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

**Financial Statements
For the year ended June 30, 2023**

INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE

Opinion

We have audited the financial statements of **Muhammadi Haematology, Oncology Services & Welfare Foundation**, which comprise the statement of financial position as at June 30, 2023, and the income and expenditure account for the year ended June 30, 2023, and notes to the financial statements, including a summary of significant accounting policies.

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 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 Trustees 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 Trust or to cease operations, or has no realistic alternative but to do so.

Management committee is responsible for overseeing the Foundation'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 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 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.

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.

Other Matter

The financial statements of the Company for the year ended June 30, 2022 were audited by another firm of Chartered Accountants, who through their report dated November 30, 2022 expressed an unmodified opinion.

RHZooReanda Haroon Zakaria & Co
Reanda Haroon Zakaria & Company
Chartered Accountants

Engagement Partner:
Muhammad Iqbal


Place: Karachi
Date: December 27, 2023
UDIN: AR202310086vgKIyRf6Q


MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

	<i>Note</i>	<i>2023</i> <i>Rupees</i>	<i>2022</i> <i>Rupees</i>
<u>ASSETS</u>			
Non - Current Assets			
Property and equipment	4	33,465,133	28,389,717
Current Assets			
Consumables	5	1,105,345	650,225
Loans, advances and deposits	6	994,475	6,218,914
Cash and bank balances	7	6,562,702	10,307,827
		8,662,522	17,176,966
		42,127,655	45,566,683
 <u>FUNDS AND LIABILITIES</u>			
Funds			
General reserve fund	8	24,804,042	9,733,723
Capital fund	9	-	15,186,987
		24,804,042	24,920,711
 Current Liabilities			
Accrued and other payables	10	17,323,613	20,645,972
		42,127,655	45,566,683

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

RHZW



 President
 Muhammad Hematology Oncology
 Services & Welfare Foundation
 President


 Finance Secretary
 Muhammad Hematology Oncology
 Services & Welfare Foundation

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2023

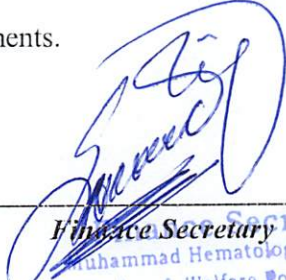
	<i>Note</i>	<i>2023</i> <i>Rupees</i>	<i>2022</i> <i>Rupees</i>
<u>INCOME</u>			
Community shares - patients		79,585,712	84,966,807
Government grant		30,000,088	29,675,647
Donation		38,204,133	22,225,686
Donation-in-kind		9,259,340	8,102,130
Zakat		17,868,500	11,963,150
		174,917,773	156,933,420
<u>LESS: EXPENDITURES</u>			
Salaries and other benefits		49,176,982	43,603,030
Communication and marketing		524,197	531,825
Anti Sera, gel card, kits and others		10,224,225	12,866,412
Lab items		3,982,850	16,801,800
Medicines		47,343,180	36,472,200
Bank charges		28,857	7,401
Blood bags		25,292,905	15,068,406
Travelling and conveyance		1,000,311	1,168,438
Entertainment		2,501,475	1,868,431
Office Rent		715,000	386,000
Postage & Telegram		122,785	169,464
Printing and Stationery		1,375,074	1,083,801
Reactive, Hemolysis and expired blood		3,868,593	3,264,156
Repairs and maintenance		2,024,788	1,765,715
Auditor's remuneration		110,000	60,000
Screening cost		11,801,579	10,934,250
Utilities		5,416,459	2,948,776
Diesel for generator		831,925	301,992
Legal and professional		1,256,766	40,000
Insurance		-	554,959
Security and surveillance		1,140,800	828,000
Miscellaneous		1,437,606	1,605,670
Depreciation	4	4,858,084	5,290,680
Total Expenditures		175,034,441	157,621,406
Deficit before tax		(116,668)	(687,986)
Less: Taxation		-	-
Deficit after tax transferred to general fund		(116,668)	(687,986)

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



 President
 Muhammad Hematology Oncology
 Services & Welfare Foundation®

RHZ




 Finance Secretary
 Muhammad Hematology Oncology
 Services & Welfare Foundation®


MUHAMMADI HAEMATOLOGY, ONCOLGY SERVICES & WELFARE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Deficit before tax		(116,668)	(687,986)
Adjustments:			
Depreciation	4.1	4,858,084	5,290,680
Inflows before working capital changes		<u>4,741,416</u>	<u>4,602,694</u>
Working capital changes			
(Increase) / decrease in current assets			
Consumables		(455,120)	(200,000)
Loans, advances and deposits		5,224,439	(30,829)
Increase / (decrease) in current liabilities			
Trade and other payables		(3,322,360)	9,316,905
		<u>1,446,959</u>	<u>9,086,076</u>
Net cash generated from operating activities		<u>6,188,375</u>	<u>13,688,770</u>
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in fixed assets	4.1	(9,933,500)	(17,142,580)
Net cash used in investing activities		<u>(9,933,500)</u>	<u>(17,142,580)</u>
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Funds received		-	7,957,501
Net cash generated from financing activities		<u>-</u>	<u>7,957,501</u>
Net (decrease) / increase in cash and cash equivalent (A+B+C)		(3,745,125)	4,503,691
Cash and cash equivalent at beginning of the year		10,307,827	5,804,136
Cash and cash equivalent at end of the year	7	<u>6,562,702</u>	<u>10,307,827</u>

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

RHZC


President
 Muhammad Hematology Oncology
 Services & Welfare Foundation®


Finance Secretary
 Muhammad Hematology Oncology
 Services & Welfare Foundation®

MUHAMMADI HAEMATOLOGY, ONCOLGY SERVICES & WELFARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

1 LEGAL STATUS AND NATURE OF ACTIVITIES

The society is a community based social charitable and relief giving institution. It was established in 2004 and registered under the societies registration Act, 1860 . Registered address at Plot no 281, Ground Floor Britto Road, near numaish, MA Jinnah Road, Jamshed Town, Karachi.

