

M/S Rashid Shaheed Foundation (RSF) Peshawar
Financial Statements
For the Year Ended
June 30, 2023

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE
RASHID SHAHEED FOUNDATION (RSF) PESHAWAR**

Opinion

We have audited the annexed financial statements of **RASHID SHAHEED FOUNDATION (RSF) PESHAWAR** (The Society), which comprise the statement of financial position as at June 30, 2023, statements of Income and Expenditure Account, statement of changes in funds and statement of cash flows 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 give a true and fair view of the state of the Society's affairs as at June 30, 2023, and of its financial performance, its changes in fund balance and its cash flows for the year then ended in accordance with Revised Accounting and Financial Reporting Standards for Small Sized Entities (ARRS for SEEs) issued by Institute of Chartered Accountants of Pakistan.

Basis for Opinion

We conducted our audit in accordance with the generally accepted auditing principles 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 Society 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 Society is responsible for the preparation of the financial statement in accordance with Revised Accounting and Financial Reporting Standards for Small Sized Entities (ARRS for SEEs) issued by the Institute of Chartered Accountants of Pakistan and for such internal control as the Society determines is necessary to enable the preparation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, Society is responsible for assessing the Society'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 Society either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is 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 the generally accepted auditing principles 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 the generally accepted auditing principles 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 statement, 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 Society'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 the Society'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 Society'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 Society 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 Muhammad Naeem.



ALAM & AULAKH
CHARTERED ACCOUNTANTS

DATE: July 07, 2023
PLACE: LAHORE



Alam & Aulakh
Chartered Accountants

RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
 STATEMENT OF FINANCIAL POSITION
 AS AT JUNE 30, 2023

	Note	2023	2022
		----- Rupees -----	
ASSETS			
NON - CURRENT ASSETS			
Property and equipment	4	14,777,622	15,273,393
Long term deposits	5	-	-
		<u>14,777,622</u>	<u>15,273,393</u>
CURRENT ASSETS			
Investments	6	-	-
Advances & Receivables	7	-	-
Cash and bank balances	8	48,383	379,171
		<u>48,383</u>	<u>379,171</u>
TOTAL ASSETS		<u>14,826,005</u>	<u>15,652,564</u>
LIABILITIES			
CURRENT LIABILITIES			
Loan payable		-	-
Trade and other payables	9	60,000	60,000
		<u>60,000</u>	<u>60,000</u>
CONTINGENCIES AND COMMITMENTS	10		
NET ASSETS		<u>14,766,005</u>	<u>15,592,564</u>
REPRESENTED BY:			
ACCUMULATED FUNDS			
General Fund		14,766,005	15,592,564
		<u>14,766,005</u>	<u>15,592,564</u>

The annexed notes, from 1 to 19, form an integral part of these financial statements.


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RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
 STATEMENTS OF PROFIT OR LOSS
 AS AT JUNE 30, 2023

	Note	2023	2022
		----- Rupees -----	
INCOME			
Annual Subscription		7,000	7,000
Donation		2,167,864	1,660,000
Bank profit		-	-
Ambulances Services		335,000	343,900
		2,509,864	2,010,900
EXPENDITURE			
Direct expenses	11	2,135,881	2,006,602
Administrative Expenses	12	1,200,542	1,262,894
Bank Charges	13	-	-
		3,336,423	3,269,496
EXCESS OF (LOSS) / INCOME OVER EXPENDITURE		(826,559)	(1,258,596)
Other comprehensive income		-	-
Total comprehensive (loss) / income for the period		(826,559)	(1,258,596)
ATTRIBUTABLE TO			
General Fund		(826,559)	(1,258,596)
		(826,559)	(1,258,596)

The annexed notes, from 1 to 19, form an integral part of these financial statements.


