

**PAKISTAN THALASSAEMIA  
WELFARE SOCIETY  
ANNUAL ACCOUNTS  
FOR THE YEAR ENDED 30TH JUNE, 2017**



**AUDITORS' REPORT TO THE MEMBERS**

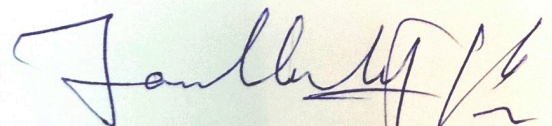
We have audited the annexed Statement of financial Position of **PAKISTAN THALASSAEMIA WELFARE SOCIETY** as at 30th June, 2017 and the related Income & Expenditure Account, Cash Flow Statement together with the Notes forming part thereof, for the year ended then ended (hereinafter referred to as the 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 THALASSEMIWA WELFARE SOCIETY** as at June, 2017 and of the result of its operation and Cash Flows for the year then ended.

Islamabad:

30th August, 2017





FAISAL LATIF & CO  
CHARTERED ACCOUNTANTS  
FAISAL LATIF FCA

**PAKISTAN THALASSAEMIA WELFARE SOCIETY  
BALANCE SHEET  
AS AT 30 JUNE 2017**

	NOTE	2017 (Rupees)	2016 (Rupees)
<b><u>FUNDS AND LIABILITIES</u></b>			
Leased land and building		23,418,895	23,418,895
Accumulated surplus		18,110,894	14,761,735
		<u>41,529,789</u>	<u>38,180,630</u>
<b><u>CURRENT LIABILITIES</u></b>			
Creditors, accrued and other liabilities	3	7,500	7,500
		<u>41,537,288</u>	<u>38,188,130</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
<b><u>NON-CURRENT ASSETS</u></b>			
Property, plant and equipment	4	16,955,272	16,888,256
Long term investments	5	13,517,840	11,457,800
<b><u>CURRENT ASSETS</u></b>			
Stock-in-trade	6	8,828,091	7,681,384
Advance deposit and other reciveable	7	40,060	32,953
Cash and bank balances		2,196,026	2,127,737
		11,064,177	9,842,074
		<u>41,537,288</u>	<u>38,188,130</u>

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 2017

INCOME

NOTE 2017 (Rupees) 2016 (Rupees)

Donation from public  
Membership fee  
Receipts from sale of medical supplies  
Other operating income  
Grant-in-aid

	5,904,312	3,977,978
	80,800	51,050
7	1,175,275	1,050,952
8	3,828,729	1,615,610
	1,100,000	1,650,000
	12,089,116	8,345,590

EXPENDITURE

Medical supplies  
Medicines  
Pakistan Thalassaemia house expenses  
Blood camp expenses  
Vaccination of Thalassaemic patients before splenectomy  
S.F. Hb Electrophoresis & CVS Test of Thalassaemics  
Salaries of Staff  
Postage and telegram  
Linkage fee  
Printing and stationery  
Vehicle running and maintenance  
Insurance  
Advertisement  
Utilities  
Conference and seminar cost  
Welfare of staff  
Janitorial expense  
Blood purchased from AFIT  
First aid medicines  
Hospital waste incineration  
Audit fee  
Diesel for generator  
Miscellaneous  
Depreciation  
Other Lab expense  
Website Updation Fee  
Lab kits  
Bank charges

	1,652,141	800,354
	1,463,461	1,804,147
	76,440	207,193
	72,326	94,691
	10,625	16,325
	29,661	67,304
	2,764,255	2,564,903
	16,910	16,530
	20,354	12,000
	119,169	94,884
	125,719	573,418
	21,000	35,500
	6,590	-
	468,383	358,735
	88,758	-
	9,237	-
	7,350	-
	58,340	-
	6,054	-
	19,800	32,078
	7,500	7,500
	17,200	35,110
	153,463	-
4	1,090,470	1,084,570
	244,955	-
	3,200	3,200
	185,585	40,190
	1,011	6,509
	8,739,957	7,855,141
	3,349,159	490,449

