





## INDEPENDENT AUDITOR'S REPORT

# TO THE TRUSTEES OF MISBAH MOMIN FOUNDATION Report on the Audit of the Financial Statements

## **OPINION**

We have audited the financial statements of Misbah Momin Foundation, which comprise the statement of financial position as at 30-06-2023, and the income & expenditure account and statement of comprehensive income and statement of changes in equity 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 Misbah Momin Foundation as at 30-06-2023 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Trust 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 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, Trustees are responsible for assessing the Trust'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 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:

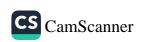
Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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'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 Trust'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 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 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.

Tahir Siddiqi & Co.
Chartered Accountants
Lahore, December 09, 2023

Mohammad Tahir Siddiqi FCA AR202310176AKYulCOdi







# **FOUNDATION**

Tax Exempted - FBR

# MISBAH MOMIN FOUNDATION STATEMENT OF FINANCIAL POSITION **AS AT JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
Assets			
Non Current Assets			
Property, plant and equipment	4	1,006,003	734,895
Current Assets			
Advances & deposits	5	95,241	25,715
Cash & bank balances	6	3,606,244	1,362,268
		3,701,485	1,387,983
	:	4,707,488	2,122,878
Funds and Liabilities			
General Fund		3,259,888	1,802,878
Endowment Fund		1,100,000	-
Current Laibilities			
Other payables	7	347,600	320,000
		4,707,488	2,122,878

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



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# **FOUNDATION**

Tax Exempted - FBR MISBAH MOMIN FOUNDATION

# STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2023

	General Fund		
Note	2023	2022	
Note	Rupees	Rupees	
8	13,995,092	9,321,133	
9	1,408,806	1,377,979	
10	11,122,793	6,677,884	
	12,531,599	8,055,862	
	1,463,493	1,265,271	
11	6,483	7,024	
	1,457,010	1,258,247	
	1,457,010	1,258,247	
		-	
	1,457,010	1,258,247	
	9 10	Note Rupees  8 13,995,092  9 1,408,806 10 11,122,793 12,531,599 1,463,493  11 6,483 1,457,010	

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

SECRETARY



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# MISBAH MOMIN FOUNDATION STATEMENT OF CHANGES IN FUNDS FOR THE YEAR ENDED JUNE 30, 2023

	Unrestricted General fund	Total pees
Balance as at June 30, 2021	544,631	544,631
Surplus for the year Other comprehensive income	1,258,247	1,258,247
Total comprehensive income for the year	1,258,247	1,258,247
Balance as at June 30, 2022	1,802,878	1,802,878
Surplus for the year Other comprehensive income	1,457,010	1,457,010 -
Total comprehensive income for the year Balance as at June 30, 2023	1,457,010 3,259,888	1,457,010 3,259,888

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







## **FOUNDATION**

Tax Exempted - FBR

# MISBAH MOMIN FOUNDATION STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Surplus before taxation		1,457,010	1,258,247
Adjustment for non-cash items			
Depreciation on PPE		208,584	88,135
Finance cost		6,483	7,024
		215,067	95,159
Surplus before working capital changes		1,672,077	1,353,406
Working capital changes			
Advances and deposits		(69,526)	(25,715)
Other payables		1,127,600	(11,000)
		1,058,074	(36,715)
Cash flows from operations		2,730,151	1,316,691
Finance cost paid		(6,483)	(7,024)
Net cash inflow from operating activities		2,723,668	1,309,667
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(479,692)	(471,080)
Net cash (outflow) from investing activities		(479,692)	(471,080)
Net increase in cash & cash equivalents		2,243,976	838,587
Cash and cash equivalents at the beginning of year		1,362,268	523,681
Cash and cash equivalents at the end of year		3,606,245	1,362,268

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





MISBAH MOMIN FOUNDATION NOTES TO THE FINANCIAL STATEMENTS For the Year Ending June 30, 2023

#### **GENERAL INFORMATION**

#### Legal status and operations

MISBAH MOMIN FOUNDATION is registered under the Societies Registration Act, XXI of 1860 as a non-profit organization on August 11, 2012. The registered office of the society is situated at 103/2, Fazii Road, St. John Park, Lahore Cantt. MISBAH MOMIN FOUNDATION works with the vision to enlighten, enable, empower and evolve people by channelizing their inner potential to creatively carve their own path in life. The Foundation is contributing in sustainable development goals 2030 by imparting skills through vocational courses, contributing towards the relief of poverty through income support, making public and mental health services accessible and facilitating education through scholarships. MISBAH MOMIN FOUNDATION is also an active advocate of women's rights, climate change, environmental protection and sports.

#### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

The financial statements have been prepared in accordance with approved accounting standards, as applicable in Pakistan. Approved accounting standards comprise of Accounting and Financial Reporting Standards Issued by the Institute of Chartered Accountants of Pakistan (ICAP). Approved Accounting and Reporting Standards comprise of Accounting and Reporting Standards for SSEs and NPOs Issued by ICAP. These financial statements have also been prepared in accordance with guideline for accounting and reporting for non government organizations and not for profit organizations Issued by ICAP and In case requirements differ accounting and financial reporting standards for SSEs and NPOs shall prevail.

The financial statements have been prepared under the accrual basis. The principal accounting policies adopted in the financial statements are stated

#### 2.3 Functional and presentation

The financial statements are presented in Pak Rupees, which is functional and presentation currency of the society.

## Key Judgements and estimates

The preparation of financial statements requires the use of certain critical accounting estimates. In the preparation of these financial statements following estimates and judgements have been made

- -Useful lives
- -residual values and depreciation method of Property , Plant and equipment

## SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

## 3.1

These are initially measured at cost. The cost comprises of an Item of PPE comprises of its purchase price, including import duties and non-refundable purchase taxes and any directly attributable costs of bringing the asset to working condition for its intended use, any trade discounts and rebates are deducted in ariving at the purchase price.

Subsequently these are measured at cost model and depreciation is charged using reducing balance method an item of PPE is derecognized when it is dispose off or no future economic benefits are expected from the assets. The gain or loss arising from the derecognition of an Item of PPE shall be included in profit or loss when the Item is derecognized. Day to day cost of an Item of PPE are recognized in profit or loss in the period in which cost are incurred. Subsequent cost which meet the recognition criteria are included in the assets carrying amount recognized as a separate asset. Depreciation is charged using reducing balance method. Depreciation on additions is charged on usage basis.







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#### 3.2 Disbursament

Expenses are charged at the fair value of the consideration paid and is recognized as payment as and when paid.

#### 3.3

Cash and cash equivalents comprises cash in hand, cash at bank on current account and other short term highly liquid investments that are readily convertible into known amount of cash and which are subject to an insignificant risk of changes in value.

#### Impairment of non-financial assets other than inventories 3.4

The assets that are subject to depreciation or amortisation are assessed at each reporting date to determine whether there is any indication that the assets are impaired. If there is an indication of possible impairment, the recoverable amount of the asset is estimated and compared with its carrying

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. The impairment loss is recognised in the statement of profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease

#### Impairment of financial assets other than trade receivables

The financial assets other than those that are carried at fair value are assessed at each reporting date to determine whether there is any objective evidence of their impairment. A financial asset is impaired if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset, and that loss event(s) had an impact on the estimated future cash flows of that asset that can be estimated reliably.

#### 3.6 Trade and other payables

Trade payables are obligations under normal short-term credit terms. These are measured at the undiscounted amount of cash to be paid.

### 3.7

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

Borrowing costs are recognised on the basis of the effective interest method. All borrowing costs are recognised as an expense in profit or loss in the period in which they are incurred.

Income from fund raising activities is recognized on accrual basis.

Donations and zakat are recognized when the entitlement of the organization is established Le when the amounts received.

## 3.10

Grants are initially recognized at fair value if there is reasonable assurance that they will be received and the trust will comply with the conditions associated with the grants and they are then recognized in the income and expenditure account.





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		Note	2023 Rupees	2022 Rupees
4	Property Plant and Equipment	4.1	1,006,003	734,895
	Property plant and equipment	4.1	1,000,000	734,033
5	Advances & Deposits			
ŭ	Advance income tax	5.1	10,241	3,715
	Advance to employees	5.2	35,000	22,000
	Security for Building on Rent	5.3	28,000	-7
	Advance Rent	5.4	22,000	· .
			95,241	- 25,715
5.1	Advance income tax relates to the tax deducted by storm fibre internet bill, v	vhich is adjustable.		
5.2	This relates to the advance given to an employee, which is adjustable again		year.	
5.3	This relates to the advance given to owner of building as Security,rent.	,	•	
5.4	This relates to the advance given to owner of building adjustable agains	t rent per month.		
0.7	This foldies to the defender only given to owner or banding adjustable against	. Tom por morning		
6	Cash and Bank Balances			
	Cash in hand		3,791	13,020
	Cash at bank-Current account		3,602,453	1,349,248_
			3,606,244	1,362,268
7	Other Payables			
	Audit fee payable		10,000	10,000
	Wh tax salary payable		125	-
	Salary payable		337,475	310,000
			347,600	320,000
8	Donations		40.000.070	0.455.400
	General funds	8.1	10,392,278	8,455,183
	Specific funds	8.2	3,602,814	865,950
			13,995,092	9,321,133
8.1	It includes the donations given by related party disclsoed in note # 12 and	other local donors.		
	Specific funds			
8.2	Specific funds Awareness & Plantation program		30,000	٠.
	Flood relief		1,126,650	
	Moharam Rashan		39,700	
	Ramzan campaign		2,228,164	736,750
	Students fee		178,300	129,200
	Oldonia 100		3,602,814	865,950









