



CA
PAKISTAN

MS
M.SALMAN & CO.
CHARTERED ACCOUNTANTS

**RIGHTS OF SPECIAL
PERSONS WELFARE
FOUNDATION**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE
30, 2023**



M. SALMAN & CO.
Chartered Accountants



CHARTERED
ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Management of the Rights of Special Persons Welfare Foundation

Opinion

We have audited the financial statements of **Rights of Special Persons Welfare Foundation** ("the Foundation"), which comprise the statement of financial position as at June 30, 2023, and the related income and expenditure account 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 give a true and fair view of the financial position of the Institution as at June 30, 2023, and of its financial performance for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with 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 Institution 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 Management is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management 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 is responsible for assessing the Institution'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 Institution or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Institution's financial reporting process.

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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 Institution'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 Institution'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 Institution to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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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.

The engagement partner on the audit resulting in this independent auditor's report is Muhammad Salman.



Lahore

Date: January 03, 2024

M. Salman & Co.
M. Salman & Co.
Chartered Accountants

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RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
FIXED ASSETS			
Property, Plant & Equipments	5	596,257	668,802
Security & Deposits		100,000	100,000
CURRENT ASSETS			
Advance, Deposits & Prepayments		-	-
Advance tax		37,617	37,617
Cash and bank balances	6	587,450	31,180
		625,067	68,797
CURRENT LIABILITIES			
Short Term Borrowings		763,000	-
Accured and other Liabilities	7	128,500	128,500
		891,500	128,500
Net Assets Employed		<u>429,824</u>	<u>709,099</u>
FUNDS AND LIABILITIES			
General Fund		<u>429,823</u>	<u>709,099</u>
NON CURRENT LIABILITIES			
Long term financing	8	-	-
CONTINGENCIES AND COMMITMENTS			
	9	-	-
		<u>429,823</u>	<u>709,099</u>

The annexed notes form an integral part of these financial statements.


PRESIDENT

**Rights of Special Persons
Welfare Foundation.**

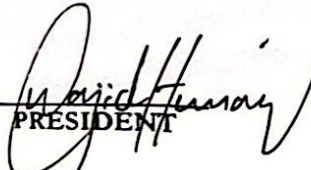

MEMBER

**Rights of Special Persons
Welfare Foundation.**

**RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
Income			
Donation (in cash)		9,060,250	10,815,120
Donations from PWTD		300,000	-
Member Contribution		60,000	-
Other Income		40,000	40,000
		<u>9,460,250</u>	<u>10,855,120</u>
Less: Expenditure			
Program Cost	10	8,003,303	9,122,103
Administrative expenses	11	1,735,737	1,809,878
Finance cost	12	485	-
		<u>9,739,525</u>	<u>10,931,981</u>
Net Income/(defecit) before taxation		<u>(279,275)</u>	<u>(76,861)</u>
Taxation		-	-
Net Income/(defecit) after taxation		<u><u>(279,275)</u></u>	<u><u>(76,861)</u></u>

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PRESIDENT


MEMBER

**Rights of Special Persons
Welfare Foundation,**

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**RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION
STATEMENT OF CHANGES IN GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	General Fund <Rupees>
Balance as at July 01, 2021	785,960
Total income for the period	(76,861)
Balance as at June 30, 2022	709,099
Income/(defecit) after taxation for the period	(279,275)
Balance as at June 30, 2023	429,823

The annexed notes form an integral part of these financial statements.


