FINANCIAL STATEMENTS
OF
ULPHAT WELFARE ORGANIZATION
AS AT
JUNE 30, 2024

A.M. Laliwala & Co.
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ULPHAT WELFARE ORGANIZATION

Opinion

We have audited the financial statements of **Ulphat Welfare Organization** *"the Organization"* which comprises the Balance sheet as at **30 June 2024** and Income and expenditure account and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Organization present fairly, in all material respects, the financial position of the Organization as at June 30, 2024 and of its financial performance 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 Organization 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 Members for the Financial Statements

The Members 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 Members 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, Members are responsible for assessing *the* Organization's ability to continue as a going concern.

The board of Members is responsible for overseeing the Organization's 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 Organization'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 Organization'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 Organization's 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 the board of Members 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.

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Place: Karachi
Date: December 12, 2024
UDIN: AR202410481IYQr7bKPT

A.M.Laliwala & Co.
Chartered Accountants.
Saleem Ahmed Laliwala

ULPHAT WELFARE ORGANIZATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	NOTES	2024	2023
		-------In Rupees-------	
ASSETS			
FIXED ASSETS			
Property, plant and equipments	4	302,200	280,000
Intangible assets	5	114,400	-
		416,600	280,000
CURRENT ASSETS			
Advance to supplier		781,500	-
Advance income tax		4,940,098	2,753,718
Investments	6	14,686,178	-
Bank Balances	7	700,736	12,209,892
		21,108,512	14,963,610
TOTAL ASSETS		21,525,112	15,243,610
LESS: CURRENT LIABILITIES			
Other payables		1,527,026	846,672
NET ASSETS		19,998,086	14,396,938
REPRESENTED BY :			
General Fund		5,395,421	3,369,603
Restricted Fund		14,602,665	11,027,335
ACCUMULATED FUND BALANCE		19,998,086	14,396,938

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

President

General Secretary

Treasurer

ULPHAT WELFARE ORGANIZATION
STATEMENT OF INCOME & EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2024

	NOTES	2024			2023
		--In Rupees--			
		General fund	Restricted	Total	Total
INCOME					
Donation	8	8,840,344	30,470,453	39,310,797	34,960,733
Dividend income		807,268	-	807,268	-
		9,647,612	30,470,453	40,118,065	34,960,733
EXPENDITURES					
Cost of Health Services	9	5,354,007	26,895,123	32,249,130	32,566,576
Administrative expenses	10	2,267,787	-	2,267,787	2,786,047
Surplus / (Deficit) for the year		2,025,818	3,575,330	5,601,148	(391,890)

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

President

General Secretary

Treasurer

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ULPHAT WELFARE ORGANIZATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024	2023
		In Rupees	
CASH FLOW FROM OPERATING ACTIVITIES			
Surplus / (Deficit) for the year		**5,601,148**	(391,890)
Adjustments for :			
Depreciation	4	**135,800**	120,000
		5,736,948	(271,890)
Changes in Working Capital			
Advance to supplier		**(781,500)**	-
Other payables		**680,354**	846,672
		5,635,802	574,782
Tax paid		**(2,186,380)**	(2,753,718)
Net Cash Inflow into\(outflow from) Operating Activities		**3,449,422**	(2,178,936)
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditure incurred including intangibles		**(272,400)**	(400,000)
Investments made		**(23,686,178)**	-
Investments withdrawn		**9,000,000**	-
Net Cash Outflow from Investing Activities		**(14,958,578)**	(400,000)
Net (decrease) / Increase in Cash and Cash Equivalents		**(11,509,156)**	(2,578,936)
Cash and Cash Equivalents at the Beginning of the Year		**12,209,892**	14,788,828
Cash and Cash Equivalents at the End of the Year		**700,736**	12,209,892
CASH AND CASH EQUIVALENTS COMPRISE			
Cash and bank balance	7	**700,736**	12,209,892
		700,736	12,209,892

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

President	**General Secretary**	**Treasurer**

ULPHAT WELFARE ORGANIZATION
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED JUNE 30, 2024

	General Fund	Restricted Fund	Total
	----------------In Rupees----------------		
Balance as at June - 30, 2022	492,644	14,296,184	14,788,828
Surplus / (Deficit) for the year	2,876,959	(3,268,849)	(391,890)
Balance as at June - 30, 2023	3,369,603	11,027,335	14,396,938
Surplus for the year	2,025,818	3,575,330	5,601,148
Balance as at June - 30, 2024	**5,395,421**	**14,602,665**	**19,998,086**

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

President **General Secretary** **Treasurer**

ULPHAT WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

1 LEGAL STATUS AND NATURE OF OPERATION

The ULPHAT WELFARE ORGANIZATION was registered on May 25, 2010 under the Voluntary Social Welfare Agencies (Registration & Control) Ordinance, 1961 and Rules 1962 with the Directorate General of Social Welfare Sindh. . The registered office of the organization is A-159, Block N, North Nazimabad, Karachi - Sindh.

The main aims and objectives of organization is to assist in the curative treatment of complex paediatric diseases in resource-poor settings and other medical related welfare activities.

2 BASIS OF PREPARATION

2.1 Statement Of Compliance

These financial statements have been prepared in accordance with the approved Accounting and Financial Reporting Standards for Small Sized Entities (AFRS for SSE) as applicable in Pakistan under the Companies Act, 2017.

2.2 Basis of Measurement

These financial statements have been prepared under the historical cost convention, except for certain items as disclosed in the relevant accounting policies below.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the functional currency of the Company and figures are rounded off to the nearest of Rupees.

