



**INDEPENDENT AUDITORS' REPORT
TO BOARD OF GOVERNORS
OF ATTOCK SAHARA FOUNDATION**

Opinion

We have audited the financial statements of ATTOCK SAHARA FOUNDATION (the Foundation), which comprise the statement of financial position as at 30 June 2019, and the income and expenditure statement, statement of comprehensive income, statement of changes in funds and statement of cash flows 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 present fairly, in all material respects, the financial position of the Foundation as at 30 June 2019, and of its financial performance and its cash flows 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 the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation 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 Board of Governors 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 Board of Governors determine 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, Board of Governors are responsible for assessing the Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation financial reporting process.

Auditors' 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 auditors' 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 Foundation's internal controls.
- 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 Foundation ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Foundation 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 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 of **ATTOCK SAHARA FOUNDATION** for the year ended 30 June 2019 resulting in this independent auditors' report is C.A Habib.

Place: Islamabad

Dated: **16 OCT 2019**


HORWATH HUSSAIN CHAUDHURY & CO.
(CHARTERED ACCOUNTANTS)



**ATTOCK SAHARA FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019**

	2019	2018
NotePak Rupees.....	
NON - CURRENT ASSETS		
Operating assets	4	1,497,802
Long term prepayments		995,898
		91,833
		-
		1,589,635
		995,898
CURRENT ASSETS		
Stock in trade	5	2,499,910
Trade debts	6	3,196,540
Advances, deposits and prepayments		9,535,490
Income tax refundable		7,298,988
Bank balances	7	134,467
		220,400
		1,751,149
		1,185,510
		6,354,474
		6,433,195
		20,275,490
		18,334,633
TOTAL ASSETS		21,865,125
		19,330,531
FUNDS		
Accumulated fund		20,463,464
		18,568,531
CURRENT LIABILITIES		
Trade and other payables	8	1,401,661
		762,000
TOTAL FUNDS AND LIABILITES		21,865,125
		19,330,531
CONTIGENCIES AND COMMITMENTS	9	

The annexed notes, from 1 to 15, form an integral part of these financial statements.



PRESIDENT



FINANCE SECRETARY

**ATTOCK SAHARA FOUNDATION
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

	Note	2019Pak Rupees.....	2018
INCOME			
Revenue - net	10	22,297,545	21,059,426
Other income	11	916,816	275,072
		23,214,361	21,334,498
EXPENDITURE			
Operating expenses	12	(20,788,005)	(18,983,054)
Administrative and general expenses	13	(531,423)	(457,240)
		(21,319,428)	(19,440,294)
Surplus for the year		1,894,933	1,894,204

The annexed notes, from 1 to 15, form an integral part of these financial statements.

PRESIDENT

FINANCE SECRETARY

**ATTOCK SAHARA FOUNDATION
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019**

	2019Pak Rupees.....	2018
Surplus for the year	1,894,933	1,894,204
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>1,894,933</u>	<u>1,894,204</u>

The annexed notes, from 1 to 15, form an integral part of these financial statements.



PRESIDENT




FINANCE SECRETARY

**ATTOCK SAHARA FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019**

	Note	2019	2018
	Pak Rupees.....	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers		20,061,042	17,820,930
Cash paid for expenses		(19,972,101)	(18,927,719)
Income tax paid		(565,639)	(454,656)
Net cash used in operating activities		(476,698)	(1,561,445)
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to operating assets	4	(647,406)	(398,762)
Long term prepayments and loans		128,567	(220,400)
Income received on bank deposits		916,816	307,853
Net cash generated / (used) in investing activities		397,977	(311,309)
NET DECREASE IN CASH AND CASH EQUIVALENTS DURING THE YEAR		(78,721)	(1,872,754)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		6,433,195	8,305,948
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	7	6,354,474	6,433,195

The annexed notes, from 1 to 15, form an integral part of these financial statements.



PRESIDENT



FINANCE SECRETARY

**ATTOCK SAHARA FOUNDATION
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED 30 JUNE 2019**

	<u>Accumulated Fund</u>	<u>Total</u>
Pak Rupees.....	
Balance as at 01 July 2017	16,674,327	16,674,327
Total comprehensive income for the year	<u>1,894,204</u>	<u>1,894,204</u>
Balance as at 30 June 2018	<u>18,568,531</u>	<u>18,568,531</u>
Balance as at 01 July 2018	18,568,531	18,568,531
Total comprehensive income for the year	<u>1,894,933</u>	<u>1,894,933</u>
Balance as at 30 June 2019	<u>20,463,464</u>	<u>20,463,464</u>

The annexed notes, from 1 to 15, form an integral part of these financial statements.

