

ARTHRITIS CARE FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016



AUDITORS' REPORT TO THE BOARD OF TRUSTEES

We have audited the annexed balance sheet of **Arthritis Care Foundation** ("the society") as at **June 30, 2016** and the related income and expenditure account together with the notes forming part thereof (here-in-after referred to as financial statements for the year then ended). It is the responsibility of the board of trustees to establish and maintain a system of internal control, and prepare and present the statement(s) in conformity with the approved accounting standards as applicable in Pakistan. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall presentation of the statements. We believe that our audit provides a reasonable basis for our opinion.

In common with the society of similar size, the system of control is dependent upon close involvement of Executive Committee. Therefore, where independent confirmation of completeness of accounting record was not available, we have accepted assurance of Executive Committee that all the society's transactions have been reflected in the records.

The Society, as is common with others of similar size and nature, derives certain portion of its income comprising voluntary donations in cash and in kind, which cannot be fully controlled until they are entered in the accounting records and are not, therefore, susceptible to independent audit verification.

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Arthritis Care Foundation** for the year ended June 30, 2016.

Date: **16 NOV 2016**
Place: LAHORE

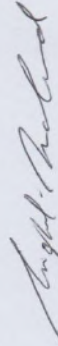

UHY Hassan Naeem & Co.
Chartered Accountants
Ibne Hassan (FCA)

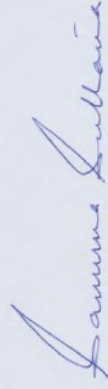


ARTHRITIS CARE FOUNDATION (ACF)
BALANCE SHEET
 As at June 30, 2016

	Note	30-Jun-16 (Rupees)	30-Jun-15 (Rupees)	Note	30-Jun-16 (Rupees)	30-Jun-15 (Rupees)
ASSETS						
CAPITAL & LIABILITIES						
General Fund						
Opening Fund		8,378,981	4,965,479		117,786	83,255
Surplus For The Year		7,911,011	3,413,502	4	117,786	83,255
		<u>16,289,992</u>	<u>8,378,981</u>			
Reserve Fund		640,882	640,882			
					<u>16,943,587</u>	<u>9,175,363</u>
Current Liabilities						
Accrued Expenses	3	12,713	155,500			
		<u>12,713</u>	<u>155,500</u>			
					<u>16,943,587</u>	<u>9,175,363</u>
Non-Current Assets						
Fixed Assets	4					
					<u>16,825,801</u>	<u>9,092,108</u>
Current Assets						
Short Term Investments	5				3,307,842	1,842,203
Advances, Deposits & Prepayment:	6				300,000	-
Interest Receivable					126,662	125,995
Advance Tax					23,460	7,340
Medicine Stock	8.1				427,574	82,792
Cash & Bank Balances	7				12,640,263	7,033,778
					<u>16,825,801</u>	<u>9,092,108</u>
					<u>16,943,587</u>	<u>9,175,363</u>

The annexed notes 1 to 10 form integral part of these financial statements


Prof. Nighat Mir Ahmad
 Chairperson - ACF

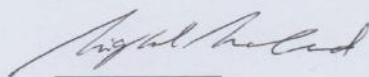

Ms. Samina Sultana
 Finance Secretary - ACF

Place: Lahore
 Date: 16 NOV 2016

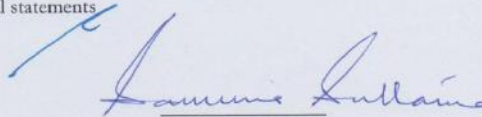
ARTHRITIS CARE FOUNDATION (ACF)
INCOME & EXPENDITURE ACCOUNT
For The Year Ended June 30, 2016

	Note	30-Jun-16 (Rupees)	30-Jun-15 (Rupees)
INCOME			
Donation		32,353,208	14,656,391
Interest on Investment		161,859	125,996
		<u>32,515,067</u>	<u>14,782,387</u>
EXPENDITURE			
Admin Staff Salaries		804,990	425,417
Clinical Staff Salaries		148,667	-
Medication & Surgery Expense	8	19,408,124	9,073,861
Public Awareness Expenses		4,800	23,000
Mir-Farman-Tariq Scholarship Program		427,500	1,464,500
PG Trainees Scholarship		2,117,550	-
Fund Raising Expenses		502,950	-
Office Rent		478,000	232,200
Printing & Stationary		202,760	32,335
Repair & Maintenance		53,470	-
Utility Expenses		25,605	-
Vehicle Running Expenses		51,788	25,385
Website Maintenance Expenses		151,000	40,250
Amortization/Depreciation		23,868	13,731
Postages		26,300	3,830
Bank Charges		7,811	3,856
Legal Charges		131,300	25,000
Miscellaneous Expenses	9	37,573	5,520
		<u>24,604,056</u>	<u>11,368,885</u>
Surplus For The Year		<u><u>7,911,011</u></u>	<u><u>3,413,502</u></u>

The annexed notes 1 to 10 form integral part of these financial statements



Prof. Nighat Mir Ahmad
Chairperson - ACF



Ms. Samina Sultana
Finance Secretary - ACF

Place: Lahore

Date: 11 6 NOV 2016

ARTHRITIS CARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
For The Year Ended June 30, 2016

1 Legal Status & Activities

Arthritis Care Foundation is a charitable society registered on July 27, 2010 under the laws of Societies Registration Act XXI of 1860. The registered office is situated at 676 Shadman Lahore. The trust was set up with an objective to establish, encourage, assist and finance medical, social welfare and educational activities, of patient suffering from arthritis, rheumatic and other diseases who are poor and needy.

