

FINANCIAL STATEMENTS
OF
A.G HASHIM FOUNDATION
FOR THE YEAR ENDED JUNE 30, 2023



MUNIFF ZIAUDDIN & CO.
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF TRUSTEES OF

A.G HASHIM FOUNDATION

OPINION

We have audited the financial statements of **A.G Hashim Foundation (the Trust)**, which comprise the balance sheet as at **30th June, 2023**, the income and expenditure account, the statement of changes in general fund and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the trust as at 30th June, 2023, and of its financial performance

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 Agency 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 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 Trustees 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, 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 management either intends to liquidate the trust 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 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 Trust 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.
- 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.

We communicate with management 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.

OTHER MATTER

The comparative financial statement of the entity for the year ended 30 June 2022 are unaudited

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



Chartered Accountants
Karachi

Date: January 26, 2024

UDIN: AR202310153vECVq3Xol

**A.G HASHIM FOUNDATION
BALANCE SHEET
AS AT JUNE 30, 2023**

FUNDS AND LIABILITIES	Notes	2023 Rupees	Un-Audited 2022 Rupees
Funds			
General Funds		583,792	27,000
		<u>583,792</u>	<u>27,000</u>
Liabilities			
Creditors, accrued and other liabilities		27,000	-
		<u>610,792</u>	<u>27,000</u>
Assets			
Current assets			
Cash and bank balance	4	610,792	27,000
		<u>610,792</u>	<u>27,000</u>

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



Trustee




Trustee

**A.G HASHIM FOUNDATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2023**

	<i>Notes</i>	2023 Rupees	Un-Audited 2022 Rupees
Receipts			
Donations & Zakat	5	3,900,000	1,224,000
Expenditure			
Operational Expenses	6	(3,343,208)	(1,198,000)
Net surplus for the year		556,792	26,000

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


Trustee


Trustee

**A.G HASHIM FOUNDATION
STATEMENT OF CHANGES IN GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	Unrestricted Funds	
	General Funds	Total
Balance as at 1 July 2021 - Un-Audited	1,000	1,000
Surplus for the year ended June 30, 2022	26,000	26,000
Balance as at 30 June 2022 - Un-Audited	27,000	27,000
Surplus for the year ended June 30, 2023	556,792	556,792
Balance as at 30 June 2023	<u>583,792</u>	<u>583,792</u>

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

Trustee

Trustee

**A.G HASHIM FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

1 The Trust and its Operations

A.G HASHIM FOUNDATION was established in karachi under the Societies Registration Act, XXI of 1860. The registered office of the foundation is situated at Suit No M-7 & M-9, Yousuf Grand Square, Block 8, Clifton, Karachi. This foundation was registered on 13 Dec,2021. The foundation is established to help the needy people in matters like marriage support, education expense, loan payoff etc.

2 BASIS OF PREPARATION

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 the Revised Accounting and Financial Reporting Standards for Small Sized Entities issued by the Institute of Chartered Accountants of Pakistan and the Accounting Standard for Not for Profit Organisations (NPOs) issued by Institute of Chartered Accountants of Pakistan.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies.

2.3 Financial and presentation currency

These financial statements are presented in Pak Rupees, which is also the functional and presentation currency of the Company. All financial information presented in Pak Rupees, unless otherwise stated.

2.4 Use of Accounting Estimates and Judgments

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgments in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances . The matters involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in respective notes to the financial statements.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

3 Significant Accounting Policies

3.1 Taxation

Current

The agency is not-for-profit organization and is exempt from the levy of income tax under the Income Tax Ordinance, 2001



3.2 Financial assets and liabilities

All the financial assets and liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Financial assets are derecognized at the time when the Company loses control of the contractual rights that comprise the financial assets. Financial liabilities are derecognized at the time when they are extinguished, that is when the obligation specified in the contract is discharged, cancelled, or expires. Any gains or losses on derecognition of financial assets and financial liabilities are taken to current profit and loss account.

3.3 Offsetting of financial assets and financial liabilities

A financial asset and a financial liability is offset and the net amount is reported in the balance sheet if the Company has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

3.4 Foreign currency translation

Foreign currency transactions are translated into Pak Rupees (functional currency) using exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities in foreign currencies are translated into Pak rupees using exchange rate at the balance sheet date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the year end rates of monetary assets and liabilities denominated in foreign currencies are recognized in the profit and loss account.

3.5 Stock in trade

Stock in trade is valued at the lower of cost and net realizable value. Cost is determined using the weighted average method. Net realizable value is the estimated selling price in the ordinary course of business less cost necessary to be incurred in order to make the sale. Provision is made for obsolete / slow moving stocks where necessary and recognized in the Profit and Loss Account.

3.6 Trade and other payables

Liabilities for trade and other amounts payable are recognized and carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the company.

3.7 Revenue recognition

Revenue is recognized to the extent that it is probable that the future economic benefits will flow to the Company and the revenue can be measured reliably. Revenue is measured at the fair value of consideration received or receivable on the following basis.

- Donations and zakat are recognised when the entitlement of the agency is established, i.e. when the amount is received.

- Profit on TDR and Saving Account is recognized on accrual basis using applicable interest rate.



3.8 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 include cash in hand and with banks

3.9 Trade debts and other receivables

Trade debts and other receivables are recognized initially at the amount of consideration that is unconditional, unless they contain significant financing component on which case such are recognized at fair value.

3.10 Unrestricted fund

This is an unrestricted fund used to meet the general revenue and capital expenditure requirements of the Agency.

3.11 Restricted fund

The agency has created a restricted fund where the resources allocated cannot be spent and treated as revenue during the year due to any obligation placed by the trustees.



	2023 Rupees	Un-Audited 2022 Rupees
4 Cash and bank balance		
Cash in hand	-	-
Cash at bank	610,792	27,000
	<u>610,792</u>	<u>27,000</u>
5 Funds		
Donation and Zakat	<u>3,900,000</u>	<u>1,224,000</u>
6 Operational Expenses		
Donation for Loan Pay Off	600,000	520,000
Donation for Education Help Expense	936,208	-
Donation for Home Renovation Help Expense	1,500,000	-
Donation for Marriage	220,000	618,000
Audit Fees	27,000	-
Other Expense	60,000	60,000
	<u>3,343,208</u>	<u>1,198,000</u>

7 DATE OF AUTHORIZATION

These financial statements were authorised for issue on 26 JAN 2024 by the trustee.

8 GENERAL

8.1 Figures have been rounded off to the nearest rupee.

8.2 Auditor has not audited, and did not express an opinion on the comparative financial information.



Trustee




Trustee