



Tahir Siddiqi & Co.
Chartered Accountants



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 30-06-2022, 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 30-06-2022 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



Trainee Development
Gold

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 19, 2022

Mohammad Tahir Siddiqi FCA
AR202210176fyTC1nDic

SERVING HUMANKIND



MISBAH MOMIN

FOUNDATION

MISBAH MOMIN FOUNDATION STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
Assets			
Non Current Assets			
Property, plant and equipment	4	734,895	351,950
Current Assets			
Advances & deposits	5	25,715	-
Cash & bank balances	6	1,362,268	523,681
		1,387,983	523,681
		<u>2,122,878</u>	<u>875,631</u>
Funds and Liabilities			
General Fund		1,802,878	544,631
Current Laibilities			
Other payables	7	320,000	331,000
		<u>2,122,878</u>	<u>875,631</u>

The annexed notes from 1 to notes 16 form an integral part of these financial statements.


PRESIDENT




SECRETARY

103/2, FAZIL ROAD, ST. JOHN PARK, LAHORE, CANTT. PAKISTAN

Office No: 042- 32210601 | Email: mmfoundation.pakistan@gmail.com | Website: www.mm-f.org

SERVING HUMANKIND

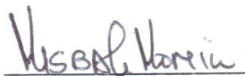


MISBAH MOMIN FOUNDATION

MISBAH MOMIN FOUNDATION STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2022

	Note	General Fund	
		2022 Rupees	2021 Rupees
Income			
Donations	8	9,321,133	4,759,483
Expenses			
General and administrative expenses	9	1,377,979	793,289
Selling & distribution expenses	10	-	40,043
Other operating expenses	11	6,677,884	3,458,336
		8,055,862	4,291,668
Operating profit		1,265,271	467,815
Finance cost	12	7,024	2,744
Profit before taxation		1,258,247	465,071
Taxation			
Surplus for the year		1,258,247	465,071
Other comprehensive income		-	-
Total Comprehensive income for the year		1,258,247	465,071

The annexed notes from 1 to notes 16 form an integral part of these financial statements.


PRESIDENT




SECRETARY



MISBAH MOMIN

FOUNDATION

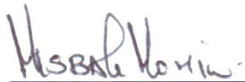
MISBAH MOMIN FOUNDATION

STATEMENT OF CHANGES IN FUNDS

FOR THE YEAR ENDED JUNE 30, 2022

	Unrestricted General fund	Total
	-----Rupees-----	
Balance as at June 30, 2020	79,560	79,560
Surplus for the year	465,071	465,071
Other comprehensive income	-	-
Total comprehensive income for the year	465,071	465,071
Balance as at June 30, 2021	544,631	544,631
Surplus for the year	1,258,247	1,258,247
Other comprehensive income	-	-
Total comprehensive income for the year	1,258,247	1,258,247
Balance as at June 30, 2022	<u>1,802,878</u>	<u>1,802,878</u>

The annexed notes from 1 to notes 16 form an integral part of these financial statements.


PRESIDENT




SECRETARY

103/2, FAZIL ROAD, ST. JOHN PARK, LAHORE, CANTT. PAKISTAN

Office No: **042- 32210601** | Email: mmfoundation.pakistan@gmail.com | Website: www.mm-f.org

SERVING HUMANKIND



MISBAH MOMIN

FOUNDATION

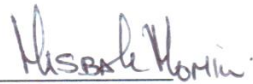
MISBAH MOMIN FOUNDATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2022

Note	2022 Rupees	2021 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus before taxation	1,258,247	465,071
Adjustment for non-cash items		
Depreciation on PPE	88,135	41,000
Finance cost	7,024	2,744
	95,159	43,744
Surplus before working capital changes	1,353,406	508,815
Working capital changes		
Advances and deposits	(25,715)	-
Other payables	(11,000)	331,000
	(36,715)	331,000
Cash flows from operations	1,316,691	839,815
Finance cost paid	(7,024)	(2,744)
Net cash inflow from operating activities	1,309,667	837,071
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(471,080)	(317,350)
Net cash (outflow) from investing activities	(471,080)	(317,350)
Net increase in cash & cash equivalents	838,587	519,721
Cash and cash equivalents at the beginning of year	523,681	3,960
Cash and cash equivalents at the end of year	1,362,268	523,681

The annexed notes from 1 to notes 16 form an integral part of these financial statements.


PRESIDENT




SECRETARY

103/2, FAZIL ROAD, ST. JOHN PARK, LAHORE, CANTT. PAKISTAN

Office No: 042- 32210601 | Email: mmfoundation.pakistan@gmail.com | Website: www.mm-f.org

SERVING HUMANKIND



MISBAH MOMIN
FOUNDATION

MISBAH MOMIN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ending June 30, 2022

1 GENERAL INFORMATION

1.1 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, Fazil 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.

2.2 Basis of measurement

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

2.3 Functional and presentation

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

2.4 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

3 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 Property, Plant and Equipment

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 arriving 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 disposed 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.



103/2, FAZIL ROAD, ST. JOHN PARK, LAHORE, CANTT. PAKISTAN

Office No: **042- 32210601** | Email: **mmfoundation.pakistan@gmail.com** | Website: **www.mm-f.org**

3.2 Disbursement

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

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.

3.4 Impairment of non-financial assets other than inventories

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 amount.

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.

3.5 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

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.

3.8 Borrowing costs

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.



SERVING HUMANKIND



MISBAH MOMIN FOUNDATION

3.9 Income recognition

Income from fund raising activities is recognized on accrual basis

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

3.10 Grants

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.

