



Parker Russell-A.J.S.

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BOARD OF TRUSTEES

Opinion

We have audited the financial statements of "MAP WELFARE TRUST (the Entity)", which comprise the statement of financial position as at June 30, 2023, and statement of income and expenditure, statement of changes in funds and statement of cash flows for the period 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 Entity as at **June 30, 2023**, and its financial performance and its cash flows for the period then ended in accordance with Revised Accounting and Financial Reporting Standards for the Small Sized Entities (Revised AFRS for SSEs) and Approved Accounting and Reporting Standards as applicable in Pakistan for non-government organization (NGOs) / non-profit organization (NPOs) issued by the Institute of Chartered Accountants of Pakistan (ICAP).

Basis for Opinion

We conducted our audit in accordance with 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 Financial Statements section of our report. We are independent of the Entity 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 that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Board of Trustees for the Financial Statements

Management is responsible for preparation and fair presentation of these financial statements in accordance with Revised Accounting and Financial Reporting Standards for Small Sized Entities (Revised AFRS for SSEs) and Approved Accounting and Reporting Standards as applicable in Pakistan for non-government organization (NGOs) / non-profit organizations (NPOs) issued by the Institute of Chartered Accountants of Pakistan (ICAP) 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, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Board of Trustees is responsible for overseeing Entity's Financial Reporting Process.

Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit 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 auditors'



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report that includes our opinion. Reasonable assurance is 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

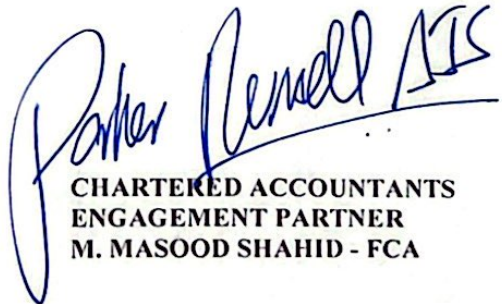
As part of an audit, in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of 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 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 effectiveness of the Entity's internal control.
- Evaluate the appropriateness of the 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 over the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Entity 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 transaction and events in a manner that achieves fair presentation.

We communicate with Board of Trustees 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
MARCH 12, 2024

UDIN # AR202310334dZbiuPSAv

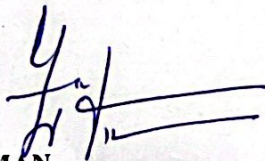

CHARTERED ACCOUNTANTS
ENGAGEMENT PARTNER
M. MASOOD SHAHID - FCA



MAP WELFARE TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

		2023	2022
	Note	Amount in rupees	
FUNDS AND LIABILITIES			
Funds			
Unrestricted fund		75,108,654	62,065,482
Endowment fund		12,188,866	12,188,866
Revaluation surplus	5	22,641,777	23,466,058
		109,939,297	97,720,406
Non current liabilities			
Deferred grant	6	-	1,912,000
Deferred capital grant	7	8,093,065	9,087,960
		8,093,065	10,999,960
Current liabilities			
Creditors, accrued and other liabilities	8	943,011	522,229
Contingencies and commitments	9	-	-
TOTAL FUNDS AND LIABILITIES		118,975,373	109,242,595
ASSETS			
Non current assets			
Property and equipment	10	81,122,417	83,228,003
Intangible assets	11	164,872	173,550
		81,287,289	83,401,553
Current assets			
Stock in trade	12	2,353,575	879,797
Advances, prepayments and other receivables	13	9,094,339	3,902,306
Short term investments	14	21,634,249	13,646,564
Cash and bank balances	15	4,605,921	7,412,375
		37,688,084	25,841,042
TOTAL ASSETS		118,975,373	109,242,595

The annexed notes from 1 to 22 form an integral part of these accounts.


 CHAIRMAN


 TRUSTEE

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MAP WELFARE TRUST
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2023

	2023			2022			
	Note	Restricted	Unrestricted	Total	Restricted	Unrestricted	Total
		Amount in rupees-----			Amount in rupees-----		
Income							
Income	16	-	85,595,677	85,595,677	-	40,697,518	40,697,518
Amortization of grants related to assets	7	994,895	-	994,895	1,122,322	-	1,122,322
		994,895	85,595,677	86,590,572	1,122,322	40,697,518	41,819,840
Expenditure							
Program expenses	17	-	(62,891,484)	(62,891,484)	-	(30,242,802)	(30,242,802)
Administrative and general expenses	18	-	(12,283,958)	(12,283,958)	-	(9,540,668)	(9,540,668)
Depreciation on restricted assets	10.2	(994,895)	-	(994,895)	(1,122,322)	-	(1,122,322)
Finance cost	19	-	(113,344)	(113,344)	-	(81,714)	(81,714)
		(994,895)	(75,288,786)	(76,283,681)	(1,122,322)	(39,865,184)	(40,987,506)
Surplus before taxation		-	10,306,891	10,306,891	-	832,334	832,334
Taxation	4.1	-	-	-	-	-	-
Surplus for the year		-	10,306,891	10,306,891	-	832,334	832,334

The annexed notes from 1 to 22 form an integral part of these accounts.

