

**THE SULTAN FOUNDATION
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE SULTAN FOUNDATION**

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **THE SULTAN FOUNDATION** (the Company), which comprise the statement of financial position as at June 30, 2020, and income and expenditure statement, the statement of changes in funds, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, income and expenditure statement, the statement of cash flows and statement of changes in funds together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2020 and of the profit, the change in funds and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with 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 Company 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.

Information Other than the Financial Statements and Auditors' Report thereon

Management is responsible for the other information presented along with the financial statements and the auditors' report thereon. With respect to the Company the other information comprises only the Director's Report on the operations of the Company.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines 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, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Board of directors is responsible for overseeing the Company's 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 Company'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 Company's 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 Company 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 directors 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.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, income and expenditure statement, statement of changes in funds and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

LAHORE; 30 SEP 2020

ShineWing Hameed Chaudhri & Co.
SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS

Audit Engagement Partner: Osman Hameed Chaudhri

**THE SULTAN FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2020**

	Note	2020 ----- Rupees -----	2019
Non-Current Assets			
Property and equipments	7	101,095,314	106,359,643
Intangible assets	8	50,000	407,069
Long term security deposits		889,470	889,470
Long term investments	9	190,000	190,000
		<u>102,224,784</u>	<u>107,846,182</u>
Current Assets			
Inventory	10	2,936,232	1,738,399
Staff advances		103,000	9,350
Due from Sultan Foundation - CCB		-	4,398,468
Prepayments		173,145	70,097
Short term investments	11	358,855,984	372,521,808
Other receivables		8,769,651	9,157,803
Withholding income tax		29,701,003	27,510,265
Cash and bank balances	12	749,786,916	710,048,508
		<u>1,150,325,931</u>	<u>1,125,454,698</u>
Less: Current Liabilities			
Creditors	13	960,283	17,015
Accrued expenses		3,855,099	2,923,894
Short term security deposits	14	1,036,600	706,600
		<u>5,851,982</u>	<u>3,647,509</u>
Net Current Assets		<u>1,144,473,949</u>	<u>1,121,807,189</u>
Net Assets Employed		<u>1,246,698,733</u>	<u>1,229,653,371</u>
Represented by:			
Opening retained earnings		1,229,287,721	1,276,564,003
Profit / (loss) for the year		16,850,512	(47,276,282)
		<u>1,246,138,233</u>	<u>1,229,287,721</u>
Long term deposit	15	560,500	365,650
Contingencies and commitments	16		
		<u>1,246,698,733</u>	<u>1,229,653,371</u>

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


Chief Executive

SHC


Director

**THE SULTAN FOUNDATION
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED JUNE 30, 2020**

		2020	2019
		- - - - Rupees - - - -	
Income	Note		
Tuition fee:			
- school		16,973,014	20,029,830
- college		4,138,740	6,172,972
Patient entry fee		2,361,150	1,999,170
Subscription for hepatitis		47,000	81,250
Donations	17	20,790	16,500
Profit on deposits		86,912,709	54,737,736
Return on short term investment		14,420,412	6,898,569
Rental income		1,434,650	1,878,350
Zakat	17	3,846,000	23,690,000
Other		3,654,133	1,940,362
		133,808,598	117,444,739
Less:			
Projects Expenditures			
Donations	18	39,115,694	24,718,103
Salaries to staff		39,169,318	37,402,580
Medicines		4,469,787	4,625,470
Travelling and conveyance		1,578,345	963,550
Printing and stationery		764,845	2,166,861
Communication		412,891	365,828
Electricity		2,786,280	2,189,126
Rent, rates and taxes		26,352	26,152
Repair and maintenance		8,136,503	2,411,924
Depreciation	7.1	9,957,036	10,796,056
Advertisement		76,610	1,240,010
Entertainment		363,821	267,962
Other expenses		7,801,109	2,787,434
		114,658,591	89,961,056
Administrative Expenditures			
Salaries to staff		2,252,025	1,739,101
Printing and stationery		4,900	34,170
Depreciation	7.1	524,055	568,213
Amortization	8	357,069	377,937
Auditors' remuneration - statutory audit fee		99,000	60,000
Bank charges		1,135	6,033
Entertainment		7,995	15,371
Other expenses		563,788	1,141,645
		3,809,967	3,942,470
Total expenditure for the year		118,468,558	93,903,526
Surplus of revenue over expenditure for the year		15,340,040	23,541,213
Realized loss on short term investments		-	(9,043,170)
Fair value gain / (loss) on re-measurement of short term investments		1,510,472	(61,774,325)
Profit / (loss) for the year		16,850,512	(47,276,282)

