

KAWISH WELFARE TRUST,
LAHORE.

STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED
JUNE 30, 2020.



ARIF CHAUDHURY & CO.
(Chartered Accountant)

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CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Management of Kawish Welfare Trust

Opinion

We have audited the financial statements of Kawish Welfare Trust (the Trust), which comprise the statement of financial position as at June 30, 2020, and the statement of income and expenditure, 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at June 30, 2020, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, 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 Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern



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basis of accounting unless management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust's financial reporting process.

Auditor's Responsibilities for the Audit

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 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, 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 Trust's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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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 Trust'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 Trust 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.

Report on Other Legal and Regulatory Requirements

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

1. Proper books of account have been kept by the Trust as required by the Companies Act, 2017 (XIX of 2017) and the returns referred above from the different areas in Pakistan have been found adequate for the purpose of our audit;
2. The financial statements have been drawn up in conformity with general accepted principles of accounting and are in agreement with books of accounts and is further in accordance with accounting policies consistently applied.
3. The expenditure incurred during the year was for the purpose of the institution; and
4. The activity / projects conducted, and the related expenditure incurred during the year were in accordance with the objects of trust.



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5. Zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was not deducted by the Bank and not deposited in the Central Zakat Fund established under section 7 of that Ordinance as not been applicable to the Kawish Welfare Trust.



Arif Chaudhury
ARIF CHAUDHURY & CO.
(Chartered Accountants)

Lahore.

Date: October 24, 2020

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KAWISH WELFARE TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2020.




	NOTES	2020 Rupees	2019 Rupees
<u>FIXED ASSETS</u>			
As per Fixed Assets Schedule	3	3,830,656.40	4,259,954.93
		3,830,656.40	4,259,954.93
<u>LONG TERM INVESTMENT</u>			
Investment with Cottage Links		12,788,500.00	17,938,500.00
		12,788,500.00	17,938,500.00
<u>CURRENT ASSETS</u>			
Receivable Profit on Investment	4	840,000.00	1,552,000.00
Receivable from Micro Finance Beneficiaries		260,500.00	1,170,000.00
Advances to Staff	5	698,500.00	653,000.00
Adjustable Withholding Tax	10	312,077.00	-
		2,111,077.00	3,375,000.00
<u>BANK & CASH</u>			
Closing Bank & Cash Balances	6	72,785,891.94	49,980,172.00
		72,785,891.94	49,980,172.00
Total Assets		91,516,125.34	75,553,626.93

KAWISH WELFARE TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2020.



	NOTES	2020 Rupees	2019 Rupees
RESERVES & GENERAL FUNDS			
General Funds	7	77,472,611.34	61,935,829.93
		77,472,611.34	61,935,829.93
NON-CURRENT LIABILITIES			
Payable to Afaq Khan (Waqf Amount)		5,000,000.00	5,000,000.00
Payable to Akhuwat for Micro Finance		1,614,000.00	1,614,000.00
Payable to Zainab Foundation Micro Finance		1,000,000.00	1,000,000.00
Payable to JSI, Lahore.		50,000.00	50,000.00
		7,664,000.00	7,664,000.00
CURRENT LIABILITIES & PAYABLES			
Current Liabilities & Payables	8	6,379,514.00	5,953,797.00
		6,379,514.00	5,953,797.00
CONTINGENCIES AND COMMITMENTS			
	14		
Total Funds & Liabilities		91,516,125.34	75,553,626.93


Ammar Ahmad Tarin
(PRESIDENT)


Marghoob Shakir Izhar
(FINANCE SECRETARY)


Sarfraz Ahmad
(ACCOUNTANT)



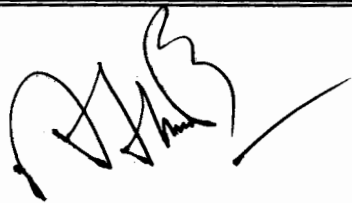
KAWISH WELFARE TRUST
STATEMENT OF INCOME & EXPENDITURE ACCOUNT
AS AT JUNE 30, 2020.