CHAIRMAN



TRUSTEE



MAP WELFARE TRUST
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Particulars	Note	Unrestricted fund	Endowment fund	Revaluation surplus	Total
					Amount in rupees
Balance as at July 01, 2021		22,800,150	12,188,866	24,381,926	59,370,942
Surplus for the year		832,334	-	-	832,334
Transferred from another NPO	1.2	37,517,130	-	-	37,517,130
Transferred to unrestricted fund	5.1	915,868	-	(915,868)	-
Balance as at June 30, 2022		62,065,482	12,188,866	23,466,058	97,720,406
Balance as at July 01, 2022		62,065,482	12,188,866	23,466,058	97,720,406
Surplus for the year		10,306,891	-	-	10,306,891
Transferred to unrestricted fund	5.1	2,736,281	-	(824,281)	1,912,000
Balance as at June 30, 2023		75,108,654	12,188,866	22,641,777	109,939,297

The annexed notes from 1 to 22 form an integral part of these accounts.

CHAIRMAN



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MAP WELFARE TRUST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

	Note	<u>2023</u>	<u>2022</u>
-----Amount in rupees-----			
A) Cash flows from operating activities			
Surplus for the year		10,306,891	832,334
Adjustment of non-cash / non-operating activities			
Finance cost	19	113,344	81,714
Depreciation on unrestricted assets	10.1	4,214,141	2,659,504
Depreciation on restricted assets	10.2	994,895	1,122,322
Amortization on intangible assets	11	8,678	-
Surplus before working capital changes		<u>15,637,949</u>	<u>4,695,874</u>
Changes in working capital			
Increase / (decrease) in current liabilities			
Creditors, accrued and other liabilities		420,782	(783,342)
(Increase) / decrease in current assets			
Advances, prepayments and other receivables		(5,192,033)	(2,716,078)
Stock in trade		(1,473,778)	303,949
		<u>(6,245,029)</u>	<u>(3,195,471)</u>
Cash generated from operations		<u>9,392,920</u>	<u>1,500,403</u>
Finance cost paid		(113,344)	(81,714)
Net cash generated from operating activities		<u><u>9,279,576</u></u>	<u><u>1,418,689</u></u>
B) Cash flows from investing activities			
Acquisition of property and equipment	10.1	(3,103,450)	(36,023,220)
Acquisition of intangible assets	11	-	(173,550)
Deferred capital grant (amortized) / received	7	(994,895)	(1,122,322)
Short term investments matured	14	3,716,063	17,370,556
Short term investments reinvested	14	(11,703,748)	(15,696,564)
Net cash used in investing activities		<u><u>(12,086,030)</u></u>	<u><u>(35,645,100)</u></u>
C) Cash flows from financing activities			
Funds transferred from another NPO	1.2	-	37,517,130
Net cash generated from financing activities		<u><u>-</u></u>	<u><u>37,517,130</u></u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS			
Cash and cash equivalent at the beginning of the year		7,412,375	4,121,656
A) Cash flows from operating activities		9,279,576	1,418,689
B) Cash flows from investing activities		(12,086,030)	(35,645,100)
C) Cash flows from financing activities		-	37,517,130
Cash and cash equivalent at the end of the year	15	<u><u>4,605,921</u></u>	<u><u>7,412,375</u></u>

The annexed notes from 1 to 22 form an integral part of these accounts.

CHAIRMAN



TRUSTEE




MAP WELFARE TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

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 1860 by the District Officer, Enterprise and Investment Promotion of Registrar, Joint Stock Companies, Lahore District on January 31, 2018. The trust is domiciled in Lahore. Main objects of MAP Welfare 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.

