

**PAKISTAN THALLASAEMIA  
WELFARE SOCIETY  
ANNUAL ACCOUNTS  
FOR THE YEAR ENDED 30TH JUNE, 2018**



## AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed Statement of financial Position of **PAKISTAN THALASSAEMIA WELFARE SOCIETY** as at 30th June, 2018 and the related Income & Expenditure Account, Cash Flow Statement together with the Notes forming part thereof, for the year ended then ended (hereinafter referred to as the Financial Statement). These Financial Statements are responsibility of the management. Our responsibility is to express an opinion on these Financial Statements based on audit.

We have conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion and after due verification, we report that:

In our opinion, the Financial Statements give a true and fair view of the financial position of **PAKISTAN THALASSEMIA WELFARE SOCIETY** as at June, 2018 and of the result of its operation and Cash Flows for the year then ended.



FAISAL LATIF & CO  
CHARTERED ACCOUNTANTS  
FAISAL LATIF FCA

Islamabad:

11th October, 2018

**PAKISTAN THALASSAEMIA WELFARE SOCIETY**  
**BALANCE SHEET**  
**AS AT 30 JUNE 2018**

	NOTE	2018 (Rupees)	2017 (Rupees)
<b><u>FUNDS AND LIABILITIES</u></b>			
Leased land and building		23,418,895	23,418,895
Accumulated surplus		16,865,479	18,110,895
		<b>40,284,374</b>	<b>41,529,790</b>
<b><u>CURRENT LIABILITIES</u></b>			
Creditors, accrued and other liabilities	3	7,500	7,500
		<b>40,291,874</b>	<b>41,537,290</b>

**CONTINGENCIES AND COMMITMENTS**

**NON-CURRENT ASSETS**

Property, plant and equipment	4	16,145,894	16,955,272
Long term investments	5	10,585,228	13,517,840

**CURRENT ASSETS**

Stock-in-trade		9,636,045	8,828,092
Advance deposit and other reciveable	6	264,506	40,060
Cash and bank balances	7	3,660,202	2,196,026
		<b>13,560,753</b>	<b>11,064,178</b>
		<b>40,291,874</b>	<b>41,537,290</b>

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


  
**PRESIDENT**

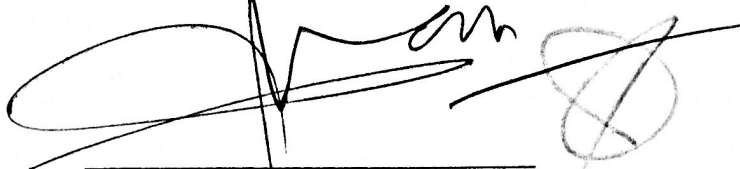
  
**SECRETARY GENERAL**

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

	NOTE	2018 (Rupees)	2017 (Rupees)
<b>INCOME</b>			
Donation from Public		5,155,499	5,904,312
Membership Fee		56,400	80,800
Receipts from Sale of Medical Supplies		805,426	1,175,275
Other Operating Income	8	915,625	3,828,729
Grant-in-Aid	9	1,735,000	1,100,000
		<b>8,667,950</b>	<b>12,089,116</b>
<b>EXPENDITURE</b>			
Medical Supplies		782,600	1,652,141
Medicines and Medical Expenses		1,654,545	1,463,461
First Aid Medicines		43,498	6,054
Vaccination of Thalassaemic Patients before Splenectomy		-	10,625
S.F , Hb Electrophoresis & CVS Test of Thalassaemics		-	29,661
Blood Purchased from AFIT		15,015	58,340
Blood Camp Expenses		125,600	72,326
Lab kits		280,445	185,585
Other Lab Expense		225,215	244,955
Salaries of Staff		3,609,998	2,764,255
Welfare of Staff		1,050	9,237
Conference and Seminar Cost		23,814	88,758
Pakistan Thalassaemia House Expenses		182,108	76,440
Hospital Waste Incineration		25,617	19,800
Janitorial Expense		12,249	7,350
Utilities		240,718	468,383
Postage and Telegram		20,373	16,910
Printing and Stationery		117,455	119,169
Linkage Fee		15,000	20,354
PCP Subscription Fee		127,600	-
Audit Fee		7,500	7,500
Website Updation Fee		3,200	3,200
Vehicle running and maintenance		131,138	125,719
Insurance		-	21,000
Miscellaneous		265,345	153,463
Diesel for Generator		17,060	17,200
Depreciation	4	1,036,828	1,090,470
Loss on NIT investment		932,612	-
Advertisement		12,475	6,590
Bank Charges		4,306	1,011
		<b>9,913,364</b>	<b>8,739,957</b>
<b>EXCESS OF INCOME/(LOSS) OVER EXPENDITURE</b>		<b>(1,245,414)</b>	<b>3,349,159</b>
<b>ACCUMULATED SURPLUS BROUGHT FORWARD</b>		<b>18,110,895</b>	<b>14,761,735</b>
<b>ACCUMULATED SURPLUS CARRIED FORWARD</b>		<b>16,865,481</b>	<b>18,110,895</b>

