

FRIENDS OF BURNS CENTRE PATIENT WELFARE SOCIETY

Financial Statements

For the year ended June 30, 2017

Audited by:

HYDER & COMPANY
CHARTERED ACCOUNTANTS
SF 10 & 11, 04th floor Shahnaz Arcade
Main Shaheed-e-millat Road, Karachi.
www.hyderandco.com

HYDER & COMPANY

Chartered Accountants

SA-21, 1st Floor, Shahnaz Arcade,
Shaheed-e-Millat Road, Karachi.
Tel: 34922107 Fax: 34943056
E-mail: hyder_co@hotmail.com

SF-10 & 11, 4th Floor,
Shahnaz Arcade,
Shaheed-e-Millat Road,
Karachi.
Tel: 34933417, 34141114,
34854018, Fax: 34140809
E-mail: mail@hyderandco.com
Web: www.hyderandco.com

"AUDITORS' REPORT TO THE MEMBERS"

We have audited the accompanying balance sheet of **FRIENDS OF BURNS CENTRE PATIENT WELFARE SOCIETY, KARACHI** as at 30th June, 2017, receipt and expenditure account, and cash flow statement, together with a summary of significant accounting policies and other explanatory information (here-in-after referred to as the "financial statements") for the year then ended.

The Members are responsible for the preparation and fair presentation of this financial statement and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the approved auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Members, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the society as at 30th June 2017, and its financial performance for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

Date: December 27, 2017

Place: Karachi.

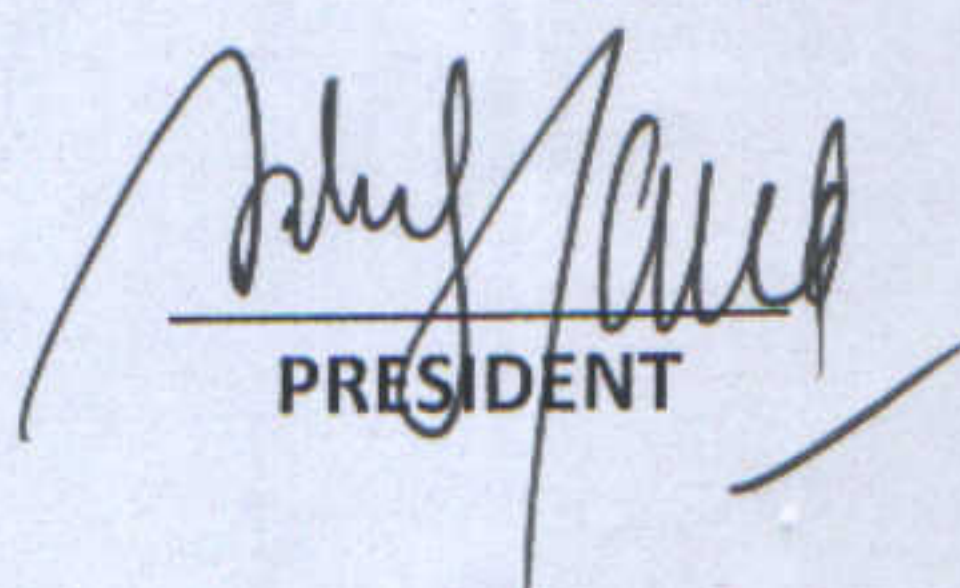

HYDER & COMPANY.
Chartered Accountants
Engagement Partner: Ahmer Zafar Siddiqui

FRIENDS OF BURNS CENTRE PATIENT WELFARE SOCIETY

Balance Sheet As at June 30, 2017

GENERAL RESERVE AND LIABILITIES	Notes	2017 Rupees	2016 Rupees
General Funds			
Accumulated surplus		57,640,368	50,240,409
CURRENT LIABILITIES			
Trade and other payables	3	1,095,529	948,566
		58,735,897	51,188,975
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	24,242,405	22,296,016
Intangible assets	5	95,259	45,209
		24,337,664	22,341,225
CURRENT ASSETS			
Inventory	6	1,949,187	5,217,174
Advances, deposits and other receivables	7	241,127	282,076
Cash & bank balances		32,207,919	23,348,500
		34,398,233	28,847,750
		58,735,897	51,188,975

The annexed notes form an integral part of these accounts.