1.1 Geographical location and address of business units

Head office/ Medical center Lahore	Street # 01, Khayaban-e-Kareem, Metro Depot Road, 19 km Off Ferozepur Road, Lahore
Medical center Lahore	Data Darbar Road, Data Gunj Buksh Town, Lahore
Medical center Gujranwala	Near PTCL Exchange, Nowshera Vikran Road, Dahariwal, Gujranwala
Medical center Peshawar	Behind Askari-6, Nasir Bagh Road, Khalida Abad, Peshawar
Medical center Karachi	15/2, Sector 5/F, New Karachi opposite Makkah Masjid, Karachi

1.2 Merger with another NPO

MAP Welfare Trust Karachi, operating as an NPO, was merged with MAP Welfare Trust Lahore with effect from April 01, 2022. Trustees of both NPOs are the same and decided to merge MAP Welfare Trust Karachi into MAP Welfare Trust Lahore.

1.2.1 Net assets of MAP Welfare Trust Karachi transferred to MAP Welfare Trust Lahore

Class of assets	Amount
	--- Rupees ---
Property and equipment	
Land and building	22,161,168
Medical equipment	7,469,000
Electrical equipment	1,590,239
Furniture and fixtures	394,287
Power generating system	2,322,000
Computers and other allied items	553,335
	<hr/>
	34,490,029
Advances and other receivables	20,000
Cash and cash equivalent	3,191,101
Creditors and accrued liabilities	(184,000)
Net assets transferred to MAP Welfare Trust	<hr/> <hr/> 37,517,130

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2 Grants received by the organization

2.1 Details of grants received and respective donors:

Grant details and purpose	Donor	Amount in Rupees
a) Building:	Mr. Abdul Hameed (Founder Trustee) and Mr. Khadim Hussain (Member of Core Committee)	9,093,800/-

Balance in deferred capital grant as at June 30, 2023 6,629,380/-

The building pertained to MAP Medical Centre Peshawar completed as on September 15, 2020. In the year ended June 30, 2020, it was presented as capital work in progress. Total costs incurred amounting to Rs. 11,593,800/-, in which Rs. 9,093,800/- is recorded in other funds as donation received from trustees. The trust had paid the remaining amount of Rs. 2,500,000/- from its operational funds.

b) Operating fixed assets:	Mr. Abdul Hameed (Founder Trustee) and Mr. Khadim Hussain (Member of Core Committee)	2,383,367/-
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Fixed assets purchased by donor himself and transferred to MAP on October 31, 2020. These includes the following fixed assets:

Balance in deferred capital grant	Fixed assets provided	Carrying amount as on June 30, 2023
----- Amount in Rupees -----		
Computer and printer	234,900/-	144,258/-
Power generator	500,000/-	307,062/-
Furniture and fixture	749,567/-	460,328/-
Electric equipment	428,900/-	263,398/-
Medical equipment	470,000/-	288,639/-
Total	<u>2,383,367/-</u>	<u>1,463,685/-</u>

These are presented at cost less accumulated depreciation in the statement of financial position.

c) Endowment fund:	Mr. Zafar Ullah Khan (Chairman MAP Welfare Trust) and Mr. Ghazanfar Baig (Member of Executive Committee)	12,188,866/-
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Funds received from trustees for investment in endowment fund, hence not included in general funds received for running operations.

Balance in endowment fund 12,188,866/-

d) Funds received for medical laboratory:	Mr. Tariq Javed (Member of Core Committee)	1,912,000/-
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A donor Mr. Tariq Javed donated above amount for establishment of laboratory under the name of 'Sheikh Abdul Hayee Medical Laboratory" at MAP Medical Center at Nishter, Lahore during the financial year 2021. Fund is kept separately from general funds. These cost utilized for establishment of laboratory during the year.

3 Summary of significant accounting policies

3.1 Statement of compliance

These financial statements have been prepared in accordance with the approved accounting and reporting standards, as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- Revised Accounting and Financial Reporting Standards for Small-Sized Entities (SSEs) issued by the Institute of Chartered Accountants of Pakistan (ICAP); and
- Accounting Standards for Not for Profit Organisations (Accounting Standards for NPO's) issued by Institute of chartered accountants of Pakistan (ICAP).

3.2 Basis of measurement

These financial statements have been prepared under the "historical cost" convention. Moreover, these financial statements have been prepared, except for cash flows information on accrual basis. The accrual basis of accounting recognizes the effect of transactions and events in the period in which the transactions and events occur, regardless of whether there has been a receipt or payment of cash or is equivalent.

3.3 Functional and presentation currency

These financial statements are presented in Pak Rupees, which is the Organization's functional currency. All monetary assets and liabilities denominated in foreign currencies are translated into Pak Rupees at the rates of exchange prevailing at the statement of financial position date, while the transactions in foreign currency during the year are initially recorded in functional currency at the rates of exchange prevailing at the transaction date. All non-monetary items are translated into Pak Rupees at exchange rates prevailing on the date of transaction or on the date when fair values are determined. Exchange gains and losses are recorded in the statement of income and expenditure.

