



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 ("the Society"), which comprise the statement of financial position as at 30-06-2024, 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 30-06-2024 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 Society 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 Society'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 Society 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



Trainee Development

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 Society'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 Society 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  
September 24, 2024  
Lahore.



Mohammad Tahir Siddiqi FCA  
AR202410176KtXyzQ2jl


**MISBAH MOMIN FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>Assets</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	4	1,831,075	1,006,003
<b>Current Assets</b>			
Advances & deposits	5	105,433	95,241
Cash & bank balances	6	3,584,667	3,606,244
		3,690,100	3,701,485
		<u>5,521,175</u>	<u>4,707,488</u>
<b>Funds and Liabilities</b>			
General Fund		5,027,204	3,259,888
Endowment Fund	7	-	1,100,000
<b>Current Liabilities</b>			
Other payables	8	493,970	347,600
		<u>5,521,175</u>	<u>4,707,488</u>

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

  
 \_\_\_\_\_  
 PRESIDENT

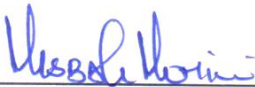


  
 \_\_\_\_\_  
 SECRETARY

**MISBAH MOMIN FOUNDATION**  
**STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Note	Unrestricted General fund	Endowment fund	2024 Rupees	2023 Rupees
<b>Income</b>					
Donations	9	19,128,345		19,128,345	13,995,092
Transferred from endowment fund	7		1,100,000	1,100,000	-
		<u>19,128,345</u>	<u>1,100,000</u>	<u>20,228,345</u>	<u>13,995,092</u>
<b>Expenses</b>					
General and administrative expenses	10	2,190,028	-	2,190,028	1,408,806
Other operating expenses	11	16,164,799	99,540	16,264,339	11,122,793
		<u>18,354,827</u>	<u>99,540</u>	<u>18,454,367</u>	<u>12,531,599</u>
Operating profit		773,518	1,000,460	1,773,978	1,463,493
Finance cost	12	6,662	-	6,662	6,483
Profit before taxation		<u>766,856</u>	<u>1,000,460</u>	<u>1,767,316</u>	<u>1,457,010</u>
Taxation		-	-	-	-
<b>Surplus for the year</b>		<u>766,856</u>	<u>1,000,460</u>	<u>1,767,316</u>	<u>1,457,010</u>
Other comprehensive income		-	-	-	-
<b>Total Comprehensive income for the year</b>		<u><u>766,856</u></u>	<u><u>1,000,460</u></u>	<u><u>1,767,316</u></u>	<u><u>1,457,010</u></u>

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

  
 \_\_\_\_\_  
 PRESIDENT



  
 \_\_\_\_\_  
 SECRETARY

**MISBAH MOMIN FOUNDATION  
STATEMENT OF CHANGES IN FUNDS  
FOR THE YEAR ENDED JUNE 30, 2024**

	Unrestricted	Endowment fund	Total
	General fund		-----Rupees-----
<b>Balance as at June 30, 2022</b>	1,802,878	-	1,802,878
Funds received during the year	-	1,100,000	1,100,000
Surplus for the year	1,457,010	-	1,457,010
Other comprehensive income	-	-	-
Total comprehensive income for the year	1,457,010	1,100,000	2,557,010
<b>Balance as at June 30, 2023</b>	<b>3,259,888</b>	<b>1,100,000</b>	<b>4,359,888</b>
Transferred to income & expenditure during the year	-	(1,100,000)	(1,100,000)
Surplus for the year	1,767,316	-	1,767,316
Other comprehensive income	-	-	-
Total comprehensive income for the year	1,767,316	(1,100,000)	667,316
<b>Balance as at June 30, 2024</b>	<b>5,027,204</b>	<b>-</b>	<b>5,027,204</b>

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

  
PRESIDENT

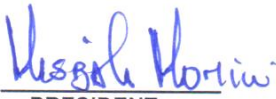


  
SECRETARY

**MISBAH MOMIN FOUNDATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

Note	2024 Rupees	2023 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Surplus before taxation</b>	1,767,316	1,457,010
Adjustment for non-cash items		
Depreciation on PPE	277,188	208,584
Finance cost	6,662	6,483
	<u>283,850</u>	<u>215,067</u>
<b>Surplus before working capital changes</b>	2,051,166	1,672,077
<b>Working capital changes</b>		
Advances and deposits	(10,192)	(69,526)
Other payables	(953,630)	1,127,600
	<u>(963,822)</u>	<u>1,058,074</u>
<b>Cash flows from operations</b>	1,087,344	2,730,151
Finance cost paid	(6,662)	(6,483)
<b>Net cash inflow from operating activities</b>	<u>1,080,683</u>	<u>2,723,668</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,102,260)	(479,692)
<b>Net cash (outflow) from investing activities</b>	<u>(1,102,260)</u>	<u>(479,692)</u>
<b>Net increase in cash &amp; cash equivalents</b>	(21,577)	2,243,976
<b>Cash and cash equivalents at the beginning of year</b>	3,606,244	1,362,268
<b>Cash and cash equivalents at the end of year</b>	<u><u>3,584,667</u></u>	<u><u>3,606,244</u></u>

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

  
**PRESIDENT**



  
**SECRETARY**

**MISBAH MOMIN FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ending June 30, 2024

**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 currency**

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 which 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. 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.