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FOUNDATION
Tax Exempted - FBR

9	General and adminstrative Expenses			
	Salaries		942,000	892,350
	Advertisement & publicity		15,000	-
	Office expenses		26,811	22,625
	Internet expenses		65,838	46,542
	Legal expenses		57,500	68,945
	Printing & stationery expenses		49,860	61,393
	Travelling expenses		6,689	33,684
	Postage & courier		17,040	41,736
	AGM expenses		1,901	1,500
	Entertainment		57,378	85,030
	Repair & maintenance		49,270	22,540
	Audit fee		10,000	10,000
	Depreciation	4.1	104,292	44,068
	Insurance premium bike		4,691	
	Miscellaneous		536	47,566
			1,408,806	- 1,377,979
			2023	2022
		Note	Rupees	Rupees
10	General Operating Expenses			
10	Kafalat Program			
	Income support to underprivileged		1,001,605	835,847
	Medical support		746,663	292,166
	Income support to widows		319,771	512,692
	income support to widows		2,068,039	1,640,706
	Skill Development		2,000,000	1,040,700
	MMF Vocational Institute Ladaheke Bhullar		944,495	910,563
	MMF Vocational Institute Education British		404,943	212,298
	MMF Vocational Institute Mustafabad		46,802	212,250
	MMF Vocational Institute Mostalabad		2,690	•
	WINT VOCATIONAL INSTITUTE INC. INSUITA INSUITA		1,398,930	1,122,861
			1,030,300	1,122,001
	<u>Environment</u>			
	Awareness & Plantation program		142,383	10,680
	Education			
	Tahlra Zaman Education Project		214,346	101,800
	Charity Distribution			
	Ramzan campaign		3,699,715	1,630,187
	Moharram Compaign		39,500	1,000,107
	Flood relief services		1,113,500	
	Food distribution hospital		67,660	
	1 ood distribution nospital		4,920,375	1,630,187
	Publications		4,020,010	1,000,107
	Newsletters		92,000	89,500
	Advocacy Compaign		,000	35,235
			72 000	
	16 Days of Activism		72,000	•
	Women's day campaign		10,000	•
	Sports sponserships		6,720	2.002.450
	Salary- project staff		2,198,000	2,082,150
			2,286,720	2,082,150
			11,122,793	6,677,884

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**FBR** 



111	Bank charges		_	6,483	7,024

### 12 Related Party Transactions

Related parties comprise associated companies, companies where directors also hold directorship, retirement benefits fund and key management personnel. Significant transactions with related parties during the year are as under:

Name of the Related Party	Relationship with company	Nature of transaction	2023 Rupees	2022 Rupees
Misbah Momin	President	Donation	2,410,500	4,252,910
Momin Qamar	President husband	Donation	3,853,200	1,008,860
Ali alam Qamar	President son	Donation	310,000	310,000
Seven world view (Smc-Pvt.)Ltd.	Director/Chief executive	Donation	-	20,000
			6,573,700	5,591,770

#### 13 NUMBER OF EMPLOYEES

The total number of employees of the Company as at June 30, 2023 are 11

## 14 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been approved by the Board of Governors of the Organization and authorized for issue on August 21, 2023

## 15 GENERAL

Figures have been rounded off to the nearest rupee.





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SECRETARY





MISBAH MOMIN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ending June 30, 2023

# 4.1 Operating fixed assets schedule

Particulars	Furniture & Fixture	Office Equipment	IT Equipment	Motor Vehicle	Total
Cost					
Balance as at July 01, 2021	105,600	182,300	105,050	-	392,950
Additions	29,200	305,350	65,000	71,530	471,080
Disposals	-	-		-	•
Balance as at June 30, 2022	134,800	487,650	170,050	71,530	864,030
Balance as at July 01, 2022	134,800	487,650	170,050	71,530	864,030
Additions	-	98,100	381,592	•	479,692
Disposals	•	-	-	-	•
Cost as at June 30, 2023	134,800	585,750	551,642	71,530	1,343,722
Depreciation rate in percentage	10	10	30	15	
Depreciation as at July 01, 2022	21,302	46,215	60,724	894	129,135
Charge for the year	11,350	50,175	136,464	10,595	208,584
Depreciation as at July 01, 2023	32,652	96,390	197,188	11,489	337,719
Balance as at June 30, 2023	102,148	489,360	354,454	60,041	1,006,003
4.2 Allocation of depreciation	,				,
Project (underprivileged, widow, medical)	5,675	25,088	68,232	5,298	104,292
Administration expenses	5,675	25,088	68,232	5,298	104,292
	11,350	50,175	136,464	10,595	208,584









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