 PRESIDENT


 TREASURER

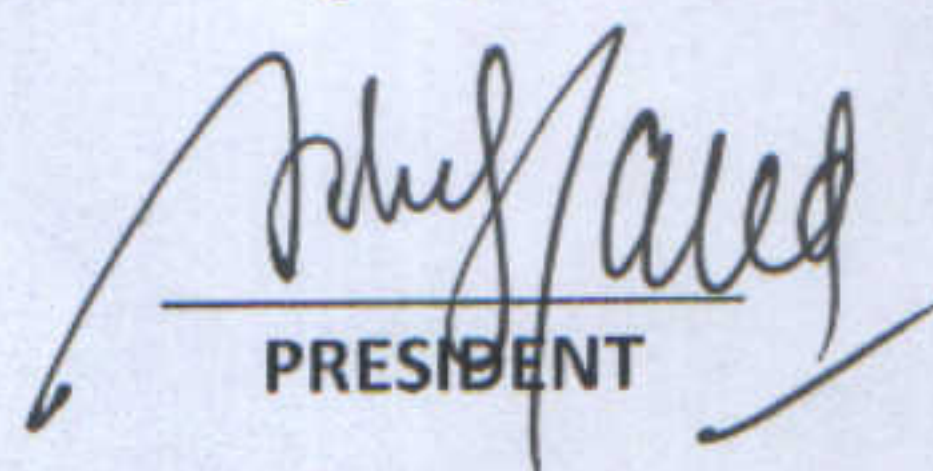
FRIENDS OF BURNS CENTRE PATIENT WELFARE SOCIETY

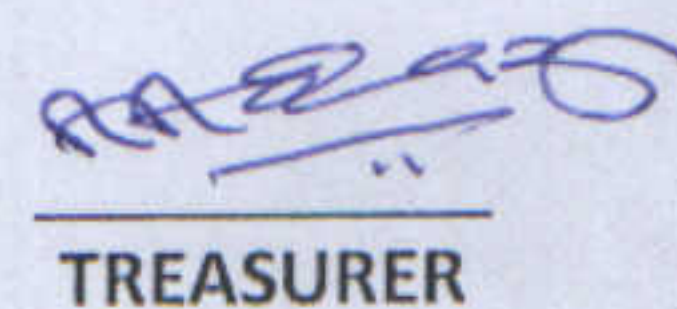
Receipt and Expenditure Statement

For the year ended on June 30, 2017

	Notes	2017 Rupees	2016 Rupees
Receipts			
Zakat		34,241,808	46,526,572
Donation		16,673,776	10,181,503
Donation in kind	8	899,945	1,123,415
Other income	9	1,034,892	459,306
		52,850,421	58,290,796
Administrative expenses	10	45,450,462	40,930,906
Surplus / (Deficit) for the Year		7,399,959	17,359,890
Accumulated surplus brought forward		50,240,409	32,880,518
Accumulated surplus carried forward		57,640,368	50,240,409

The annexed notes form an integral part of these accounts.