4 Significant accounting policies

The significant accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

4.1 Taxation

Income of non profit organization is allowed a tax credit equal to one hundred percent of the tax payable under section 100C of the Income Tax Ordinance, 2001. The trust has been approved as a Non Profit Organization under section 2 (36) of the Income Tax Ordinance, 2001, till June 30, 2024. Accordingly, no provision for taxation has been made in these financial statements.

4.2 Property and equipment

4.2.1 Initial recognition

a. Operating fixed assets

An item of property and equipment is initially recognized at cost.

The assets which are available for intended use are capitalized as operating fixed assets. While assets under construction are capitalized to capital work in progress.

b. Capital work in progress

Capital work in progress is stated at cost less accumulated impairment losses, if any. All expenditure in connection with specific assets incurred during construction/ installation period are carried to capital work in progress. These expenditures are transferred to operating fixed assets as and when these are available for intended use.

4.2.2 Measurement subsequent to initial recognition

a. Carried using revaluation model

The revaluation surplus is added in the carrying amount of the asset and credited to the asset revaluation surplus in equity. An annual transfer from the asset revaluation surplus to general fund is made for the difference between depreciation based on the revaluation of carrying amount of the asset and the depreciation based on asset's original cost. Additionally, accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. Upon disposal, any revaluation surplus relating to the particular asset being sold is transferred to statement of income and expenditure.

Following classes of operating fixed assets are subsequently measured under revaluation model (i.e fair value at the date of revaluation less any subsequent accumulated depreciation and any subsequent impairment losses).

- Land

- Office buildings

Fair value is determined by external professional valuers with sufficient regularity such that the carrying amount does not differ materially from that which would be determined using fair value at the statement of financial position date.

b. Carried using cost model

Fixed assets other than those mentioned above are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

4.2.3 Useful life of operating property and equipment

Management of the Organization determines the estimated useful lives of its operating fixed assets for calculating depreciation. This estimate is determined after considering the expected usage of the asset or physical wear and tear. Management reviews the residual value and useful lives annually and the future depreciation charge would be adjusted where management believes that the useful lives differ from previous estimates.

Operating fixed assets are assessed for impairment based on assessment of cash flows on individual cash-generating units when there is indication of impairment. Cash flows are determined based on contractual agreements and estimations over the useful life of the assets and discounted using a range of discounting rates representing the rate of return on such cash-generating units.

4.2.4 Depreciation

Depreciation on all property and equipment is charged to statement of income and expenditure 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 10. Depreciation on additions is charged from for the month in which the asset is put to use and on disposals up to the month of disposal. The assets residual values and useful lives are reviewed and adjusted, if appropriate, at each statement of financial position date.

4.2.5 Maintenance and normal repairs

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.

4.3 Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets are amortized on straight line basis over its estimated useful life given in note 11. Amortization on additions is charged from the month in which the intangible asset is put to use and on disposals up to the month of disposal.

4.3 Impairment

4.3.1 Financial assets

A financial asset is assessed at each statement of financial position date, to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired, if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of the asset.

4.3.2 Non-financial assets

The carrying values of non-financial assets are assessed at each statement of financial position date, to determine whether there is any indication of impairment. If any such indication exists, then the recoverable amount of the non-financial asset is estimated. Any impairment loss is recognised as an expense in the income and expenditure account, for the amount by which the non-financial asset's carrying value exceeds its recoverable amount.

4.4 Restricted funds

These are the funds that are subject to restrictions and can be utilized only for the specific objects of the trust. Restricted funds are recognized as deferred contribution (liability) and recognized as income to the extent of relevant expenses incurred during the year. Unspent portion of such grants are reflected as restricted grants in the statement of financial position.

4.4.1 Deferred grants

Grants of non-capital nature are recognized as deferred grant at the time of their receipt. Subsequently, these are recognized in statement of income and expenditure to the extent of expenditure incurred. Expenditure incurred against grants, against which grant funds have been committed but not received, is recognized in statement of income and expenditure and reflected as a receivable from donors.

4.4.2 Deferred capital grants

Grants utilized for capital expenditure are transferred to deferred capital grant at fair value which is cost at the time of purchase and amortized as income over the useful life of the respective items of operating fixed assets.

4.5 Unrestricted funds

These are the funds that are not subject to any restriction, normally used to fund operations of the entity. Unrestricted funds are recognized on receipts basis directly in the income and expenditure account.