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RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
STATEMENTS OF CASH FLOWS
AS AT JUNE 30, 2023

	Note	2023	2022
----- Rupees -----			
Cash received against:			
Annual Subscription		7,000	7,000
Donation		2,167,864	1,660,000
Bank profit		-	-
Ambulances Services		335,000	343,900
Add: Depreciation		533,771	589,587
		<u>3,043,635</u>	<u>2,600,487</u>
Cash paid against:			
Direct expenses	11	2,135,881	2,006,602
Administrative Expenses	12	1,200,542	1,262,894
Bank Charges	13	-	-
		<u>(3,336,423)</u>	<u>(3,269,496)</u>
(Increase) / decrease in current assets:			
Advances, deposits and prepayments		-	-
Inventory		-	-
Loan & Advances		-	-
Increase / (decrease) in current liabilities:			
Trade and other payables		-	60,000
Net cash generated from operating activities	A	<u>(292,788)</u>	<u>(609,009)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment		(38,000)	-
Net cash used in investing activities	B	<u>(38,000)</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan payments	C	-	-
		<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents	A+B+C	<u>(330,788)</u>	<u>(609,009)</u>
Cash and cash equivalents at beginning of the year		379,171	988,180
Cash and cash equivalents at end of the year	8	<u><u>48,383</u></u>	<u><u>379,171</u></u>

The annexed notes, from 1 to 19, form an integral part of these financial statements.


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RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
 STATEMENT OF CHANGES IN FUNDS
 AS AT JUNE 30, 2023

	General Fund	Specific Fund	Total
	----- Rupees -----		
Balance as at June 30, 2021	16,851,160	-	16,851,160
Total comprehensive income for the period:			
Excess / (Defecit) over Expenditure	(1,258,596)	-	-
	(1,258,596)		
Balance as at June 30, 2022	15,592,564	-	15,592,564
Total comprehensive income for the period:			
Excess / (Defecit) over Expenditure	(826,559)	-	-
	(826,559)		
Balance as at June 30, 2023	14,766,005	-	14,766,005

The annexed notes, from 1 to 19, form an integral part of these financial statements.


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RASHID SHAHEED FOUNDATION (RSF) PESHAWAR

NOTES TO FINANCIAL STATEMENTS

AS AT JUNE 30, 2023

1 THE ASSOCIATION, ITS STATUS AND NATURE OF OPERATIONS

'M/S RASHID SHAHEED FOUNDATION (RSF)' Peshawar is a registered Foundation under section 2 of the Societies Registration Act 1860. It commenced its operations on 17th day of October, 2012. The objectives of the foundation is to provide quality education, meeting the challenges of 21st Century, to the needy and talented youth of this country and in this regard shall setup educational institutions, both General and Professional. However free of cost education shall be provided to the deserving, brilliant and poor students of the country

2 BASIS OF MEASUREMENT

2.1 Statement of compliance

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

- **Accounting Standard for Not for Profit Organizations (NPOs) and Revised Accounting and Financial Reporting Standard for Small Sized Entities (SSEs) issued by The Institute of Chartered Accountants of Pakistan (ICAP)**

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except as otherwise stated in respective policies and notes given hereunder. In these financial statements, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

2.3 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the the society operates. These financial statements are presented in Pakistani Rupees, which is the The society's functional and presentation currency.

2.4 Significant accounting estimates and judgments

The preparation of financial statements in conformity with the approved accounting and reporting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

The areas involving higher degree of judgments or complexity or areas where assumptions and estimates are significant to the financial statements are as follows:

(a) Property and equipment

The society reviews the rates of depreciation, useful lives and residual values of assets for possible impairment on an annual basis. Any change in the estimates in future years might affect the carrying amounts of the respective items of property and equipment with a corresponding effect on the depreciation charge and impairment.



RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
NOTES TO FINANCIAL STATEMENTS
AS AT JUNE 30, 2023

(b) Provision for doubtful debts

The society reviews the rates of depreciation, useful lives and residual values of assets for possible impairment on an annual basis. Any change in the estimates in future years might affect the carrying amounts of the respective items of property and equipment with a corresponding effect on the depreciation charge and impairment.

(c) Provision for contingencies

The society discloses its contingent liabilities for the pending litigations and claims against the The society based on its judgment and the advice of the legal advisor for the estimated financial outcome. The actual outcome of these litigations and claims can have an effect on the carrying amounts of the liabilities recognized at the statement of financial position date.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies which are consistently applied in the preparation of these financial statements are as follows:

3.1 Property and equipment

Property and equipment are stated at cost

Depreciation on property and equipment is provided for using the "Reducing Balance Method" at the rate specified in note 4. Depreciation on additions is charged from the month in which an asset is available for use and on disposals up to the month immediately preceding the disposals, to better reflect the pattern of utilization of economic benefits derived from the asset. Depreciation on property and equipment is charged to statement of profit or loss.

