

PUBLICAN ALUMNI TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

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, 2023, 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, 2023, 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.




KRESTON HYDER BHIMJI & CO.
Chartered Accountants
Engagement Partner: Taswar Hussain

Karachi: October 16, 2023
UDIN: AR2023107296BcVTzoeA

PUBLICAN ALUMNI TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
Non-Current Assets			
Property & Equipment	3	18,340,441	20,537,708
Current Assets			
Short term investments	4	25,000	25,000
Cash & Bank balances	5	28,560,594	22,190,326
		28,585,594	22,215,326
Total Assets		46,926,035	42,753,034
Less: Current Liabilities			
Accrued liabilities	6	(97,434)	(77,998)
Net Assets		46,828,601	42,675,036
General Fund			
Movement in General Fund			
Balance at the beginning of the year		42,675,036	38,975,706
Surplus for the year		4,153,565	3,699,330
		46,828,601	42,675,036

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


Trustee


Trustee

**PUBLICAN ALUMNI TRUST
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
Donations and grants	7	10,768,000	9,332,000
Other Income	8	3,487,100	3,120,135
Profit on bank deposits and term deposits		3,520,016	1,393,249
		17,775,116	13,845,384
Less: Expenditure	9	(13,621,551)	(10,146,054)
Surplus for the year		4,153,565	3,699,330

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


Trustee


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PUBLICAN ALUMNI TRUST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

	2023 Rupees	2022 Rupees
Surplus for the year	4,153,565	3,699,330
ADJUSTMENT FOR NON-CASH ITEMS		
Depreciation	2,197,267	2,347,257
	6,350,832	6,046,587
CASH FLOW FROM OPERATING ACTIVITIES		
Changes in working capital		
Increase in accrued liabilities	19,436	4,303
	19,436	4,303
Net cash flow from operating activities	6,370,268	6,050,890
CASH FLOW FROM INVESTING ACTIVITIES		
(Increase) in short term investments	-	(25,000)
Additions to property & equipment	-	(1,080,000)
Net cash flow from investing activities	-	(1,105,000)
Net increase in cash & cash equivalents	6,370,268	4,945,890
Cash and cash equivalents at the beginning of the year	22,190,326	17,244,436
Cash and cash equivalents at the end of the year	28,560,594	22,190,326

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


Trustee


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**PUBLICAN ALUMNI TRUST
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	GENERAL FUND
Balance as at July 1, 2021	38,975,706
Surplus for the year	3,699,330
Balance as at June 30, 2022	<u>42,675,036</u>
Surplus for the year	4,153,565
Balance as at June 30, 2023	<u><u>46,828,601</u></u>

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



Trustee



Trustee

PUBLICAN ALUMNI TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

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 placed 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.



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3 PROPERTY AND EQUIPMENT

2023						
	Building	Furniture and Fixtures	Office Equipment	Computers	Library Book	Total
	Rupees					

Net Carrying Value Basis as at June 30, 2023

Opening Net Book Value	17,930,102	882,764	1,629,203	83,341	12,299	20,537,708
Additions	-	-	-	-	-	-
Depreciation	(1,793,010)	(132,415)	(244,380)	(25,002)	(2,460)	(2,197,267)
Closing Net Book Value	16,137,092	750,349	1,384,823	58,339	9,839	18,340,441

Gross Carrying Value Basis

At June 30, 2023

Cost	25,151,617	1,460,647	2,231,279	395,080	55,592	29,294,215
Accumulated Depreciation	(9,014,525)	(710,298)	(846,456)	(336,741)	(45,753)	(10,953,773)
Net Book Value	16,137,092	750,349	1,384,823	58,339	9,839	18,340,441

Annual Rates of Depreciation

10% 15% 15% 30% 20%

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	21,804,966
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	20,537,709

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)	(8,756,506)
Net Book Value	17,930,102	882,764	1,629,203	83,341	12,299	20,537,709

Annual Rates of Depreciation

10% 15% 15% 30% 20%

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	Note	2023 Rupees	2022 Rupees
4 SHORT TERM INVESTMENTS			
In Term Deposits with Askari Bank	4.1	<u>25,000</u>	<u>25,000</u>
4.1 Funds have been placed in term deposits at profit rate as per bank scheme.			
5 CASH AND BANK BALANCES			
Cash in hand		22,988	42,241
Balance with Bank (Askari Bank)			
- Saving account	5.1	28,461,998	22,113,614
- Current account		75,608	34,471
		<u>28,560,594</u>	<u>22,190,326</u>
5.1 It carries profit ranging from 12.25% to 19.5% (2022: 4% to 7%).			
6 ACCRUED LIABILITIES			
Accrued expenses		12,434	9,998
Audit fee payable		60,000	50,000
Legal fee payable		25,000	18,000
		<u>97,434</u>	<u>77,998</u>
7 DONATIONS AND GRANTS			
Donation / Contribution		8,973,000	7,207,000
Donation / Contribution for Solar Equipment		-	1,000,000
Zakat		1,795,000	1,125,000
		<u>10,768,000</u>	<u>9,332,000</u>
8 OTHER INCOME			
Admission Income		310,800	213,800
Tuition Fee		3,158,300	2,902,335
Membership Fee		18,000	4,000
		<u>3,487,100</u>	<u>3,120,135</u>
9 EXPENDITURE			
Bank Charges		3,487	379
Depreciation		2,197,267	2,347,257
PAT Documentary Exps.		484,000	-
Reunion Exps.		767,505	-
School events		451,556	68,675
Salaries and benefits		7,979,191	5,845,872
Printing & stationery		229,917	168,868
Auditor's remuneration		60,000	50,000
Legal Fee		32,000	21,000
Repair and Maintenance		563,040	333,330
Rates and Taxes		10,000	23,800
Communication expense		26,090	49,610
Electricity, Gas and fuel		110,513	129,398
Subsidy on Tution fee & Books (Zakat)		466,300	439,170
Sundries		240,685	668,695
		<u>13,621,551</u>	<u>10,146,054</u>

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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	2023 Rupees	2022 Rupees
Mr Khawaja Fareed	Trustee	Donation	1,330,000	1,350,000
Mr Akber Adil	Trustee	Donation	50,000	25,000
Mr Shahid karimullah	Trustee	Donation	54,000	-
Syed Ejaz Hasan	Trustee	Donation	130,000	-
Mr Afroze Lari	Trustee	Donation	500,000	-

11 NUMBER OF EMPLOYEES & GENERAL

11.1 Number of employees as at the year end was 32 (2022: 32).

11.2 Figures have been rounded off to nearest rupee.

12 AUTHORIZATION FOR ISSUE

These Financial Statement were authorized for issue by Board of trustees in the meeting of the trust held on _____

07 OCT 2023



Trustee



Trustee