PRESIDENT

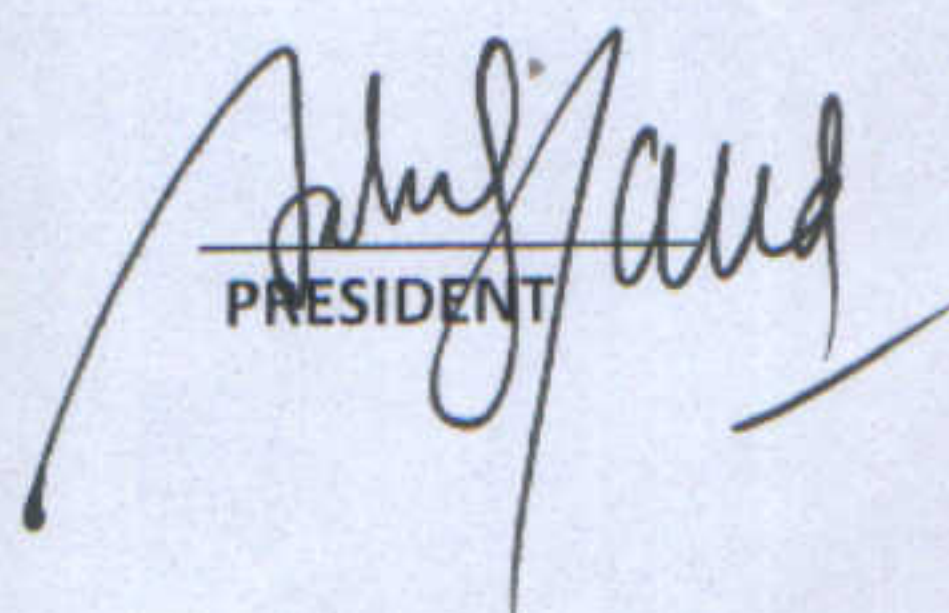

TREASURER

FRIENDS OF BURNS CENTRE PATIENT WELFARE SOCIETY

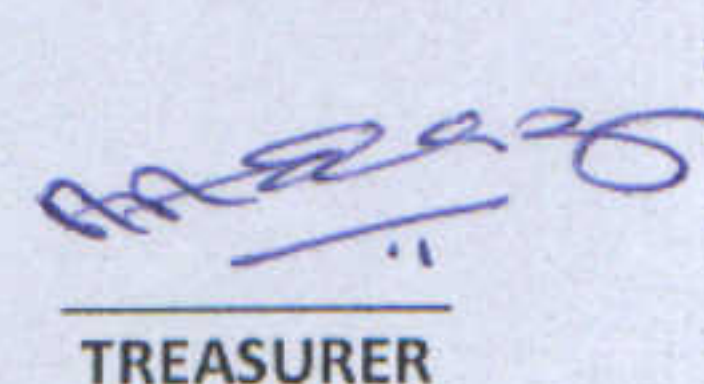
Cash Flow Statement For the year ended on June 30, 2017

	2017 Rupees	2016 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus / (Deficit) for the Year	7,399,959	17,359,890
Adjustments For:		
Amortization	56,590	35,262
Gain on sale of asset	(375,193)	-
Depreciation	2,580,426	2,475,576
	2,261,823	2,510,839
	9,661,782	19,870,729
<i>(Increase) / Decrease in Current Assets</i>		
Inventory	3,267,987	(855,646)
Advances and deposits	40,949	(93,123)
<i>(Decrease) / Increase in Current Liabilities</i>		
Trade and other payables	146,963	(1,177,799)
	3,455,899	(2,126,568)
Net Cash Flow From Operating Activities	13,117,681	17,744,162
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(4,901,622)	(262,896)
Proceed from sale of asset	750,000	-
Purchase of Intangible Assets	(106,640)	(22,059)
Net cash used in investing activities	(4,258,262)	(284,955)
CASH FLOW FROM FINANCING ACTIVITIES		
Net decrease in cash and cash equivalents	8,859,419	17,459,207
Cash & cash equivalents at the beginning of the year	23,348,500	5,889,294
Cash & cash equivalents at the end of the year	32,207,919	23,348,500

The annexed notes form an integral part of these accounts.


PRESIDENT

as


TREASURER

FRIENDS OF BURNS CENTRE PATIENT WELFARE SOCIETY

Notes to the Accounts

For nine months ended on June 30, 2017

1- BRIEF HISTORY

M/s Friends of Burns Centre Patient Welfare Society FOBC-PWS, is registered under the Voluntary Social Welfare Agencies Control Ordinance, 1961 and has been granted registration on August 06, 2002 under the said Ordinance. FOBC-PWS has been formed with the primary aim to establish a modern Burns Centre at Civil Hospital Karachi as a non-profit organization for the welfare and rehabilitation of burn patients and to meet its recurring expenditure in the future. The operations of FOBC-PWS are financed by donations, grants and endowments (in cash or kind).

