

**PUBLICAN ALUMNI TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**



KRESTON

HYDER BHIMJI & CO.
CHARTERED ACCOUNTANT'S

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

Opinion

We have audited the financial statements of PUBLICAN ALUMNI TRUST (the Trust), which comprises the balance sheet as at June 30, 2018, and the income and expenditure account, cash flow statement and statement of changes in 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, 2018, and of its financial performance and its cash flows for the year then ended in accordance with Revised Accounting and Financial Reporting Standards for Small Sized Entities (AFRS for SSEs) issued by Institute of Chartered Accountants of Pakistan as notified by the SBCP.

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 the Financial Statements 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 Statements

The management is responsible for the preparation and fair presentation of the financial statements in accordance with Revised Accounting and Financial Reporting Standards for Small Sized Entities (AFRS for SSEs) issued by Institute of Chartered Accountants of Pakistan as notified by the SBCP, and for such internal control as the 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 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.

Auditors' 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.



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CHARTERED ACCOUNTANTS

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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 Trust's 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 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.
- 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.

Kreston Hyder Bhimji & Co.

KRESTON HYDER BHIMJI & CO.

Chartered Accountants

Engagement Partner: Faiza Hanif

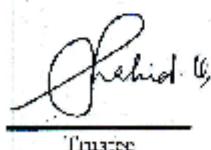
Karachi: 03 NOV 2018

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PUBLICAN ALUMNI TRUST
BALANCE SHEET
AS AT JUNE 30, 2018

	Note	2018 Rupees	2017 Rupees
Non-Current Assets			
Property, Plant & Equipment	3	7,970,547	8,039,822
		7,970,547	8,039,822
Current Assets			
Accrued interest		85,706	31,438
Prepaid Expenses		-	200,000
Short term investments	4	15,000,000	9,000,000
Tax refundable from the Government		9,824	9,824
Cash & Bank balances	5	3,748,222	2,420,053
		18,843,752	11,661,315
Total Assets		26,814,299	19,701,157
Less: Current Liabilities			
Accrued liabilities	6	(142,572)	(57,173)
		(142,572)	(57,173)
Net Assets		26,671,727	19,643,964
General Fund			
Movement in General Fund			
Balance at the beginning of the year		19,643,964	14,475,692
Surplus for the year		7,027,763	5,168,272
		26,671,727	19,643,964

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



Trustee



Trustee

**PUBLICAN ALUMNI TRUST
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018**

	Note	2018 Rupees	2017 Rupees
Donations and grants	7	10,715,353	8,711,460
Other Income	8	993,270	1,157,050
Profit on Investments		485,049	210,382
		12,193,672	10,078,932
Less: Expenditure	9	(5,165,900)	(4,910,660)
Surplus for the year		<u>7,027,763</u>	<u>5,168,272</u>

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

Trustee

Trustee

PUBLICAN ALUMNI TRUST
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2018

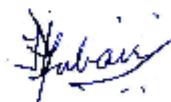
	2018 Rupees	2017 Rupees
Surplus for the year	7,027,763	5,168,272
ADJUSTMENT FOR NON-CASH ITEMS		
Depreciation	942,330	945,482
CASH FLOW FROM OPERATING ACTIVITIES		
Changes in working capital		
(Increase) / Decrease in advances & receivables		2,000
(Increase) in Prepaid Expenses	200,000	(200,000)
(Increase) / Decrease in accrued interest	(54,263)	8,454
Increase / (Decrease) in accrued expenses	85,399	1,301
Net cash flow from operating activities	8,201,221	5,925,509
CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) / Decrease in Investment	(6,000,000)	(5,000,000)
Additions to Property, Plant & Equipment	(873,055)	(198,192)
Net cash flow from investing activities	(6,873,055)	(5,198,192)
Net Increase / Decrease in cash & Cash Equivalent	1,328,169	727,317
Cash and cash equivalents at the beginning of the year	2,420,053	1,692,736
Cash and cash equivalents at the end of the year	3,748,222	2,420,053

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



Trustee

Kabir



Trustee

PUBLICAN ALUMNI TRUST
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2018

	2018 Rupees	2017 Rupees
Surplus for the year	7,027,763	5,168,272
ADJUSTMENT FOR NON-CASH ITEMS		
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Trustee

Trustee

**PUBLICAN ALUMNI TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. TRUST AND ITS OPERATIONS

Publican Alumni Trust was established on January 29, 2009 under a registered Trust Deed for the fundamental purpose and aim to mobilize participation and efforts by publicans across the world to support the cause of education, in the most comprehensive and qualitative sense. The principal office is situated at C 172 Sector 35 A Zamani Town Korangi, Karachi.

The trust's main activities are broadly aimed at:

- A. Providing financial support to deserving / or disadvantaged students;
- B. establishing educational infrastructure and research;
- C. enabling capacity building of teachers;
- D. Promoting extra curricular activities associated with education;
- E. Social welfare of the staff of schools covered by the trust deed;
- F. any other education related activities;
- G. running and management of the primary level school.

1.1 STATEMENT OF COMPLIANCE:

These financial statements have been prepared in accordance with the approved standards as applicable in Pakistan. Approved accounting standards comprise of Revised Accounting and Financial Reporting Standards for Small-Sized Entities (AFRS for SSEs) and Accounting Standard for Not for profit Organisation (NPOs) issued by the Institute of Chartered Accountants of Pakistan.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting convention

These financial statements are prepared under the historical cost convention.