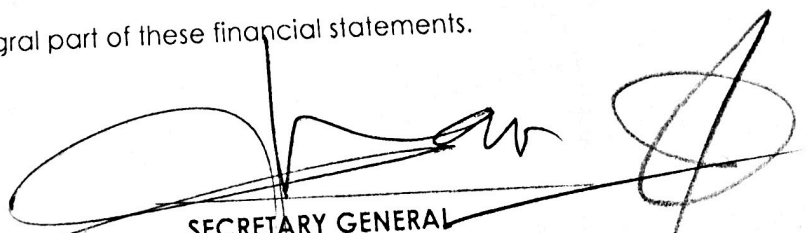
EXCESS OF INCOME/(LOSS) OVER EXPENDITURE

ACCUMULATED SURPLUS BROUGHT FORWARD  
ACCUMULATED SURPLUS CARRIED FORWARD

14,761,735	14,271,285
18,110,893	14,761,735

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

  
PRESIDENT

  
SECRETARY GENERAL

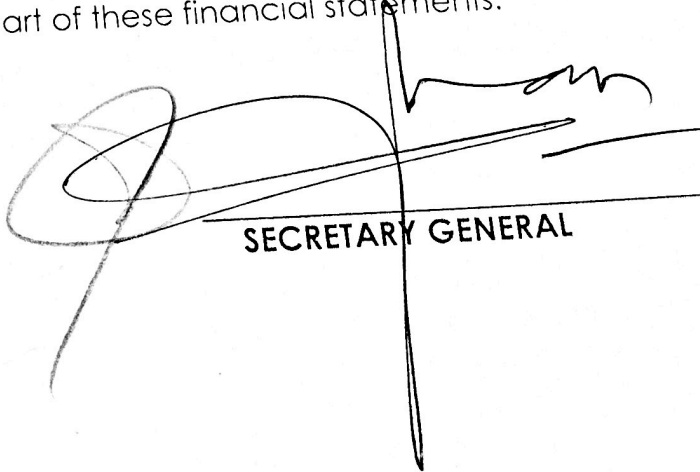
PAKISTAN WELFARE SOCIETY  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

2017 P5:-5

	NOTE	2017 (Rupees)	2016 (Rupees)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Excess of income over the expenditure		3,349,159	490,449
<b>Adjustment for:</b>			
Depreciation	4	1,090,470	1,084,570
Loss on sale of NIT Unit		-	-
Gain on disposal of vehicle		(613,196)	-
Surplus on valuation of NIT units		(131,001)	(127,389)
		<u>3,695,432</u>	<u>1,447,630</u>
<b>Changes for working capital</b>			
(Increase)/decrease in working capital:			
Stock in Trade, Advances and Deposit		(1,153,814)	(1,200,068)
Creditors and Other Liabilities		-	-
		<u>(1,153,814)</u>	<u>(1,200,068)</u>
Net cash from operating activities		<b>2,541,618</b>	<b>247,562</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of Property, Plant and Equipment		(413,290)	(433,363)
Purchase of NIT Units		-	(339,165)
Long term investments		(2,060,039)	-
Purchase of Regular Investment Certificates		-	-
Net cash used in investing activities		<u>(2,473,329)</u>	<u>(772,528)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Donations from general public for building		-	-
Net cash used in financing activities		<u>68,289</u>	<u>(524,965)</u>
<b>Net Increase/(Decrease) in cash and cash equivalents</b>		<b>2,127,737</b>	<b>2,652,702</b>
<b>Cash and cash equivalent at beginning of the year</b>	6	<b>2,196,026</b>	<b>2,127,737</b>
<b>Cash and cash equivalent at end of the year</b>		<b>4,323,763</b>	<b>4,780,439</b>

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

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**PRESIDENT**

  
**SECRETARY GENERAL**



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**PAKISTAN THALASSAEMIA WELFARE SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**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.