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 in the preparation of these financial statements.

2.3 Functional and presentation currency

These financial statements are presented in Pakistan rupees which is also the trust financial currency. All financial information presented in Pakistan rupees have been rounded to the nearest rupee.

3 SUMMURY OF SIGNIFICANT ACCOUNTING POLICIES

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 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 trust.

3.3 Income recognition

Donation, zakat and other fees are recorded as and when occurred. Donation in kind, if any, are recorded at estimated value on the basis of prevailing market prices.

3.4 Taxation

The Trust is subject to tax credit U/S. 100C of the Income Tax Ordinance, 2001, accordingly no provision for tax is made in financial statement.

3.5 Cash and bank balances

It comprises of cash in hand and cash at banks in current accounts which are carried at cost. Cash at bank comprise of bank balances and TDRs.

3.6 Transfer to general fund

The trust transfers (deficit) / surplus on income over expenditure to general fund in the year in which it is accrued.

3.7 Consumable items

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

4 PROPERTY AND EQUIPMENT

Note 2023 Rupees 2022 Rupees

4.1 Operating fixed assets

4.1 33,465,133 28,389,717

Description	Building	Furniture and Fixtures	Office Equipment	Computers	Medical Equipment	Split Unit	Motor Cycle	Vehicle	Generator	Total
	----- Rupees -----									
<i>Year Ended June 30, 2023</i>										
Opening net book value	-	7,800,501	695,824	235,599	12,577,959	1,825,864	2,821	2,805,201	2,445,948	28,389,717
Additions during the year	7,350,000	-	-	22,500	2,485,000	76,000	-	-	-	9,933,500
Depreciation charge for the year	(226,541)	(1,170,075)	(104,374)	(78,765)	(2,059,091)	(290,882)	(423)	(561,040)	(366,892)	(4,858,084)
<i>Closing net book value as on June 30, 2023</i>	<u>7,123,459</u>	<u>6,630,426</u>	<u>591,450</u>	<u>179,334</u>	<u>13,003,868</u>	<u>1,610,982</u>	<u>2,398</u>	<u>2,244,161</u>	<u>2,079,056</u>	<u>33,465,133</u>
<i>As at June 30, 2023</i>										
Cost	7,350,000	12,264,090	1,570,136	1,250,035	30,349,627	3,341,200	38,000	4,023,000	3,833,800	64,019,888
Accumulated Depreciation	(226,541)	(5,633,664)	(978,686)	(1,070,701)	(17,345,759)	(1,730,218)	(35,602)	(1,778,839)	(1,754,744)	(30,554,755)
<i>Closing net book value as at June 30, 2023</i>	<u>7,123,459</u>	<u>6,630,426</u>	<u>591,450</u>	<u>179,334</u>	<u>13,003,868</u>	<u>1,610,982</u>	<u>2,398</u>	<u>2,244,161</u>	<u>2,079,056</u>	<u>33,465,133</u>
<i>Depreciation rate</i>	<u>5%</u>	<u>15%</u>	<u>15%</u>	<u>33%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>20%</u>	<u>15%</u>	

	<i>Note</i>	<i>2023 Rupees</i>	<i>2022 Rupees</i>
5 CONSUMABLES			
Blood Bags		275,800	299,675
Anti Sera, gel card ,Kits and others		371,925	350,550
Medicines		457,620	-
		<u>1,105,345</u>	<u>650,225</u>
6 LOANS, ADVANCES AND DEPOSITS			
<i>Loans</i>			
To staff		140,500	15,500
<i>Advances</i>			
Against property		-	5,850,000
Income tax		198,975	178,414
To contractor		480,000	-
		678,975	6,028,414
<i>Deposits</i>			
		175,000	175,000
		<u>994,475</u>	<u>6,218,914</u>
7 CASH AND BANK BALANCES			
Cash in hand		881,049	950,787
Bank balances		5,681,653	9,357,040
		<u>6,562,702</u>	<u>10,307,827</u>
8 GENERAL RESERVE FUND			
Opening balance		9,733,723	5,131,029
Deficit for the year		(116,668)	(687,986)
Transferred from capital fund	9	15,186,987	5,290,680
		<u>24,804,042</u>	<u>9,733,723</u>
9 CAPITAL FUND			
Opening balance		15,186,987	17,154,667
Received during the year		-	3,323,000
Transferred to General Reserve Fund		(15,186,987)	(5,290,680)
		<u>-</u>	<u>15,186,987</u>
10 ACCRUED OTHER PAYABLES			
		<u>17,323,613</u>	<u>20,645,972</u>

11 GENERAL

11.1 Number of employees

	2023	2022
Contractual	6	4
Permanent	82	91
	<u>88</u>	<u>95</u>

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 Society on December 27, 2023.

RH200

President

President
Muhammad Hematology Oncology
Services & Welfare Foundation®

Finance Secretary

Finance Secretary
Muhammad Hematology Oncology
Services & Welfare Foundation®