



Rafqat Hussain & Co  
Chartered Accountants

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**SUGHRA KHURSHID MEMORIAL HOSPITAL WELFARE SOCIETY  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

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Tullah House, 161-C, Faisal Town, Lahore  
T +92 42-35160167-9  
E-mail: [info@rafqat.com](mailto:info@rafqat.com)  
Website: <http://www.rafqat.com>



## INDEPENDENT AUDITOR'S REPORT

### To the Governing Body of the Sughra Khurshid Memorial Hospital Welfare Society

#### Opinion

We have audited the financial statements of **Sughra Khurshid Memorial Hospital Welfare Society** (the society) which comprise the statement of financial position as at **June 30, 2022** and statement of income and expenditure and statement of cash flows for the year then ended and notes to the financial statements, including summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the society as at June 30, 2022 and its financial performance and cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan, as disclosed in note 2.1.

#### 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 Governing Body for the Financial Statements

The Governing Body is responsible for the preparation and fair presentation of the financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan, as disclosed in note 2.1, and for such internal control as Governing Body 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 statement, Governing Body is 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 Governing Body either intends to liquidate the Society 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 is 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 statement.

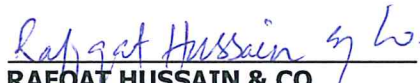


As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statement, 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 Society 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 Governing Body 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 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.

The engagement partner on the audit resulting in this independent auditor's report is Bushra Sana (ACA).

  
**RAFQAT HUSSAIN & CO.**  
**Chartered Accountants**  
**Lahore.**  
**Date:** 17.08.2022

**UDIN:** AR2022102780HXNJ5YQ



**SUGHRA KHURSHID MEMORIAL HOSPITAL WELFARE SOCIETY**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2022**

		2022	2021
	Note	Rupees	Rupees
<b>FUNDS AND LIABILITIES</b>			
<b>FUNDS AND RESERVES</b>			
Members' fund		-	-
Accumulated deficit		(475,000)	(140,000)
		(475,000)	(140,000)
<b>NON-CURRENT LIABILITIES</b>		-	-
<b>CURRENT LIABILITIES</b>			
Accrued and other payables	3	475,000	140,000
<b>CONTINGENCIES AND COMMITMENTS</b>	4		
		-	-
<b>PROPERTY AND ASSETS</b>			
<b>NON-CURRENT ASSETS</b>		-	-
<b>CURRENT ASSETS</b>		-	-
		-	-

The annexed notes 1 to 8 form an integral part of these financial statements.

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General Secretary

  
Joint Secretary

خورشید احمد

**SUGHRA KHURSHID MEMORIAL HOSPITAL WELFARE SOCIETY**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**FOR THE YEAR ENDED JUNE 30, 2022**

		<b>2022</b>	<b>2021</b>
	<b>Note</b>	<b>Rupees</b>	<b>Rupees</b>
Revenue		-	-
Project cost		-	-
<b>Gross profit</b>		-	-
Audit fee		(35,000)	(35,000)
Professional charges		(300,000)	-
Finance cost		-	-
<b>Deficit before taxation</b>		(335,000)	(35,000)
Taxation		-	-
<b>Deficit after taxation</b>		(335,000)	(35,000)
<b>Opening accumulated Deficit</b>		(140,000)	(105,000)
<b>Closing accumulated Deficit</b>		(475,000)	(140,000)

The annexed notes 1 to 8 form an integral part of these financial statements.