PRESIDENT

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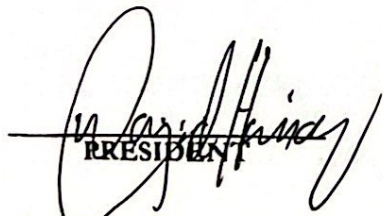

MEMBER

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Welfare Foundation.**

**RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2023**

	2023 Rupees	2022 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Income/(defecit) before taxation	(279,275)	(76,861)
Add: Adjustment for:		
Depreciation	72,545	81,717
Income/(defecit) before working capital changes	<u>(206,730)</u>	<u>4,855</u>
Adjustment for working capital:		
(Increase)/Decrease in current liabilities		
Advance, Deposits & Prepayments	-	-
Advance tax	-	-
Increase/(Decrease) in current liabilities		
Short Term Borrowings	763,000	-
Accured and other Liabilities	-	70,000
	<u>763,000</u>	<u>70,000</u>
Cash generated from operating activities	<u>556,270</u>	<u>74,855</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of office equipment	-	(75,280)
(Increase)/decrease in Security Deposits	-	-
Net cash used in investing activities	<u>-</u>	<u>(75,280)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loan	-	-
Net cash used in financing activities	<u>-</u>	<u>-</u>
NET INCREASE IN CASH	<u>556,270</u>	<u>(425)</u>
CASH AT THE BEGINNING OF THE PERIOD	31,180	31,605
CASH AT THE END OF THE PERIOD	<u><u>587,450</u></u>	<u><u>31,180</u></u>

The annexed notes form an integral part of these financial statements.


RESIDENT
Rights of Special Persons
Welfare Foundation,


MEMBER
Rights of Special Persons
Welfare Foundation,

RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

1 NATURE OF BUSINESS:

RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION has been duly registered under the VOLUNTARY SOCIAL WELFARE AGENCIES (REGISTRATION & CONTROL) ORDINANCE, 1961 (XLVI OF 1961). The foundation is currently involving in the welfare of disabled person. The registered office of the foundation is situated 12-A Canal Bank Extension Mughalpura, Lahore.

2 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 "Small-Sized Entities (SSEs) issued by the Institute of Chartered Accountants of Pakistan.

3 BASIS OF MEASUREMENT

3.1 Basis of Accounting:

These financial statements are prepared under historical cost convention on going concern basis without any adjustment for the effect of inflation.

3.2 Use of estimates and judgment

The preparation of financial statements in conformity which approved accounting standards requires management to make judgment, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimated and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgment about 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. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision effects only that period or in the period of revision and future periods if revision effects both current and future periods. The areas where various assumption and estimates are significant to company's financial statements or where judgment were exercised in application of accounting policies are as follows:

- Useful life of depreciable assets
- Taxation
- Provisions and Contingencies


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3.3 Taxation

Income tax on the profit or loss for the year comprises of current and deferred tax.

Current

Provision of current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the year if enacted after taking into account tax credits, rebates and exemptions, if any. The charge for current tax also includes adjustments, where considered necessary to provision for tax made in previous years.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Property, plant and equipment - operating assets

Property, plant and equipment are stated at cost less accumulated depreciation and any identified impairment loss. Depreciation is charged to income by applying reducing balance method at rates indicated in note 5 to the financial statements. Residual value and the useful life of assets are reviewed at least at each financial year-end and adjusted if impact on depreciation is significant.

Depreciation on additions is charged on pro-rata basis from the month in which asset is put to use, while for disposals, depreciation is charged up to the month of disposal. Where an impairment loss is recognized, the depreciation charge is adjusted in the future periods to allocate the assets revised carrying amount over its estimated useful life.

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset is included in the profit and loss account in the year the asset is de-recognized.

Gain or loss arising on the disposal is taken in income in the year of disposal. Maintenance and normal repairs are charged to income as and when incurred. Renewals and improvements are capitalized where it is probable that respective future economic benefits will flow to the Company and the cost of the item can be measured reliably.

4.2 Trade and other receivables

Trade debts and other receivables are stated at fair value and subsequently measured at amortized cost less any identified impairment loss. A provision for impairment of trade and other receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

Sana Amber.
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Welfare Foundation,

4.3 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents comprise of cash and bank balances.

4.4 Revenue Recognition

Revenue represents the fair value of the consideration received or receivable for services rendered net of discounts. Revenue is recognized when it is probable that the economic benefit associated with the transaction will flow to the Company and the amount of revenue, and the associated cost incurred, or to be incurred, can be measured reliably.