	NOTES	2020 Rupees	2019 Rupees
INCOME			
Donation	9	89,781,360.00	89,773,431.00
Profit from Investment	10	840,000.00	-
Profit from Bank	11	3,120,783.00	1,207,346.00
		93,742,143.00	90,980,777.00
EXPENDITURES			
Kawish Healthcare, Al-Rehman & Al-Rahim Hospital Salaries		4,731,490.00	3,612,428.00
Medicines for Al-Rehman, SGD, Vehari & Al Rahim Hospital		3,336,915.00	3,455,345.00
Amount Spent for Eye Camp Operations		1,419,217.00	2,232,769.00
Operational Expenses at RTM at BNG / Vehari / SGD		2,399,221.00	1,423,175.00
Iqra Schools Salaries & Expenses		22,211,877.00	22,778,865.00
Payment for Orphans Support		835,600.00	1,017,300.00
Vocational Training Project		3,059,480.00	2,454,696.00
Amount Spent for Marriage Support / Patient Support		2,939,201.00	3,603,850.00
Amount Spent for Micro Finance		50,000.00	1,500,000.00
Payment for Food Support at Bahawalnagar		896,000.00	1,036,000.00
Payments for Yearly Qurbani		2,329,840.00	2,363,000.00
Amount Spent for Clean Drinking Water Project for Ther & South Punjab		16,623,910.00	10,939,864.00
Amount Issued for Humanitarian Supports Fund		-	10,927,500.00
Amount Issued for Humanitarian Supports Fund in Kashmir		1,206,840.00	-
Amount Issued for Dr. Ajmal Rehman Support Project		1,853,382.00	997,761.00
Amount Issued for Takmil for Rehabilitation of their School		-	6,310,711.00
Amount Issued for Al-Burhan Ilm e Din Course		921,620.00	-
Amount Issued for Food Ration for Deservings during COVID	12	9,547,620.00	-
Salaries & Wages		1,310,500.00	1,543,000.00
Office Rent		175,200.00	420,000.00
Travelling & Conveyance		72,000.00	312,821.00
Audit Fee		20,000.00	20,000.00
Stationary Expenses		20,163.00	40,148.00
Repair & Upkeeping Charges		108,000.00	187,695.00
Car Fuel & Maintenance		23,871.00	48,500.00
Staff Refreshment Expenses		42,000.00	109,331.00
Guest Refreshment Expenses		48,000.00	18,000.00
Courier Charges		18,900.00	23,595.70
Balance C/F		76,200,847.00	77,376,354.70



KAWISH WELFARE TRUST
STATEMENT OF INCOME & EXPENDITURE ACCOUNT
AS AT JUNE 30, 2020.

	2020	2019
NOTES	Rupees	Rupees
Balance B/D	76,200,847.00	77,376,354.70
Ambulances Repair & Maintenance	248,470.00	241,260.00
Salaries for Ambulance Drivers	1,152,000.00	870,000.00
Annual Trust Registration & Trust Deed	20,000.00	20,000.00
Utility Bills for Premises	153,152.00	512,867.00
	1,573,622.00	1,644,127.00
OTHER EXPENSES		
Depreciation	429,298.52	477,973.00
Bank Charges	1,594.07	3,680.00
Advance & Withholding Tax (unadjustable)	-	124,690.45
Electric Appliances Expenses	-	10,000.00
Misc. Expenses	-	159,423.00
	430,892.59	775,766.45
Total Expenditure	78,205,361.59	79,796,248.15
Surplus / (Deficit) for the year	15,536,781.41	11,184,528.85


Ammar Ahmad Tarin
(PRESIDENT)


Marghoob Shakir Izhar
(FINANCE SECRETARY)


Sarfraz Ahmad
(ACCOUNTANT)

KAWISH WELFARE TRUST NOTES TO THE ACCOUNTS AS AT JUNE 30, 2020.