PRESIDENT

FINANCE SECRETARY

**ATTOCK SAHARA FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

1 LEGAL STATUS AND OPERATIONS

Attock Sahara Foundation ("the Foundation") is a not for profit organization, registered under Voluntary Social Welfare Agencies Registration and Control Ordinance, 1961 (XLVI of 1961), located in Rawalpindi.

2 BASIS OF PREPARATION

The accompanying financial statements have been prepared under the historical cost convention.

These financial statements are presented in Pak Rupees, which is the Foundation's functional currency of the primary economic environment in which the Foundation operates.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Significant accounting estimates and judgements

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 judgement in the process of applying the Foundation's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected.

In the process of applying the Foundation's accounting policies, management has made the following estimates and judgements, which are significant to the financial statements.

Operating assets

The Foundation reviews the appropriateness of the rate of the depreciation, useful lives and residual values used in the calculation of depreciation. Further, where applicable, an estimate of the recoverable amount of assets is made for possible impairment on an annual basis. In making these estimates, the Foundation uses the technical resources available with the Foundation. Any change in the estimates in the future might affect the carrying amount of the respective operating assets, with a corresponding effect on the related depreciation charge and impairment.

Taxation

The Foundation takes into account the current income tax law and decision taken by appellate authorities. Instances where the Foundation's view differs from that taken by the income tax department at the assessment stage and where the company considers that its view on items of material nature is in accordance with the law, the amounts are shown as contingent liabilities.

3.2 Operating assets

Operating assets, are stated at cost less accumulated depreciation and any identified impairment loss. Cost includes direct cost, related overheads and mark up.

Depreciation on all operating assets is charged on straight line method so as to write off the depreciable amount of an asset over its useful estimated life at the rates mentioned in the note 4 to the financial statements. Depreciation on additions is charged from the month of purchase, while no depreciation is charged in the month of derognition/disposal.

Maintenance and normal repairs are charged to income and expenditure account as and when incurred. Renewals and improvements are capitalized when it is probable that respective future economic benefits will flow to the entity and the cost of the item can be measured reliably.

3.3 Revenue recognition

Revenue is recognized on accrual basis.



**ATTOCK SAHARA FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

4 OPERATING ASSETS

	COST		Rate %	ACCUMULATED DEPRECIATION			WRITTEN DOWN VALUE As at 30 June Pak Rupees
	As at 1st July	Additions (Disposals)		As at 30 June	As at 1st July	Charge for the year	
	-----Pak Rupees-----			-----Pak Rupees-----			
2019							
Sewing machines	3,563,916	578,476	10%	3,087,609	73,477	-	3,161,086
Furniture and fixtures	1,035,549	-	10%	883,328	17,818	-	901,146
Computers	882,407	33,930	20%	882,407	3,393	-	885,800
Equipments	789,752	35,000	10%	422,381	50,814	-	473,195
	6,271,624	647,406		5,275,726	145,502	-	5,421,228
							1,497,802
2018							
Sewing machines	3,434,046	129,870	10%	2,736,629	350,980	-	3,087,610
Furniture and fixtures	917,667	117,882	10%	789,597	93,731	-	883,328
Computers	850,817	31,590	20%	733,108	149,299	-	882,406.80
Equipments	670,332	119,420	10%	350,344	72,037	-	422,381
	5,872,862	398,762		4,609,678	666,048	-	5,275,725
							995,898