4.5.1 Income recognition

Donations and income from healthcare center received from trustees and philanthropists are the

main source of income of the trust. Such incomes are recognized as and when received by the trust. All items of income and expenditure relating to the trust are incorporated in these financial

4.5.2 Interest income

The net investment income from term deposit policies, that is not externally restricted, is recognized in the statement of income and expenditure in the general fund using the effective interest rate method.

4.5.3 Miscellaneous income

Generally rental and other incomes are recognized on receipt basis in the statement of income and expenditure.

4.6 Endowment fund

Endowment fund represents contributions which are subject to internal restrictions, specifying that resources contributed be maintained permanently. Trustees contribute in endowment fund, which are recognized as direct increase in net funds in the current period.

4.7 Creditors, accrued and other liabilities

Creditors, accrued and other liabilities are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the trust. These are classified as current liabilities if payment is due within one year or less or in the normal operating cycle of the business, if longer. If not, they are presented as non-current liabilities.

4.8 Advances, prepayments and other receivables

These are stated at cost less provision for doubtful balances, if any. These are recognized at cost, which is the fair value of the consideration given. However, an assessment is made at each reporting date to determine whether there is an indication that a financial asset or a group of financial assets may be impaired. If such an indication exists, the estimated recoverable amount of that asset is determined and an impairment loss is recognized for the difference between the recoverable amount and the carrying value.

4.9 Cash and bank balances

Cash and bank balances comprise of cash and bank balances. Cash and bank balances are carried in the statement of financial position at cost.

4.10 Provisions

Provisions are recognized when the trust has a present, legal or constructive obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of such obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money, and the risks specific to the liability.

4.11 Estimates and judgments

Preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that effect the application of policies and reported amount of assets, liabilities, income 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 judgments 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.

4.12 Mark-up, interest, profit and other charges

Interest and other charges on long term liabilities are capitalized up to the date of commencement of commercial operations. All other mark-up, interest, profit and other charges are charged to statement of income and expenditure as and when incurred.

4.13 Off setting of financial assets and financial liabilities

Financial assets and liabilities are off set and the net amount is reported in the statement of financial position if the trust has a legally enforceable right to off-set the transactions and also intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

4.14 Stock in trade

Inventories are stated at the lower of cost, calculated on weighted average cost method, and net realizable value. Costs comprise purchase cost and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Net realizable value represents the estimated selling price less all estimated costs to be incurred in selling. Provision is made for obsolete and slow moving stock-in-trade based on management's best estimate and is recognized in the statement of income and expenditure.

4.15 Financial instruments

Financial assets and liabilities are recognized when the trust becomes a party to the contractual provisions of instrument. Initial recognition is made at fair value plus transaction costs directly attributable to acquisition, except for financial instruments at fair value through profit or loss which are initially measured at fair value.

Financial assets are de-recognized when the trust loses control of the contractual rights that comprise the financial asset. The trust loses such control if it realizes the rights to benefits specified in contract, the rights expire or the trust surrenders those rights. Financial liabilities are de-recognized when the obligation specified in the contract is discharged, cancelled or expired. Any gain or loss on subsequent measurement (except available for sale investments) and de-recognition is charged to the statement of income and expenditure. The particular measurement methods adopted are disclosed in the individual policy statements associated with each item.

4.16 Contingencies

Contingent liability is disclosed when there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the trust or there is present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

4.17 Transaction with related parties

All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions, unless stated otherwise.

	Note	2023	2022
-----Amount in rupees-----			
5 Revaluation surplus			
Land		15,223,244	15,223,244
Office buildings		<u>5,506,533</u>	<u>8,242,814</u>
	5.1	<u>20,729,777</u>	<u>23,466,058</u>
5.1 Movement in revaluation surplus			
Balance as at July 01,		23,466,058	24,381,926
Transfer to unrestricted fund	5.2	<u>(824,281)</u>	<u>(915,868)</u>
Balance as at June 30,		<u>22,641,777</u>	<u>23,466,058</u>
5.2	This amount represents reduction in revaluation surplus due to depreciation on office building which is transfer to unrestricted fund.		
6 Deferred grant			
Balance as on July 01,		1,912,000	1,912,000
Transferred to unrestricted fund		<u>(1,912,000)</u>	<u>-</u>
Balance as on June 30,		<u>-</u>	<u>1,912,000</u>
7 Deferred capital grant			
Balance as on July 01,		9,087,960	10,210,282
Amortization of deferred capital grant		<u>(994,895)</u>	<u>(1,122,322)</u>
Balance as on June 30,	7.1	<u>8,093,065</u>	<u>9,087,960</u>
7.1	This includes cost of fixed assets in relation to the building of MAP Medical Centre Peshawar, received as donation from trustees.		
8 Creditors, accrued and other liabilities			
Salaries payable		28,611	38,893
Withholding tax payable		105,337	88,409
Payable to creditors		429,699	118,927
Accured expenses		206,864	-
Audit fee payable		<u>172,500</u>	<u>276,000</u>
		<u>943,011</u>	<u>522,229</u>
9 Contingencies and commitments			
There are no contingencies and commitments as on June 30, 2023 (2022: Nil)			
10 Property and equipment			
Operating fixed assets			
-Unrestricted assets	10.1	73,029,352	74,140,043
-Restricted assets	10.2	<u>8,093,065</u>	<u>9,087,960</u>
		<u>81,122,417</u>	<u>83,228,003</u>