1 STATUS, OBJECTIVE & MISSION

Kawish Welfare Trust 83 N Model Town, Extension shifted to 157-F-1 Johar Town, Lahore, Pakistan has been registered with registrar joint stock company city district government Lahore vide there certificate No RP323 of 2005 - 2006 dated 19-12-2005 under socieity registration act 1860 with the main object to conduct/run different welfare projects / Schools / Hospitals / VTI / Ambulances / Eye Camps and Clean Drinking Water in Ther & Humaintrian Support for Distarin Ridden areas.

2 SIGNIFICANT ACCOUNTING POLICIES

i BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These Financial Statements have been prepared under the Historical Cost Convention except as disclosed in the notes. The formate of financial statement has been changed according to the standard of Presentation of Financial Statement (IAS-1)

ii CASH AND CASH EQUIVALENTS

Cash and cash equivalents are carried in the balance sheet. For the purposes of the cash flow statement, cash and cash equivalents comprises cash in hand, with banks in current and savings accounts in the Kawish Welfare Trust.

iii PROVISIONS

Provisions, if any, are recognized when the institution has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

iv ACCOUNTING POLICIES

Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.

v INTERNATIONAL ACCOUNTING STANDARD (IAS)

International Accounting Standard (IAS) and International Financial Reporting Standards (IFRS) as applicable in Pakistan have been followed in preparation of Financial Statements.

vi REVENUE RECOGNITION

Revenue / Donations is recognized on actual basis.



KAWISH WELFARE TRUST
NOTES TO THE ACCOUNTS
AS AT JUNE 30, 2020.

vii INTERNAL CONTROL SYSTEM

The system of internal control is sound in design can be effectively implemented and monitored by the management by following direction of "Kawish Welfare Trust"

viii FOREIGN CURRENCY TRANSACTION

Foreign currency transactions are converted at the rate of exchange ruling on the date of transaction when credited to bank account. Assets and liabilities in foreign currency are translated at the rate of exchange ruling on the balance sheet date. Exchange gains and losses are included in current year's income and applicable as per IAS 21 and has not been applicable on foreign donation transactions from foreign donors.

viii FIXED ASSETS AND DEPRECIATION

Fixed assets are stated at cost (evaluated by the management) less current year depreciation. Depreciation is charged by applying **Reducing Balance Method** to write off the cost of assets over their remaining useful life. Full year depreciation charged in year of fixed assets purchased/addition and no depreciation charged in the year of Sale/deletion of fixed assets.



KAWISH WELFARE TRUST
NOTES TO THE ACCOUNTS
AS AT JUNE 30, 2020.

3 FIXED ASSETS SCHEDULE

PARTICULARS	COST			Rate %	DEPRECIATION			
	As At 01-07-2019	Addition (Deletion)	As At 30-06-2020		As At 01-07-2019	For the Year Depreciation	As At 30-06-2020	WDV as at 30-06-2020
Furniture & Fixtures	185,000.00	-	185,000.00	10%	96,515.08	8,848.49	105,363.57	79,636.43
Electric Appliances	56,897.00	-	56,897.00	20%	44,964.83	2,386.43	47,351.26	9,545.74
Office Equipments	55,000.00	-	55,000.00	25%	46,101.08	2,224.73	48,325.81	6,674.19
Computer & Laptop	78,000.00	-	78,000.00	15%	62,500.59	2,324.91	64,825.50	13,174.50
Ambulances	5,300,000.00	-	5,300,000.00	10%	1,963,294.10	333,670.59	2,296,964.69	3,003,035.31
VII Girls Ricksaws	720,000.00	-	720,000.00	10%	136,800.00	58,320.00	195,120.00	524,880.00
Vehicle Bolan	450,000.00	-	450,000.00	10%	234,766.40	21,523.36	256,289.76	193,710.24
2020	6,844,897.00	-	6,844,897.00		2,584,942.08	429,298.52	3,014,240.60	3,830,656.40
2019	6,844,897.00	-	6,844,897.00		2,106,965.93	477,976.14	2,584,942.07	4,259,954.93



KAWISH WELFARE TRUST
NOTES TO THE ACCOUNTS
AS AT JUNE 30, 2020.

