Russell Bedford
taking you further

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

72-A, Faisal Town,
Lahore - 54770, Pakistan.

T: +92 42 35160430 - 32
F: +92 42 35160433
E: lahore@rsrir.com
W: www.rsrir.com

Independent Auditors' Report to the Management of Akhtar Saeed Trust

Opinion

We have audited the financial statements of **AKHTAR SAEED TRUST** ['the Trust'] which comprise the statement of financial position as at **30 June 2022** and the related statement of income and expenditure and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (here-in-after referred to as the financial statements).

In our opinion, the accompanying financial statements of the trust is prepared, in all material respects, in accordance with cash receipts and disbursements basis of accounting described in note 2.1 to the financial statements.

Basis of 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 Management is responsible for the preparation of the financial statements in accordance with cash receipts and disbursements basis of accounting described in note 2.1 to the financial statements, and for such internal control as the Management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the trust 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 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

DSUP

- Conclude on the appropriateness of Management 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 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 statement 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.

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 **ZUBAIR IRFAN MALIK.**

RAHMAN SARFARAZ RAHIM IQBAL RAFIQ
Chartered Accountants

Lahore | 30 December 2022

UDIN: AR202210185xh7sNVD2O

RAHMAN SARFARAZ RAHIM IQBAL RAFIQ
CHARTERED ACCOUNTANTS

AKHTAR SAEED TRUST

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

	Note	30-Jun-22	30-Jun-21
		Rupees	*Rupees*
CAPITAL FUND AND LIABILITIES			
CAPITAL FUND AND SURPLUS			
Capital fund		48,885,955	48,885,955
Accumulated surplus		133,947,458	139,381,760
TOTAL CAPITAL FUND		182,833,413	188,267,715
NON-CURRENT LIABILITIES		-	-
CURRENT LIABILITIES			
Security deposits		284,000	284,000
Tax deducted at source		180,909	158,981
Other payables		4,000,000	-
		4,464,909	442,981
TOTAL LIABILITIES		4,464,909	442,981
TOTAL CAPITAL FUND AND LIABILITIES		187,298,322	188,710,696
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	3	107,059,587	91,946,256
CURRENT ASSETS			
Advances and other receivables		734,503	524,609
Advance income tax/income tax refundable		6,354,644	38,194
Cash and bank balances	4	73,149,588	96,201,637
		80,238,735	96,764,440
TOTAL ASSETS		187,298,322	188,710,696

The annexed notes 1 to 5 form an integral part of these financial statements.

Farooq Saeed Khan
TRUSTEE

Fariha Farooq
TRUSTEE

RSRIR
for identification only

AKHTAR SAEED TRUST

STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2022

	30-Jun-22	30-Jun-21
	Rupees	*Rupees*
INCOME		
Fee received from patients	123,422,262	77,203,249
Clinical fee	8,199,450	6,653,050
Donations	14,764,849	35,466,264
Others	29,155,676	3,859,304
	175,542,237	123,181,867
EXPENDITURE		
Salaries and allowances	52,486,151	47,702,976
Consultant's share	19,552,572	13,674,452
Laboratory staff's share	5,848,091	4,315,331
Telephone, postage and courier charges	1,561,926	1,459,162
Electricity, gas and water charges	7,429,960	10,616,210
Advertisement	171,354	116,815
Medicine	40,732,010	24,974,766
Printing and stationery	4,707,225	1,965,540
X-ray films and fixer developer	2,074,514	1,601,625
Oxygen and nitrous	2,677,649	1,329,597
Repair and maintenance	10,167,980	3,773,576
Ambulance running and maintenance	189,974	123,878
Depreciation	6,302,301	7,274,704
Linen and laundry	1,524,518	651,739
Traveling and conveyance	54,477	31,287
Hospital waste management	329,989	329,987
EOBI	845,224	1,330,446
Patient welfare	12,992,724	3,073,197
Generator diesel	886,880	164,986
Dialysis expenses	1,743,807	2,085,993
Rent and rates	750,117	898,676
Vehicle running expenses	1,297,900	821,894
Others	17,327,686	9,633,112
Expenses reimbursed	(10,678,490)	(67,905,980)
	180,976,539	70,043,969
(DEFICIT)/SURPLUS FOR THE YEAR	(5,434,302)	53,137,898
ACCUMULATED SURPLUS AS AT BEGINNING OF THE YEAR	139,381,760	86,243,862
ACCUMULATED SURPLUS AS AT END OF THE YEAR	133,947,458	139,381,760

The annexed notes 1 to 5 form an integral part of these financial statements.

Farooq Saeed Khan
TRUSTEE

Fariha Farooq
TRUSTEE

RSRIR
for identification only

AKHTAR SAEED TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022

	30-Jun-22 Rupees	30-Jun-21 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
(Deficit)/surplus for the year	(5,434,302)	53,137,898
Adjustment for non-cash items		
Donations	(14,764,849)	(35,466,264)
Depreciation	6,302,301	7,274,704
	(8,462,548)	(28,191,560)
	(13,896,850)	24,946,338
Changes in working capital		
Advances and other receivables	(209,894)	6,536,515
Tax deducted at source	21,928	(130,994)
Other payables	4,000,000	-
	3,812,034	6,405,521
Cash (used in)/generated from operations	(10,084,816)	31,351,859
Payments for:		
Income tax	(6,316,450)	(38,194)
Net cash (used in)/generated from operating activities	(16,401,266)	31,313,665
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(21,415,632)	(34,680,080)
Net cash used in investing activities	(21,415,632)	(34,680,080)
CASH FLOW FROM FINANCING ACTIVITIES		
Donations	14,764,849	35,466,264
Net cash generated from financing activities	14,764,849	35,466,264
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(23,052,049)	32,099,849
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR	96,201,637	64,101,788
CASH AND CASH EQUIVALENTS AS AT END OF THE YEAR	73,149,588	96,201,637

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

Farooq Saeed Khan
TRUSTEE

Fariha Farooq
TRUSTEE

RSRIR
for identification only

AKHTAR SAEED TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

1 STATUS AND ACTIVITIES

Akhtar Saeed Trust Hospital ['the Trust'] was registered as non profitable charitable organization since 01 July 2000. The basic function of the trust is to provide primary and secondary health facilities to poor patients.