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10.1 Operating fixed assets - Unrestricted assets

Particulars	Freehold Land	Building	Furniture and fixtures	Electrical and accessories	Medical equipment	Other equipment	Computer and accessories	Total
Cost								
As at June 30, 2021	22,400,000	31,440,177	1,329,775	1,425,393	1,619,827	182,310	538,145	58,935,627
Additions during the year	-	-	56,610	257,951	893,975	39,500	285,155	1,533,191
Transferred from another NPO	17,800,000	4,361,168	394,287	3,912,239	7,469,000	-	553,335	34,490,029
As at June 30, 2022	40,200,000	35,801,345	1,780,672	5,595,583	9,982,802	221,810	1,376,635	94,958,847
Additions during the year	-	-	50,000	411,950	2,181,500	39,500	420,500	3,103,450
As at June 30, 2023	40,200,000	35,801,345	1,830,672	6,007,533	12,164,302	261,310	1,797,135	98,062,297
Accumulated depreciation								
As at June 30, 2021	-	14,458,977	1,075,999	965,882	1,265,719	137,373	255,350	18,159,300
Depreciation for the year	-	1,807,149	59,182	239,496	455,996	8,222	89,459	2,659,504
As at June 30, 2022	-	16,266,126	1,135,181	1,205,378	1,721,715	145,595	344,809	20,818,804
Depreciation for the year	-	1,953,522	99,374	685,331	1,275,532	13,107	187,275	4,214,141
As at June 30, 2023	-	18,219,648	1,234,555	1,890,709	2,997,247	158,702	532,084	25,032,945
Written down value as at June 30, 2022	40,200,000	19,535,219	645,491	4,390,205	8,261,087	76,215	1,031,826	74,140,043
Written down value as at June 30, 2023	40,200,000	17,581,697	596,117	4,116,824	9,167,055	102,608	1,265,051	73,029,352
Depreciation rate	-	10%	15%	15%	15%	15%	15%	
						Note	<u>2023</u>	<u>2022</u>
							----- Rupees -----	

10.1.1 Depreciation charged for the year has been allocated as follows:

Program expenses	90%	17	3,792,727	2,393,554
Administrative and general expenses	10%	18	421,414	265,950
			<u>4,214,141</u>	<u>2,659,504</u>

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10.2 Operating fixed assets - Restricted assets

Particulars	Freehold Land	Building	Furniture and fixtures	Electrical and accessories	Medical equipment	Other equipment	Computer and accessories	Total
Cost								
As at June 30, 2021	-	9,093,800	749,567	428,900	470,000	500,000	234,900	11,477,167
Additions during the year	-	-	-	-	-	-	-	-
As at June 30, 2022	-	9,093,800	749,567	428,900	470,000	500,000	234,900	11,477,167
Additions during the year	-	-	-	-	-	-	-	-
As at June 30, 2023	-	9,093,800	749,567	428,900	470,000	500,000	234,900	11,477,167
Accumulated depreciation								
As at June 30, 2021	-	909,380	112,435	64,335	70,500	75,000	35,235	1,266,885
Depreciation for the year	-	818,442	95,570	54,685	59,925	63,750	29,950	1,122,322
As at June 30, 2022	-	1,727,822	208,005	119,020	130,425	138,750	65,185	2,389,207
Depreciation for the year	-	736,598	81,234	46,482	50,936	54,188	25,457	994,895
As at June 30, 2023	-	2,464,420	289,239	165,502	181,361	192,938	90,642	3,384,102
Written down value as at June 30, 2022	-	7,365,978	541,562	309,880	339,575	361,250	169,715	9,087,960
Written down value as at June 30, 2023	-	6,629,380	460,328	263,398	288,639	307,062	144,258	8,093,065
Depreciation rate	-	10%	15%	15%	15%	15%	15%	

