IQBAL YASIR & COMPANY
CHARTERED ACCOUNTANTS
FOSTERING FINANCIAL EXCELLENCE

AUDITOR'S REPORT TO THE BOARD OF TRUSTEES

Opinion

We have audited the annexed statement of financial position of M/S PAKISTAN WELFARE SOCIETY, ("the Society") as at June 30, 2018 and the related income and expenditure account and receipt and payment account together with the notes forming part thereof for the year then ended.

In our opinion, the accompanying financial statements presents fairly, in all material respects, the financial position of the Society as at June 30, 2018, and of its financial performance and its receipt and payment account for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for opinion

We conduct 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 financial statements section of our report. We are independent of The Society in accordance with the International Ethics Standards Board of 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 and fair presentation of financial statement in accordance with approved accounting and reporting standards as applicable in Pakistan and for such internal control as the management determines 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, the management is responsible for assessing the Society'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 Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society financial reporting process.

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Auditors Responsibilities for the Audit of the Financial Statements

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the above said statements are free of material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the financial statements, whether due to fraud or error. In making those risks assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

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

Islamabad,
Date: Nov 12, 2018

IQBAL YASIR & CO.
Chartered Accountants

PAKISTAN WELFARE SOCIETY
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2018

	NOTE	2018 Rupees	2017 Rupees
ASSETS			
NON CURRENT ASSETS			
Fixed Assets	5	85,203,788	94,044,048
ERP software	5	222,933	278,667
Capital Work in Progress	6	9,520,105	-
Security Deposit		920,000	870,000
TOTAL NON CURRENT ASSETS		95,866,826	95,192,714
CURRENT ASSETS			
Stock in trade	8	2,190,165	2,526,094
Advances, deposits and other receivables	9	150,934	156,500
Tax refunds due from government		57,518	59,222
Cash and bank balances	7	29,131,253	17,662,375
TOTAL CURRENT ASSETS		31,529,870	20,404,191
Creditors, Accrued and other liabilities	10	1,260,681	2,342,000
NET ASSETS		126,136,016	113,254,906
REPRESENTED BY:			
Surplus / (deficit) of Income / Expenditures		126,136,015	113,254,906
		126,136,015	113,254,906

The annexed notes from 1 to 14 form an integral part of these financial statements.

TRUSTEES

TRUSTEES

PAKISTAN WELFARE SOCIETY
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018

	NOTE	2018 Rupees	2017 Rupees
Income			
Reciepts	11	54,939,731	35,100,024
		54,939,731	35,100,024
Expenditure			
Administrative Expenses	12	42,054,915	38,945,525
Bank Charges		3,706	4,178
		42,058,621	38,949,703
Surplus / (Deficit) for the year		12,881,110	(3,849,679)
Surplus / (Deficit) brought forward		113,254,906	117,104,585
Net Surplus / (Deficit) for the year		126,136,015	113,254,906

The annexed notes from 1 to 14 form an integral part of these financial statements.

TRUSTEES

TRUSTEES

PAKISTAN WELFARE SOCIETY
RECEIPTS AND PAYMENTS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018

RECEIPTS	Notes	2018 (Rupees)	2017 (Rupees)
OPENING BALANCE			
Cash and bank balances		17,662,375	18,855,470
REVENUE RECEIPTS			
Donations	11	25,171,933	19,071,406
Receipts from patients	11	19,741,062	15,028,618
		62,575,370	52,955,494

PAYMENTS	Notes	2018 (Rupees)	2017 (Rupees)
CAPITAL PAYMENTS			
Security deposit		50,000	-
Assets	5	400,580	7,754,600
		450,580	7,754,600
REVENUE PAYMENTS			
Tax refunds due from government		57,518	59,222
Bank charges		3,706	4,178
Administrative expenses	12	13,200,888	14,590,653
Medicines	8	19,731,425	12,884,466
		32,993,537	27,538,519
CLOSING BALANCE			
Cash and bank balances		29,131,253	17,662,375
		62,575,370	52,955,494

The annexed notes from 1 to 14 form an integral part of these financial statements.