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**General Secretary**

  
**Joint Secretary**

فوری شید احر

# SUGHRA KHURSHID MEMORIAL HOSPITAL WELFARE SOCIETY

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2022

	2022	2021
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Deficit before taxation	(335,000)	(35,000)
<b>Adjustments for non cash items:</b>	-	-
<b>Operating profit before working capital changes</b>	(335,000)	(35,000)
<i>(Increase)/Decrease In Current Assets:</i>	-	-
<i>Increase/(Decrease) In Current Liabilities:</i>		
Accrued and other payables	335,000	35,000
	335,000	35,000
<b>Cash used in operations</b>	-	-
Income tax paid	-	-
<b>Net cash flows from operating activities</b>	-	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Net cash flows from investing activities</b>	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>Net cash flows from financing activities</b>	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	-	-
<b>Cash and cash equivalent at the beginning of the period</b>	-	-
<b>Cash and cash equivalent at the end of the period</b>	-	-

The annexed notes 1 to 8 form an integral part of these financial statements.

Rhio.

  
General Secretary

  
Joint Secretary

فورشید احمد

**SUGHRA KHURSHID MEMORIAL HOSPITAL WELFARE SOCIETY**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

**1 NATURE & ITS OPERATIONS**

The Sughra Khurshid Memorial Hospital Welfare Society (the society) was established as an independent non-political, non-profit & charitable organization and got itself registered under the Societies Registration Act, XXI of 1860 per certificate no. RP/SKT/2016/2720/198 year 2017 dated 26 July. The registered office is situated at Village Nangal Boota, Tehsil Pasrur, District Sialkot.

The main objective of the society is to establish Hospital/Clinics Dispensaries for public at large especially in remote areas and to work for the eradication of poverty in liaison with the Government machineries. The operation has not yet started by the society.

**2 SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Statement of Compliance**

These financial statements have been prepared in accordance with Accounting & Financial Reporting Standards for Small-Sized Entities (SSE's) issued by the Institute of Chartered Accountants of Pakistan (ICAP) in 2006, which have been voluntarily adopted by the management.

**2.2 Accounting convention**

The financial statements have been prepared on accrual basis and under the "Historical Cost Convention" without any adjustment for effects of inflation on current values.

**2.3 Property & equipment**

Property and equipment are stated at cost less accumulated depreciation. Depreciation is charged using reducing balance method. Full year depreciation is charged in the month of purchase and no depreciation is charged in the month of disposal.

Maintenance and normal repairs are charged to income as and when incurred while major renewals and improvements are capitalized.

**2.4 Investments**

Investments are valued at cost on first in first out basis. Impairments in value are not provided unless these are considered to be of permanent nature by the management.

**2.5 Accrued and liabilities**

Accruals and liabilities for amounts payable against goods and services are carried at cost which is the fair value of the consideration to be paid for goods and services received.

**2.6 Profit on investments**

Profit on investments is booked in accounts on realization basis-net of Income Tax.

**2.7 Contingencies and commitments**

The management reviews the status of all pending litigations and claims against the society. Based on judgement and advice of legal advisors for the estimated financial outcome and accordingly appropriate disclosures or provisions are made. The actual outcome of these liabilities and claims can have effects on the carrying amounts of liabilities recognized in these financial statements.

**2.8 Presentation**

These financial statements have been presented in Pak rupees which is also the functional currency of the Society. Figures in the financial statements are rounded off to the nearest rupee.

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**3 ACCRUED AND OTHER LIABILITIES**

Audit fee payable  
Other payables

<b>2022</b>	<b>2021</b>
<b>Rupees</b>	<b>Rupees</b>
<b>175,000</b>	140,000
<b>300,000</b>	-
<b>475,000</b>	<b>140,000</b>

**4 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments as at the reporting date (2021: Nil).

**5 REMUNERATION TO GOVERNING BODY**

The society does not provide salaries or any other benefits to any of the members of governing body.

**6 SUBSEQUENT EVENTS**

There is no any such event after the reporting date that require any adjustment/disclosure in these financial statements.

**7 CORRESPONDING FIGURES**

Corresponding figures have been re-arranged/re-classified, wherever necessary, for the purpose of comparison. However no major re-classification has been made.

**8 DATE OF AUTHORIZATION**

These financial statements were approved and authorized for issuance on 17-08-2022 by the Governing Body

Rhuo.

  
General Secretary

  
Joint Secretary

فورشید احمد