

Faheem Piracha & Co Chartered Accountant

Level 5, Al Memar Tower

E 11/2, Islamabad, Pakistan +92 (51) 230 5652

AUDITOR'S REPORT TO THE BOARD OF TRUSTEES

We have audited the annexed balance sheet of the SABA ASLAM EDUCATION AND WELFARE TRUST (Trust) as at June 30, 2016 and the related income and expenditure account together with the notes forming part thereof (here-in-after referred to as the financial statements for the period then ended).

Management's Responsibility for the Financial Statements

It is the responsibility of the Board of Trustees to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the approved accounting standards as applicable in Pakistan. Our responsibility is to express an opinion on these financial statements based on our audit.

Auditor's Responsibility

We conducted our audit in accordance with generally accepted auditing standards as applicable in Pakistan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies used 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.

Opinion

In our opinion the financial statements present fairly in all material respects the financial position of the Trust as at June 30, 2016 and of its deficit for the period then ended in accordance with the approved accounting standards as applicable in Pakistan.

Faheem Piracha

Chartered Accountant

Islamabad, _____



SABA ASLAM EDUCATION AND WELFARE TRUST

BALANCE SHEET


FOR THE YEAR ENDED JUNE 30, 2016

	PKR 2016	USD 2016	PKR 2015	USD 2015
FUND BALANCE				
General Fund	13,679,055	131,529	14,591,856	143,353
Special Fund	75,891,834	729,729	76,972,981	756,194
	<u>89,570,889</u>	<u>861,259</u>	<u>91,564,837</u>	<u>899,547</u>
Non Current Assets				
Property Plant & Equipment - NBV	26,940,729	259,045	29,666,507	291,448
CURRENT ASSETS				
Inventory	175,490	1,687	-	-
NIT Units - At fair value	75,879,512	729,611	76,060,918	747,235
Advances & Other Recievables	5,660,581	54,429	4,219,900	41,457
Cash & Bank Balances	375,864	3,614	1,078,799	10,598
	<u>82,091,447</u>	<u>789,341</u>	<u>81,359,617</u>	<u>799,290</u>
Total Assets	<u>109,032,177</u>	<u>1,048,386</u>	<u>111,026,124</u>	<u>1,090,738</u>
LIABILITIES				
Non current liabilities				
Unsecured loan form CM	19,461,287	187,128	19,461,287	191,191
	<u>19,461,287</u>	<u>187,128</u>	<u>19,461,287</u>	<u>191,191</u>
Current liabilities	-	-	-	-
Total liabilities	<u>19,461,287</u>	<u>187,128</u>	<u>19,461,287</u>	<u>191,191</u>
NET ASSETS	<u>89,570,889</u>	<u>861,259</u>	<u>91,564,837</u>	<u>899,547</u>

Trustee



Trustee



SABA ASLAM EDUCATION AND WELFARE TRUST
INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2016

	PKR 2016	USD 2016	PKR 2015	USD 2015
Income				
Donations in cash	16,919,271	162,685	20,066,791	199,829
Donations in kind	6,870,035	66,058	2,581,677	25,709
Total donations	23,789,306	228,743	22,648,468	225,537
Less:				
Expenditure				
Clothing	454,946	4,374	337,853	3,364
Food and entertainment	7,038,917	67,682	4,076,751	40,597
Medical supplies	35,473	341	135,942	1,354
School accessories	76,253	733	27,378	273
Stationary and printing	382,518	3,678	194,435	1,936
Freight & Delivery- COS	23,660	228		
Miscellaneous expense	668,725	6,430	539,201	5,369
School fees	1,511,724	14,536	1,040,485	10,361
Payroll Expenses	3,987,713	38,343	3,262,740	32,491
Bank charges	9,992	96	18,291	182
Commission and fee	30,000	288	62,128	619
Dues and subscriptions	109,436	1,052	840	8
Farming	32,221	310	9,978	99
Legal and professional charges	63,690	612	434,350	4,325
Financial Services	317,000	3,048	-	-
Other general and administrative expenses	295,307	2,839	68,206	679
Advertising and Promotion expenses	941,172	9,050	78,978	786
Qurbani Expense	561,800	5,402	-	-
Postage	33,374	321	9,970	99
Repairs and Maintenance	1,091,703	10,497	886,123	8,824
Insurance-General	221,119	2,126	45,720	455
Staff Uniforms	-	-	10,950	109
Supplies	-	-	238	2
Travel	81,554	784	221,650	2,207
Utilities	1,103,157	10,607	995,746	9,916
Relief	1,845,620	17,746	85,000	846
Saba Girls Expenses	87,116	838		
Fuel	445,605	4,285	363,942	3,624
Donations Given	421,100	4,049	-	-
	21,870,894	210,297	12,906,895	128,529
Profit before Depreciation	1,918,412	18,446	9,741,573	97,008
Depreciation	(3,050,119)	(29,328)	(3,192,373)	(31,790)
Other investment income	11,645	112	1,617	16
(Deficit)/Surplus for the period	(1,120,062)	(10,770)	6,550,817	65,234

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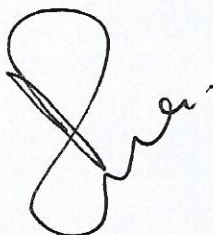
SABA ASLAM EDUCATION AND WELFARE TRUST