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TRUSTEES

TRUSTEES

PAKISTAN WELFARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

1 STATUS AND NATURE OF OPERATIONS

Pakistan Welfare Society was registered on April 10, 2007,under Trust Act 1882. The principal activities of the TRUST are to provide free medical facilities, to launch campaign for donation of organs for the welfare of humanity, to promote awareness about communicable diseases, to establish medical center for rehabilitation of disable persons, to help needy and poor community by generating sources from donations of organization, to provide health care services for the poor, women reproductive health to impart skills and knowledge for improvement in human and institutional development through training and consultancy with NGOs, CBOs, and community groups. The registered office of the Trust is situated at House # 23, Street # 95, Sector I-8/4, Islamabad.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of Accounting and Financial Reporting Standards for Small Sized Entities (SSEs) issued by the Institute of Chartered Accountants of Pakistan.

3 BASIS OF PREPARATION

These financial statements have been prepared under the historical cost convention.

4 SIGNIFICANT ACCOUNTING POLICIES

4.1 REVENUE RECOGNITION

Revenue is recognized at the fair value of the consideration received or receivable and represents amounts receivable for services provided and grants.

4.2 PROPERTY PLANT AND EQUIPMENTS

Fixed assets are stated at written down value. Depreciation is charged by applying Original cost method to write off the cost over the estimated useful life after taking into account the expected residual value of related assets.

Depreciation on additions to property, plant and equipment is charged from the month in which an item is put to use while no depreciation is charged for the month in which the item is derecognized /disposed off.

4.3 CASH AND CASH EQUIVALENT

Cash and cash equivalent are carried in financial statements at cost. Cash and cash equivalent consists of cash in hand, balances in bank.

4.4 TAXATION

No provision for taxation has been made in these accounts as the income/donation of the Society is entitled to 100% tax credit u/s. 100C of the Income Tax Ordinance, 2001 being welfare institution run solely for welfare purposes and not for the purposes of making profit.

PAKISTAN WELFARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

		2018 Rupees	2017 Rupees
6	**Capital Work in Progress**		
	Opening WIP	-	-
	During the period	9,520,105	-
	Closing WIP	9,520,105	-
6.1	**Capital Work in Progress during the year**		
	Ceiling Mounted Anesthesia pendant	1,631,186	-
	Ceiling Mounted Surgeon pendant	1,713,109	-
	Double dome Led operating light	1,771,097	-
	Clean Room suspending ceiling system	423,020	-
	Automatic single Leaf sliding door	768,959	-
	Galvanized Steel modular wall system	649,946	-
	Operating Theatre table	2,562,787	-
		9,520,105	-

6.2 TRANSFER OF WORK IN PROGRESS

Cost of Capital Work in progress will be transferred to Fixed asset after installation of operating machinery.

7	**CASH AND BANK BALANCES**			
	Cash in hand		217,000	96,528
	Cash at bank - current account		28,914,253	17,565,847
			29,131,253	17,662,375
8	**STOCK IN TRADE**			
	Opening		2,526,094	2,338,239
	Medicines and Lab Purchases	8.1	20,592,106	15,151,466
	Donations		506,631	1,000,000
	Usage		18,435,666	13,954,796
	Loss due to Expiration		75,233	-
	Cost of sales		2,923,767	2,008,814
	Closing		2,190,165	2,526,094

8.1 Medicines

Bio Equips International	14,329,940	10,848,730
Muller And Phipps	256,962	258,351
Islamabad Pharama	298,236	449,265
Bio Science	818,304	663,236
Shahzad Surgicals	833,700	848,375
United Distributor	126,711	91,795
Rehman Medical Store	119,431	82,580
Zahid Pharma	297,417	-
A&G C	422,100	-
Jst Distributor	162,250	-
Udl Distribution	938,116	-
Fair Traders	23,050	263,823
Others	901,124	1,312,486
	19,527,341	14,818,641

		2018 Rupees	2017 Rupees
8.2 Lab Material			
Al Razaq Scientific		323,550	173,925
Classic Scientific Trader		49,500	-
Seico scientific		117,725	158,900
Others		573,990	-
		1,064,765	332,825
9 ADVANCE DEPOSITS AND OTHER RECIEVABLES			
Other Recievables		150,934	156,500
		150,934	156,500
10 CREDITORS, ACCRUED AND OTHER LIABILITIES			
Creditors		860,681	2,267,000
Auditor Remuneration		200,000	75,000
Others		200,000	-
		1,260,681	2,342,000
11 RECIEPTS			
General Donation		25,171,933	19,071,406
Contribution Revenue	11.1	10,026,736	1,000,000
Receipts from patients:			
Consultancy		744,850	724,672
Lab		1,822,682	1,212,128
Ultra Sound		155,100	140,050
X-ray		1,700	1,900
Pharmacy		3,660,850	2,363,311
Dialysis		13,198,880	9,648,167
PWS activities		157,000	938,390
		54,939,731	35,100,024
11.1 CONTRIBUTION REVENUE			
Medicines		506,631	1,000,000
Operation Theatre Machines and Setup	6.1	9,520,105	-
		10,026,736	1,000,000