2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 ACCOUNTING CONVENTION

These accounts have been prepared on the historical cost convention.

2.2 TRADE PAYABLES AND OTHERS

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in the future for goods and services rendered.


2.3 INVENTORY

Inventory is valued at cost.

2.4 PROPERTY, PLANT AND EQUIPMENTS

Operating assets are stated at cost less accumulated depreciation. Depreciation on operating assets is charged to income applying reducing balance method. Full year depreciation is charged on assets acquired during the year, while no depreciation is charged in the year in which assets are disposed off or scrapped. Maintenance and normal repairs are charged to income as and when incurred.

Major renewals are capitalized. Gain or Loss if any on disposal of operating assets are taken to profit and loss account.



2017 (RUPEES)	2016 (RUPEES)
------------------	------------------

3- TRADE PAYABLE & OTHERS

Creditors
With holding Tax payable u/s 153

1,083,546	948,566
11,983	-
<u>1,095,529</u>	<u>948,566</u>

4- OPERATING FIXED ASSETS - COST LESS ACCUMULATED DEPRECIATION

Particulars	COST			ACCUMULATED DEPRICAITON				RATE %	WRITTEN DOWN VALUE AS ON
	AS ON 01-07-2016	ADDITION / (DELETION)	AS ON 30-06-2017	AS ON 01-07-2016	ADJUSTMENT FOR DISPOSAL	DEPRECIATION FOR THE YEAR	AS ON 30-06-2017		
OWNED ASSETS									
Building and lift	21,093,340	2,666,175	23,759,515	9,118,152	-	732,068	9,850,220	5	13,909,295
Furniture and Fixture	2,131,916	-	2,131,916	1,673,889	-	68,704	1,742,593	15	389,323
Office Equipments	2,684,461	-	2,684,461	1,859,931	-	123,680	1,983,610	15	700,851
Medical Equipments	17,160,277	2,063,997	19,224,274	11,202,238	-	1,203,305	12,405,543	15	6,818,731
Machinery	3,063,500	-	3,063,500	2,455,574	-	91,189	2,546,763	15	516,737
Computers	577,171	45,800	622,971	482,047	-	42,277	524,324	30	98,647
Generator	187,800	-	187,800	99,510	-	13,244	112,753	15	75,047
Air Conditioners	616,096	72,150	688,246	231,279	-	68,545	299,824	15	388,422
DONATED ASSETS									
Generator	2,071,900	(2,071,900)	-	1,697,094	(1,697,094)	-	-	15	-
Equipments	2,598,300	11,500	2,609,800	1,389,353	-	183,067	1,572,420	15	1,037,380
Air Conditioners	824,572	42,000	866,572	525,944	-	51,094	577,038	15	289,534
Other Assets	70,500	-	70,500	48,807	-	3,254	52,061	15	18,439
=									
Total 2017	53,079,833	2,829,722	55,909,555	30,783,817	(1,697,094)	2,580,426	31,667,150		24,242,405
=									
Total 2016	52,816,937	262,896	53,079,833	28,308,240	-	2,475,576	30,783,817		22,296,016

5- INTANGIBLE ASSETS

Particulars	COST			ACCUMULATED AMORTIZATION				RATE %	WRITTEN DOWN VALUE AS ON 30-06-2017
	AS ON 01-07-2016	ADDITION / (DELETION)	AS ON 30-06-2017	AS ON 01-07-2016	ADJUSTMENT FOR DISPOSAL	AMORTIZATION FOR THE YEAR	AS ON 30-06-2017		
Website & Software	176,312	106,640	282,952	131,103	-	56,590	187,694	20	95,258
Total 2017	176,312	106,640	282,952	131,103	-	56,590	187,693		95,259
Total 2016	154,253	22,059	176,312	95,841	-	35,262	131,103		45,209

6- INVENTORY

Owned

1,949,187	5,217,174
<u>1,949,187</u>	<u>5,217,174</u>

6.1 This represents medicines and other related pharmaceutical items belonging to FOBC. Inventory is valued at weighted average cost.

