

M/S MASKATIYA CHARITABLE TRUST
FIANANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 2018

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF TRUSTEES

Opinion

We have audited the financial statements of **Maskatiya Charitable Trust** which comprise the statement of financial position as at June 30, 2018, the Income and Expenditure Account (here-in-after referred to as the financial statements) 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 of the Trust are prepared all material respects in accordance with generally accepted accounting principles described in note 2.2 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 Those Charged with Governance for the Financial Statements

The Trustees are responsible for the preparation of the financial statements in accordance with basis of accounting described in note 2.2 to the financial statements, and for such internal control as the trustees determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, trustees are responsible for assessing the Trust ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless trustees either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust financial reporting process.

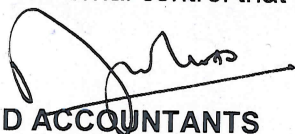
Auditor's Responsibilities for the Audit of the Financial Statements

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 trustees 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 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.



**CHARTERED ACCOUNTANTS
KARACHI**

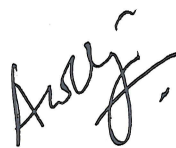
ENGAGEMENT PARTNER: YOUNUS RIZWANI SHEIKH

DATE: 04 DEC 2018

M/S MASKATIYA CHARITABLE TRUST
BALANCE SHEET
AS AT JUNE 30, 2018

<u>PROPERTY AND ASSETS</u>	<u>Note</u>	<u>2018</u> <u>Rupees</u>	<u>2017</u> <u>Rupees</u>
Land and building		37,679,763	37,679,763
Fixed Assets	1	715,896	850,048
Investment in Shares		1,057,930,705	1,057,930,705
		<u>1,096,326,364</u>	<u>1,096,460,516</u>
<u>CURRENT ASSETS</u>			
Advances, Deposits and Prepayments		50,000	158,000
Cash and Bank Balances	2	18,399,392	13,181,815
		<u>18,449,392</u>	<u>13,339,815</u>
		<u>1,114,775,756</u>	<u>1,109,800,331</u>
<u>RESERVE AND LIABILITIES</u>			
Excess of Receipt over payments		<u>1,114,775,756</u>	<u>1,109,800,331</u>

The Annexed notes form an integral part of these accounts.



TRUSTEE
Karachi



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MASKATIYA CHARITABLE TRUST
RECEIPT AND PAYMENTS ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2018

	<u>Note</u>	<u>2018</u> <u>Rupees</u>	<u>2017</u> <u>Rupees</u>
RECEIPT			
Other Income	3	92,708,252	85,044,644
PAYMENTS			
Adopted School Running Expense	4	(67,879,741)	(54,633,635)
Charities and Donation	5	(10,000,000)	(10,000,000)
Administrative and Financial Expenses	6	(9,853,086)	(12,728,774)
		<u>(87,732,827)</u>	<u>(77,362,409)</u>
Excess of Receipt over payments		<u>4,975,425</u>	<u>7,682,235</u>
Balance brought forward		1,109,800,331	1,102,118,096
Balance carried forward		<u><u>1,114,775,756</u></u>	<u><u>1,109,800,331</u></u>

The Annexed notes form an integral part of these accounts.



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MASKATIYA CHARITABLE TRUST

SCHEDULE OF FIXED ASSETS

AS AT JUNE 30, 2018

Note: 1

PARTICULARS	COST			DEPRECIATION			W.D.V As At 30-06-2018	RATE
	As At 01-07-2017	Addition (Deletion)	As At 30-06-2018	As At 01-07-2017	For The Year	As At 30-06-2018		
Vehicle	2,519,500	-	2,519,500	2,028,034	98,293	2,126,327	393,173	20%
Equipments	704,650	-	704,650	458,692	24,596	483,288	221,362	10%
Furniture and Fixture	323,000	-	323,000	210,377	11,262	221,639	101,361	10%
Total - 2018	3,547,150	-	3,547,150	2,697,102	134,151	2,831,254	715,896	
Total - 2017	3,547,150	-	3,547,150	2,534,393	162,709	2,697,102	850,048	


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(2) <u>Cash and bank Balances</u>	2018	2017
	Rupees	Rupees
Cash at Bank	18,028,347	12,945,120
Cash in Hand	371,045	236,695
	<u>18,399,392</u>	<u>13,181,815</u>
 (3) <u>Other Income</u>		
Profit on Investment in TDR	676,537	211,498
Dividend on Shares	61,031,715	53,833,146
Donation	31,000,000	31,000,000
	<u>92,708,252</u>	<u>85,044,644</u>
 (4) <u>Adopted School Running Expenses</u>		
Salaries	53,059,150	44,777,100
Staff Welfare	1,096,649	788,091
Students Fee and Uniform	5,785,600	3,234,400
Foods for Students	5,112,880	3,251,489
Stationery	250,036	193,618
Cartage	-	1,700
Cleaning Expense	126,181	99,482
Students Scholarship	1,710,000	1,284,000
Fee and Subscription	40,000	418,800
Utility Bills	343,672	395,250
Repair and Maintenance	355,573	189,705
	<u>67,879,741</u>	<u>54,633,635</u>
 (5) <u>Charity and Donation</u>		
Charities and Donation	7,500,000	7,500,000
Donations Misc	2,500,000	2,500,000
	<u>10,000,000</u>	<u>10,000,000</u>
 (6) <u>Administrative and Financial Expense</u>		
Insurance Expense	798,104	652,638
Bank Charges	169,304	72,454
Depreciation	134,151	162,709
Salaries Staff	-	1,620,000
Utility Bills	45,654	71,352
Rent, Rate & Taxes	119,091	119,091
Furniture for Classrooms	283,000	551,000
Legal & Professional Charges	-	25,000
CDC Charges	72,230	132,730
Repairs of Adopted Schools	8,231,552	9,321,800
	<u>9,853,086</u>	<u>12,728,774</u>

Note : Figures in these accounts have been rounded off to the nearest rupee.


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