


AUDITOR'S REPORT TO THE PROPRIETOR

We have audited the annexed **Balance Sheet** of **NISHAT WELFARE ORGANIZATION**, as at 30th June, 2021 and the related Profit and Loss Account and Cash Flow Statement together with the Notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

It is the responsibility of the management to establish and maintain a system of internal control, and prepare and present the above said statements. Our responsibility is to express an opinion on these statements based on our audit.

We conducted the audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies used and evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:-

- a) in our opinion, proper record has been kept by the Management.
- b) in our opinion:
 - I) the Balance Sheet and Profit and Loss Account together with the Notes thereon, are in agreement with such record and are further in accordance with the accounting policies consistently applied;
 - II) the expenditure incurred during the year was for the purpose of the business; and
 - III) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the enterprises; and
- c) in our opinion, and to the best of our information and according to the explanations given to us, the Balance Sheet, Profit and Loss Account and Cash Flow Statement together with the notes forming part thereof, respectively give a true and fair view of the state of affairs of the business as at 30th June, 2021 and of the profit and its cash flows for the year then ended.

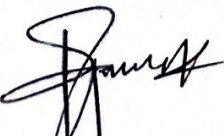

For: A.G. HABIB & CO.
Chartered Accountants

Place: Karachi

Dated: 14 October 2021

**NISHAT WELFARE ORGANIZATION
BALANCE SHEET
AS AT 30TH JUNE, 2021**

	Note	2021 Rupees	2020 Rupees
FIXED ASSETS			
NON - CURRENT ASSETS			
Book Value as per schedule attached	4	<u>652,274</u>	<u>717,487</u>
		<u>652,274</u>	<u>717,487</u>
CURRENT ASSETS			
Cash & Bank	5	1,957	4,469
Advances and Othes Receivable		-	-
Total Current Assets		<u>1,957</u>	<u>4,469</u>
TOTAL ASSETS		<u>654,231</u>	<u>721,956</u>
FUND AND LIABILITES			
Fund Balances	6	721,956	817,706
Fund Surplus/(deficit) after tax for the Period		<u>(67,725)</u>	<u>(95,750)</u>
		<u>654,231</u>	<u>721,956</u>
CURRENT LIABILITIES			
Accrued Expenses and Others Liabilities	7	-	-
TOTAL LIABILITIES		-	-
TOTAL FUND		<u>654,231</u>	<u>721,956</u>


PRESIDENT


FINANCE SECRETARY



**NISHAT WELFARE ORGANIZATION
INCOME AND EXPENDITURE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2021**

	Note	2021 Rupees	2020 Rupees
INCOME & REVENUE			
Restricted Grant		-	3,738,711
Unrestricted Grant		-	-
Donation from CPDI		510,000	350,000
Donation from Saharo Human Aid Association		-	70,000
Donation from Philanthropists		-	215,000
Donation from CPDI		-	33,820
Contribution from Members		270,058	116,400
Amortization of deferred credit		-	-
		780,058	4,523,931
EXPENDITURE			
Less: Program Expenses	8	-	4,439,194
Less: Administrative Expenses		847,533	159,374
		<u>847,533</u>	<u>4,598,568</u>
		(67,475)	(74,637)
Financial Charges	9	<u>250</u>	<u>21,113</u>
Net Income fund Position before taxation		(67,725)	(95,750)
Less: Income tax withholding	10	-	-
Net Surplus (Deficit) fund Position for the Year		<u><u>(67,725)</u></u>	<u><u>(95,750)</u></u>


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**NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2021**

1. THE ORGANIZATION AND ITS OPERATION

M/s Nishat Welfare Organization (NWO) is non Profit Organization that initiated its activities in 2007. Registered under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance 1961, on dated: 18th July, 2007 bearing registration No. DO-SW, CDD(H)/VA-794. The organization facilitate provision of basic civic amenities, such as micro financing, Education, Health, Environment, Agriculture, Communication, employment, water supply and sanitation etc. The organization is registered office in Hyderabad.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards, as applicable in Pakistan. Approved accounting standards comprise of Accounting and Financial Reporting Standard for Medium Sized Entities (MSE's) issued by the Institute of Chartered Accountants of Pakistan and provisions of and directives issued under the Companies Act, 2017. In case requirements differ, the provisions or directives of the Companies Act, 2017 shall prevail.

