

## AUDITOR'S REPORT TO THE BOARD OF GOVERNERS

We have audited the annexed balance sheet of **M/S THE HELPCARE SOCIETY** as at **30-06-2006** and the related income and expenditure account together with the notes forming part thereof (herein after referred to as the "financial statements") for the year then ended.

These financial statements are the responsibility of the Board of Governors. Our responsibility is to express an opinion on these financial 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 financial statements are free from material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial 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 financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion: -

- a) the payments made and the expenditure incurred during the year was for the purpose of the approved objects of the Society.
- b) where funds were received for a specific stated purpose, these have been spent for that purpose only; and
- c) the financial statements give a true and fair view of the **Society's** affairs as at **30-06-2006** and of the results of its operations for the year then ended.

Date: 15 FEB 2007

Place: Lahore

  
SAJID IQBAL & COMPANY  
Chartered Accountants



**SAJID IQBAL & COMPANY**  
**(Chartered Accountants)**

	2006 Rupees	2005 Rupees
<b>8- Cash and Bank Balances</b>		
Cash at Bank (8.1)	5,761,867	4,817,844
Cash in Hand	<u>11,101</u>	<u>13,282</u>
	<u>5,772,968</u>	<u>4,831,126</u>

8.1 All Bank Accounts are Saving Accounts and subject to Markup.

	2006 Rupees	2005 Rupees
<b>9- Income</b>		
Donations	10,476,677	12,680,062
Fee from Students	13,845	9,520
Fine from Students	995	2,940
Profit from Bank Account	112,979	218,713
Profit on Investment	409,983	445,829
Profit on Term Deposit	<u>95,271</u>	<u>-</u>
	<u>11,109,750</u>	<u>13,357,064</u>

**10- GENERAL**

- The figures have been rounded off to the nearest of rupee
- The prior year's figures have been rearranged wherever necessary for the purpose of comparison

Place: Lahore

DATE **15 FEB 2001**

  
\_\_\_\_\_  
SECRETARY GENERAL

  
\_\_\_\_\_  
PRESIDENT



**SAJID IQBAL & COMPANY**  
(Chartered Accountants)

	2006 Rupees	2005 Rupees
<b>3- Creditors, accrued and other liabilities</b>		
Security form Staff	444,797	228,277
Salaries Payable	278,093	177,168
Utility Bills Payable		
Electricity	7,880	14,557
Telephone	5,340	3,440
Sui Gas	390	130
Water & Sanitation	3,100	-
	16,710	18,127
	739,600	423,572

**FIXED ASSETS**

Particulars	Cost			Rate %	Depreciation			W.D.V. As on 30/06/2006
	As on 07/01/2005	Additions/ (Deletions)	As on 30/06/06		As on 07/01/2005	For the year	As on 30/06/2006	
	Rupees	Rupees	Rupees		Rupees	Rupees	Rupees	Rupees
Furniture & Fixture	778,888	66,704	845,592	10	260,854	58,474	319,328	526,264
Office Equipment	360,171	58,600	418,771	10	104,436	31,434	135,870	282,901
Computers	1,479,786	11,000 (20,400)	1,470,386	20	667,428	162,632 (10,200)	819,860	650,526
Books	3,280	-	3,280	20	2,206	215	2,421	859
Bicycle	3,000	-	3,000	20	984	403	1,387	1,613
<b>TOTAL 2006</b>	2,625,125	136,304 (20,400)	2,741,029		1,035,908	253,158 (10,200)	1,278,866	1,462,163
<b>TOTAL 2005</b>	2,447,835	177,290	2,625,125		746,072	289,836	1,035,908	1,589,217

**5- Johar Town Campus Under Construction**

This consists ;

Cost of Land	12,234,305	11,781,000
Soil Testing Charges	10,000	-
Architect Fee	54,000	-
	12,298,305	11,781,000

