
**MUHAMMADI HAEMATOLOGY,
ONCOLOGY SERVICES &
WELFARE FOUNDATION**

**Financial Statements
For the year ended June 30, 2024**

INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE

Opinion

We have audited the financial statements of **Muhammadi Haematology, Oncology Services & Welfare Foundation** (the Foundation), which comprise the statement of financial position as at June 30, 2024, the statement of income and expenditure and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements of the Foundation are prepared, in all material respects, in accordance with the basis of accounting as described in note no. 2.1 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with the 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 Foundation 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 Committee for the Financial Statements

The management committee is responsible for the preparation and fair presentation of the financial statements in accordance with the generally accepted accounting principles as applicable in Pakistan and for such internal control as the management committee 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 committee is responsible for assessing the Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

The management committee is responsible for overseeing the Foundation's financial reporting process.

Dr. ASR

Reanda Haroon Zakaria Aamir Salman Rizwan & Company Chartered Accountants

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Other offices at:
Lahore and Islamabad

Auditor's Responsibilities for the Audit of the Financial Statement

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. Misstatement 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 controls.
- 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 Foundation'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 Foundation'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 Foundation to cease to continue as a going concern.

We communicate with the management committee 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.

Reanda Haroon Zakaria Aamir Salman Rizwan & Co.
Reanda Haroon Zakaria Aamir Salman Rizwan & Company
Chartered Accountants

Place: Karachi
Date: 21 NOV 2024

Engagement Partner:
Muhammad Iqbal

UDIN: AR202410086Ah2Wn18qX

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	<i>Note</i>	<i>2024</i> <i>Rupees</i>	<i>2023</i> <i>Rupees</i>
<u>ASSETS</u>			
Non - Current Assets			
Property and equipment	4	41,838,013	33,465,133
Current Assets			
Consumables	5	1,140,728	1,105,345
Loans, advances, deposits and other receivables	6	2,015,628	994,475
Cash and bank balances	7	2,761,842	6,562,702
		5,918,198	8,662,522
		47,756,211	42,127,655
<u>FUND AND LIABILITIES</u>			
Fund			
General reserve fund	8	2,622,441	24,804,042
Current Liabilities			
Accrued and other payables	9	45,133,770	17,323,613
		47,756,211	42,127,655

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


General Secretary
 Muhammad Hematology, Oncology
 Service & Welfare Foundation®

RAZASRA


Finance Secretary
 Muhammad Hematology Oncology
 Service & Welfare Foundation®

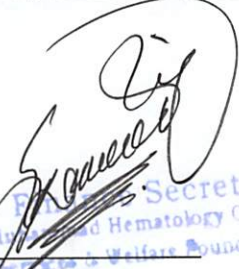
MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024 Rupees	2023 Rupees
<u>INCOME</u>			
Community shares - patients		92,924,802	79,585,712
Government grant	10	50,000,000	30,000,088
Donation		49,203,386	38,204,133
Donation-in-kind		11,651,700	9,259,340
Zakat donation		14,193,040	17,868,500
		217,972,928	174,917,773
<u>LESS: EXPENDITURES</u>			
Salaries and other benefits		61,863,803	49,176,982
Communication and marketing		1,341,946	524,197
Anti Sera, gel card, kits and others		8,999,121	10,224,225
Lab items		6,955,799	3,982,850
Medicines		78,679,292	47,343,180
Bank charges		36,295	28,857
Blood bags		35,359,809	25,292,905
Travelling and conveyance		2,986,117	1,000,311
Food and entertainment		5,411,768	2,501,475
Office rent		867,800	715,000
Postage and telegram		141,151	122,785
Printing and stationery		1,756,919	1,375,074
Reactive, Haemolysis and expired blood		3,500,300	3,868,593
Repairs and maintenance		1,386,000	2,024,788
Auditor's remuneration		138,060	118,000
Blood screening cost		10,399,455	11,801,579
Utilities		8,756,515	5,416,459
Diesel for generator		1,803,265	831,925
Legal and professional		1,520,559	1,256,766
Security and surveillance		965,548	1,140,800
Miscellaneous		1,439,904	1,429,606
Depreciation	4.1	5,845,103	4,858,084
Total expenditures		240,154,529	175,034,441
Deficit before tax		(22,181,601)	(116,668)
Less: Taxation		-	-
Deficit after tax adjusted against general fund		(22,181,601)	(116,668)