2.2 Basis of measurement

These financial statement have been prepared under the historical cost convention. Further accrual basis of accounting is followed except for cash flow information.

2.4 Use of Estimates and Judgment

The preparation of financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates, if any, are recognized prospectively commencing from the period of revision.



**NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2021**

3.

BASIS OF PREPARATION

3.1 Fund Accounting

The Financial Statements are maintained substantially in accordance with the principles of Fund Accounting. Under these principles, resources are classified for accounting and reporting purposes into funds which are in accordance with the activities and objectives specified by the donors.

3.2. Utilization of Funds

Utilization of funds to restricted activities as described in the agreement with the donors.

3.3. Recognition of Grant & Donation

Donations received for restricted purposes are presented in the financial statements at the time of receipts, i.e. when received as cash or deposited into a bank account or at the time when there is reasonable assurance that it will be received.

3.4 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. It comprises of cash with banks on current and deposit accounts.



NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
AS AT JUNE 30, 2021

4. FIXED ASSETS

Description	COST		ACCUMULATED DEPRECIATION			Written down value as at June 30, 2021
	As at July 01, 2020	Addition (Disposal)	As at June 30, 2021	Rate %	Charge For the year 2021	
	----- Rupees -----					
Office Building	777,913	-	777,913	5%	27,296	518,619
Furniture and Fixture	459,580	30,000	489,580	20%	9,108	66,433
Office Equipments	1,533,810	-	1,533,810	30%	28,809	67,222
Total - 2021	2,771,303	30,000	2,801,303		65,213	2,149,029
Total - 2020	2,771,303	30,000	2,801,303		81,274	2,083,816

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**NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2021**

	Notes	2021 Rupees	2020 Rupees
CASH AND BANK BALANCES (CLOSING)			
Cash In hand	5	1,260	2,680
United Bank A/c # 053601031418		697	1,789
		1,957	4,469
ACCRUED AND OTHERS LIABILITIES			
	7		
Salaries Payable		-	-
Others Payable		-	-
Audit Fee Payable		-	-
PROGRAM EXPENSES			
SELP PROJECT No. TDEA/UNDP-WNVRC/18/2019			
Personnal Cost		-	-
Travel Cost		-	-
Communication Cost		-	-
Supplies and Stationery		-	-
Field level program activities		-	-
Administrative Overheads		-	-
		-	-
SELP PROJECT No. TDEA/UNDP-WNVRC/18/2019			
Personnal, Travel and Communication cost		-	2,222,797
Supplier cost		-	92,160
Travel Cost		-	131,540
Supplies and Stationery		-	138,027
Office Rent		-	275,000
Filed level program activities cost		-	848,286
Orientation and training cost		-	-
CPDI Expenses		-	383,870
Utilities Charges		-	107,740
Food Expenses		-	204,774
Administrative cost		-	-
		-	4,404,194
DLGDP PROJECT			
Salaries		-	35,000
		-	35,000



**NISHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2021**

ADMINISTRATIVE EXPENSES

Salaries expense
Office Rent
Communication
Entertainment
Audit Fee
Depreciation

Notes	2021 Rupees	2020 Rupees
8	510,000	-
	156,000	-
	19,580	38,100
	40,679	-
	40,000	40,000
	81,274	81,274
	847,533	159,374

FINANCIAL CHARGES

Bank Charges

9	250	21,113
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TAXATION

With holding Tax on Bank Profit

10	-	-
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FIGURES

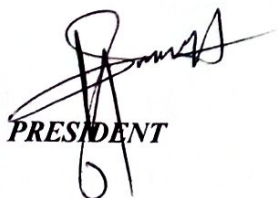
Figures have been rounded off to the nearest rupee. Corresponding figures have been rearranged and reclassified, whenever necessary, for the purpose of comparison.

DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Governors of the Organization on _____.

GENERAL

Figures have been rounded off to the nearest rupee.


PRESIDENT


FINANCE SECRETARY

