

**PAKISTAN THALLASAEMIA
WELFARE SOCIETY
ANNUAL ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE, 2021**



FAISAL LAITI & CO.

Chartered Accountants

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed Statement of Financial Position of "**PAKISTAN THALLASAEMIA WELFARE SOCIETY**" as at 30th June, 2021, related Income and Expenditure Account and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except stated in other information, the accompanying financial statements present fairly, in all material respects, of the financial position of Pakistan Thallasaemia Welfare Society as at 30th June, 2021 and of its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis of opinion

We conducted 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 the Financial Statements section of our report. We are independent of the Society in accordance with the International Ethics Standards Board for Accountant 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 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 Society is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan and for such internal control

as the Society determines is necessary to enable the preparation of financial statements that are free material misstatement, whether due to fraud or error.

In preparing the financial statements, Society is responsible for assessing the Society 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 charges with governance are responsible for overseeing the Society 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 or 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 '1

Trust's] Society's/ other as appropriate) 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 'Society'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 Society 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 those charged with governance 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.

Islamabad

12th December, 2021


FAISAL LATIF & COMPANY
CHARTERED ACCOUNTANTS
FAISAL LATIF, FCA

AS AT 30 JUNE 2021

	NOTE	2021 (Rupees)	2020 (Rupees)
<u>FUNDS AND LIABILITIES</u>			
Leased land and building		23,418,895	23,418,895
Accumulated surplus		24,600,514	12,197,295
		<u>48,019,409</u>	<u>35,616,190</u>
<u>CURRENT LIABILITIES</u>			
Creditors, accrued and other liabilities	3	20,000	-
		<u>48,039,409</u>	<u>35,616,190</u>
CONTINGENCIES AND COMMITMENTS			
<u>NON-CURRENT ASSETS</u>			
Property, plant and equipment	4	22,490,127	15,308,885
Long term investments	5	11,083,891	9,585,656
Capital work in progress		1,744,801	4,920,000
<u>CURRENT ASSETS</u>			
Stock-in-trade		184,762	184,762
Advance deposit and other recivable	6	107,491	539,361
Cash and bank balances	7	12,428,337	5,077,526
		<u>12,720,590</u>	<u>5,801,650</u>
		<u>48,039,409</u>	<u>35,616,190</u>

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



PRESIDENT


TREASURER

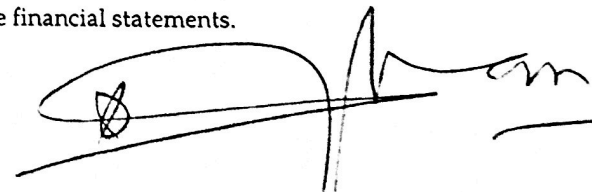
FOR THE YEAR ENDED 30 JUNE 2021

	NOTE	2021 (Rupees)	2020 (Rupees)
INCOME			
Donation from Public		13,757,944	11,331,802
Receipts from Sale of Medical Supplies		-	658,050
Other Operating Income	8	1,701,432	133,973
Grant-in-Aid	9	7,903,000	1,675,000
Rental Income		1,084,210	1,165,360
		24,446,586	14,964,185
EXPENDITURE			
Medical Supplies		1,138,399	9,940,913
Medicines and Medical Expenses		-	572,115
Blood Bags		1,696,040	-
Blood Camp Expenses		429,547	224,811
Lab kits		962,699	452,948
Tax expense		-	583,884
Salaries of Staff		4,387,351	4,072,563
EOBI Charges		15,600	-
Welfare of Staff		-	400
Pakistan Thalassaemia House Expenses		-	57,953
Hospital Waste Incineration		55,867	28,509
Utilities		591,734	477,395
Postage and Telegram		8,995	29,457
Printing and Stationery		227,171	129,853
Annual Subscription Fee		15,000	15,000
Audit Fee		20,000	15,000
Website Updation Fee		1,500	15,870
Vehicle running and maintenance		-	78,162
Miscellaneous		87,492	97,767
Diesel for Generator		32,775	-
Depreciation	4	1,648,949	1,020,008
Rent,Rates & Taxes		-	-
Repair and Maintenance		206,869	239,382
Zakat deducted		-	16,816
Legal & Professional Charges		303,000	-
Grant utilized from Pakistan Science Foundation	9.2	180,000	-
Bank Charges		34,379	3,435
		12,043,367	18,072,241
EXCESS OF INCOME/(LOSS) OVER EXPENDITURE		12,403,219	(3,108,056)
ACCUMULATED SURPLUS BROUGHT FORWARD		12,197,295	15,305,351
ACCUMULATED SURPLUS CARRIED FORWARD		24,600,514	12,197,295