Normal repairs and maintenance are charged to profit or loss as and when incurred, while major renewals and replacements are capitalized. Any gain or loss arising on disposal of property and equipment is taken to the statement of profit or loss.

3.2 Impairment

The management assesses at each reporting date whether there is any indication that asset is impaired. If such indication exists, the management estimates the recoverable amount of the asset. If the recoverable amount of the asset is less than the carrying amount, the carrying amount of the asset is reduced to its recoverable amount by charging the impairment loss against income for the year. Where the impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the carrying amount that would have been determined, had no impairment loss been recognized for assets in prior years. Reversal of impairment loss is recognized as income.

3.3 Long term deposits

These are stated at cost which represents the fair value of the consideration given.

3.4 Trade debts

Receivables against donations are carried at original invoice amount less an estimate made for doubtful receivables based on review of outstanding amounts at the year end. Balances considered bad and irrecoverable are written off when identified.

3.5 Advances, deposits and prepayments

Advances, deposits and prepayments are included in current assets, except for having maturities greater than twelve months after the reporting date, which are classified as non-current assets.

3.6 Cash and cash equivalents

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



RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
NOTES TO FINANCIAL STATEMENTS
AS AT JUNE 30, 2023

3.7 Trade and other payables

Trade and other payables are carried at cost which is the fair value of the consideration to be paid in future, whether or not billed to the The Alliance Healthcare Staff Provident Fund.

3.8 Taxation

The society is exempt from income tax under section 2(36) of Income Tax Ordinance, 2001 and Rules 212(1) and 214 of the Income Tax Rules, 2002. Consequently no provision of taxation was made in the financial statements.

3.9 Contingencies and commitments

Contingencies and commitments unless those are actual liabilities, are not incorporated in the financial statements.

3.91 Financial assets and financial liabilities

All financial assets and liabilities are initially measured at cost, which is the fair value of the consideration given and received respectively. These financial assets and liabilities are subsequently measured at fair value, amortized cost or cost, as the case may be.

All purchases and sales of financial assets are recognized on the trade date when the society becomes party to the contractual provisions of the instrument.

3.92 Offsetting of financial assets and financial liabilities

Financial asset and a financial liabilities are off-set and the net amount is reported in the statement of financial position if the society has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously, if any. Corresponding income and expense if any, are also netted off and reported on a net basis in the statement of profit or loss.

3.93 Foreign currency transactions

Transactions in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the date of transactions. Monetary assets and liabilities in foreign currencies are translated into Pakistani Rupees at the rates of exchange prevailing at the reporting date. Foreign exchange differences are recognized in the statement of profit or loss.



RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
NOTES TO FINANCIAL STATEMENTS
AS AT JUNE 30, 2023

4 PROPERTY AND EQUIPMENT

For the year ended June 30, 2023

PARTICULARS	COST				Rate %	DEPRECIATION				NET BOOK VALUE AS AT JUNE 30, 2023
	As at June 30, 2022	Additions during the year	Disposal during the year	As at June 30, 2023		Accumulated as at June 30, 2022	Charge for the Year	Adjustment of disposal	Accumulated as at June 30, 2023	
	----- Rupees -----					----- Rupees -----				
Land	10,000,000	-	-	10,000,000	-	-	-	-	10,000,000	
Building	6,175,939	-	-	6,175,939	10	2,200,621	397,532	2,598,153	3,577,786	
Electric Appliances	40,660	38,000	-	78,660	10	24,908	5,375	30,283	48,377	
Office Equipment	801,565	-	-	801,565	10	369,185	43,238	412,423	389,142	
Computers & Printers	154,900	-	-	154,900	20	128,587	5,263	133,850	21,050	
Furniture & Fixture	380,800	-	-	380,800	10	188,993	19,181	208,174	172,626	
Crockery & Cutlery	16,595	-	-	16,595	10	8,949	765	9,713	6,882	
Vehicles	1,450,000	-	-	1,450,000	10	825,823	62,418	888,241	561,759	
Other asset	-	-	-	-	15	-	-	-	-	
Total	19,020,459	38,000	-	19,058,459		3,747,066	533,771	4,280,837	14,777,622	

For the year ended June 31, 2022 (for comparison purpose)