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

Chief Executive

SHC

Director

**THE SULTAN FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2020**

	2020	2019
	---- Rupees ----	
Cash Flows from Operating Activities		
Gain / (loss) for the year	16,850,512	(47,276,282)
Adjustments for non-cash charges		
Depreciation on property and equipments	10,481,091	11,364,269
Amortisation of computer software	357,069	377,937
Gain on sale of operating fixed assets	(904,707)	-
Fair value (gain) / loss on re-measurement of short term investment	(1,510,472)	61,774,325
Operating profit before working capital changes	25,273,493	26,240,249
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets:		
Inventory	(1,197,833)	(1,055,275)
Staff advances	(93,650)	73,000
Prepayments	(103,048)	71,086
Due from Sultan Foundation - CCB	4,398,468	-
Other receivable	388,152	(8,388,592)
Withholding income tax	(2,190,738)	(587,971)
(Decrease) / increase in current liabilities:		
Creditors	943,268	(311,651)
Accrued expenses	931,205	(941,849)
Security deposits	524,850	416,000
	3,600,674	(10,725,252)
Net cash generated from operating activities	28,874,167	15,514,997
Cash flows from investing activities		
Additions to property and equipments	(6,362,055)	(9,021,595)
Sale proceeds of operating fixed assets	2,050,000	-
Short term investments - net	15,176,296	(146,988,392)
	10,864,241	(156,009,987)
Net cash generated from / (used in) investing activities	39,738,408	(140,494,990)
Net increase / (decrease) in cash and cash equivalents	710,048,508	850,543,498
Cash and cash equivalents at the beginning of the year	749,786,916	710,048,508
Cash and cash equivalents at the end of the year	749,786,916	710,048,508

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


Chief Executive

SHC


Director

**THE SULTAN FOUNDATION
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	Restricted Funds	General Funds	Total
	----- R u p e e s -----		
Balance as at July 01, 2018	-	1,276,564,003	1,276,564,003
Surplus of revenue over expenditure for the year	-	23,541,213	23,541,213
Realized loss on short term investments	-	(9,043,170)	(9,043,170)
Fair value loss on re-measurement of short term investment	-	(61,774,325)	(61,774,325)
Balance as at June 30, 2019	-	1,229,287,721	1,229,287,721
Surplus of revenue over expenditure for the year	-	15,340,040	15,340,040
Fair value gain on re-measurement of short term investment	-	1,510,472	1,510,472
Balance as at June 30, 2020	-	1,246,138,233	1,246,138,233

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


Chief Executive

SHC


Director

**THE SULTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

1. LEGAL STATUS AND NATURE OF BUSINESS

The Sultan Foundation (the Company) is a Non-profit organisation within the meaning of Section 42 of the Companies Ordinance, 1984 (now the Companies Act, 2017) was incorporated in Pakistan on August 28, 2014 under the Companies Ordinance, 1984 (now the Companies Act, 2017) as a Company limited by guarantee not having share capital. The registered office of the Company is situated at Sultan Nagar, Vehari Road, Multan.

The key objectives of the Company were to take over the operations of Sultan Foundation (the Foundation), a society registered under the Societies Registration Act, 1860 to provide social welfare primarily in the areas of education and health. The Foundation, pursuant to an agreement dated November 29, 2014, transferred all its assets and liabilities to the Company on December 01, 2014.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SME's) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Accounting standard for Not for Profit Organizations (Accounting standard for NPO's) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where provision of and directives issued under the Companies Act, 2017 differ from the IFRS for SME's, the provision of and directives issued under the Companies Act, 2017 have been followed.