2.4 Accounting Convention

These financial statements have been prepared under the historical cost convention.

3 MATERIAL ACCOUNTING POLICIES

3.1 Property, Plant & Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any, except lease hold land which is stated at cost.

Depreciation on all property, plant and equipment is provided on "straight-line method" at the rates specified in respected note.

Depreciation on additions is charged from the month an asset is available for use, while no depreciation is charged in the month of disposal. Normal repairs and maintenance are charged to income as and when incurred. Gains and losses on disposal or retirement of property, plant and equipment included in income currently.

3.2 Cash & Cash Equivalent

Cash and cash equivalents are carried at cost. For the purpose of the cash flow statement, cash and cash equivalents comprise of cash in hand and deposits held with banks.

3.3 Trade & Other Payables

Trade and Other Payables are recognised at cost which is the fair value of the consideration to be paid in future for goods and services.

3.4 Fund

Restricted funds

Donations and Zakat are restricted in its use by the donors are utilised for the purpose specified if any and are directly credited under restricted fund account and any income made from such restricted fund is also credited directly in the restricted fund account.

The restricted funds of the Organization are required to be utilised only for the people who are entitled to receive donation and zakat under the Islamic shariah. Subsequently, restricted fund account is adjusted for the value of services provided to the needy / deserving.

General fund

Any general donations are given by the donors for general purposes /operations without any specific purpose are recognized as income in income and expenditure account and subsequently, any surplus or (deficit) transferred into general fund account. The fund of this account is used for administrative, ancillary and operation of the Trust.

3.5 Income

Donations are recognized as income at the time of receipt i.e. when received as cash or deposited in the bank account. Interest, dividend and profit are recognised as income on accrual basis. Donations restricted in its use by the donors are utilized for the purpose specified and are classified as donations under restricted funds accounts.

Value of services rendered to patients out of restricted funding are recognized as income.

3.6 Expenses

All expenses are recognised on an accrual basis.

3.7 Taxation

The society is not for profit organisation whose income is subject to hundred percent tax credit under clause 2(36) of Part I of the Second Schedule of the Income Tax Ordinance, 2001.

4 **Property, plant and equipments**

	COST				DEPRECIATION				Net book value	Dep. Rate (%)
	As at July 01	Additions	Disposal	As at June 30	As at July 01	Charge for the year	Disposal	As at June 30		
	Rupees									
Computer & Accessories	400,000	-	-	400,000	120,000	120,000	-	240,000	160,000	30%
Generator	-	158,000	-	158,000	-	15,800	-	15,800	142,200	10%
2024	**400,000**	**158,000**	**-**	**558,000**	**120,000**	**135,800**	**-**	**255,800**	**302,200**	
2023	-	400,000	-	400,000	-	120,000	-	120,000	280,000	

	Notes	2024	2023
		-------Rupees-------	
5 Intangible assets			
ERP - customized software		**114,400**	-

Intangible assets comprises of computer customized software purchased for organization. It is not amortized due to infinite life. However management review assets for impairment annually.

6 Investments			
Mutual fund investments		**14,686,178**	-

This represents investments in open ended mutual funds units and fair value changes recorded in income and expenditure account.

Investment of Rs.14.686 million in units of Meezan Rozana Amdani Fund (open ended mutual fund). During the year cash dividend Rs. 807,268 were received and reinvested by the organization in the Fund. As at 30 June 2024, the total units held were 293,724 units and these were valued at Rs. 50.00 per unit. There is no revaluation gain/(loss) for the year.

7 Cash and balances			
Cash in hand		-	-
Cash at Bank		700,736	12,209,892
		700,736	12,209,892
8 Donation			
General fund	8.1	**8,840,344**	12,013,075
Restricted Fund	8.2	**30,470,453**	22,947,658
		39,310,797	34,960,733

8.1 This includes donation from general people for medical and organization help.

8.2 This includes Rs.22.948 million (2023: Rs. 22.948 mil) donation by doner for health project, medical camping and specified purposes. As ULPHAT "the donee" and VITAL PAKISTAN TRUST "the doner" signed agreement and received donation for medical camping and immunization project as per term and condition.

9 Cost of Health Services

	2024			2023
	--------------------In Rupees--------------------			
	General fund	Restricted	Total	Total
Food Items for Medical Camps	280,856	1,354,455	1,635,311	1,380,490
Travelling and transportation	-	3,015,851	3,015,851	2,572,882
Decoration and installation of Camp	-	2,703,548	2,703,548	3,260,968
Medicines for Medical Camps	-	8,705,263	8,705,263	8,707,790
Miscellaneous Expense	640,172	-	640,172	122,500
Hospitalization Expense	3,597,179	-	3,597,179	6,518,364
Compensation for Camps and services	-	6,821,382	6,821,382	6,653,214
General Items for Camps	-	2,294,624	2,294,624	3,230,368
Ration Distribution	700,000	2,000,000	2,700,000	-
Depreciation	135,800	-	135,800	120,000
	5,354,007	26,895,123	32,249,130	32,566,576

10 Administrative expenses

	General fund	Restricted	Total	Total
Executive Committee Meetings & Travelling	-	-	-	318,179
Camp Security, Refreshment and Misc	770,500	-	770,500	1,350,000
Rent, Rates & Taxes	863,154	-	863,154	466,308
Printing & Stationery	505,595	-	505,595	411,560
Advertisement	128,538	-	128,538	240,000
	2,267,787	-	2,267,787	2,786,047

11 Date of authorisation

These financial statements were approved and authorized for issue by the management on December 12, 2024.

12 General

Figures have been rounded off to the nearest rupee.

President

General Secretary

Treasurer