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


General Secretary
 General Secretary
 Muhammad Haematology, Oncology
 Service & Welfare Foundation ©

Rahman


Finance Secretary
 Finance Secretary
 Muhammad Haematology Oncology
 Service & Welfare Foundation ©

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

	<i>Note</i>	<i>2024</i> <i>Rupees</i>	<i>2023</i> <i>Rupees</i>
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Deficit before tax		(22,181,601)	(116,668)
Adjustments:			
Depreciation	4.1	5,845,103	4,858,084
Cash (outflows) / inflows before working capital changes		(16,336,498)	4,741,416
Working capital changes			
(Increase) / decrease in current assets			
Consumables		(35,383)	(455,120)
Loans, advances, deposits and other receivables		(1,021,153)	5,224,439
Increase / (decrease) in current liabilities			
Trade and other payables		27,810,157	(3,322,360)
		26,753,621	1,446,959
Net cash generated from operating activities		10,417,123	6,188,375
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in fixed assets	4.1	(14,217,983)	(9,933,500)
Net cash used in investing activities		(14,217,983)	(9,933,500)
Net decrease in cash and cash equivalent (A+B)		(3,800,860)	(3,745,125)
Cash and cash equivalent at beginning of the year		6,562,702	10,307,827
Cash and cash equivalent at end of the year	7	2,761,842	6,562,702

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

R. Anser


General Secretary
 Muhammadi Hematology, Oncology
 Service & Welfare Foundation®


Finance Secretary
 Muhammadi Hematology, Oncology
 Service & Welfare Foundation®

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

1 LEGAL STATUS AND NATURE OF ACTIVITIES

Muhammadi Haematology, Oncology Services & Welfare Foundation (the Foundation) is a community based social charitable and relief giving institution. It was established in 2004 and registered under the societies registration Act, 1860. Registered office of the Foundation is located at Plot no 281, Ground Floor, Britto Road, near Numaish, M. A. Jinnah Road, Jamshed Town, Karachi. Branches of the Foundation are located at the following locations:

- i* NICVD Hospital, Rafiqi H.J, Shaheed Road, Karachi Cantonment, Karachi.
- ii* United Hospital, Plot No. 16B, Al Riaz Society, Shaheed Millat Service Road, Karachi.
- iii* Creek General Hospital, Nasir Jump Near Korangi Karachi.
- iv* Usman Memorial Hospital, Plot St 12, Federal B Area Block 1 Hussainabad, Karachi.
- v* Shaheed Benazir Bhutto Mother & Child Centre, Main DC Chowk, Jacobabad.
- vi* SICVD Hospital, Indus Highway, Bachal Shah Miani, Sukkur, Sindh.
- vii* Mahroz Arcade, Nishtar, Road, Multan.
- viii* DHQ Hospital Road Near Dhq Hospital, Gulshan Ali, Skardu, Gilgit-Baltistan.
- ix* Shaheed Mohtarma Benazir Bhutto Cardiac Care Hospital, Hyderabad Badin Road, Tando Muhammad Khan.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the generally accepted accounting principles as applicable in Pakistan.

2.2 Basis of measurement

These accounts have been prepared under the historical cost convention, except as otherwise disclosed. Further, accrual basis of accounting is followed except for cash flow information.

2.3 Functional and presentation currency

These financial statements are presented in Pakistan rupees which is also the financial currency of the Foundation. Further, figures have been rounded off to the nearest Rupee.

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 Property and equipment

These are initially recognized at cost. Subsequent to initial recognition these are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset.