**SIKH THALASSAEMIA WELFARE SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**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**

	2017 (Rupees)	2016 (Rupees)
Audit fee	7,500	7,500
	<u>7,500</u>	<u>7,500</u>

**4 Property Plant and Equipment**

DESCRIPTION	As at 01 July 2016	Additions/ (Disposals)	As at 30 June 2017	RATE %	As at 01 July 2016	Adjustment	Charge for the year (Adjustments)	As at 30 June 2017	As at 30 June 2017
----- RUPEES -----									
Leased Land and Building	23,795,356	-	23,795,356	5	9,513,281	-	714,104	10,227,385	13,567,971
Furniture and Fixture	315,257	10,790	326,047	10	168,050	-	15,800	183,850	142,197
Medical Equip	1,465,721	-	1,465,721	10	961,187	-	50,453	1,011,641	454,080
Electrical Equipment	1,725,516	20,000	1,745,516	10	1,064,441	-	68,107	1,132,549	612,967
Office Equipment	650,000	-	650,000	10	423,391	-	22,661	446,052	203,948
Laboratory Equipment	2,010,675	1,438,500	3,449,175	10	1,255,722	-	219,345	1,475,067	1,974,108
Vehicle	1,056,000	(1,056,000)	-	-	744,196	(744,196)	-	-	-
<b>2017</b>	<b>31,018,525</b>	<b>413,290</b>	<b>31,431,815</b>		<b>14,130,269</b>	<b>(744,196)</b>	<b>1,090,470</b>	<b>14,476,543</b>	<b>16,955,272</b>
<b>2016</b>	<b>30,585,162</b>	<b>433,363</b>	<b>31,018,525</b>		<b>13,045,699</b>	<b>(744,196)</b>	<b>1,084,570</b>	<b>14,130,269</b>	<b>16,888,256</b>

**5. INVESTMENTS**

National Investment Trust Units - Fair Value  
 Regular income certificates

	2017 (Rupees)	2016 (Rupees)
National Investment Trust Units - Fair Value	8,017,840	5,957,800
Regular income certificates	5,500,000	5,500,000
	<u>13,517,840</u>	<u>11,457,800</u>

PAKISTAN THALASSAEMIA WELFARE SOCIETY  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 30 JUNE 2017

	2017 (Rupees)	2016 (Rupees)
<b>6 ADVANCES AND OTHER RECIVEABLES</b>		
Tax withheld by bank	40,060	32,953
	<u>40,060</u>	<u>32,953</u>
<b>7 CASH AND BANK BALANCES</b>		
<b>Local Currency Accounts</b>		
NBP 3072102665	1,980,437	1,518,220
NBP 4072115150	75,115	573,728
Askari 36000184701	96,705	30,789
Cash in Hand	43,769	5,000
	<u>2,196,026</u>	<u>2,127,737</u>
<b>8 OTHER OPERATING INCOME</b>		
Disposal of vehicle	613,196	-
Plazma disposal	47,100	-
Profit on bank deposits and regular income certificates	699,386	718,116
Surplus on valuation of NIT units	2,060,039	466,554
Other Receipts	409,008	430,940
	<u>3,828,729</u>	<u>1,615,610</u>
<b>9 GRANT-IN-AID</b>		
Bhandara Foundation Lahore	50,000	50,000
Pakistan Science Foundation, Islamabad	50,000	100,000
Infaq Foundation, Karachi	-	500,000
Zakat & Ushr Department Lahore	1,000,000	1,000,000
	<u>1,100,000</u>	<u>1,650,000</u>
<b>9.1 Assistance received from Bhandara Foundation Lahore utilized as follows :-</b>		
Deferral injections	67,380	-
Blood bag and B.T set	-	57,500
	<u>67,380</u>	<u>57,500</u>
<b>9.2 Assistance received from Pakistan Science Foundation utilized as follows :-</b>		
Printing of pamphlets	31,500	-
Membership fee to TFP ,Lahore	12,000	12,000
Membership Fee to TIF, Cyprus	8,354	-
Bank Service Charges	-	88,000
Refund	51,854	100,000
	<u>103,704</u>	<u>200,000</u>
<b>9.3 No grant received from Infaq foundation in 2016-2017 ,remaining grant of last financial year consumed in this year.</b>		
<b>utilized as follows :-</b>		
Desferal injections	<u>356,931</u>	<u>145,000</u>
	<u>356,931</u>	<u>145,000</u>



PAKISTAN THALASSAEMIA WELFARE SOCIETY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017

9.4 Grant from Zakat & Ushr Department Lahore  
utilized as follows :-

Medicines	<u>1,038,656</u>	<u>1,000,000</u>
	<u>1,038,656</u>	<u>1,000,000</u>

10 FIGURES

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

  
\_\_\_\_\_  
PRESIDENT

  
\_\_\_\_\_  
SECRETARY GENERAL