

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of **M/S SHUAA WELFARE FOUNDATION** which comprise the statement of balance sheet as at June 30, 2024, income & expenditure account, the statement of cash flow and the statement of changes in funds for the period (April 24) then ended, and notes to the accounts, including a summary of significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements present fairly, in all material respects, and give a true and fair view of the statement of financial position **M/S SHUAA WELFARE FOUNDATION**, as at June 30, 2024, and of its financial performance and the statement of financial performance for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis of 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 Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for the 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 Director's for the Financial Statements

Management is responsible for the preparation and fair presentation of financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan and for such internal control as the Board of Directors determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, Board of Directors are responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Those charged with director's are responsible for overseeing the Company's 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 misstatements, 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 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 risk 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 Company'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 Company'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 date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

We communicate with those charged with director's 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.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships



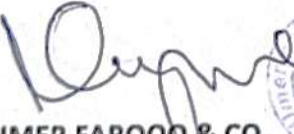
and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most of significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulations precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communications.

Report on other legal and regulatory requirements

Based on our audit, we further report that in our opinion;

- a) Proper books of account have been kept by the company as required by the companies act, 2017;
- b) the statement of financial position, the statement of profit or loss and other comprehensive income and the statement of cash flows together with the notes thereon have been drawn up in conformity with the company's act, 2017 and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the company's business.


UMER FAROOQ & CO.
(Chartered Accountant)



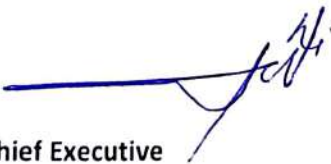
Date: DECEMBER 17, 2024
Place: GUJRANWALA

UDIN: AR202410489z5HfRZs6I

SHUAA WELFARE FOUNDATION
BALANCE SHEET
AS OF JUNE 30, 2024

	<i>NOTES</i>	<i>JUNE 2024 RUPEES</i>
<u>FUNDS & LIABILITIES</u>		
<u>FUNDS</u>		
<u>Funds without Doner's Restrictions</u>		
General Fund		377,660
<u>Funds with Doner's Restrictions</u>		
Specified Fund		-
<u>CURRENT LIABILITIES</u>		
Accrued & other payables	4	50,000
Contingencies and Commitments		-
		427,660
<u>ASSETS & PROPERTIES</u>		
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	5	427,660
		427,660

Auditor report is attached
Aneexed notes from 1 to 8 are intergral part of these financial Statements


 Chief Executive




 Director



SHUAA WELFARE FOUNDATION
INCOME & EXPENDITURE ACCOUNT
FOR THE PERIOD ENDED JUNE 30, 2024
(APRIL 2024 TO JUNE 2024)

*For the Period
ended
June 30, 2024
(April - June)*

NOTES

INCOME

Grants and Donations	6	600,000
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EXPENDITURES

General and other administrative expenses	7	220,510
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Marketing and promotional expenses	8	1,830
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(222,340)


Surplus Funds for the year		377,660
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Auditor report is attached

Aneexed notes from 1 to 8 are intergral part of these financial Statements


Chief Executive




Director



SHUAA WELFARE FOUNDATION

STATEMENT OF CHANGES IN FUNDS

FOR THE PERIOD ENDED JUNE 30, 2024

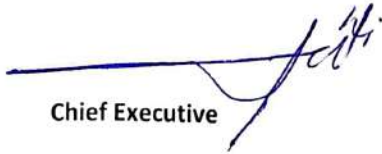
(APRIL 2024 TO JUNE 2024)

(All amounts in rupees)

	UN- RESTRICTED GENERAL FUNDS	RESTRICTED FUNDS	TOTAL
Balance as of Opening	-	-	-
Surplus Funds for the year	377,660	-	377,660
Balance as of June 30, 2024	<u>377,660</u>	<u>-</u>	<u>377,660</u>

Auditor report is attached

Aneexed notes from 1 to 8 are intergral part of these financial Statements


Chief Executive


Director



SHUAA WELFARE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED JUNE 30, 2024
(APRIL 2024 TO JUNE 2024)