**6- Short Term Investment**

This represents Investment in National Investment Trust and Term Deposits

**7- Advances, deposits and prepayments**

**Advance:**

Income Tax	135,576	123,452
Rent	-	78,000
To Staff	3,000	-
Security for School premises	60,000	60,000
	198,576	261,452



# **THE HELPCARE SOCIETY**

## **Notes To The Accounts**

### **For The Year Ended June 30, 2006**

#### **1- The Organization And Its Activities**

The Helpcare Society is a charitable, not-for-profit and a non-commercial organization registered under the Societies Registration Act, 1860 (XXI of 1860) committed to undertake projects (educational, health, and other social services program) for the under-privileged segment of the populace irrespective of race, creed, sex and language

#### **2- 2.1- Accounting Convention**

These accounts have been prepared under historical cost convention .

#### **2.2- Operating Fixed Assets And Depreciation**

Operating fixed assets are stated at cost less accumulated depreciation. Depreciation is charged to income and expenditure account applying the reducing balance method at the rates specified in the respective note.

#### **2.3- Investments**

These are stated at Market Value .

#### **2.4- Foreign Currency Transactions**

Assets and liabilities are translated into Pak Rupees at the rates of exchange prevailing at the balance sheet date. Transactions are translated into Pak Rupees at the rate of exchange prevailing at the date of their occurrence.

#### **2.5- Revenue Recognition**

Receipts from Donation are recognized when received whereas Return on Investment is recognized on accrual basis .





**THE HELPCARE SOCIETY  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED ON JUNE 30, 2006**

	Note	2006	2005
<b>INCOME</b>	9	11,109,750	13,357,064
<b>EXPENDITURE</b>			
Salaries		2,742,273	2,104,210
Rent and rates		833,951	772,740
Utilities		189,913	186,921
Printing and Stationary		267,376	225,967
Books & Periodicals		147,759	429,090
Science Lab Expenses		7,885	-
Computer Expenses		69,782	-
Office Expense		297,742	-
Uniform and Children wear		37,167	110,791
Photographic expense		6,641	583
Study Tour expenses		23,193	19,925
Food and Nourishment		248,143	246,164
Repair and maintenance		387,973	248,950
Advertisement		45,718	75,475
Medical		20,845	15,126
Telephone & Postage		60,278	64,423
Prizes & Rewards		7,570	18,725
Bank charges		8,954	9,791
Depreciation		253,158	289,836
		<b>(5,656,321)</b>	<b>(4,818,717)</b>
<i>Surplus for the Year</i>		<u>5,453,430</u>	<u>8,538,347</u>

Note: The annexed notes from 1 to 10 form an integral part of these accounts.

Place: Lahore

DATE **15 FEB 2007**

  
SECRETARY GENERAL

  
PRESIDENT



**THE HELPCARE SOCIETY  
BALANCE SHEET  
AS AT JUNE 30, 2006**

FUNDS AND LIABILITIES	Note	2006 Rupees	2005 Rupees
<b>CAPITAL FUND</b>			
Opening balance		19,536,502	10,998,155
Surplus for the year		5,453,430	8,538,347
		24,989,932	19,536,502
<b>CURRENT LIABILITIES</b>			
Creditors, accrued and other liabilities	3	739,600	423,572
		25,729,532	19,960,074
		2006	2005
<b>PROPERTY AND ASSETS</b>			
<b>FIXED ASSETS</b>			
JOHAR TOWN CAMPUS UNDER CONSTRUCTION	5	12,298,305	11,781,000
SHORT TERM INVESTMENT	6	5,997,520	1,497,279
<b>CURRENT ASSETS</b>			
Advances, Deposits and Prepayments	7	198,576	261,452
Cash and Bank Balances	8	5,772,968	4,831,126
		5,971,544	5,092,578
		25,729,532	19,960,074

Note: The annexed notes from 1 to 10 form an integral part of these accounts

Place: Lahore

Date: 15 FEB 2007

  
SECRETARY GENERAL



PRESIDENT & COMPANY  