PARTICULARS	COST				Rate %	DEPRECIATION				NET BOOK VALUE AS AT JUNE 30, 2022
	As at June 30, 2021	Additions during the year	Disposal during the year	As at June 30, 2022		Accumulated as at June 30, 2021	Charge for the Year	Adjustment of disposal	Accumulated as at June 30, 2022	
	----- Rupees -----					----- Rupees -----				
Land	10,000,000	-	-	10,000,000	-	-	-	-	10,000,000	
Building	6,175,939	-	-	6,175,939	10	1,758,919	441,702	2,200,621	3,975,318	
Electric Appliances	40,660	-	-	40,660	10	23,158	1,750	24,908	15,752	
Office Equipment	801,565	-	-	801,565	10	321,143	48,042	369,185	432,380	
Computers & Printers	154,900	-	-	154,900	20	122,009	6,578	128,587	26,313	
Furniture & Fixture	380,800	-	-	380,800	10	167,581	21,312	188,993	191,807	
Crockery & Cutlery	16,595	-	-	16,595	10	8,099	850	8,949	7,646	
Vehicles	1,450,000	-	-	1,450,000	10	756,470	69,353	825,823	624,177	
Other asset	-	-	-	-	15	-	-	-	-	
Total	19,020,459	-	-	19,020,459		3,157,479	589,587	3,747,066	15,273,394	



RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
NOTES TO FINANCIAL STATEMENTS
AS AT JUNE 30, 2023

	Note	2023	2022
		----- Rupees -----	
5 LONG TERM DEPOSITS			
Fixed deposit		-	-
6 INVESTMENTS			
		-	-
7 ADVANCES & RECEIVABLES			
Advances - considered good:			
Staff		-	-
Office Security		-	-
		-	-
8 CASH AND BANK BALANCES			
Cash in hand		22,815	136,467
Cash at bank - current accounts		25,568	242,704
		<u>48,383</u>	<u>379,171</u>
9 TRADE AND OTHER PAYABLES			
Audit fee payable		60,000	60,000
		<u>60,000</u>	<u>60,000</u>
10 CONTINGENCIES AND COMMITMENTS			
10.1 Contingencies			
There are no known contingencies as at June 30, 2023 (2022: nil).			
10.2 Commitments			
There are no known commitments as at June 30, 2023 (2022: nil).			
11 DIRECT EXPENSES			
Salary and benefits		1,972,000	1,919,000
Electricity charges		111,966	53,782
Repair and maintenance		51,915	33,820
		<u>2,135,881</u>	<u>2,006,602</u>
12 ADMINISTRATIVE EXPENSES			
Registration & renewals		19,400	5,000
Utilities		6,330	27,988
Telephone bill		31,755	29,830
Charity and donation		66,400	-
Entertainment		197,360	191,400
Printing & stationery		119,116	117,189
POL		163,000	211,900



RASHID SHAHEED FOUNDATION (RSF) PESHAWAR
NOTES TO FINANCIAL STATEMENTS
AS AT JUNE 30, 2023

Miscellaneous charges	3,410	30,000
Auditor's remunerations	60,000	60,000
Depreciation	533,771	589,587
	<u>1,200,542</u>	<u>1,262,894</u>
13 BANK CHARGES		
Mark up on finances	-	-
Bank Charges	-	-
	<u>-</u>	<u>-</u>
14 REMUNERATION OF CHAIRMAN AND TREASURER		
Managerial remuneration including bonus:		
- Chairman	-	-
- Trustee	-	-
	<u>-</u>	<u>-</u>
Number of persons	<u>2</u>	<u>2</u>

15 NUMBER OF EMPLOYEES
 Number of employees as at June 30, 2023 were 1 (2022: 1) and average number of employees during the year were 2023: 1 (2022: 1).

16 TRANSACTONS WITH RELATED PARTIES
 There are no known transactions as at June 30, 2023 (2022: nil).

17 CORRESPONDING FIGURES
 Corresponding figures have been re-arranged for the purposes of better presentation. However, no material re-arrangements have been made in these financial statements.

18 GENERAL
 Figures in these financial statements have been rounded off to the nearest Pakistani Rupee.

19 DATE OF APPROVAL FOR ISSUE
 The financial statements were approved for issue on **3 July,2023** by the Board of Directors of the Association.


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