JUNE
2024
RUPEES

CASH FLOWS FROM OPERATING ACTIVITIES

Surplus Funds For the year	377,660
Adjustments for:	
Depreciation	-
Interest on loan	-
	-
Operating Profit before Working Capital Changes	377,660
(Increase) / decrease in current assets:	
Stock in trade	-
Increase / (decrease) in current liabilities:	
Accrued and other payables	50,000
	50,000
Cash Generated from Operations	427,660
Financial charges paid	-
Income tax paid	-
Net Cash from Operating Activities	427,660
CASH FLOWS FROM INVESTING ACTIVITIES	
Fixed capital expenditure	-
Long term deposits	-
Net Cash used in Investing Activities	-
CASH FLOWS FROM FINANCING ACTIVITIES	
Contribution from Trustees	-
	-
Net Cash from Financing Activities	-
Net (Decrease) / Increase in Cash and Cash Equivalents	427,660
Cash and cash equivalents at the beginning of the year	-
Cash and Cash Equivalents at the End of the Year	427,660

Auditor report is attached
Anexed notes from 1 to 8 are intergral part of these financial Statements


Chief Executive


Director



SHUAA WELFARE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED JUNE 30, 2024

(APRIL 24 TO JUNE 24)

1. LEGAL STATUS AND NATURE OF OPERATIONS

- 1.1. SHUAA WELFARE FOUNDATION ('the Foundation') is a not for profit organization incorporated in Pakistan as a company limited by guarantee on April 24, 2024 under section 42 of the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The objective of the Foundation is to launch health awareness campaigns to raise awareness regarding health issues and to provide free treatment and diagnostics facilities to drug addicts and poor patients also to provide free legal aid to the poor segments of society
- 1.2. The registered address of the Foundation is Office No 1, Building Qadir Motors, Lohianwali Canal, Opposite DHL Warehouse, Main G T Road, Gujranwala

2. BASIS OF PREPARATION

These financial statements have been prepared under the historical cost convention except as otherwise specifically stated.

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:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Accounting Standard for Not for Profit Organizations (Accounting Standard for NPOs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Act

Where provisions of and directives issued under the Act differ from the IFRSs or the Accounting Standard for NPOs, the provisions of and directives issued under the Act have been followed.

2.2. Functional and presentation currency

These financial statements are presented in Pakistan Rupees, which is the Foundation's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to the nearest thousand

2.3. Use of estimates and judgements

The preparation of financial statements in conformity with accounting and reporting standards requires management to make estimates, assumptions and use judgements that

affect the application of the Foundation's accounting policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about the 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 recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future years if the revision affects both current and future years.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied

3.1. Donations

Donations are recognised at the fair value of the consideration received. A donation without specified future performance conditions is recognised as income when the donation proceeds are received. A donation that imposes specified future performance condition is deferred and recognised as income when all those conditions are met. The Foundation does not recognise those forms of assistance for which a reasonable value cannot be placed on them

3.2. Cash and cash equivalents

Cash and cash equivalents are stated at cost. For the purpose of statement of cash flows, cash and cash equivalent comprises of cash in hand, balances with banks in current and deposit accounts and other short-term highly liquid investments with original maturities of upto three months or less.

3.3. Income recognition

- Donations are recognised as income as and when received.
- Income fundraising event is recognised on receipt basis.
- Miscellaneous income, if any, is recognised on receipt basis

3.4. Expenses

All expenses are recognised in the statement of income and expenditure on accrual basis.

3.5. Taxation

Any income derived by the Foundation is exempt from tax in accordance with clause (66) of Part I of Second Schedule to the Income Tax Ordinance, 2001. Consequently, no provision for taxation has been made in these financial statements.

SHUAA WELFARE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED JUNE 30, 2024

(APRIL 2024 TO JUNE 2024)

	June 30, 2024 RUPEES
4 <u>Accrued & other payables</u>	
Accrued salaries	15,000
Auditor remuneration	35,000
	<u>50,000</u>
5 <u>Cash and cash equivalents</u>	
Cash in hand	427,660
Cash at bank	-
	<u>427,660</u>
6 <u>Grants and Donations</u>	
Donations from Trustees	600,000
	<u>600,000</u>
7 <u>General and other Administrative Expenses</u>	
Salaries	45,000
Rent	10,000
Utilities expense	3,750
Auditor remuneration	35,000
Legal & professional charges	125,000
Miscellaneous expenses	1,760
	<u>220,510</u>
8 <u>Marketing and Promotional Expenses</u>	
Marketing & allied expenses	1,830
	<u>1,830</u>

Chief Executive



Director