Depreciation on fixed assets is charged to income by applying reducing balance method at the rates specified in the note 4 to the financial statements. Depreciation is charged from the date when the depreciable assets are available for the intended use till the date preceding the date of disposal.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and its cost can be reliably measured. Cost incurred to replace an item of property and equipment is capitalized and the asset so replaced is retired from use and its carrying amount is derecognized. Normal repairs and maintenance are charged to the profit and loss account during the period in which they are incurred.

Gains and losses on disposal of assets, if any, are taken to profit and loss account.

The carrying values of fixed assets are reviewed for impairment when event or changes in circumstances indicate that the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount.

3.2 Consumable items

It contains items of consumable nature (i.e. medical and surgical goods and medicine). These are valued on the basis of weighted average method.

3.3 Loans, advances, deposits and other receivables

These are valued at amount disbursed. Provision is made for balances considered doubtful, while these are written off when considered irrecoverable / unadjustable.

3.4 Cash and bank balances

It comprises of cash in hand and cash at banks which are carried at nominal amounts.

3.5 Accrued and other payables

Liabilities for the accrued and other payables are carried at cost which is the fair value of consideration to be paid in the future for goods and services received, whether or not billed to the Foundation. These are written back and recognized as other income when considered to be no longer payable.

3.6 Income recognition

Donation, Zakat, grant and other fees are recorded on the occurrence of transactions. Donation in kind, if any, are recorded when related items are received, on the basis of prevailing market prices.

Gain / (loss) on disposal of fixed assets are recorded when the possession is transferred to the buyer.

3.7 Taxation

The Foundation is subject to tax credit equal to 100% of the tax payable as per section 100C of the Income Tax Ordinance, 2001. However, surplus funds, as defined in the said Section, are taxed at the rate of 10%.

4 PROPERTY AND EQUIPMENT

4.1 Operating fixed assets

Note	2024 Rupees	2023 Rupees
4.1	<u>41,838,013</u>	<u>33,465,133</u>

Description	Written down value			As at June 30, 2024	Cost as at June 30, 2024	Accumulated depreciation as at June 30, 2024	Written down value as at June 30, 2024	Rate
	As at July 01, 2023	Additions during the year	Depreciation charge for the year					
----- Rupees -----								
Building	7,123,459	-	(356,173)	6,767,286	7,350,000	(582,714)	6,767,286	5%
Furniture and fixtures	6,630,426	4,626,883	(1,390,965)	9,866,344	16,890,973	(7,024,629)	9,866,344	15%
Office equipment	591,450	534,100	(142,972)	982,578	2,104,236	(1,121,658)	982,578	15%
Computers	179,334	173,000	(84,830)	267,504	1,423,035	(1,155,531)	267,504	33%
Medical equipment	13,003,868	8,289,000	(2,861,353)	18,431,515	38,638,627	(20,207,112)	18,431,515	15%
Split unit	1,610,982	595,000	(247,760)	1,958,222	3,936,200	(1,977,978)	1,958,222	15%
Motor cycle	2,398	-	(360)	2,038	38,000	(35,962)	2,038	15%
Motor vehicles	2,244,161	-	(448,832)	1,795,329	4,023,000	(2,227,671)	1,795,329	20%
Generators	2,079,055	-	(311,858)	1,767,197	3,833,800	(2,066,603)	1,767,197	15%
	<u>33,465,133</u>	<u>14,217,983</u>	<u>(5,845,103)</u>	<u>41,838,013</u>	<u>78,237,871</u>	<u>(36,399,858)</u>	<u>41,838,013</u>	

