



INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF GOVERNERS

opinion

We have audited the financial statements of MAP WELFARE TRUST (*the Trust*), which comprise the statement of financial position as at June 30, 2020, and the statement of income and expenditure, the statement of comprehensive income, the statement of cash flows and the statement of changes in accumulated fund 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 the Accounting Standards for Not for Profit Organisations (Accounting Standards for NPOs) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and International Financial Reporting Standards (IFRSs) issued by International Accounting Standards Board (IASB) as notified by the Securities and Exchange Commission of Pakistan (SECP).

Basis for qualified 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 Statement* section of our report. We are independent of the trust in accordance with the International Ethics Standards Board for Accountants' 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 the 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 statement

The management is responsible for the preparation and fair presentation of the financial statement in accordance with Accounting Standards for NPOs and IFRSs issued by the IASB as notified by the SECP, and for such internal control as the management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the 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 basis of accounting unless the management either intends to liquidate the trust 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.



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INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF GOVERNERS (continued)

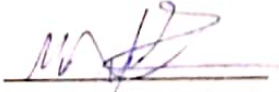
Auditor's responsibilities for the audit of the financial statements

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 of 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 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 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 statement 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.
- 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.


MUHAMMAD AYUB & CO.
Chartered Accountants
Proprietor : Muhammad Ayub



Place: Lahore
Date: January 25, 2021

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MAP WELFARE TRUST
BALANCE SHEET
AS AT JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees		Note	2020 Rupees	2019 Rupees
GENERAL FUND	3	24,854,959	26,328,400	PROPERTY PLANT AND EQUIPMENT	7	27,216,643	16,375,180
OTHER FUNDS	4	9,093,800	-				
CURRENT LIABILITIES				LONG TERM DEPOSITS	8	3,690,227	5,984,871
Creditors, accrued and other liabilities	5	67,438	-				
CONTINGENCIES AND COMMITMENTS	6	-	-	CURRENT ASSETS			
				Advances, prepayments and other receivables	9	838,471	2,500,000
				Stock in hand	10	48,934	80,148
				Cash and bank balances	11	2,222,302	1,398,201
						3,109,707	3,978,349
		<u>34,016,197</u>	<u>26,328,400</u>			<u>34,016,577</u>	<u>26,338,400</u>

The annexed notes from 1 to 19 form an integral part of these accounts.

Chairman

Trustee

Date : 25.1.2021
Place : Lahore



MAP WELFARE TRUST
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
Revenue	12	10,711,854	5,226,889
Cost of Revenue	13	8,752,296	8,204,532
Gross Surplus/(Deficit)		1,959,558	(2,977,643)
Administrative and General Expenses	14	4,381,481	4,263,712
Financial charges	15	15,355	64,916
Other income/(Expenses)	16	738,281	1,637,920
Net Surplus/(Deficit) for the year		(1,698,996)	(5,668,352)
Prior Period Adjustment	17	-	-
Net Surplus/(Deficit) for the year transferred to General Fund		(1,698,996)	(5,668,352)

The annexed notes from 1 to 19 form an integral part of these accounts.

Chairman

Trustee

Date : 25.1.2021

Place :Lahore

MAP WELFARE TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2020

1 Legal status and operations

MAP Welfare Trust was established in Pakistan on June 06, 2003 under the Trust Act, 1882. Later on the trust was registered under the Societies Registration Act, XXI of 1860 by the District Officer, Enterprise and Investment Promotion of Registrar, Joint Stock Companies, Lahore District on January 31, 2018. The registered office of the trust is situated at Street # 01, Khayaban e Kareem, 19 km Ferozpur Road, Lahore. The trust is domiciled in Lahore. Main objects of MAP Trust includes establishment of educational and basic health care institutions for eradication of illiteracy and provision of subsidised health care facilities in accordance with Islamic values for public at large who cannot afford it due to financial crisis.