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


  
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**PRESIDENT**

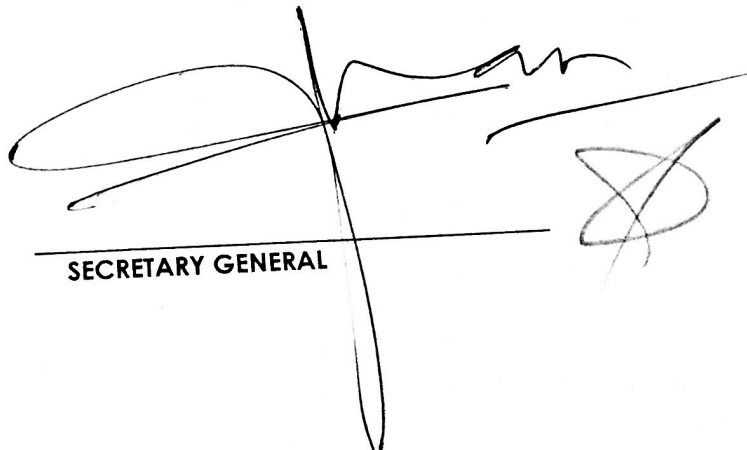
  
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**SECRETARY GENERAL**

**PAKISTAN THALASSAEMIA WELFARE SOCIETY**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2018 (Rupees)	2017 (Rupees)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Excess of income over the expenditure		(1,245,414)	3,349,159
<b>Adjustment for:</b>			
Depreciation			
Loss on sale of NIT Unit	4	1,036,828	1,090,470
Gain on disposal of vehicle		932,612	-
Surplus on valuation of NIT units		-	(613,196)
		-	(131,001)
		<b>724,026</b>	<b>3,695,432</b>
<b>Changes for working capital</b>			
(Increase)/decrease in working capital:			
Stock in Trade, Advances and Deposit		(1,032,399)	(1,153,814)
Creditors and Other Liabilities		(1,032,399)	(1,153,814)
		<b>(308,373)</b>	<b>2,541,618</b>
Net cash from operating activities			
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of Property, Plant and Equipment		(227,450)	(413,290)
Purchase of NIT Units			
Long term investments		2,000,000	(2,060,039)
Purchase of Regular Investment Certificates			
Net cash used in investing activities		<b>1,772,550</b>	<b>(2,473,329)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Donations from general public for building		-	-
Net cash used in financing activities		-	-
<b>Net Increase/(Decrease) in cash and cash equivalents</b>		<b>1,464,177</b>	<b>68,289</b>
<b>Cash and cash equivalent at beginning of the year</b>		<b>2,196,026</b>	<b>2,127,737</b>
<b>Cash and cash equivalent at end of the year</b>	6	<b>3,660,202</b>	<b>2,196,026</b>

The annexed notes from 1 to 10 form an integral part of these financial statements.

  
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 PRESIDENT

  
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 SECRETARY GENERAL

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

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**1. STATUS AND OPERATIONS**

Pakistan Thalassaemia Welfare Society was founded on 11th November 1991 under the registration No. VSWA/ICT/135 to act as an advisory body to safeguard the socioeconomic interests of Thalassaemia patients and to help in the arrangement for blood transfusion and iron-chelating therapy in deserving cases.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Basis of Preparation**

**a) Statement of compliance**

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan.

**b)**

These financial statements have been prepared under the historical cost convention, except certain investments which are measured at fair value.

**2.2 Operating Fixed Assets**

**a) Cost**

Operating fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses (if any). Cost in relation to assets comprise of purchase price, non-refundable purchase taxes and costs directly attributable to bringing the asset at required condition and location.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Society and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to income and expenditure account during the period in which they are incurred.

**b) Depreciation**

Depreciation is charged to income and expenditure account on Written down value method so as to write off the carrying amount of an asset over its remaining estimated useful life at the rates given in note 4. The full annual rate of depreciation is applied to the costs of additions while no depreciation is charged on assets deleted during the year.

The assets' residual values, useful lives and methods are reviewed, and adjusted if appropriate, at each financial year end.

**c) Derecognizing**

An item of property, machinery or equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognizing of the asset (calculated as the difference between the net disposal proceeds and carrying amount of the asset) is included in the income and expenditure account in the year the asset is derecognized.

**2.3 Impairment**

The carrying amounts of the Society's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, the recoverable amount of such assets is estimated and impairment losses are recognized in the income and expenditure account.

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

**2.4 Investments**

All investments are measured at cost, except NIT units which are measured at fair value.

**2.5 Stock-in-trade**

Stock in trade is valued at cost, determined on moving average basis, or net realizable value whichever is lower. Cost includes applicable purchase cost and other directly related expenses.

Net realizable value signifies the estimated selling price in the ordinary course of business, less estimated cost of completion and the estimated cost necessary to make the sale.

**2.6 Cash and cash equivalents**

Cash and cash equivalents include cash in hand and cash at bank in current account. These are carried in the balance sheet at book value which approximates their fair value.

