

M/S. PUBLICAN ALUMNI TRUST

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

Opinion

We have audited the financial statements of **PUBLICAN ALUMNI TRUST** (the Trust), which comprises the statement of financial position as at June 30, 2022, and the income and expenditure account, statement of cash flows 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, 2022, and of its financial performance, its cash flows and changes in fund for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

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 approved accounting and reporting standards as applicable in Pakistan, 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.

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.

The engagement partner on the audit resulting in this independent auditor's report is Faiza Muhammad Usman.



CHARTERED ACCOUNTANTS
Karachi

Dated: August 27, 2022

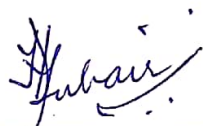
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PUBLICAN ALUMNI TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
Non-Current Assets			
Property & Equipment	3	20,537,708	21,804,965
Current Assets			
Short term investments	4	25,000	-
Cash & Bank balances	5	22,190,326	17,244,436
		<u>22,215,326</u>	<u>17,244,436</u>
Total Assets		<u>42,753,034</u>	<u>39,049,401</u>
Less: Current Liabilities			
Accrued liabilities	6	(77,998)	(73,695)
Net Assets		<u>42,675,036</u>	<u>38,975,706</u>
General Fund			
Movement in General Fund			
Balance at the beginning of the year		38,975,706	35,993,853
Surplus for the year		<u>3,699,330</u>	<u>2,981,853</u>
		<u>42,675,036</u>	<u>38,975,706</u>

The annexed notes 1 to 12 form an integral part of these financial statements.

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 Trustee



 Trustee

PUBLICAN ALUMNI TRUST
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
Donations and grants	7	9,332,000	7,674,197
Other Income	8	3,120,135	2,114,650
Profit on Investments		1,393,249	830,644
		13,845,384	10,619,491
Less: Expenditure	9	(10,146,054)	(7,637,638)
Surplus for the year		3,699,330	2,981,853

The annexed notes 1 to 12 form an integral part of these financial statements.



Trustee


Trustee

PUBLICAN ALUMNI TRUST
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED JUNE 30, 2022

	2022 Rupees	2021 Rupees
Surplus for the year	3,699,330	2,981,853
ADJUSTMENT FOR NON-CASH ITEMS		
Depreciation	2,347,257	1,706,822
	6,046,587	4,688,675
CASH FLOW FROM OPERATING ACTIVITIES		
Changes in working capital		
Increase in accrued liabilities	4,303	14,029
	4,303	14,029
Net cash flow from operating activities	6,050,890	4,702,704
CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) in short term investments	(25,000)	-
Additions to property, plant & equipment	(1,080,000)	(6,685,165)
Net cash flow from investing activities	(1,105,000)	(6,685,165)
Net increase / (decrease) in cash & cash equivalents	4,945,890	(1,982,461)
Cash and cash equivalents at the beginning of the year	17,244,436	19,226,897
Cash and cash equivalents at the end of the year	22,190,326	17,244,436

The annexed notes 1 to 12 form an integral part of these financial statements. *Kire Co.*



 Trustee



 Trustee

**PUBLICAN ALUMNI TRUST
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	GENERAL FUND Rupees
Balance as at July 1, 2020	35,993,853
Surplus for the year	2,981,853
Balance as at June 30, 2021	<u>38,975,706</u>
Surplus for the year	3,699,330
Balance as at June 30, 2022	<u><u>42,675,036</u></u>

The annexed notes 1 to 12 form an integral part of these financial statements.

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Trustee



Trustee

PUBLICAN ALUMNI TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

1. TRUST AND ITS OPERATIONS

Publican Alumni Trust (the 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 qualitative sense. The principal office of the Trust is situated at C 172 Sector 35 A Zaman Town Korangi, Karachi.

The main activities of the Trust 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; and
- 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 Organization (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 an accrual basis.

2.3 Investments

Investments represent place of funds in banks. Investments comprise of Term Deposits Receipts and Saving accounts place with 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 and Equipment:

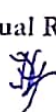
These are stated at cost less accumulated depreciation. Depreciation is charged to income on reducing balance method, whereby the cost of an asset is written off over its estimated useful life. Depreciation on additions is charged from the month the asset is available for use upto the month prior to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