3. BASIS OF PREPARATION

These financial statements have been prepared under historical cost convention.

4. FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Pak Rupees, which is the functional as well as the presentation currency of the Company. All financial information presented in Pak Rupees has been rounded-off to the nearest rupee, unless otherwise stated.

5. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with approved accounting standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

The areas where various assumptions and estimates are significant to the Company's financial statements or where judgement was exercised in application of accounting policies are as follows:

- useful lives and residual values of property and equipments (note 7.1); and
- useful life and residual value of the intangible assets (note 8.1).

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

6.1 Operating fixed assets

(a) Tangible assets and depreciation thereon

Operating fixed assets are stated at cost less accumulated depreciation and any identified impairment loss except freehold land, which is stated at cost.

Depreciation is taken to income and expenditure statement using reducing balance method to write-off the cost over their estimated useful life. Full year's depreciation is provided in the year of purchase whereas no depreciation is provided in the year of disposal. Rates of depreciation are stated in note 7.1.

Minor repairs and replacements are charged to current income. Major improvements and modifications are capitalised. Gain / (loss) on disposal of property and equipments, if any, is taken to income and expenditure statement.

(b) Intangible assets and amortisation thereon

Expenditure incurred to acquire computer software are capitalised as intangible assets and stated at cost less accumulated amortisation. Intangible assets are amortised using the straight line method over the estimated useful life. Rate of amortisation is stated in note 8.1.

6.2 Investments

a) Investments in Term Deposit Receipts

These are stated at cost.

b) Investments at fair value through profit or loss

A non-derivative financial asset is classified at fair value through profit or loss if it is held for trading or is designated as such upon initial recognition. Investments are designated at fair value through profit or loss if the Company manages such investments and makes purchase and sale decisions based on their fair value. All investment are initially recognised at cost, being fair value of the consideration given. Subsequent to initial recognition, these investments are re-measured at fair value (quoted market price). Any gain or loss from a change in the fair value is recognised in income and expenditure statement.

6.3 Inventory

These are valued at cost.

6.4 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of cash flow statement, cash and cash equivalents consist of cash-in-hand and balances with banks.

6.5 Creditors, accrued and other liabilities

Liabilities for creditors, accrued and other liabilities are carried out at cost which is the fair value of the consideration to be paid in future for goods and services received whether or not to be billed to the Company.

6.6 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

6.7 Taxation

The Company is an approved non-profit organisation under section 2(36) of the Income Tax Ordinance, 2001. Its income is subject to hundred percent tax credit in terms of section 100C of the Income Tax Ordinance, 2001.

6.8 Profit on bank deposits

This is recognized on accrual basis.

6.9 Income

Income is accounted for on 'receipt basis'.

6.10 Expenses

These are accounted for on 'accrual basis'.

7. PROPERTY AND EQUIPMENTS

	Note	2020 ----- Rupees -----	2019
Operating fixed assets	7.1	98,680,949	106,359,643
Capital work- in -progress	7.2	2,414,365	-
		<u>101,095,314</u>	<u>106,359,643</u>