2.2 Donations, grants and accrued interest

Donations and grants are accounted for on receipt basis and bank profit on accrual basis.

2.3 Investments

Investments represent placement of funds in Term Deposits at Bank.

2.4 Taxation

The trust is established under the Trust Act, 1881. The trust deed was duly executed on January 29, 2009. The approval from Commissioner of Income for tax exemption has been obtained.

2.5 Property, Plant and Equipment:

These are stated at cost less accumulated depreciation. Depreciation is charged to income on reducing balance method, whereby the cost of an asset is written off over its estimated useful life. Depreciation on additions is charged from the month the asset is available for use upto the month prior to disposal. Maintenance and normal repairs are charged to income when incurred. Gain or loss on disposal of fixed assets is included in income directly.

3 PROPERTY PLANT AND EQUIPMENT

2016

	Building	Furniture and Fixtures	Office Equipment	Computers	Library Book	Total
Net Carrying Value Basis as at June 30, 2016						
Opening Net Book Value	7,058,075	854,523	58,367	128,257	37,514	8,039,622
Add: Fix.		73,921	56,709	71,303		187,035
Depreciation	(78,678)	(18,932)	(81,586)	(45,527)	(7,507)	(492,330)
Closing Net Book Value	6,931,418	281,477	55,888	151,120	30,027	7,970,517

Gross Carrying Value Basis

At June 30, 2016

	Cost	Accumulated Depreciation	Net Book Value
	9,482,098	373,345	7,108,954
	(2,871,012)	(82,251)	6,166,456
	6,617,486	281,477	6,336,115

Annual Rates of Depreciation

2017

	Building	Furniture and Fixtures	Electrical Fittings and Equipment	Computers	Library Book	Total
Net Carrying Value Basis as at June 30, 2017						
Opening Net Book Value	6,931,418	854,523	167,587	364,6	36,366	8,037,112
Add: Fix.		37,922	6,940	141,380	10,110	196,192
Depreciation	(85,409)	(12,937)	(16,395)	(52,632)	(9,962)	(185,382)
Closing Net Book Value	7,086,076	85,612	150,307	125,257	37,512	8,130,522

Gross Carrying Value Basis

At June 30, 2017

	Cost	Accumulated Depreciation	Net Book Value
	9,482,098	1,1627	1,301
	(1,802,807)	(52,359)	6,940
	7,686,296	89,645	69,907

Annual Rates of Depreciation

2015

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		2018 Rupees	2017 Rupees
4 · SHORT TERM INVESTMENTS			
In Term Deposits with Askari Bank	4.1	15,000,000	9,000,000
		<u>15,000,000</u>	<u>9,000,000</u>

4.1 The yield on these instruments is 4.25% per annum with maturities up to three months on rollover basis.

5 CASH AND BANK BALANCES

Cash in Hand	6,711	7,455
Balance with Bank in Current account		
Askari Bank Limited	3,741,511	2,418,598

3,748,222 2,420,053

6 ACCRUED LIABILITIES

Accrued expenses	95,572	12,173
Audit fee payable	35,000	35,000
Legal fee payable	12,600	10,000
	<u>142,572</u>	<u>57,173</u>

7 DONATIONS AND GRANTS

Donation / Contribution	7,100,353	5,616,440
Donation in Kind	500,000	207,029
Zakat donation	3,106,000	2,868,000
	<u>10,715,353</u>	<u>8,711,460</u>

8 OTHER INCOME

Admission Income	61,000	48,580
Tuition Fee	738,525	554,610
Income from the sale of Books and Copies	107,150	421,865
Income from the sale of Printing & Stationery	-	54,850
Income from the sale of Uniforms	82,595	71,285
Membership Fee	4,000	6,000
	<u>993,270</u>	<u>1,357,090</u>

[Signature] *[Signature]*
Kabir Co.

9. EXPENDITURES	2018 Rupees	2017 Rupees
Meeting Expenses (Re-union)	719,771	420,021
Tax Withholding	44,793	30,036
Bank Charges	700	2,494
Depreciation	942,330	945,482
School events	190,405	99,699
Spots and other academic expenses		7,660
Zakat expense		101,181
Entertainment Expenses		7,531
Salaries and benefits	2,654,891	2,062,728
Printing & stationary	75,223	11,0470
Audit Fee	35,000	35,000
Legal Fee	14,000	10,000
Repair and Maintenance	246,703	67,039
Rates and Taxes	25,035	27,458
Communication expense	34,220	30,906
Milk and fruits for students		76,330
Uniform expenses		193,978
Electricity Gas and fuel	46,720	83,418
Teachers Training	9,502	-
Books and Copies	65,400	568,778
Sundries	50,221	31,077
	5,165,009	4,910,660

10. NUMBER OF EMPLOYEES & GENERAL.

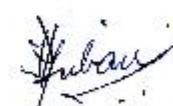
- 10.1 Number of employees as at the year end was 20 (2017: 19).
 10.2 Figures have been rounded off to the nearest rupee.

11. AUTHORIZATION FOR ISSUE.

These Financial Statement were authorized for issue by Board of trustees in the meeting of the trust held on 03 NOV 2010 - Khalid.



Trustee



Trustee