2 Significant Accounting Policies

2.1 Accounting Convention

These accounts have been prepared under the historical cost convention and are in conformity with the approved International Financial Reporting Standards as applicable in Pakistan.

2.2 Functional & Presentation Currency

These financial statements are presented in Pak rupee, which is the functional and presentation currency for the company.

2.3 Fixed Capital Expenditure and Depreciation

Operating fixed assets are stated at cost less accumulated depreciation. Depreciation is charged from the date of acquisition of the assets, while in case of disposal it is charged up to the month of disposal.

Depreciation is charged on the reducing balance method.

Normal repair and maintenance is charged to revenue as and when incurred, while major renewal and replacements are capitalized.

2.4 Intangible Assets

Costs that are directly associated with identifiable software products controlled by the company and have probable economic benefits beyond one year are recognized as intangible assets. These are stated at cost less accumulated amortization and impairment losses, if any. Amortization is provided on straight line method over the asset's useful life.

2.5 Income Recognition

Donation are recognized on receipt basis.

2.6 Taxation

The society is exempt from taxation as per the provisions of Income Tax Ordinance 2001.

ARTHRITIS CARE FOUNDATION (ACF)
 NOTES TO THE FINANCIAL STATEMENTS
 For The Year Ended June 30, 2016

		Amount in Rs.	
3	Accrued Expenses	30-Jun-16	30-Jun-15
	Admin Staff Salaries	-	25,000
	Mir-Farman-Tariq Scholarship	-	130,500
	Utility Expenses	12,713	-
		<u>12,713</u>	<u>155,500</u>

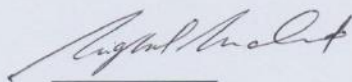
		Amount in Rs.		
4	Fixed Assets	Note	30-Jun-16	30-Jun-15
	Tangible Assets	4.1	54,786	9,755
	Intangible Assets	4.2	63,000	73,500
	Total		<u>117,786</u>	<u>83,255</u>

Particulars	Cost			Rate	Amortization/Depreciation			Book Value As At June 30, 2016
	As at July 01, 2015	Addition	As at June 30, 2016		As at July 01, 2015	Charge For The Year	As at June 30, 2016	
4.1 Tangible Assets								
Office Computer	13,800	26,000	39,800	30%	7,038	9,829	16,867	22,933
Office Equipment's	3,500	32,400	35,900	10%	508	3,539	4,047	31,853
Sub Total	17,300	58,400	75,700		7,546	13,368	20,914	54,786
4.2 Intangible Assets								
Wcbsite	105,000	-	105,000	10%	31,500	10,500	42,000	63,000
Sub Total	105,000	-	105,000		31,500	10,500	42,000	63,000
Total 2016	122,300	58,400	180,700		39,046	23,868	62,914	117,786
Total 2015	122,300	-	122,300		25,315	13,731	39,046	83,255

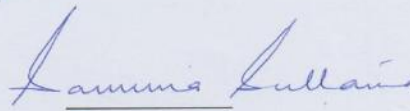
ARTHRITIS CARE FOUNDATION (ACF)
 NOTES TO THE FINANCIAL STATEMENTS
 For The Year Ended June 30, 2016

		Amount in Rs.		
5	Short term investments	30-Jun-16	30-Jun-15	
	Opening balances as on July 01, 2015	1,842,203	-	
	Additions during the year	1,465,639	1,842,203	
	Closing balances as on June 30, 2016	<u>3,307,842</u>	<u>1,842,203</u>	
6	Advances, Deposits & Prepayments	30-Jun-16	30-Jun-15	
	Office security deposits	300,000	-	
		<u>300,000</u>	<u>-</u>	
7	Cash & Bank	30-Jun-16	30-Jun-15	
	Cash in hand	2,145	44,899	
	Cash at bank	12,638,118	6,988,879	
	Total	<u>12,640,263</u>	<u>7,033,778</u>	
8	Medication & Surgery Expenses	Note	30-Jun-16	30-Jun-15
	Medicine consumed	8.1	9,622,127	5,240,611
	Biologics (including IVIG)		6,927,350	2,431,704
	Joint replacement (Mir Farman-Salam- Mchboob Fund)		965,000	670,000
	Rehabilitation equipment for patient		5,500	23,100
	Medical test for patients		1,888,147	708,446
			<u>19,408,124</u>	<u>9,073,861</u>
	8.1 Medicine Consumed			
	Opening stock		82,792	93,364
	(+) Purchases (Pharmacy bills)		9,966,909	5,230,039
	(-) Closing stock		<u>(427,574)</u>	<u>(82,792)</u>
			<u>9,622,127</u>	<u>5,240,611</u>
9	Miscellaneous Expenses	30-Jun-16	30-Jun-15	
	Refreshment for board meetings	17,618	1,920	
	Others	19,955	3,600	
		<u>37,573</u>	<u>5,520</u>	
10	General			

Figures have been rounded off to the nearest rupee.



Prof. Nighat Mir Ahmad
 Chairperson - ACF



Ms. Samina Sultana
 Finance Secretary - ACF

Place: Lahore

Date: 16 NOV 2016