7.1 Operating fixed assets - tangible

PARTICULARS	COST			Rate %	DEPRECIATION			Book Value as at June 30, 2020
	As at July 01, 2019	Additions / (disposal) during the year	As at June 30, 2020		As at July 01, 2019	For the year / (on disposal)	As at June 30, 2020	
	----- Rupees -----				----- Rupees -----			
Owned								
Freehold land	17,956,170		17,956,170	-	-	-	-	17,956,170
Building on leasehold land:								
- T.T. Singh school & college	6,026,078	-	6,026,078	10	2,120,366	390,571	2,510,937	3,515,141
- Multan	3,300,465	-	3,300,465	10	1,266,839	203,363	1,470,202	1,830,263
- Vehari - Hospital	1,529,022	-	1,529,022	10	586,895	94,213	681,108	847,914
Building on freehold land:								
- Multan	80,045,382		80,045,382	10	15,208,622	6,483,676	21,692,298	58,353,084
Furniture and fixtures	4,751,864	38,400	4,790,264	10	1,424,551	336,571	1,761,122	3,029,142
Electric and telephone installations	4,661,026	590,500	5,251,526	15	2,050,984	480,081	2,531,065	2,720,461
Water pump, engine and tubewell	706,500	-	706,500	15	177,250	79,388	256,638	449,862
Laboratory equipment	47,906	-	47,906	15	17,044	4,629	21,673	26,233
Computers	1,372,737	170,740	1,543,477	15	631,364	136,817	768,181	775,296
Office equipment	583,100	7,500	590,600	15	229,570	54,155	283,725	306,875
Library books	73,389	11,320	84,709	20	21,937	12,554	34,491	50,218
Medical equipment	286,344	-	286,344	20	179,809	21,307	201,116	85,228
Vehicle	12,955,857	3,129,230 (2,236,900)	13,848,187	20	4,020,966	2,183,766 (1,091,607)	5,113,125	8,735,062
2020:	134,295,840	3,947,690 (2,236,900)	136,006,630		27,936,197	10,481,091 (1,091,607)	37,325,681	98,680,949
2019:	125,274,245	9,021,595	134,295,840		16,571,928	11,364,269	27,936,197	106,359,643

7.2. CAPITAL WORK-IN-PROGRESS

	2020	2019
	---- Rupees ----	
Advance to Orient Energy Systems (Pvt.) Ltd.	1,414,365	-
Advance to Paidar Builders (Pvt.) Ltd.	1,000,000	-
	<u>2,414,365</u>	

8. INTANGIBLE ASSETS - Computer software

Cost at beginning of the year	2,472,120	2,472,120
Less: amortisation:		
- at the beginning of the year	2,065,051	1,687,114
- charge for the year	357,069	377,937
	<u>2,422,120</u>	<u>2,065,051</u>
Book value as at June 30,	<u>50,000</u>	<u>407,069</u>

8.1 Amortisation is charged to income applying the straight-line method at the rate of 20% per annum.

9. LONG TERM INVESTMENTS - at cost

	Note	2020	2019
		---- Rupees ----	
United Bank Limited - Term Deposit Receipts	9.1	190,000	190,000

9.1 Term Deposit Receipts are in possession of the Board of Intermediate and Secondary Education, Faisalabad as security of the college.

10. INVENTORY

	Note	2020	2019
		---- Rupees ----	
Medicines		694,369	449,121
Note books & uniforms		2,241,863	1,289,278
		<u>2,936,232</u>	<u>1,738,399</u>

11. SHORT TERM INVESTMENTS - at fair value

through profit or loss

Alfalah GHP Funds

2,566,152.6069 units

(2019: 2,398,528.8752 units) - cost

Adjustment on remeasurement to fair value

	389,904,215	377,646,865
	(128,080,178)	(133,098,024)
11.1	<u>261,824,037</u>	<u>244,548,841</u>

NBP Funds Management Limited

10,061,038.9876 units

(2019: 13,225,788.7697 units) - cost

Adjustment on remeasurement to fair value

	112,566,354	140,000,000
	(15,534,407)	(12,027,033)
	<u>97,031,947</u>	<u>127,972,967</u>
	<u>358,855,984</u>	<u>372,521,808</u>

11.1 Dividends, received during the year, have been reinvested in 120,286.0224 units (2019:67,300.2756 units).

11.2 The Company during the year, made further investment of Rs.5,000,000 by acquiring 446,556.1589 units (2019: Rs:140 million by acquiring 13,225,788.7697 units). Units redeemed during the year were 3,866,994.8777 units (2019: nil).

12. CASH AND BANK BALANCES

	Note	2020 ----- Rupees -----	2019
Cash in hand		155,656	456,197
Cash at banks on:			
- current accounts		5,519,066	147,284,390
- pls accounts	12.1	4,112,194	82,307,921
- term deposit account (TDA)	12.2	740,000,000	480,000,000
		749,631,260	709,592,311
		<u>749,786,916</u>	<u>710,048,508</u>

12.1 These carry profit at the rates ranging from 6.50% to 11.50% (2019: 2.50% to 11.50%) per annum.

12.2 Effective rates of profit on TDA, during the year, ranged from 11.50% to 13.25% (2019: 4.50% to 11.50%) per annum. The maturity period of the TDA ranged from one to three years from the date of original issue.