3 PROPERTY AND EQUIPMENT

2022						
	Building	Furniture and Fixtures	Office Equipment	Computers	Library Book	Total
	Rupees					
Net Carrying Value Basis as at June 30, 2022						
Opening Net Book Value	19,922,336	1,038,546	709,651	119,059	15,374	21,804,965
Additions	-	-	1,080,000	-	-	1,080,000
Depreciation	(1,992,234)	(155,782)	(160,448)	(35,718)	(3,075)	(2,347,257)
Closing Net Book Value	17,930,102	882,764	1,629,203	83,341	12,299	20,537,708
Gross Carrying Value Basis						
At June 30, 2022						
Cost	25,151,617	1,460,647	2,231,279	395,080	55,592	29,294,215
Accumulated Depreciation	(7,221,515)	(577,883)	(602,076)	(311,739)	(43,293)	(8,756,507)
Net Book Value	17,930,102	882,764	1,629,203	83,341	12,299	20,537,708
Annual Rates of Depreciation	10%	15%	15%	30%	20%	

2021						
	Building	Furniture and Fixtures	Electrical Fittings and	Computers	Library Book	Total
	-----Rupees-----					
Net Carrying Value Basis as at June 30, 2021						
Opening Net Book Value	5,603,149	1,221,819	834,883	170,084	19,218	7,849,153
Additions	15,662,634	-	-	-	-	15,662,634
Depreciation	(1,343,447)	(183,273)	(125,232)	(51,025)	(3,844)	(1,706,822)
Closing Net Book Value	19,922,336	1,038,546	709,651	119,059	15,374	21,804,965
Gross Carrying Value Basis						
At June 30, 2021						
Cost	25,151,617	1,460,647	1,151,279	395,080	55,592	28,214,215
Accumulated Depreciation	(5,229,281)	(422,101)	(441,628)	(276,021)	(40,218)	(6,409,250)
Net Book Value	19,922,336	1,038,546	709,651	119,059	15,374	21,804,965
Annual Rates of Depreciation	10%	15%	15%	30%	20%	





	Note	2022 Rupees	2021 Rupees
4	<u>SHORT TERM INVESTMENTS</u>		
In Term Deposits with Askari Bank		25,000	-
5	<u>CASH AND BANK BALANCES</u>		
Cash in hand		42,241	75,503
Balance with Bank (Askari Bank)			
- Saving account	5.1	22,113,614	17,127,127
- Current account		34,471	41,806
		22,190,326	17,244,436
5.1 it carries profit ranging from 4% to 7% (2021: 3% to 5%).			
6	<u>ACCRUED LIABILITIES</u>		
Accrued expenses		9,998	8,695
Audit fee payable		50,000	50,000
Legal fee payable		18,000	15,000
		77,998	73,695
7	<u>DONATIONS AND GRANTS</u>		
Donation / Contribution		7,207,000	5,720,000
Donation / Contribution for Solar Equipment		1,000,000	-
Zakat donation		1,125,000	1,954,197
		9,332,000	7,674,197
8	<u>OTHER INCOME</u>		
Admission Income		213,800	190,805
Tuition Fee		2,902,335	1,923,845
Membership Fee		4,000	-
		3,120,135	2,114,650
9	<u>EXPENDITURE</u>		
Tax Withholding		4,000	53,002
Bank Charges		379	2,373
Depreciation		2,347,257	1,706,822
School events		68,675	3,200
Salaries and benefits		5,845,872	4,672,709
Printing & stationery		168,868	130,564
Auditor's remuneration		50,000	50,000
Legal Fee		21,000	15,000
Repair and Maintenance		333,330	275,929
Rates and Taxes		23,800	34,979
Communication expense		49,610	42,820
Electricity, Gas and fuel		129,398	112,584
Subsidy on Tution fee & Books (Zakat)		439,170	174,000
Sundries		664,695	363,656
		10,146,054	7,637,638

10 RELATED PARTY TRANSACTION

The related parties comprises associates, members and key management personnel. The transaction with related parties are carried out as per agreed terms in the normal course of business. Donations and other transactions with related parties are as follows :-

Name of Party	Relationship	Nature of Transaction	2022 Rupees	2021 Rupees
Mrs Sabiha Pervez	Trustee	Donation	-	100,000
Mr Khawaja Fareed	Trustee	Donation	1,350,000	600,000
Mr Akber Adil	Trustee	Donation	25,000	-

11 NUMBER OF EMPLOYEES & GENERAL

- 11.1 Number of employees as at the year end was 32 (2021: 27).
11.2 Figures have been rounded off to nearest rupee.
11.3 Comparative figures of statement of cash flows has been rearranged / regrouped for better presentation.

12 AUTHORIZATION FOR ISSUE

These Financial Statement were authorized for issue by Board of trustees in the meeting of the trust held on 127 AUG 2022.



Trustee



Trustee