

CHISHTIA WELFARE SOCIETY

FINANCIAL STATEMENTS

June 30, 2023

AKBAR & COMPANY

CHARTERED ACCOUNTANTS

65- THE MALL LAHORE

PHONE # 0423-7243092 ,7324737

INDEPENDENT AUDITOR'S REPORT

To the members of Chishtia Welfare Society
Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **Chishtia Welfare Society**, which comprise the statement of financial position as at 30 June 2023 and the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and 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 the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at 30 June 2023 and of the profit or loss and for the year then ended.

Basis for Opinion

We conducted our audit in accordance with 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 Company 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a

whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017(XIX of 2017) and for such internal control as 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, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company'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 Company'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 Company'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 Company 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 the board of directors 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.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

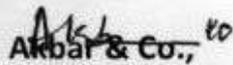
Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the company and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

Other Matter

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

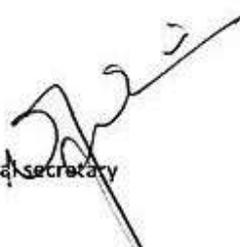

Akbar & Co.,^{td}

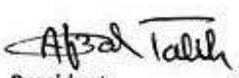
Chartered Accountants

Date: December 15, 2023

CHISHTIA WELFARE SOCIETY LAHORE
Balance Sheet
As on June 30, 2023

Funds & Liabilities	2023 Rupees	2022 Rupees	Property & Assets	2023 Rupees	2022 Rupees
Funds Accumulated			Non-Current Assets	-1 10,008,180	9,749,530
Opening Balance 1-7-2022	12,079,239	13,988,829	Current Assets		
Surplus During the year	2,580,317	-1909590	Loans for Assistance	-2 612,500	445,500
		12,079,239	Advance payments and Tax	-3 19,304	19,304
	<u>14,659,556</u>	<u>12,079,239</u>	Cash at Bank	-4 4,019,572	1,864,905
					2,329,709
				<u>14,659,556</u>	<u>12,079,239</u>


 General Secretary


 President

Dated : December 9, 2023
 Place : Lahore

CHISHTIA WELFARE SOCIETY LAHORE
SOURCES AND APPLICATION OF FUNDS
FOR THE YEAR ENDED 30.6.2023

	2023 Rupees	2022 Rupees
Sources from Operations	2,580,317	(1,909,590)
Changes in Working Capital		
Loans to Assistance	(167,000)	170,500
Advances & Deposits	-	2,733,990
	<u>2,413,317</u>	<u>994,900</u>
Investment in Assets	(258,650)	(106,990)
Sources From Operations	2,154,667	887,910
Cash and Bank Balance at beginning of the Year	1,864,905	976,995
Cash and Bank Balance at end of the Year	<u><u>4,019,572</u></u>	<u><u>1,864,905</u></u>

General Secretary

President

Ahmad Talib

CHISHTIA WELFARE SOCIETY LAHORE
INCOME & EXPENDITURE FOR THE YEAR ENDED 30.6.2023

Expenditure	2023 Rupees	2022 Rupees	income	2023 Rupees	2022 Rupees
Financial Support	2,330,000	1,918,000	Donation	9,558,034	3,289,935
Medical Support	88,500	51,400	Sale of old Laptop	26,600	
Educational support	152,400	8,000			
Marriage grant	80,000	80,000			
Zakat Distribution	700,000	581,500			
Ration Distribution	1,060,985	990,000			
Free Dispensary	41,000	9,000			
Staff Salaries	661,000	732,000			
Repair and Maintenance	44,310	3,350			
General Expenses	44,248	113,212			
Marketing Expenses	94,597	22,925			
Bank Charge	5,336	-			
Langer Khana	700,000	380,000			
Welfare project	244,693	240,000			
Stationary	17,570	17,010			
Auditor Fee	20,000	15,000			
Misc Exp	103,432	33,375			
Utility Bills	20,546	4,753			
Legal Expenses	95,700	-			
Eisar & Qurbani	500,000	-			
Excess of of income over Expenditures	<u>2,580,317</u>	<u>(1,909,590)</u>			
	<u>9,584,634</u>	<u>3,289,935</u>		<u>9,584,634</u>	<u>3,289,935</u>

General Secretary

Abdul Talib
President

CHISHTIA WELFARE SOCIETY LAHORE**Notes to the Financial statements**

For the year ended june 30,2023

	<u>2023</u> Rupees	<u>2022</u> Rupees
1 Non-Current Assets:		
Plot for Hospital	1,755,000	1,755,000
Development	400,000	300,000
Computer and Equipment	152,650	60,000
Water Cooler	23,000	23,000
Laptop	66,000	
Building for Dispensary	7,611,530	7,611,530
	<u>10,008,180</u>	<u>9,749,530</u>
2 Loans for Assistance		
Balance 1.07.2022	445,500	616,000
Advance During the Year	745,000	510,000
	<u>1,190,500</u>	<u>1,126,000</u>
Recovered During the Year	578,000	680,500
	<u>612,500</u>	<u>445,500</u>
3 Advance and Deposits		
Balance 1.07.2022	19,304	3,294
Advance Adjustment	-	16,010
	<u>19,304</u>	<u>19,304</u>
Advance for Purchase of Ambulance	-	2,750,000
	<u>19,304</u>	<u>2,769,304</u>
Less; Refund during the year	-	2,750,000
	<u>19,304</u>	<u>19,304</u>
4 Cash and Bank Balances		
Cash at bank	4,019,572	1,864,905
	<u>4,019,572</u>	<u>1,864,905</u>

Bank balance is confirmed with bank statement and is reconciled with book balance

General secretary

President