**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.

**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.

**3.11 Endowment fund**

Grants received as endowment by the foundation are directly credited to the foundation bank account. The income earned from endowment, if any, is booked as return on investment for the period.

**3.12 Taxation**

Income tax comprises current and deferred tax. Income tax is recognized in the income and expenditure account except to the extent that it relates to items recognized directly in fund balance, in which case it is recognized directly in the fund balance.

The foundation obtained approval for tax exemption from federal board of revenue via letter dated 19-04-2022 valid till 07-02-2025.

	Note	2024 Rupees	2023 Rupees
<b>4 Property Plant and Equipment</b>			
Property plant and equipment	4.1	<u>1,831,075</u>	<u>1,006,003</u>
<b>5 Advances &amp; Deposits</b>			
Advance income tax	5.1	12,433	10,241
Advance to employees	5.2	65,000	35,000
Security for building on rent	5.3	28,000	28,000
Advance rent	5.4	-	22,000
		<u>105,433</u>	<u>95,241</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.		
5.3	This relates to the advance given to owner of building on rent as Security.		
5.4	This relates to the advance rent given to owner of building adjustable against rent per month .		
<b>6</b>	<b>Cash and Bank Balances</b>		
	Cash in hand	13,951	3,791
	Cash at bank-Current account	3,570,716	3,602,453
		<u>3,584,667</u>	<u>3,606,244</u>
<b>7</b>	<b>Endowment Fund</b>		
	The endowment fund was created on 10-04-2023 from amount received from donor having CNIC # 35201-6513416-5, with the approval of the president subject to certain internal conditions, which have now been fulfilled. Therefore the amount have been transferred to income & expenditure account and utilized for Vocational Institute Mustafabad as follows:		
	IT Equipment	83,600	-
	Equipments	728,930	-
	Furniture & Fixtures	187,930	-
	Electric Materials/Labour Fitting charges	46,880	-
	PSDA Registration Fee	40,076	-
	Store & Spares	12,584	-
	<b>Total</b>	<u>1,100,000</u>	<u>-</u>
<b>8</b>	<b>Other Payables</b>		
	Other payable	45,000	-
	Audit fee payable	20,000	10,000
	Withholding tax salary payable	413	125
	PTCL evo bill payable	2,470	-
	Salary payable	426,087	337,475
		<u>493,970</u>	<u>347,600</u>
<b>9</b>	<b>Donations</b>		
	General funds	9.1	12,582,920
	Specific funds	9.2	6,545,425
			<u>19,128,345</u>
			<u>13,995,092</u>
9.1	It includes the donations given by related party disclosed in note # 13 and other local donors.		
9.2	<b>Specific funds</b>		
	Awareness & plantation program	10,000	30,000
	Flood relief	-	1,126,650
	Bank Alfiah gateway	13,520	-
	Muharram compaign	-	39,700
	Shaban compaign	350,000	-
	Ramadan compaign	4,909,960	2,228,164
	MMF Vocational Institute, Mustafabad	940,745	-
	Students fee	321,200	178,300
		<u>6,545,425</u>	<u>3,602,814</u>