	Note	2023	2022
-----Amount in rupees-----			
11 Intangible assets			
Cost			
Balance as at July 01,		173,550	-
Additions during the year		-	173,550
Balance as at June 30,		<u>173,550</u>	<u>173,550</u>
Accumulated Amortization			
Balance as at July 01,		-	-
Amortization during the year	11.1	<u>8,678</u>	-
Balance as at June 30,		<u>8,678</u>	-
Written down value as at June 30,		<u>164,872</u>	<u>173,550</u>
11.1 The estimated useful life of the intangible assets is 20 years.			
12 Stock in trade			
Medicines and allied items		<u>2,353,575</u>	<u>879,797</u>
		<u>2,353,575</u>	<u>879,797</u>
13 Advances, prepayments and other receivables			
Advance to staff against expenses		737,538	364,743
Advance to staff against salary		1,186,823	607,689
Advances to suppliers		6,339,870	2,312,121
Advance tax		754,760	558,061
Other receivables		75,348	59,692
		<u>9,094,339</u>	<u>3,902,306</u>
14 Short-term investments			
Investment in TDRs	14.1	13,169,238	13,646,564
Investment in Meezan Daily Income Fund	14.2	<u>8,465,011</u>	-
		<u>21,634,249</u>	<u>13,646,564</u>
14.1 Investment in TDRs			
Balance as on July 01,		13,646,564	15,320,556
Investments made during the year		2,167,429	-
Amount reinvested during the year		10,057,535	15,696,564
Interest on investment		1,071,308	-
Amount matured during the year		<u>(13,773,598)</u>	<u>(17,370,556)</u>
Balance as on June 30,	14.1.1	<u>13,169,238</u>	<u>13,646,564</u>
14.1.1 This represents amount invested in one month TDR amounting to Rs. 10,980,672/- (2022: Rs. 13,646,564/-) and three month TDR amounting to Rs. 2,188,566/- (2022: Nil) in AlBaraka Bank Limited @ 6% to 10% (2022: 4% to 8%).			
14.2 Investment in Meezan Daily Income Fund			
Balance as on July 01,		-	-
Investments made during the year		8,305,484	-
Dividend on investment		159,527	-
Balance as on June 30,	14.2.1	<u>8,465,011</u>	-

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14.2.1 This represents amount invested in Meezan Daily Income Fund on which dividend is received @ 17% to 20% (2022: Nil)

	Note	2023	2022
-----Amount in rupces-----			
15 Cash and bank balances			
Cash in hand		1,071,365	3,184,721
Cash at banks			
-Current accounts		<u>3,534,556</u>	<u>4,227,654</u>
		<u><u>4,605,921</u></u>	<u><u>7,412,375</u></u>
16 Income - unrestricted			
Donations	16.1	70,068,474	31,057,573
Outpatients		13,760,514	8,599,673
Laboratory income		1,830	17,580
Other income	16.2	<u>1,764,859</u>	<u>1,022,692</u>
		<u><u>85,595,677</u></u>	<u><u>40,697,518</u></u>
16.1 Donations			
Donations from trustees		24,450,545	19,191,039
Local donations		<u>45,617,929</u>	<u>11,866,534</u>
		<u><u>70,068,474</u></u>	<u><u>31,057,573</u></u>
16.2 Other income - unrestricted			
Profit on short term investments		1,457,146	933,158
Rental income		204,000	51,000
Miscellaneous income		<u>103,713</u>	<u>38,534</u>
		<u><u>1,764,859</u></u>	<u><u>1,022,692</u></u>
17 Program expenses			
Salary and other benefits	17.1	31,780,223	12,985,419
Medicines and allied items consumed	17.2	16,890,895	6,653,456
Repairs and maintenance		2,508,059	4,827,409
Utility charges		2,506,771	763,897
Laboratory expenses		197,355	291,040
Disposal costs of waste material		545,028	301,645
Travelling and conveyance		1,049,103	1,116,505
Fuel for generator		1,618,207	374,663
Rent, rates and taxes		935,276	355,716
Software maintenance charges		191,275	158,783
Free of cost treatment expenses		867,887	20,715
Depreciation	10.1.1	3,792,727	2,393,554
Amortization	11	<u>8,678</u>	-
		<u><u>62,891,484</u></u>	<u><u>30,242,802</u></u>