	2020	2019
NOTES	Rupees	Rupees
4 <u>Receivable Profit on Investment</u>		
Receivable Profit on Investment 16th Disbursement	420,000.00	-
Receivable Profit on Investment 15th Disbursement	420,000.00	-
Receivable Profit on Investment 13th Disbursement	-	750,000.00
Receivable Profit on Investment 12th Disbursement	-	802,000.00
	840,000.00	3,375,000.00
5 <u>Advance to Staff</u>		
Mr. Naveed Ahmed	77,500.00	60,000.00
Mr. Awais	34,000.00	-
Mr. Ishtiyaq	10,000.00	30,000.00
Mr. Sarfraz Ahmad	17,000.00	45,000.00
Mr. Munawar Ahmed	90,000.00	100,000.00
Mr. Abdul Hanan	42,000.00	80,000.00
Qari Khizar Hayyat	16,000.00	50,000.00
Mr. Muhammad Jamshed	35,000.00	40,000.00
Mr. Muhammad Sajid	33,500.00	15,000.00
Mr. Zafar Bloach	55,000.00	40,000.00
Mr. Arslan Khan	40,000.00	-
Mr. Noor Muhammad	25,000.00	-
Mr. Waheed C/O Arslan	30,000.00	-
Mr. Amjad Hussan	20,000.00	-
Mr. Ahmad Majeed	40,000.00	-
Mr. Muhammad Ahmad Makki	100,000.00	-
Mr. Saeed	15,000.00	-
Mr. Akmal	13,500.00	-
Qari Aziz	5,000.00	-
Mr. Abdul Waheed	-	30,000.00
Mr. Arshad Nadeem	-	35,000.00
Mr. Bashir Asim	-	3,000.00
Mr. Ansar Ali	-	20,000.00
Mr. Mumtaz	-	15,000.00
Mr. Zaheer Abbas	-	50,000.00
Mr. Muhammad Saleem	-	40,000.00
	698,500.00	653,000.00

KAWISH WELFARE TRUST
NOTES TO THE ACCOUNTS
AS AT JUNE 30, 2020.



	NOTES	2020 Rupees	2019 Rupees
6 Closing Bank & Cash Balances			
Meezan Bank Limited (0100676981)		66,745,738.70	43,551,467.00
Standard Chartered Bank (01714304401)		6,007,238.31	3,823,425.00
Standard Chartered Bank Foreign Currency (Euro)	6.1	32,914.93	2,605,280.00
		72,785,891.94	49,980,172.00

6.1 An amounting to Rs. 32,914.93 represent in Pakistani Rupees. It is converted into 181.11 per Euro rate at year end and representing the closing Balance of bank account in Euro was 181.74

7 General Funds			
Balance b/f		61,935,829.93	50,811,001.08
Surplus / (Deficit) for the year		15,536,781.41	11,124,828.85
Balance c/f		77,472,611.34	61,935,829.93

8 Current Liabilities			
Profit for Hunarmand Project		2,960,250.00	2,500,000.00
GHRF Eye Surgeries		1,524,522.00	524,475.00
GHRF Water Well		1,707,660.00	2,893,723.00
Audit Fee Payable		20,000.00	20,000.00
Misc. Payable		167,082.00	-
Reserve Fund MHF		-	15,599.00
		6,379,514.00	5,953,797.00