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



 PRESIDENT




 TREASURER

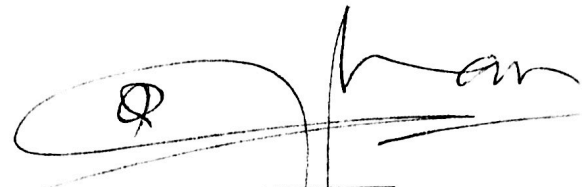
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	NOTE	2021 (Rupees)	2020 (Rupees)
CASH FLOWS FROM OPERATING ACTIVITIES			
Excess of income over the expenditure		12,403,219	(3,108,056)
Adjustment for:			
Depreciation			
Loss on sale of NIT Unit	4	1,648,949	1,020,008
Gain on disposal of vehicle		-	-
Surplus on valuation of NIT units		-	(228,309)
		<u>14,052,168</u>	<u>(2,316,357)</u>
Changes for working capital			
(Increase)/decrease in working capital:			
Stock in Trade, Advances and Deposit		(431,870)	9,152,852
Creditors and Other Liabilities		20,000	(15,000)
		<u>(411,870)</u>	<u>9,137,852</u>
Net cash from operating activities		13,640,298	6,821,495
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		(8,830,191)	(447,400)
Long term investments		(634,495)	-
Purchase of Regular Investment Certificates		-	-
Net cash used in investing activities		<u>(9,464,686)</u>	<u>(447,400)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Donations from general public for building		3,175,199	(4,920,000)
Net cash used in financing activities		<u>3,175,199</u>	<u>(4,920,000)</u>
Net Increase/(Decrease) in cash and cash equivalents		7,350,811	1,454,096
Cash and cash equivalent at beginning of the year		5,077,526	3,623,432
Cash and cash equivalent at end of the year	6	<u>12,428,337</u>	<u>5,077,526</u>

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



 PRESIDENT



 TREASURER

PAKISTAN THALASSAEMIA WELFARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

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 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 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 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 2021

2 Investments

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

3 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.

3 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.

3 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.

PAKISTAN THALASSAEMIA WELFARE SOCIETY
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2021

	2021 (Rupees)	2020 (Rupees)
3. ACCRUED AND OTHER LIABILITIES		
Audit fee		
Other payable	20,000	-
	<u>-</u>	<u>-</u>
	<u>20,000</u>	<u>-</u>
5. INVESTMENTS		
National Investment Trust Units - Fair Value	5,583,891	4,085,656
Regular income certificates	5,500,000	5,500,000
	<u>11,083,891</u>	<u>9,585,656</u>
6 ADVANCES AND OTHER RECIVEABLES		
Profit receivables from RICs		
Advance Tax:	-	422,435
Opening balance		
Tax withheld on rental income	116,926	-
Tax withheld by bank	124,740	-
Tax withheld on PTCL	30,479	116,926
Less tax provision	4,697	-
	<u>(169,351)</u>	<u>-</u>
	<u>107,491</u>	<u>116,926</u>
	<u>107,491</u>	<u>539,361</u>
7 CASH AND BANK BALANCES		
Local Currency Accounts		
NBP 3072102665	10,461,325	3,783,574
NBP 4072115150	76,900	727,154
Askari 36000184701	1,866,652	544,140
Cash in Hand	23,460	22,659
	<u>12,428,337</u>	<u>5,077,526</u>
8 OTHER OPERATING INCOME		
Profit on bank deposits	203,197	-
Surplus on valuation of NIT units	1,498,235	91,173
Other Receipts	-	42,800
	<u>1,701,432</u>	<u>133,973</u>
9 GRANT-IN-AID		
Bhandara Foundation Lahore	9.1	75,000
Pakistan Science Foundation, Islamabad	9.2	-
Zakat & Ushr Department Lahore	9.3	1,000,000
Bismillah		600,000
Askari Bank		-
	<u>6,523,000</u>	<u>-</u>
	<u>7,903,000</u>	<u>1,675,000</u>
9.1 Assistance received from Bhandara Foundation Lahore utilized as follows :-		
Deferal injections	-	-
Blood bag and B.T set	-	75,000
	<u>-</u>	<u>75,000</u>
9.2 Assistance received from Pakistan Science Foundation utilized as follows :-		
Decorations and games	75,000	-
Printing and shields	75,000	-
Light refreshment	30,000	-
	<u>180,000</u>	<u>-</u>

PAKISTAN THALASSAEMIA WELFARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

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

2021
(Rupees) 2020
(Rupees)

Medicines

700,000 1,000,000

700,000 1,000,000

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



TREASURER

Property Plant and Equipment

DESCRIPTION	As at 01 July 2020	Additions/ (Disposals)	As at 30 June 2021	RATE %	As at 01 July 2020	Adjustment	Charge for the year (Adjustments)	As at 30 June 2021	A 30 Jun
Leased Land and Building	23,856,276	3,650,191	27,506,467	5	12,171,205	-	766,763	12,937,968	14
Furniture and Fixture	479,047	-	479,047	10	248,416	-	23,063	271,479	
Medical Equip	1,465,721	5,180,000	6,645,721	10	1,134,697	-	551,102	1,685,799	4
Electrical Equipment	1,992,859	-	1,992,859	10	1,358,416	-	63,444	1,421,860	
Office Equipment	791,100	-	791,100	10	515,432	-	27,567	542,999	
Laboratory Equipment	4,240,395	-	4,240,395	10	2,135,371	-	210,502	2,345,873	1,
Vehicle	49,950	-	49,950	15	13,861	-	5,413	19,274	
Software	15,000	-	15,000	10	4,065	-	1,094	5,159	
	32,442,948	8,830,191	41,720,539		17,581,463	-	1,648,949	19,230,412	22,
2021									
	32,442,948	447,400	32,890,348		16,561,455	-	1,020,008	17,581,463	15,
2020									

(-----RUPEES-----)