2 Significant accounting policies

2.1 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved Accounting Standards comprise of Accounting Standards for Not for Profit Organisations (Accounting Standards for NPO's) and Revised Accounting and financial reporting Standards for small sized entities(SSEs) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as applicable in Pakistan

2.2 Basis of measurement

These accounts have been prepared under the historical cost convention, except otherwise stated.

2.3 Taxation

The trust is non profit organization under section 2 (36) of Income Tax Ordinance, 2001 and also income of trust is exempt from tax under clause 58 (3) of the Second Schedule to the Income Tax Ordinance, 2011. Consequently no provision for taxation is made in the financial statements.

2.4 Property, plant and equipment

All fixed assets, except freehold land are stated at cost less accumulated depreciation less impairment loss if any.

Depreciation on all property, plant and equipment is charged to profit and loss account on the reducing balance method so as to write off the historical cost of an asset over its estimated useful life at the rates given in note 7. Depreciation on additions is charged from the month in which the asset is put to use and on disposals upto the month of disposal. The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalised and the assets so replaced, if any, are retired. Gains and losses on disposal of assets are included in income.

2.5 Revenue recognition

Donations and income from healthcare center received from trustees and philanthropists are the main source of income of the trust. Such incomes are recognised as and when received by the trust. There are no restricted funds maintained by the trust. All items of income and expenditure relating to the trust are incorporated in these financial statements

**MAP WELFARE TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2020**

2.6 Foreign currency transactions

All monetary assets and liabilities in foreign currencies are initially recorded at exchange rate at transaction date and subsequently translated at the exchange rates prevailing at the balance sheet date. All exchange differences are charged to profit and loss account. Non monetary assets and liabilities in foreign currencies are carried at exchange rate prevailing at the date of transaction or revaluation.

2.7 Estimates & Judgements

Preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgements, estimates and assumptions that effect the application of policies and reported amount of assets, liabilities, incomes and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the consequences of which form the basis of making the judgements about the carrying values of assets and liabilities that are not readily identifiable from other resources. Thus actual results may differ from these estimates. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are revised if it effects that period only or in the period of revision and future periods if the revision effects both the current and future periods.

2.8 Mark-up, interest, profit and other charges^b

Interest and other charges on long term liabilities are capitalised upto the date of commencement of commercial operations. All other mark-up, interest, profit and other charges are charged to profit and loss account as and when incurred.

MAP WELFARE TRUST
 NOTES TO THE ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2020

3 General Fund		2020	2019
		Rupees	Rupees
	Accumulated Balance	26,553,955	31,996,752
	Add: Surplus/(Deficit) for the year	(1,698,996)	(5,668,352)
		<u>24,854,959</u>	<u>26,328,400</u>
3.1 Accumulated Balance:			
	Subscription Fund	15,000	15,000
	Prior year's Income Tax Refund	225,555	
	Opening Accumulated Surplus/(Deficit)	<u>26,313,400</u>	<u>31,981,752</u>
		<u>26,553,955</u>	<u>31,996,752</u>
4 Other Funds		2020	2019
		Rupees	Rupees
	Land & Building	9,093,800	-
		<u>9,093,800</u>	<u>-</u>
4.1 For Land & Building			
	Opening Balance	-	-
	Addition/Transfer during the Year	<u>9,093,800</u>	<u>-</u>
	Less: Administrative Cost	<u>-</u>	<u>-</u>
		<u>9,093,800</u>	<u>-</u>
5 Creditors Accrued & Other Liabilities		2020	2019
		Rupees	Rupees
	Withholding Tax Payable	8,868	-
	Creditors	58,570	-
		<u>67,438</u>	<u>-</u>
6 Contingencies and Commitments			

