		**1,978,154**	1,399,424
		408,433,970	324,757,104

		Note	2021	2020
			---- Rupees ----	
13	**INCOME**			
	Zakat & sadqa income		**536,514,806**	519,378,677
	Sadqa animals		**477,990,309**	405,090,892
	Saafi & atiya income		**427,517,379**	374,332,743
	Sadqa jaria		**54,738,141**	17,892,783
	Qurbani		**92,700,515**	104,643,015
	Realized gain on investment - net		**139,845,010**	148,842,974
	Unrealized gain on investment - net		**12,212,561**	265,774
	Profit shariah (halal) from bank		**8,533,947**	27,792,159
	Gain on disposal of assets		**105,324**	2,980,612
	Rental income		**3,383,419**	3,037,756
	Exchange gain - net		**-**	1,101,459
	Miscellaneous income		**-**	-
			1,753,541,411	1,605,358,844
14	**WELFARE EXPENSES**			
	Zakat & sadqa expenditure		**939,369,289**	785,144,430
	Saafi & atiya expenditure		**190,411,684**	239,755,711
	Sadqa jaria		**54,738,141**	17,892,783
	Qurbani		**66,748,307**	46,581,166
	Aanat fund		**1,250,000**	500,000
			1,252,517,421	1,089,874,090
15	**ADMINISTRATIVE AND GENERAL EXPENSES**			
	Staff salaries		**74,814,847**	65,958,263
	Staff welfare		**-**	32,154
	Utilities		**16,094,880**	15,864,752
	Advertisement		**19,890,220**	24,775,491
	Communication		**2,206,136**	1,645,141
	Traveling & conveyance		**152,627**	286,779
	Meals expense		**5,278,956**	5,295,580
	Fuel & lubricants		**18,258,380**	17,284,231
	Repair & maintenance		**16,851,633**	16,656,881
	Printing & stationery		**1,511,193**	1,455,671
	Postage & courier		**531,440**	913,245
	Depreciation	5	**9,158,620**	9,942,924
	Rent, rates & taxes		**431,724**	595,834
	Workshop & seminars		**1,637,098**	1,196,098
	Legal & professional charges		**3,152,471**	952,475
	Bank charges		**58,634**	146,189
	Exchange loss - net		**2,654,365**	-
	Advance tax written-off		**3,257,006**	-
	Miscellaneous expenses		**2,696,055**	2,165,271
			178,636,285	165,166,979

16 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise entities under common control, trustees and their close family members. The Trust has a policy whereby all transactions with related parties are entered on commercial terms. All transactions with related parties have been disclosed separately in these financial statements.

17 DATE OF AUTHORISATION

These financial statements were authorized for issue on 6 - 11 - 2021 by the Board of Trustees of the Trust.

18 GENERAL

18.1 All financial information has been rounded off to the nearest rupee.

18.2 Prior year's figures in these financial statements have been re-arranged / re-classified, where necessary, for better presentation.

JOINT SECRETARY FINANCE	GENERAL SECRETARY	CHAIRMAN