17.1 This includes all the salaries, allowances and other benefits of medical staff.

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	Note	2023	2022
-----Amount in rupees-----			
17.2 Medicines and allied items consumed			
Opening stock		879,797	1,183,746
Purchases		18,364,673	6,349,507
Closing stock		(2,353,575)	(879,797)
		<u>16,890,895</u>	<u>6,653,456</u>
18 Administrative and general expenses			
Salary and other benefits	18.1	5,801,818	5,174,604
Repairs and maintenance		278,673	536,379
Utility charges		278,530	84,878
Legal and professional charges		1,881,094	1,513,621
Printing and stationery		934,256	377,342
Travelling and conveyance		116,566	124,056
Vehicle running and maintenance		231,940	92,520
Postage and telecommunications		60,996	197,489
Fuel for generator		179,801	41,629
Entertainment expenses		1,219,240	326,080
Software maintenance charges		21,253	17,643
Rent, rates and taxes		103,920	39,523
Security expenses		100,000	-
Depreciation	10.1.1	421,414	265,950
Audit fee		172,500	92,000
Miscellaneous		481,957	656,954
		<u>12,283,958</u>	<u>9,540,668</u>

18.1 This includes all the salaries, allowances and other benefits of medical staff.

18.2 No salary, remuneration or other benefits are being paid to trustees.

19 Finance cost

Bank charges	113,344	81,714
	<u>113,344</u>	<u>81,714</u>

20 Financial instruments

	Fair value through profit or loss		Amortized cost		Total	
	2023	2022	2023	2022	2023	2022
-----Amount in rupees-----						
Financial assets						
Short term investments	-	-	21,634,249	13,646,564	21,634,249	13,646,564
Cash and bank balances	-	-	4,605,921	7,412,375	4,605,921	7,412,375
Other receivables			75,348	59,692	75,348	59,692
Financial liabilities						
Creditors, accrued and other liabilities	-	-	943,011	522,229	943,011	522,229

21 Related party transactions

The related parties comprise of the board of trustees. The trust in the normal course of business, carried out transactions with related parties, unless stated otherwise. Significant transactions with

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related parties during the year, other than those which have been disclosed elsewhere in these financial statements, are as follows:.

21.1 Transactions with related parties

Name / relationship with the trust	Nature of transactions	Note	2023	2022
			-----Amount in rupees-----	
Mr. Tariq Javed (Member of Core Committee)	Amount received as a donation		364,000	-
Mr. Zafar Ullah Khan (Chairman)	Amount received as a donation		19,973,170	18,150,700
Mr. Mahmood Aziz (Member of Core Committee)	Amount received as a donation		-	400,000
Mr. Amjad Pervais Saddique (Member of Executive Committee)	Amount received as a donation		263,375	3,430,000
Mr. Shamshad Ali Saddique (Secretary General)	Amount received as a donation		2,100,000	1,600,000
Mr. Ghazanfar Baig (Member of Executive Committee)	Amount received as a donation		360,000	-
Mr. Ishtiaq Ahmed Khan (Trustee)	Amount received as a donation		440,000	-
Mr. Khalid Mahmood Raja (Vice Chairman)	Amount received as a donation		300,000	-
Mr. Pervaiz Iqbal (Joint Secretary)	Amount received as a donation		40,000	-
Mr. Raza ur Rehman (Asst. Vice Chairman)	Amount received as a donation		150,000	-
Mr. Saleem Jangda (Trustee)	Amount received as a donation		460,000	-

21.2 Balances with related parties

Name / relationship with the trust	Nature of balances	Note	2023	2022
			-----Amount in rupees-----	
Mr. Abdul Hameed (Founder Trustee) and Mr. Khadim Hussain (Member of Core Committee)	Deferred capital grant	10.2	6,629,380	7,365,978

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Name / relationship with the trust	Nature of balances	Note	2023	2022
			-----Amount in rupees-----	
Mr. Abdul Hameed (Founder Trustee) and Mr. Khadim Hussain (Member of Core Committee)	Deferred capital grant	10.2	1,463,685	1,721,982
Mr. Tariq Javed (Member of Core Committee)	Deferred grant	6	1,912,000	1,912,000
Mr. Zafar Ullah Khan (Chairman MAP Welfare Trust)	Endowment fund		11,363,280	11,363,280
Mr. Ghazanfar Baig (Member of Executive Committee)	Endowment fund		1,000,000	1,000,000

22 General

22.1 Figures have been rounded off to the nearest rupee.

22.2 Figures have been reclassified wherever necessary, however, no material reclassification have been made during the year.



CHAIRMAN



TRUSTEE