There are no contingencies & commitments as on June 30, 2020

MAP WELFARE TRUST
Notes to the Account
For the year ended 30, 2020

7 Property, Plant and Equipment

7.1 Operating Fixed Assets

PARTICULARS	COST				RATE %	DEPRECIATION					W.D.V. as on June 30, 2020
	As at July 1, 2019	Additions/ Transfers	Disposal/ Adjustment	As at June 30, 2020		As at July 1, 2019	Deletions/ Transfers	Elimination of Dep on Disposal	For the year	As at June 30, 2020	
Tangible Assets											
Land - Peshawar	7,176,756	-	-	7,176,756	-	-	-	-	-	-	7,176,756
Building	19,781,495	-	-	19,781,495	10	12,017,709	-	-	776,379	12,794,087	6,987,408
Furniture & Fixture	1,155,675	3,800	-	1,159,475	15	807,234	-	-	52,836	860,070	299,405
Medical Equipments	949,827	-	-	949,827	15	695,493	-	-	38,150	733,643	216,184
Electric Equipments	713,477	3,500	-	716,977	15	440,508	-	-	41,470	481,978	234,999
Ultra Sound Machine	610,000	-	-	610,000	15	339,340	-	-	40,599	379,939	230,061
Telephone & Telephone Exchange	44,550	13,460	-	58,010	15	30,278	-	-	4,160	34,437	23,573
Refrigerator	83,500	-	-	83,500	15	62,171	-	-	3,199	65,371	18,129
Steel Safe	3,400	-	-	3,400	15	2,989	-	-	62	3,050	350
Security System	48,346	-	-	48,346	15	37,038	-	-	62	3,050	350
Water Plant	104,000	-	-	104,000	15	75,661	-	-	1,696	38,734	9,612
Computer & Printer	240,900	104,100	-	345,000	15	122,805	-	-	4,251	79,912	24,088
Generator	217,080	-	-	217,080	15	135,208	-	-	33,329	156,134	188,866
Sign Boards	35,000	-	-	35,000	15	25,463	-	-	12,281	147,489	69,591
Water Dispenser	5,000	-	-	5,000	15	1,929	-	-	1,431	26,893	8,107
Room Coolers	-	59,500	-	59,500	15	-	-	-	461	2,390	2,610
Biometric Attendance Machine	-	26,000	-	26,000	15	-	-	-	8,925	8,925	50,575
CCTV Cameras	-	71,095	-	71,095	15	-	-	-	3,900	3,900	22,100
									10,664	10,664	60,431
Capital Work in Progress											
Building Peshawar Centre	-	11,593,800	-	11,593,800	-	-	-	-	-	-	11,593,800
Total	31,169,006	11,875,255		43,044,261		14,793,826			1,033,793	15,827,618	27,216,643

7.2 Capital Work in Progress

Advance issued last year for construction	2,500,000
Funds Issued during the year against cost of construction	<u>9,093,800</u>
	<u>11,593,800</u>

7.3 Depreciation for the year has been allocated as follow:

Cost of Revenue	12	310,138
General & Administrative Expenses	13	723,655

MAP WELFARE TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2020

8 Long Term Deposits		2020	2019
		Rupees	Rupees
Deposit with alBaraka Bank Limited Security Deposits	8.1	3,690,227	5,974,871
		10,000	10,000
		<u>3,690,227</u>	<u>5,984,871</u>
8.1 Opening balance in Endowment Fund	8.1.1	5,974,871	13,775,970
Less: Policies matured during the year		(2,294,644)	(7,801,999)
		<u>3,680,227</u>	<u>5,974,871</u>
8.1.1 MAP-I endowment fund		5,974,871	10,328,820
MAP-II endowment fund		-	3,447,150
		<u>5,974,871</u>	<u>13,775,970</u>

9 Advances, Deposits, & Other Receivables		2020	2019
		Rupees	Rupees
Advances for Building Construction		-	2,500,000
Advance to Staff Against Expenses		5,000	-
Advance to Staff Against Salary		503,000	-
Advances to Suppliers		47,850	-
Advance Tax	9.1	282,621	-
		<u>838,471</u>	<u>2,500,000</u>
9.1 Unadjusted Refund from FBR		225,555	-
Tax deducted on bank profit		52,354	-
Income Tax withheld on Utilities		4,712	-
		<u>282,621</u>	<u>-</u>