**KAWISH WELFARE TRUST
NOTES TO THE ACCOUNTS
AS AT JUNE 30, 2020.**



	NOTES	2020 Rupees	2019 Rupees
9 Donations			
Donations for IQRA Mass Literacy Project	10	22,255,937.00	31,334,460.00
Donations from M/S Maria Helena Foundation		1,846,800.00	3,492,375.00
Donations for Qurbani Project		2,329,840.00	2,363,000.00
Donations for Eye Camps & Surgeries		2,257,200.00	4,465,726.00
Donations for Food & Deserving Support		945,000.00	820,000.00
Donations for Orphan Support		1,297,000.00	512,500.00
Donations for Ambulance Services		1,517,200.00	1,000,000.00
Donations for Al-Rehman/ Al-Rahim/ Vehari/SGD Hospitals		15,030,031.00	9,951,387.00
Donations for Clean Drinking Water Projects in Ther, South Punjab		15,458,036.00	13,045,834.00
Donation & Installments Receipts from Micro Finance Beneficiaries		925,500.00	410,000.00
Donation for Vocational Training		1,427,272.00	1,476,000.00
Donation for Marriage & General Support Fund		1,317,575.00	3,617,225.00
Donation for Humanitarian Support for Kashmir Earthquake & Flood		3,351,000.00	-
Donation for Humanitarian Support		-	8,718,000.00
Received from Takmil for Rehabilitation of their Schools		-	6,310,711.00
Receipts from Dr. Ajmal Rehman for Support Project		2,100,000.00	2,256,213.00
Food Rashin Support for Deserving during COVID-19		15,465,947.00	-
Al-Burhan Ilm e Din Course		2,257,022.00	-
		89,781,360.00	89,773,431.00

10 Profit from Investments

An amounting to Rs. 840,000 has been accrued during the year against profit on investment from Cottage Links. Furthermore, amounting to Rs. 1,552,000/- has been accrued in prior year 2019 and the same amount has been charged in IQRA Mass Literacy Project as donation. The same amount can be utilized by the Trust in any head of running projects with the concerned of the management.

**KAWISH WELFARE TRUST
NOTES TO THE ACCOUNTS
AS AT JUNE 30, 2020.**



NOTES	2020 Rupees	2019 Rupees
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11 Profit from Bank

An amounting to Rs. 3,120,783/- representing the gross amount of profit from bank account during the year and withholding tax amounting to Rs. 312,078/- duly deducted u/s 151 on account of profit on debt at 10% instead of 15% while the aggregated amount was below the Rs. 3,600,000/- which will be adjustable as per relevant section of Income Tax Ordinance, 2001.

12 COVID-19

The trust supported approximately more than 5,500 number of families in the pandemic situation of COVID-19 and onward by providing the Ration and Food Item's to deserving families and spent amounting to Rs. 9,547,620/- in the period of COVID-19 till the end of financial year.

13 Utilities Bills for Premises

Telephone Bills
EVO Bills
Internet Expense
Electric Bills

15,928.00	121,460.00
24,000.00	37,200.00
43,200.00	22,500.00
70,024.00	391,407.00
153,152.00	572,567.00

- During the year approximately 73.33% expenses on account of utilities decreased due the all type of utilities expenses on account of each project has been transferred and separable in current year as compare to prior year in which various expenses are not separable.

14 Depreciation Expenses

Furniture & Fixtures
Electric Appliances
Office Equipment's
Computer & Laptop
Ambulances
VTI Girls Rickshaws
Vehicle Bolan

8,848.49	9,831.66
2,386.43	2,983.04
2,224.73	2,966.31
2,324.91	2,735.19
333,670.59	370,745.10
58,320.00	64,800.00
21,523.36	23,914.84
429,298.52	477,976.14

KAWISH WELFARE TRUST
NOTES TO THE ACCOUNTS
AS AT JUNE 30, 2020.



	2020	2019
<u>NOTES</u>	<u>Rupees</u>	<u>Rupees</u>

15 Contingencies and Commitments

There are the following contingencies and commitments regarding the institution has been found;

- a There is no contingencies and commitments was found during the financial year and after reporting date.

**if any contingencies and commitments found in any succeeding year will be adjusted as prior year adjustment and reported accordingly.*