7- ADVANCES, DEPOSITS AND OTHER RECEIVABLES

Deposits (Diesel)
Deposits(Ufone)
Interest Receivable
Loan / Advances to Employees
Advance taxes

10,000	10,000
2,500	2,500
-	20,173
41,106	74,442
187,521	174,961
<u>241,127</u>	<u>282,076</u>

8- DONATION IN KIND

Donation In Kind

899,945	1,123,415
---------	-----------

9- OTHER INCOME

Interest income
Other Income
Gain on sale of asset

641,647	420,243
18,052	39,063
375,193	-
<u>1,034,892</u>	<u>459,306</u>

Handwritten signature

10- ADMINISTRATIVE EXPENSES

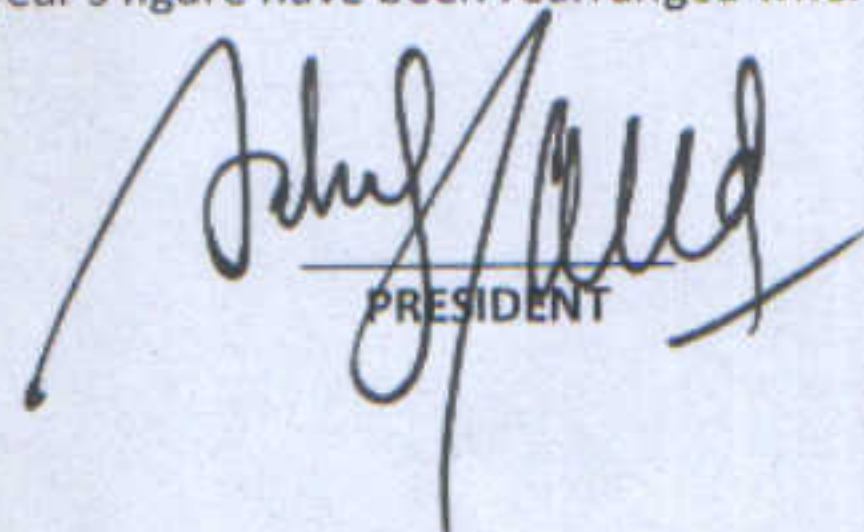
Salaries & Wages
Medicine / Surgical items
Medical Test
Repair & Maintenance
Washing Charges
Travelling /Conveyance
Postage & Courier
Security
Advertising & Marketing
Accounts & Audit Services
Resource Development Consultancy
Human resources outsourcing charges
HVAC Consultancy
Printing & Stationery
Janitorial Services
Misc Expense
Mobile
Office Expense
Sindh Sales Tax
Telephone & Fax
Insurance
Bank Charges
Depreciation Expense
Amortization Expense

2017 (RUPEES)	2016 (RUPEES)
21,759,969	19,316,262
6,606,253	3,601,224
631,320	600,000
2,454,235	2,428,990
149,560	130,900
72,425	37,010
29,929	37,383
2,205,896	2,228,256
528,180	1,827,967
720,000	660,000
1,380,000	1,100,000
2,128,745	1,891,111
-	500,000
131,813	345,589
3,268,904	3,000,000
-	86,024
28,404	33,774
87,943	20,448
569,162	529,879
37,980	41,330
4,046	-
18,682	3,920
2,580,426	2,475,576
56,590	35,262
<u>45,450,462</u>	<u>40,930,906</u>

11- GENERAL

Figures have been rounded off to the nearest rupee.

Previous year's figure have been rearranged wherever necessary for the purpose of comparison.


PRESIDENT

av


TREASURER