**ATTOCK SAHARA FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
Pak Rupees.....	
5 STOCK IN TRADE		
Raw material	2,052,370	2,245,670
Finished stock	447,540	950,870
	<u>2,499,910</u>	<u>3,196,540</u>
6 TRADE DEBTS - considered good		
Associated Companies		
Attock Refinery Limited	4,716,957	4,194,076
Attock Hospital (Private) Limited	98,450	-
National Cleaner Production Center - Foundation	-	4,530
	<u>4,815,407</u>	<u>4,198,606</u>
Other Companies		
Attock Petroleum Limited	1,478,386	1,138,955
Attock Oil Company Limited	368,169	282,869
Caggas (Private) Limited	120,271	111,152
Attock Gen Limited	104,377	50,158
Attock Cement Pakistan Limited	17,600	-
Pakistan Oilfields Limited	723,868	1,042,702
United Human Resource Services (Private) Limited	909,712	206,846
Best Mensol (Private) Limited	897,700	267,700
Others	100,000	-
	<u>4,720,083</u>	<u>3,100,382</u>
	<u>9,535,490</u>	<u>7,298,988</u>
7 BANK BALANCES		
Cash at banks in local currency:		
Deposits Account	6,341,996	6,421,505
Current Account	12,478	11,690
	<u>6,354,474</u>	<u>6,433,195</u>
8 TRADE AND OTHER PAYABLES		
Accured and other liabilities	727,000	700,000
Other creditors	95,228	62,000
Taxes and government duties	579,433	-
	<u>1,401,661</u>	<u>762,000</u>

ATTOCK SAHARA FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2019 (2018: Nil).

	Note	2019	2018
.....Pak Rupees.....			
10 REVENUE - NET			
Gross revenue	10.1	23,255,395	21,780,167
Less: Sales tax	10.2	(957,850)	(720,741)
		<u>22,297,545</u>	<u>21,059,426</u>
10.1 Gross revenue			
Meena bazar sponsorship fee		5,695,085	4,771,292
Income from sales of garments		13,500,681	13,465,998
Nursery fee and tuition fee		453,500	239,182
Fee from vocational training		397,099	581,875
Beauty parlour - customers' fee		1,897,730	1,697,840
Beauty parlour - students' fee		460,400	248,050
Computer fee		122,000	74,150
Zakat		718,050	693,000
Members Subscription		10,850	8,780
		<u>23,255,395</u>	<u>21,780,167</u>
10.2 Sales tax			

This represents sales tax charged on sale of garments for the year ended 30 June 2019 (2018: Rs. 720,741).

	Note	2019	2018
.....Pak Rupees.....			
11 OTHER INCOME			
Interest income on treasury bills and bank deposits		487,836	203,072
Income from sports events		428,980	72,000
		<u>916,816</u>	<u>275,072</u>
12 OPERATING EXPENSES			
Advertisement expenses		139,111	56,817
Tentage expenses		338,960	320,000
Salaries, wages and other benefits		6,933,481	6,304,737
Stitching material consumed	12.1	8,313,498	7,418,132
Utilities		665,098	649,356
Building rent		106,450	115,044
Training center expenses		471,009	362,902
Insurance expenses		26,050	26,050
Zakat and welfare activities	12.2	3,648,846	3,063,968
Depreciation		145,502	666,048
		<u>20,788,005</u>	<u>18,983,054</u>

**ATTOCK SAHARA FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
Pak Rupees.....	
12.1 Stiching material consumed		
Opening stock	3,196,540	3,268,280
Add: Purchases during the year	7,616,868	7,346,392
Less: Closing stock	(2,499,910)	(3,196,540)
	8,313,498	7,418,132
12.2 Zakat and welfare activities		
Zakat	717,900	693,000
Poor patient fund	946,188	796,793
Scholarships	371,150	273,237
Marriage fund	1,015,000	910,000
Assistance to poor	199,000	199,000
Charity in kind	21,500	127,560
Awareness, projects and staff trainings	328,108	51,600
Promotional activities	50,000	12,778
	3,648,846	3,063,968
13 ADMINISTRATIVE AND GENERAL EXPENSES		
Printing and stationery	54,811	69,050
Repair and maintenance	15,630	4,880
Entertainment	147,987	118,063
Traveling expenses	24,547	17,740
Auditor's remuneration	12,000	12,000
Certification fee	225,740	163,746
Advertisement expenses	43,748	63,832
Bank charges	6,960	7,929
	531,423	457,240

14 DATE OF AUTHORISATION

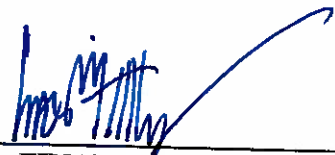
These financial statements have been authorized for issue by executive committee of the Foundation on 16 OCT 2019, 2019.

15 GENERAL

Previous year figures have been rearranged wherever necessary for comparison purposes only. Figures have been rounded off to the nearest rupee.



PRESIDENT



FINANCE SECRETARY