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PAKISTAN WELFARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

12 ADMINISTRATIVE EXPENSES

	2018 Rupees	2017 Rupees
Salaries and Wages	7,626,834	7,814,485
Consultancy charges	869,380	1,001,482
Medicines and Lab Material	18,435,666	13,954,796
EOBI	216,528	407,906
PWS activities	130,000	2,223,234
Fuel	937,837	882,287
Repair and Maintenance	378,765	330,890
Printing and Stationary	237,169	200,103
Communication	124,050	96,400
Utilities	1,285,394	1,026,449
Traveling & Transportation	69,000	110,450
Equipment Testing & Registration fee	1,600	4,200
Equipment Maintenance & Material	980,703	58,580
Office Supplies	159,173	174,967
Rent	9,350	-
Entertainment	165,854	136,354
House keeping	194,805	160,309
Legal & Professional	100,000	114,985
Auditor Remuneration	100,000	75,000
Miscellaneous	604,008	411,901
Advertisement	132,226	42,976
Amortization	55,733	69,667
Depreciation	9,240,840	9,648,104
	42,054,915	38,945,525

13 DATE OF AUTHORIZATION

These financial statements have been authorised for issue by the Board of trustees on Nov 12, 2018.

14 GENERAL

- The figures have been rounded off to the nearest rupee.

TRUSTEES

TRUSTEES

PAKISTAN WELFARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

5 Property, plant and equipment

	2018	2017
	Rupees	
Operating fixed assets	85,203,788	94,044,048
Intangiable Asset	222,933	278,667
	85,426,721	94,322,714

	Intangible	Operating fixed assets								
	ERP Software	Building	Tranformer	Vehical	Furniture & Fixtue	Computer & Accessories	Supreme Elevator	Generator 100 KVA	Machinery and Equipment	Total Operating fixed assets
Cost										
Balance as at July 01, 2016 - Cost	-	68,762,022	1,000,000	695,000	1,171,679	379,740	1,900,000	2,300,000	24,416,331	100,624,772
Additions/(Disposals) during the year	380,000			5,150,000		58,800			2,545,800	7,754,600
Balance as at June 30, 2017	380,000	68,762,022	1,000,000	5,845,000	1,171,679	438,540	1,900,000	2,300,000	26,962,131	108,379,372
Balance as at July 01, 2017 - Cost	380,000	68,762,022	1,000,000	5,845,000	1,171,679	438,540	1,900,000	2,300,000	26,962,131	108,379,372
Additions/(Disposals) during the year	-	-	-	-	213,400	57,640	-	-	129,540	400,580
Balance as at June 30, 2018	380,000	68,762,022	1,000,000	5,845,000	1,385,079	496,180	1,900,000	2,300,000	27,091,671	108,779,952
Depreciation										
Balance as at July 01, 2016 - Cost	31,667	1,690,056	142,625	67,763	109,838	31,746	185,250	224,250	2,235,693	4,687,220
Charge for the year	69,667	3,353,598	42,869	726,281	212,368	77,999	342,950	415,150	4,476,889	9,648,104
Balance as at June 30, 2017	101,333	5,043,654	185,494	794,043	322,206	109,744	528,200	639,400	6,712,582	14,335,324
Balance as at July 01, 2017 - Cost	101,333	5,043,654	185,494	794,043	322,206	109,744	528,200	639,400	6,712,582	14,335,324
Charge for the year	55,733	3,185,918	40,725	1,010,191	242,381	66,791	274,360	332,120	4,088,352	9,240,840
Balance as at June 30, 2018	157,067	8,229,573	226,219	1,804,235	564,587	176,536	802,560	971,520	10,800,935	23,576,164
Rate of depreciation	20%	5%	5%	20%	20%	20%	20%	20%	20%	
Written down value as at June 30, 2017	278,667	63,718,368	814,506	5,050,957	849,473	328,796	1,371,800	1,660,600	20,249,549	94,044,048
Written down value as at June 30, 2018	222,933	60,532,449	773,781	4,040,765	820,492	319,644	1,097,440	1,328,480	16,290,736	85,203,788