	Note	2022 Rupees	2021 Rupees
4 Property Plant and Equipment			
Property plant and equipment	4.1	734,895	351,950
5 Advances & Deposits			
Advance income tax	5.1	3,715	-
Advance to employees	5.2	22,000	-
		<u>25,715</u>	<u>-</u>
5.1	Advance income tax relates to the tax deducted by storm fibre internet bill, which is adjustable.		
5.2	This relates to the advance given to an employee, which is adjustable against salary during the year.		
6 Cash and Bank Balances			
Cash in hand		13,020	11,395
Cash at bank-Current account		1,349,248	512,286
		<u>1,362,268</u>	<u>523,681</u>
7 Other Payables			
Audit fee payable		10,000	10,000
Salary payable		310,000	321,000
		<u>320,000</u>	<u>331,000</u>
8 Donations			
General funds	8.1	8,455,183	4,269,657
Specific funds	8.2	865,950	489,826
		<u>9,321,133</u>	<u>4,759,483</u>
8.1	It includes the donations given by related party disclosed in note # 13 and other local donors.		
8.2 Specific funds			
Vocational Training Campus		-	96,416
Awareness & Plantation program		-	81,310
Blanket drive		-	148,390
Women campaign		-	42,862
16 Days of Activism		-	38,208
Ramzan campaign		736,750	-
Students fee		129,200	-
Talisman- winter clothes distribution		-	82,640
		<u>865,950</u>	<u>489,826</u>



103/2, FAZIL ROAD, ST. JOHN PARK, LAHORE, CANTT. PAKISTAN

Office No: **042- 32210601** | Email: mmfoundation.pakistan@gmail.com | Website: www.mm-f.org

SERVING HUMANKIND



MISBAH MOMIN
FOUNDATION

9	General and administrative Expenses	892,350	401,400
	Salaries	22,625	79,658
	Office expenses	46,542	-
	Internet expenses	68,945	86,300
	Legal expenses	61,393	98,797
	Printing & stationery expenses	33,684	16,648
	Travelling expenses	41,736	650
	Postage & courier	1,500	7,651
	AGM expenses	85,030	60,385
	Entertainment	22,540	3,500
	Repair & maintenance	10,000	10,000
	Audit fee	44,068	20,500
	Depreciation	47,566	7,800
	Miscellaneous	1,377,979	793,289
		1,377,979	793,289
		2022	2021
	Note	Rupees	Rupees
10	Selling and distribution expenses		
	Facebook post charges	-	40,043
		-	40,043
11	General Operating Expenses		
	<u>Kafalat Program</u>		
	Income support to underprivileged	835,847	544,238
	Medical support	292,166	174,161
	Income support to widows	512,692	278,523
		1,640,706	996,922
	<u>Skill Development</u>		
	Hunarmand Qaum Vocational Training Campus-I	910,563	1,121,514
	Hunarmand Qaum Vocational Training Campus-II	212,298	-
		1,122,861	1,121,514
	<u>Environment</u>		
	Awareness & Plantation program	10,680	159,809
	<u>Education</u>		
	Tahira Zaman Education Project	101,800	-
	<u>Charity Distribution</u>		
	Ramzan campaign	1,630,187	544,590
	Blanket drive	-	203,390
	Talisman- winter clothes distribution	-	123,640
		1,630,187	871,620
	<u>Publications</u>		
	Newsletters	89,500	-
	<u>Advocacy Campaign</u>		
	16 Days of Activism	-	140,243
	Women campaign	-	168,228
	Salary- project staff	2,082,150	-
		2,082,150	308,471
		6,677,884	3,458,336



SERVING HUMANKIND



**MISBAH MOMIN
FOUNDATION**

12	Finance cost	<u>7,024</u>		<u>2,744</u>
	Bank charges			

13 **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	2022 Rupees	2021 Rupees
Misbah Momin	President	Donation	4,377,910	3,597,663
Momin Qamar	President husband	Donation	1,308,860	40,000
Ali alam Qamar	President son	Donation	410,000	20,000
Seven world view (Smc-Pvt.)Ltd.	Director/Chief executive	Donation	20,000	
			<u>6,116,770</u>	<u>3,657,663</u>

14 **NUMBER OF EMPLOYEES**
The total number of employees of the Company as at June 30, 2022 are ten.

15 **DATE OF AUTHORIZATION FOR ISSUE**
These financial statements have been approved by the Central Board of Management of the Society and authorized for issue on August 13, 2022

16 **GENERAL**
Figures have been rounded off to the nearest rupee.


PRESIDENT




SECRETARY

SERVING HUMANKIND



MISBAH MOMIN FOUNDATION

MISBAH MOMIN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ending June 30, 2022

4.1 Operating fixed assets schedule

Particulars	Furniture & Fixture	Office Equipment	IT Equipment	Motor Vehicle	Total
Cost					
Balance as at July 01, 2020	75,600	-	-	-	75,600
Additions	30,000	182,300	105,050	-	317,350
Disposals	-	-	-	-	-
Balance as at June 30, 2021	105,600	182,300	105,050	-	392,950
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	-	-	-	-	-
Cost as at June 30, 2022	134,800	487,650	170,050	71,530	864,030
Depreciation rate in percentage	10	10	30	15	
Depreciation as at July 01, 2021	9,060	10,281	21,659	-	41,000
Charge for the year	12,242	35,934	39,065	894	88,135
Depreciation as at July 01, 2022	21,302	46,215	60,724	894	129,135
Balance as at June 30, 2022	113,498	441,435	109,326	70,636	734,895

4.2 Allocation of depreciation

Project (underprivileged, widow, medical)	6,121	17,967	19,533	447	44,068
Administration expenses	6,121	17,967	19,533	447	44,068
	12,242	35,934	39,065	894	88,135