STATEMENT OF CASHFLOW

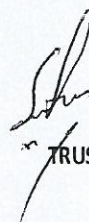
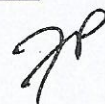
FOR THE YEAR ENDED JUNE 30, 2016

	PKR 2016	USD 2016	PKR 2015	USD 2015
CASH FLOWS FROM OPERATING ACTIVITIES:				
Excess of (expenditure) over income	(1,120,062)	(10,770)	6,550,817	64,356
<i>Adjustments for non-cash items:</i>				
Depreciation	3,050,119	29,328	3,192,373	31,362
Net surplus before working capital changes	1,930,057	18,558	9,743,190	95,719
Working capital changes:				
(Increase) in advances and other receivables	(1,473,206)	(14,165)	(4,187,375)	(41,137)
(Increase) in inventory	(175,490)	(1,687)	-	-
Net cash inflow from operating activities	281,361	2,705	5,555,815	54,581
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of NIT Units	-	-	(84,268,438)	(827,866)
Sale of NIT Units	4,332,873	41,662	79,721,817	783,199
Additions in fixed assets	(324,340)	(3,119)	(1,851,858)	(18,193)
Net cash inflow/(outflow) from investing activities	4,008,533	38,544	(6,398,479)	(62,860)
CASH FLOWS FROM FINANCING ACTIVITIES				
Additions into special fund	5,083,762	48,882	-	-
Withdrawals from special fund	(10,076,591)	(96,890)	-	-
Net cash used in financing activities	(4,992,829)	(48,008)	-	-
Net increase in cash and cash equivalents	(702,935)	(6,759)	(842,664)	(8,278)
Cash and cash equivalents at the beginning of the year	1,078,799	10,598	1,921,463	18,877
Effects of exchange rate change	-	(225)	-	-
Cash and cash equivalents at the end of the year	375,864	3,614	1,078,799	10,598

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SABA ASLAM EDUCATION AND WELFARE TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED JUNE 30, 2016

1. Nature and Status of Entity:

SABA ASLAM EDUCATION AND WELFARE TRUST has been registered as Trust on Dec 26, 2002 under the Trust Act, 1882. The principle aims and objectives of the trust are advancement of education, diffusion of knowledge, development of human mind and promotion of technical and scientific education. Further it is engaged in the relief, prevention and extinction of poverty, disease and distress in Pakistan.

2. SIGNIFICANT ACCOUNTING POLICIES:

2.1 Basis of accounting

These financial statements have been prepared under the approved accounting standards as applicable in Pakistan.

2.2 General Fund

This is an unrestricted fund. Grants and donations, utilization of which is not restricted for a specific purpose are credited to this fund.

2.3 Special Fund

This is a restricted fund. This fund is created and maintained from the Chairman's contributions. The main objective of the fund is to generate income for sustainable operations of the trust, bear expenses of the Chairman and to honour extraordinary donation requests.

2.4 Operating fixed assets

These are recorded at cost less accumulated depreciation except land.

Depreciation is charged to income on a reducing balance method. Full year depreciation is charged on additions during the year. No depreciation is charged on the assets disposed of during the year.

Gain or loss on disposal of assets is included in other income.



2.5 Investments

These are initially measured at cost being fair value of the consideration given. At balance sheet date these are measured at fair value with any resulting gain or loss credited or debited to the endowment fund account. The fair value of such investments is determined based on prevailing market prices.

2.6 Donations

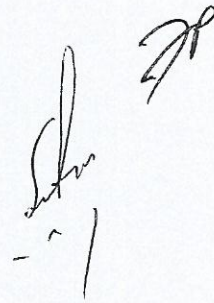
Donations in cash are recorded as and when received. Donations in kind are recorded at the market value prevailing at the time of receipt.

2.7 Taxation

No provision for tax is made as the income is exempt.

2.8 Functional and presentation currency

Items included in the financial statements of the Trust are measured using the currency of Primary economic in which the trust operates i.e. PAK Rs (the functional currency). The financial statements are presented PAK Rs as well as in US Dollars.



SABA ASLAM EDUCATION AND WELFARE TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2016

3. PROPERTY, PLANT & EQUIPMENT

Cost	Building	Land	Office Equipment	Furnitures & Fixtures	Motor Cycle	Vehicle	Total
As at 01 July 2015	28,310,159	1,850,000	2,568,275	1,801,609	9,944	904,910	35,444,897
Additions/(deletions) during the year	-	-	317,340	7,000	-	-	324,340
As at June 30, 2016	28,310,159	1,850,000	2,885,615	1,808,609	9,944	904,910	35,769,237

Accumulated depreciation

As at 01 July 2015	5,378,930	-	36,328	180,161	1,989	180,982	5,778,390
Depreciation for the year	2,293,123	-	284,929	325,690	1,591	144,786	3,050,118
As at June 30, 2016	7,672,053	-	321,257	505,851	3,580	325,768	8,828,508

WDV as at 30 June 2015	22,931,229	1,850,000	2,531,947	1,621,448	7,955	723,928	29,566,507
WDV as at 30 June 2016	20,638,106	1,850,000	2,564,358	1,302,758	6,364	579,142	26,940,729

Depreciation rates 10% 0% 10% 10% 20% 20%

SABA ASLAM EDUCATION AND WELFARE TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED JUNE 30, 2016

4 General

Figures have been rounded off to the nearest of PKR. Prior year figures have been rearranged for the purpose of comparison.

5 Authorization

These financial statements have been authorized by the Board of Trustees on



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