**2.7 Trade and other payables**

Liabilities for trade and other amounts payable are measured at cost which is the fair value of the consideration to be paid in future for goods and services received whether billed to the Society or not.

**2.8 Foreign Currencies**

Transaction in currencies other than Pak Rupees are recorded at the rates of exchange prevailing on the date of transaction. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rate prevailing on the balance sheet date. Gains and losses arising on retranslation are included in net profit or loss for the year.

**3. ACCRUED AND OTHER LIABILITIES**

Audit fee

	2018 (Rupees)	2017 (Rupees)
	7,500	7,500
	<u>7,500</u>	<u>7,500</u>

**4. Property Plant and Equipment**

DESCRIPTION	As at 01 July 2017	Additions/ (Disposals)	As at 30 June 2018	RATE %	As at 01 July 2017	Adjustm ent	Charge for the year (Adjustments)	As at 30 June 2018	As at 30 June 2018
----- R U P E E S -----									
Leased Land and Building	23,795,356	60,920	23,856,276	5	10,227,385	-	681,445	10,908,829	12,947,447
Furniture and Fixture	326,047	22,700	348,747	10	183,850	-	16,490	200,340	148,407
Medical Equip	1,465,721	-	1,465,721	10	1,011,641	-	45,408	1,057,049	408,672
Electrical Equipment	1,745,516	185,830	1,931,346	10	1,132,549	-	79,880	1,212,429	718,917
Office Equipment	650,000	-	650,000	10	446,052	-	20,395	466,447	183,553
Laboratory Equipment	3,449,175	(57,000)	3,392,175	10	1,475,067	-	191,711	1,666,778	1,725,397
Software	-	15,000	15,000	10	-	-	1,500	1,500	13,500
<b>2018</b>	<b>31,431,815</b>	<b>227,450</b>	<b>31,659,265</b>		<b>14,476,543</b>	<b>-</b>	<b>1,036,828</b>	<b>15,513,371</b>	<b>16,145,894</b>
<b>2017</b>	<b>31,018,525</b>	<b>413,290</b>	<b>31,431,815</b>		<b>14,130,269</b>	<b>-</b>	<b>1,090,470</b>	<b>14,476,543</b>	<b>16,955,272</b>

**5. INVESTMENTS**

National Investment Trust Units - Fair Value  
Regular income certificates

	2018 (Rupees)	2017 (Rupees)
	5,085,228	8,017,840
	5,500,000	5,500,000
	<u>10,585,228</u>	<u>13,517,840</u>

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

	2018 (Rupees)	2017 (Rupees)
<b>6 ADVANCES AND OTHER RECIVEABLES</b>		
Profit receivables from RICs	234,085	-
Tax withheld by bank	<u>30,421</u>	<u>40,060</u>
	<u>264,506</u>	<u>40,060</u>
<b>7 CASH AND BANK BALANCES</b>		
<b>Local Currency Accounts</b>		
NBP 3072102665	3,017,385	1,980,437
NBP 4072115150	457,145	75,115
Askari 36000184701	180,836	96,705
Cash in Hand	<u>4,836</u>	<u>43,769</u>
	<u>3,660,202</u>	<u>2,196,026</u>
<b>8 OTHER OPERATING INCOME</b>		
Disposal of vehicle	-	613,196
Plazma disposal	60,200	47,100
Profit on bank deposits and regular income certificates	287,149	699,386
Surplus on valuation of NIT units	-	2,060,039
Other Receipts	<u>568,276</u>	<u>409,008</u>
	<u>915,625</u>	<u>3,828,729</u>
<b>9 GRANT-IN-AID</b>		
Bhandara Foundation Lahore 9.1	75,000	50,000
Pakistan Science Foundation, Islamabad 9.2	60,000	50,000
Zakat & Ushr Department Lahore 9.3	1,000,000	1,000,000
Bismillah	<u>600,000</u>	<u>-</u>
	<u>1,735,000</u>	<u>1,100,000</u>
<b>9.1 Assistance received from Bhandara Foundation Lahore utilized as follows :-</b>		
Deferral injections	-	67,380
Blood bag and B.T set	<u>75,000</u>	<u>-</u>
	<u>75,000</u>	<u>67,380</u>
<b>9.2 Assistance received from Pakistan Science Foundation utilized as follows :-</b>		
Printing of pamphelets	43,300	31,500
Membership Fee to TFP, Lahore	-	12,000
Membership Fee to TIF, Cyprus	15,000	8,354
Bank Service Charges	<u>1,700</u>	<u>-</u>
	<u>60,000</u>	<u>51,854</u>




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


9.3 Grant from Zakat & Ushr Department Lahore utilized as follows :-	2018 (Rupees)	2017 (Rupees)
Medicines	1,000,000	1,038,656
<b>10 FIGURES</b>	<b>1,000,000</b>	<b>1,038,656</b>

Corresponding figure whenever necessary have been arranged and reclassified for the propose of comparisons.

**11 DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were authorized for issue on 11-10-18

  
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**PRESIDENT**

  
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**SECRETARY GENERAL**