Description	Written down value			As at June 30, 2023	Cost as at June 30, 2023	Accumulated depreciation as at June 30, 2023	Written down value as at June 30, 2023	Rate
	As at July 01, 2022	Additions during the year	Depreciation charge for the year					
----- Rupees -----								
Building	-	7,350,000	(226,541)	7,123,459	7,350,000	(226,541)	7,123,459	5%
Furniture and fixtures	7,800,501	-	(1,170,075)	6,630,426	12,264,090	(5,633,664)	6,630,426	15%
Office equipment	695,824	-	(104,374)	591,450	1,570,136	(978,686)	591,450	15%
Computers	235,599	22,500	(78,765)	179,334	1,250,035	(1,070,701)	179,334	33%
Medical equipment	12,577,959	2,485,000	(2,059,091)	13,003,868	30,349,627	(17,345,759)	13,003,868	15%
Split unit	1,825,864	76,000	(290,882)	1,610,982	3,341,200	(1,730,218)	1,610,982	15%
Motor cycle	2,821	-	(423)	2,398	38,000	(35,602)	2,398	15%
Motor vehicles	2,805,201	-	(561,040)	2,244,161	4,023,000	(1,778,839)	2,244,161	20%
Generators	2,445,948	-	(366,893)	2,079,055	3,833,800	(1,754,745)	2,079,055	15%
	<u>28,389,717</u>	<u>9,933,500</u>	<u>(4,858,084)</u>	<u>33,465,133</u>	<u>64,019,888</u>	<u>(30,554,755)</u>	<u>33,465,133</u>	

	<i>Note</i>	<i>2024</i> <i>Rupees</i>	<i>2023</i> <i>Rupees</i>
5 CONSUMABLES			
Blood bags		180,045	275,800
Anti Sera, gel card, Kits and others		626,533	371,925
Medicines		334,150	457,620
		<u>1,140,728</u>	<u>1,105,345</u>
6 LOANS, ADVANCES, DEPOSITS AND OTHER RECEIVABLES			
<i>Loans</i>			
To staff		-	140,500
<i>Advances</i>			
Income tax		244,340	198,975
To contractor		1,367,550	480,000
		1,611,890	678,975
<i>Deposits</i>			
		175,000	175,000
<i>Other receivables</i>			
		228,738	-
		<u>2,015,628</u>	<u>994,475</u>
7 CASH AND BANK BALANCES			
Cash in hand		892,522	881,049
Bank balances		1,869,320	5,681,653
		<u>2,761,842</u>	<u>6,562,702</u>
8 GENERAL RESERVE FUND			
Opening balance		24,804,042	9,733,723
Deficit for the year		(22,181,601)	(116,668)
Transferred from capital fund		-	15,186,987
		<u>2,622,441</u>	<u>24,804,042</u>
9 ACCRUED OTHER PAYABLES			
Payable to suppliers and service vendors		40,320,206	13,756,062
Accrued liabilities		4,775,705	3,567,551
Withholding tax payable		37,859	-
		<u>45,133,770</u>	<u>17,323,613</u>
10 GOVERNMENT GRANT			
	10.1	<u>50,000,000</u>	<u>30,000,088</u>

10.1 This represents Grant received from the District Health Office, District Jacobabad, for the treatment of 400 registered Thalassemia-affected Patients at Shaheed Mohtarma Benazir Bhutto Mother & Child care center, Jacobabad, Sindh. Expected cost of per patient is Rs. 250,000 per annum out of which 50% to be borne by the Foundation while the remaining 50% to be covered under the grant.

11 GENERAL

11.1 Number of employees

	2024	2023
Contractual	7	6
Permanent	88	82
Total	95	88

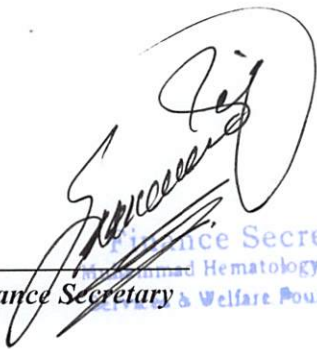
11.2 Figures have been rounded off to the nearest Rupees.

12 DATE OF AUTHORIZATION OF FINANCIAL STATEMENTS

These financial statements were approved and authorized for issue by the Management Committee of the Foundation on 21 NOV 2024.

RASRco


General Secretary
Munir Haddi Hematology, Oncology
Service & Welfare Foundation


Finance Secretary
Munir Haddi Hematology Oncology
Service & Welfare Foundation