2 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in the financial statements.

2.1 Basis of Preparation

These financial statements have been prepared on cash basis.

2.1.1 Functional currency

These financial statements have been prepared in Pak Rupees which is the Trust's functional currency. The amounts reported in these financial statements have been rounded to the nearest Rupees unless specified otherwise.

2.1.2 Date of authorization for issue

These financial statements were authorized for issue on 30 December 2022 by the Board of Trustees.

2.2 Property and Equipment

Property and equipment assets held for use in the production or supply of goods or services or for administrative purposes, are stated in the statement of financial position at their cost less accumulated depreciation and accumulated impairment losses.

Depreciation is recognized in income and expenditure account, using rates specified in note 3, so as to write off the cost of assets over their useful lives, using the reducing balance method. Depreciation commences from the month in which the item is ready for intended use and is discontinued from the month in which the asset is disposed or classified as held for disposal.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

A property and equipment asset is derecognized upon disposal or when no future economic benefits are expected to arise from its continued use. The gain or loss arising on the disposal or retirement of such assets is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in income and expenditure account.

2.3 Recognition of Donations and Related Receipts

Donations and related receipts are recognized when received.

RSRIR
for identification only

AKHTAR SAEED TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

3 **PROPERTY AND EQUIPMENT**

30-Jun-22

	COST						DEPRECIATION				Net book
	As at 01-Jul-21 *Rupees*	Additions *Rupees*	Transfers *Rupees*	Disposals *Rupees*	As at 30-Jun-22 *Rupees*	Rate	As at 01-Jul-21 *Rupees*	Adjustment *Rupees*	For the year *Rupees*	As at 30-Jun-22 *Rupees*	value as at 30-Jun-22 *Rupees*
Land	19,000,000	6,143,008	-	-	25,143,008	5%	-	-	-	-	25,143,008
Buildings	57,437,377	2,603,386	-	-	60,040,763	5%	24,584,911	-	1,796,576	26,381,487	33,659,276
Furniture and fixtures	16,103,471	186,218	-	-	16,289,689	10%	11,554,759	-	469,985	12,024,744	4,264,945
Electric installations	14,403,605	9,175,520	-	-	23,579,125	10%	8,288,198	-	796,231	9,084,429	14,494,696
Medical equipments	52,121,566	3,281,000	-	-	55,402,566	10%	24,547,743	-	2,983,512	27,531,255	27,871,311
Office equipments	911,345	26,500	-	-	937,845	10%	444,139	-	47,701	491,840	446,005
Vehicle	4,578,788	-	-	-	4,578,788	15%	3,190,146	-	208,296	3,398,442	1,180,346
	164,556,152	21,415,632	-	-	185,971,784		72,609,896	-	6,302,301	78,912,197	107,059,587

30-Jun-21

	COST						DEPRECIATION				Net book
	As at 01-Jul-20 *Rupees*	Additions *Rupees*	Transfers *Rupees*	Disposals *Rupees*	As at 30-Jun-21 *Rupees*	Rate	As at 01-Jul-20 *Rupees*	Adjustment *Rupees*	For the year *Rupees*	As at 30-Jun-21 *Rupees*	value as at 30-Jun-21 *Rupees*
Land	-	19,000,000	-	-	19,000,000	5%	-	-	-	-	19,000,000
Buildings	55,930,527	1,506,850	-	-	57,437,377	5%	21,855,834	-	2,729,077	24,584,911	32,852,466
Furniture and fixtures	16,016,271	87,200	-	-	16,103,471	10%	11,049,347	-	505,412	11,554,759	4,548,712
Electric installations	12,701,375	1,702,230	-	-	14,403,605	10%	7,608,708	-	679,490	8,288,198	6,115,407
Medical equipments	39,786,866	12,334,700	-	-	52,121,566	10%	21,483,985	-	3,063,758	24,547,743	27,573,823
Office equipments	862,245	49,100	-	-	911,345	10%	392,227	-	51,912	444,139	467,206
Vehicle	4,578,788	-	-	-	4,578,788	15%	2,945,091	-	245,055	3,190,146	1,388,642
	129,876,072	34,680,080	-	-	164,556,152		65,335,192	-	7,274,704	72,609,896	91,946,256

3.1 The land for the Trust has been donated by EME Cooperative Housing Society and has not been reflected in the financial statements.

RSRIR
for identification only

AKHTAR SAEED TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

		30-Jun-22	30-Jun-21
		Rupees	*Rupees*
4	**CASH AND BANK BALANCES**		
	Cash in hand	**385,156**	30,627,994
	Cash at banks	**72,764,432**	65,573,643
		73,149,588	96,201,637

5 GENEARAL

Comparative figures have been rearranged and reclassified, where necessary, for the purpose of comparison. However, there were no significant reclassifications during the year.

Farooq Saeed Khan

TRUSTEE

Fariha Farooq

TRUSTEE

RSRIR
for identification only