10	<b>General and administrative expenses</b>		
	Salaries	1,166,010	942,000
	Advertisement & publicity	75,000	15,000
	Office expenses	42,775	26,811
	Internet expenses	76,495	65,838
	Legal expenses	138,500	57,500
	Printing & stationery expenses	55,383	49,860
	Travelling expenses	21,683	6,689
	Postage & courier	8,760	17,040
	AGM expenses	8,360	1,901
	Entertainment	109,841	57,378
	Repair & maintenance	294,970	49,270
	Audit fee	20,000	10,000
	Depreciation	4.1	138,594
	Insurance premium bike	4,691	4,691
	Web designing & development expenses	27,500	-
	Miscellaneous	1,466	536
		<b>2,190,028</b>	<b>1,408,806</b>
		<b>2024</b>	<b>2023</b>
	<b>Note</b>	<b>Rupees</b>	<b>Rupees</b>
11	<b>General Operating Expenses</b>		
	<b><u>Kafalat Program</u></b>		
	Income support to underprivileged	1,903,939	1,001,605
	Medical support	1,321,143	746,663
	Income support to widows	338,207	319,771
		<b>3,563,289</b>	<b>2,068,039</b>
	<b><u>Skill Development</u></b>		
	MMF Vocational Institute Ladheke Bhullar	362,000	944,495
	MMF Vocational Institute Kotli Pir	440,380	404,943
	MMF Vocational Institute Mustafabad	7	46,802
	MMF Vocational Institute Kot Radha Kishan	-	2,690
		<b>2,638,589</b>	<b>1,398,930</b>
	<b><u>Environment</u></b>		
	Awareness & plantation program	52,500	142,383
	<b><u>Education</u></b>		
	Tahira Zaman Education program	321,712	214,346
	<b><u>Charity Distribution</u></b>		
	Ramadan campaign	4,757,875	3,699,715
	Donations	215,200	-
	Muharram campaign	-	39,500
	Shaban campaign	371,870	-
	Flood relief services	-	1,113,500
	Food distribution	869,814	67,660
		<b>6,214,759</b>	<b>4,920,375</b>



<b><u>Community development program</u></b>			
	Cloth distribution	82,800	-
	Water cooler donated	40,000	-
	Wedding assistance	405,000	-
	Water boring	125,000	-
	Home construction	30,000	-
		<u>682,800</u>	<u>-</u>
<b><u>Publications</u></b>			
	Newsletters	70,000	92,000
<b><u>Advocacy Campaign</u></b>			
	16 Days of Activism	-	72,000
	Women's day campaign	-	10,000
	Sports sponsorships	-	6,720
	Salary- project staff	2,720,690	2,198,000
		<u>2,720,690</u>	<u>2,286,720</u>
		<u>16,264,339</u>	<u>11,122,793</u>
12	<b>Finance cost</b>		
	Bank charges	<u>6,662</u>	<u>6,483</u>

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	2024	2023
			Rupees	Rupees
Misbah Momin	President	Donation	2,288,950	2,410,500
Momin Qamar	President's husband	Donation	2,512,000	3,853,200
Ali Alam Qamar	President son	Donation	1,427,500	310,000
Muhammad Zaman Ahmed	President son	Donation	570,000	-
			<u>6,798,450</u>	<u>6,573,700</u>

14 **NUMBER OF EMPLOYEES**


The total number of employees of the Company as at June 30, 2024 are 12

15 **DATE OF AUTHORIZATION FOR ISSUE**

These financial statements have been approved by the Board of Governors of the Organization and authorized for issue on September 24, 2024

16 **GENERAL**

Figures have been rounded off to the nearest rupee.

  
PRESIDENT

  
SECRETARY



MISBAH MOMIN FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ending June 30, 2024

4.1 Operating fixed assets schedule

Particulars	Furniture & Fixture	Office Equipment	IT Equipment	Motor Vehicle	Total
<b>Cost</b>					
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	-	-	-	-	-
<b>Balance as at June 30, 2022</b>	<b>134,800</b>	<b>487,650</b>	<b>170,050</b>	<b>71,530</b>	<b>864,030</b>
<b>Balance as at July 01, 2022</b>	<b>134,800</b>	<b>487,650</b>	<b>170,050</b>	<b>71,530</b>	<b>864,030</b>
Additions	-	98,100	381,592	-	479,692
Disposals	-	-	-	-	-
<b>Cost as at June 30, 2023</b>	<b>134,800</b>	<b>585,750</b>	<b>551,642</b>	<b>71,530</b>	<b>1,343,722</b>
<b>Balance as at July 01, 2023</b>	<b>134,800</b>	<b>585,750</b>	<b>551,642</b>	<b>71,530</b>	<b>1,343,722</b>
Additions	237,730	728,930	135,600	-	1,102,260
Disposals	-	-	-	-	-
<b>Cost as at June 30, 2024</b>	<b>372,530</b>	<b>1,314,680</b>	<b>687,242</b>	<b>71,530</b>	<b>2,445,982</b>
<b>Depreciation rate in percentage</b>	<b>10</b>	<b>10</b>	<b>30</b>	<b>15</b>	
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
Charge for the year	30,727	106,879	130,576	9,006	277,188
Depreciation as at July 01, 2024	63,379	203,269	327,764	20,495	614,907
<b>Balance as at June 30, 2024</b>	<b>309,151</b>	<b>1,111,411</b>	<b>359,478</b>	<b>51,035</b>	<b>1,831,075</b>
<b>4.2 Allocation of depreciation</b>					
Project (underprivileged, widow, medical)	15,364	53,440	65,288	4,503	138,594
Administration expenses	15,364	53,440	65,288	4,503	138,594
	30,727	106,879	130,576	9,006	277,188