13. CREDITORS

These include an amount of Rs.14,777 (2019: Rs.nil) payable to Al-Hilal Industries (Pvt.) Ltd. (a related party due to common directorship).

14. SHORT TERM SECURITY DEPOSIT

These include Rs.946 thousand (2019: Rs.616 thousand) received as security from the students and Rs.90.600 thousand (2019: Rs.90.600 thousand) received as security deposit from patients for Hepatitis C treatment.

15. LONG TERM DEPOSIT

This deposit has been received in accordance with the Company's Car Incentive Scheme and against the deposits a vehicles has been provided to an employees. This amount shall be adjusted after specified period by transfer of title of vehicles to the employees.

16. CONTINGENCIES AND COMMITMENTS

16.1 There was no known contingent liability as at June 30, 2020 and June 30, 2019.

16.2 There were commitments for capital expenditures of Rs.6.826 million (2019: Rs.nil) as at June 30, 2020.

17. SOURCES OF DONATIONS AND ZAKAT

The donations and zakat have been received from local personnel and these do not include any amount received from foreign sources.

18. DONATIONS

	2020	2019
	----- Rupees -----	
Nishtar Medical University, Multan	1,100,000	5,400,000
The Children Hospital & The Institute Of Child Health, Multan	-	7,333,000
Al Khidmat Foundation, Multan	932,960	-
Punjab Employees Social Security Institution	750,000	-
Pervaiz Elahi Institute of Cardiology Multan	1,077,413	-
Water user Committee VEHOVA	3,030,700	-
Model Dini Mudarsa Islamabad	462,841	-
Darul Aehsaas Multan	300,000	-
Shaukat Khanum Memorial Trust	8,000,000	-
District Administration Multan	2,213,338	-
Pakistan Bait-ul-Mal	369,115	-
Pakistan Railway Multan	362,100	-
Kafalat program	13,074,153	5,994,099
Plantation expenses	5,831,682	3,559,213
Students scholarship / fee	990,340	585,745
Hepatitis C treatment expenses	134,000	269,500
Graveyard expenses.	186,390	335,434
Others	300,662	1,241,112
	39,115,694	24,718,103

18.1 The directors of the Company have no interest in any of the above donations made during the current or preceding financial year.

19. PROVISION FOR TAXATION

No provision for taxation for current year has been made as the Company is exempt from tax.

20. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of the Associated Companies, directors, relatives of directors and key management personnel of the Company. The Company in the normal course of business carries out transactions with various related parties. Balances due from and due to related parties have been disclosed in the relevant notes to these financial statements. Other significant transactions carried out during the year are as follows:

20.1 During the year, the Company has received Rs.Nil (2019: Rs.7.350 million) and Rs.0.985 million (2019: Rs.5.470 million) as zakat from Chief Executive and Directors of the Company respectively.

20.2 Associated Undertakings - (due to common directorship)

Al-Hilal Industries (Pvt.) Ltd.

Greens Mills (Pvt.) Ltd.

H.M Enterprises (Pvt.) Ltd.

Eastern Trading Company Multan

Significant transactions:

	2020	2019
	---- Rupees ----	
Expenses charged by	171,506	123,954
Purchases	9,619,478	3,520,501

21. REMUNERATION TO CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

During the year, no remuneration was paid to the Chief Executive, Directors or to any Executive of the Company.

22. NUMBER OF EMPLOYEES

The number of employees as at June 30, 2020 were 223 (2019: 255) and their average number during the year was 243 (2019: 239).

23. CORRESPONDING FIGURES

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of comparison. However, no material re-arrangements and re-classifications have been made in these financial statements.

24. DATE OF APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorized for issue on September 30, 2020 by the Board of Directors of the Company.

25. GENERAL

Figures have been rounded off to the nearest rupee.


 Chief Executive



 Director