4.5 Provisions

Provisions are recognized in the balance sheet when the Company has a legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each balance sheet date and adjusted to reflect current best estimate.

Samer Ambeel
**Rights of Special Persons
Welfare Foundation,**

RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION

5 PROPERTY, PLANT AND EQUIPMENT

Particulars	Cost			Rate	D e p r e c i a t i o n			W.D.V. as at 30-06-2023
	As at 01-07-2022	Addition / Adjustment	Disposal		As at 01-07-2022	Addition / Adjustment	As at 30-06-2023	
----- Rupees -----								
Computers	61,500	-	-	15	33,961	4,131	38,092	23,408
Furniture & Fixture	166,655	-	-	15	80,894	12,864	93,758	72,897
Electric Equipments	125,600	-	-	10	46,842	7,876	54,718	70,882
Office Equipments	82,438	-	-	10	27,505	5,493	32,998	49,440
Wheel Chairs	644,200	-	-	10	222,390	42,181	264,571	379,629
Total 2023	1,080,393	-	-		411,591	72,545	484,136	596,257
Total 2022	1,005,113	75,280	-		329,875	81,717	411,591	663,802

The depreciation charge for the year has been allocated as follows:-

	2023 Rupees	2022 Rupees
Admin & General Expenses	72,545	81,717
Total	72,545	81,717

Sana Amber.

Rights of Special Persons
Welfare Foundation.

RIGHTS OF SPECIAL PERSONS WELFARE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2023

	2023 Rupees	2022 Rupees
6 CASH & BANK BALANCES		
Cash in hand	575,279	9,832
Cash at banks	12,171	21,348
	<u>587,450</u>	<u>31,180</u>
7 ACCURED & OTHER LIABILITIES		
Salary payable	128,500	128,500
	<u>128,500</u>	<u>128,500</u>
8 LOAN FROM DIRECTORS		
Long term loan	-	-
	<u>-</u>	<u>-</u>
9 CONTINGENCIES AND COMMITMENTS		
There was no contingencies and commitments as at June 30, 2023 (June 30, 2022: Rs. Nill)		
10 PROGRAM COST		
Salaries & wages	2,658,900	3,058,900
Rent, Rate & Taxes	840,000	840,000
Utilities	395,628	383,470
Food & Consumables	1,630,425	1,788,708
Workshop / Training Charges	152,350	254,785
Medical Charges	275,650	250,610
Gifts & Donations	2,050,350	2,545,630
	<u>8,003,303</u>	<u>9,122,103</u>
11 ADMINISTRATIVE EXPENSES		
Salaries & wages	886,300	911,300
Rent, Rate & Taxes	360,000	360,000
Repair & Maintenance	28,365	25,368
Travelling & conveyance	85,260	75,961
Utilities	86,950	72,854
Communication Charges	45,285	56,892
Printing & stationary	26,314	36,875
Entertainment Expenses	22,178	41,963
Legal & Professional Charges	108,000	108,000
Office Supplies	5,980	15,250
Depreciation	72,545	81,717
Misc. Expenses	8,560	23,698
	<u>1,735,737</u>	<u>1,809,878</u>

Sameer Amber
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12 FINANCIAL CHARGES

Bank Charges

2023 Rupees	2022 Rupees
485	-
<u>485</u>	<u>-</u>

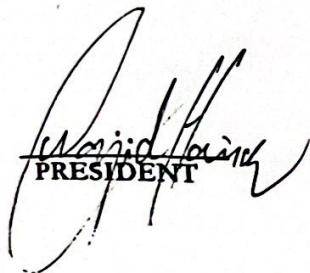
13 DATE FOR AUTHORIZATION

These financial statements were authorized for issue on _____ by the board of directors of the Company.

14 FIGURES

14.1 Comparative figures have been re-arranged and re-grouped wherever necessary for the purpose of comparison.

14.2 Figures have been rounded off to the nearest rupee.


PRESIDENT

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Welfare Foundation.


MEMBER

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