

IQBAL ASSOCIATES

CHARTERED ACCOUNTANTS

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Independent Auditor's Report

To the members of WAREESA ISLAM TRUST

Financial statements for the year ended 30th June 2023

Opinion

We have audited the annexed financial statements of **WAREESA ISLAM TRUST**, 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 and other comprehensive profit, the changes in equity and its cash flows 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.

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.

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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 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:

1. 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.
2. 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.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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.
5. 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.



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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) no Zakat was deductible at source under the Zakat and Usher Ordinance, 1980 (XVIII of 1980).

PLACE: LAHORE
DATE: October 06, 2023


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IQBAL ASSOCIATES
Chartered Accountants

WARESA ISLAM TRUST
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

FUNDS AND LIABILITIES	NOTE	2023 Ruppes	2022 Ruppes	PROPERTY AND ASSETS	NOTE	2023 Ruppes	2022 Ruppes
FUNDS & RESERVES				NON CURRENT ASSETS			
Capital fund	3	16,243,133	10,426,865	Property & equipment	6	13,576,315	9,851,959
CURRENT LIABILITIES	4	4,136,675	307,885	CURRENT ASSETS			
				Stocks	7	2,681,081	473,680
				Cash and bank balances	8	4,122,412	409,111
CONTINGENCIES & COMMITMENTS	5	-	-			6,803,493	882,791
		<u>20,379,808</u>	<u>10,734,750</u>			<u>20,379,808</u>	<u>10,734,750</u>

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHAIRMAN

W. H. H. H. H.

Wareesa Islam Trust
Chairman

SECRETARY

W. H. H. H. H.

General Secretary
Wareesa Islam Trust



WARESA ISLAM TRUST
RECEIPTS & PAYMENTS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2023 Rupees	2022 Rupees
RECEIPTS			
Zakat, Donation & Slip Fee		43,019,877	30,320,415
Profit on Savings Accounts (Net of tax)		94,154	12,586
Gross profit		43,114,031	30,333,001
PAYMENTS			
Salaries & Wages		20,917,966	13,368,614
Medicines Consumed	9	9,242,224	10,458,362
Printing & Stationary		455,774	122,100
Utilities		1,731,072	1,233,450
Mess Expenses		58,638	510,230
Fuel expenses		129,700	121,553
Equipment Maintenance		36,349	-
Legal & Professional		155,714	175,134
Certification Fee		503,812	315,000
Repair & Maintenance		333,486	200,000
Bank charges		2,845	70
Medical camp expenses		3,711,958	2,545,208
Miscellaneous Expenses		18,226	12,530
		37,297,764	29,062,251
Surplus for the year		5,816,268	1,270,750

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHAIRMAN

[Signature]

Wareesa Islam Trust
Chairman

SECRETARY

[Signature]

General Secretary
Wareesa Islam Trust



WARESA ISLAM TRUST
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2023

Note	2023 Rupees	2022 Rupees
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CASH FLOWS FROM OPERATING ACTIVITIES

Surplus for the year	5,816,268	1,270,750
Add: Non-Cash Items	-	-

Changes in working capital:

(Increase)/decrease in stocks	(2,207,401)	(243,271)
Increase / (decrease) in creditors & other payables	3,828,790	(57,955)
	1,621,389	(301,226)

Net cash generated from operating activities	7,437,657	969,524
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CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Fixed assets	(3,724,356)	(932,000)
Net cash used in investing activities	(3,724,356)	(932,000)

CASH FLOWS FROM FINANCING ACTIVITIES

Net increase in cash & cash equivalents during the year	3,713,301	37,524
Cash and Cash Equivalents at the beginning of the year	409,111	371,587

Cash and Cash Equivalents at the end of the year	8	4,122,412	409,111
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The annexed notes from 1 to 11 form an integral part of these financial statements.

[Signature]

CHAIRMAN

Wareesa Islam Trust

Chairman



SECRETARY

[Signature]

General Secretary
Wareesa Islam Trust

WARESA ISLAM TRUST
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

Wareesa Islam Trust is an organization incorporated in Pakistan on 30th day of June, 2014 under the Societies Registration Act, 1860. The organization is engaged in charitable purposes including rehabilitation of health, welfare and education, legal protection and to serve the mankind irrespective of sex, cast, creed, race or religion. The registered office of the organization is situated at 72-B, Timber Market, Ravi Road, Lahore Pakistan.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting Conversion

These financial statements have been prepared under "Historical cost convention" without any adjustment for effects of inflation on current values. The financial statements have been prepared under the cash basis of accounting.

2.2 Statement of compliance

These financial statements have been prepared under the 'receipts and payments basis of accounting', a comprehensive basis of accounting other than generally accepted accounting principles. A receipt and payment account is a summary of cash receipt and payments during the accounting period. The accrual concept is not applied, so a receipt and payment account includes all cash receipts and payments in a period including capital and revenue amounts and whether they relate to that period or not.

2.3 Presentation and Functional Currency

This financial statement is presented in Pakistan rupee which is the organization's functional and presentation currency. All the figures have been rounded off to the nearest rupee.

2.4 General

Corresponding figures have been re- arranged / reclassified, wherever necessary, to facilitate comparison. No material re-arrangements/reclassifications have been made in this financial statement.



	Note	2023 Rupees	2022 Rupees
3 CAPITAL FUND			
This represents initial capital donations by the founder members to start the foundation and net effect of surplus / deficit of Statement of income an expenditure transferred over the years.			
Opening balance		10,426,865	9,156,115
Surplus / Deficit for the year		5,816,268	1,270,750
		<u>16,243,133</u>	<u>10,426,865</u>
4 CREDITORS AND OTHER PAYABLES			
Accrued Liabilities		4,136,675	307,885
		<u>4,136,675</u>	<u>307,885</u>
5 CONTINGENCIES & COMMITMENTS			

There are no contingencies or commitments as at 30 June 2023 (2022 : Nil).



	Note	2023 Rupees	2022 Rupees
	Note	2023 Rupees	2022 Rupees
7 STOCK			
Medicine Stock		<u>2,681,081</u>	<u>473,680</u>
8 CASH AND BANK BALANCES			
Cash in hand		62,420	75,260
Cash at bank - Deposit account		<u>4,059,992</u>	<u>333,851</u>
		<u>4,122,412</u>	<u>409,111</u>
9 MEDICINES CONSUMED			
Opening Stock		473,680	230,409
Purchases during the year		11,931,545	10,701,633
Less : Closing Stock		<u>(2,681,081)</u>	<u>(473,680)</u>
		<u>9,724,144</u>	<u>10,458,362</u>
10 EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE			

There are no events after the statement of financial position date that require adjustment/disclosure in these financial statements.

11 DATE OF AUTHORIZATION FOR ISSUE

The financial statements were authorised for issue on _____ by the Board of Trustees of the trust.

CHAIRMAN

[Signature]

Wareesa Islam Trust

Chairman



SECRETARY

[Signature]

General Secretary
Wareesa Islam Trust