10 Stock In Hand-Medicine		2020	2019
		Rupees	Rupees
Medicine-Stock		48,934	80,148

11 Cash & Bank Balance		2020	2019
		Rupees	Rupees
Cash in Hand	11.1	442,928	71,189
Cash at Bank	11.2	1,779,374	1,327,012
		<u>2,222,302</u>	<u>1,398,201</u>
11.1 Cash in Hand			
MAP-1		387,748	31,189
MAP-2		40,004	40,000
MAP- D		15,176	-
		<u>442,928</u>	<u>71,189</u>
11.2 Cash at Bank			
Pak Rupees Accounts			
- Current Account alBaraka Bank 0102-1244-64019		1,246,940	1,130,515
- Current Account alBaraka Bank 0100-2699-19014		532,434	196,497
		<u>1,779,374</u>	<u>1,327,012</u>

12 Revenue		2020	2019
		Rupees	Rupees
Fee from operations of MAP Medical Centres		3,088,757	3,226,249
Trust Fund		7,623,097	1,975,000
Receipts from Medical Camps		-	25,640
		<u>10,711,854</u>	<u>5,226,889</u>

MAP WELFARE TRUST
 NOTES TO THE ACCOUNTS
 FOR THE YEAR ENDED JUNE 30, 2020

13 Cost of Revenue		
	2020 Rupees	2019 Rupees
Medical/operational Staff Salary		
Medical items consumed	5,597,608	4,490,413
Infectious Waste Material	307,033	361,301
Medicine Cost	229,800	422,354
Free of Cost Treatment expenses	13.1 993,832	1,274,733
LAB Expenses	29,450	62,351
Utility Charges	43,402	-
Printing and Stationery	471,716	384,338
Postage & Telecommunications	121,259	307,274
Fuel for Generator	117,226	-
Vehicle Running & Maintenance	47,664	54,401
Traveling & Conveyance	277,144	348,966
Advertisement	13,036	-
Repairs & Maintenance	14,300	-
Entertainment Expenses	111,900	93,065
Depreciation	7.3 66,787	70,592
	310,138	334,744
	<u>8,752,296</u>	<u>8,204,532</u>
13.1 Opening Stock	80,148	67,500
Add: Purchase	962,618	1,287,381
Less: Closing Balance	(48,934)	(80,148)
Medicines Consumed during the year	<u>993,832</u>	<u>1,274,733</u>

14 Administrative & General Expenses		
	2020 Rupees	2019 Rupees
Staff Salaries & Benefits	2,556,419	2,050,764
Utility Charges	52,413	42,704
Printing and Stationery	13,473	34,142
Postage & Telecommunications	13,025	-
Traveling & Conveyance	18,071	-
Repairs & Maintenance	626,600	521,128
Fuel for Generator	5,296	8,542
Insurance Expense	16,500	15,785
Rent, Rates and Taxes	75,387	165,131
Entertainment Expenses	7,421	7,844
Software Maintenance Expenses	209,167	108,520
Fee and Subscription	-	478,760
Legal & Professional Expenses	9,285	49,322
Audit Fee	40,000	-
Miscellaneous Expenses	14,770	-
Depreciation	7.3 723,655	781,070
	<u>4,381,481</u>	<u>4,263,712</u>

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MAP WELFARE TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2020

15 Financial Charges	2020 Rupees	2019 Rupees
Bank Charges (Head office)	15,355	64,916
	<u>15,355</u>	<u>64,916</u>
16 Other Income / (Expense)	2020 Rupees	2019 Rupees
Donations	113,754	-
Rental Income	55,000	841,373
Profit on Term Deposit Policies (alBaraka)	519,731	721,547
Miscellaneous Income	9,796	-
Income from School Van	40,000	75,000
	<u>738,281</u>	<u>1,637,920</u>
17 Prior Period Adjustment	2020 Rupees	2019 Rupees
Adjustment of donation received in previous year		
Provident fund over-booked in last year		
Others	<u>-</u>	<u>-</u>
18 Average number of employees	2020 Rupees	2019 Rupees
	40	36
19 General		

19.1 Figures have been rounded off to the nearest rupee.

Chairman

Trustee

Date : 25.1.2021

Place : Lahore

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