

THE HELP CARE SOCIETY

FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011

ILYAS SAEED & CO
(CHARTERED ACCOUNTANTS)



A member firm of Midsnell Group International

THE HELP CARE SOCIETY

SOCIETY INFORMATION

Board of Trustees

Lt. Gen (R) Muhammad Maqbool (Chairman)
Mr. Mubashar A. Siddique (Secretary General)
Mr. Abdul Wahid Khan (Finance Secretary)
Pir Farid Ahsanuddin
Mr. Masood Ali Kan
Mrs. Farida Maqbool
Mrs. Uzma Mushraf
Mr. Yahya Mir

Auditors

Ilyas Saeed & Co
Chartered Accountants

Principal Banker

Royal Bank of Scotland
Soneri Bank Limited

Registered Office

95,A-3 Johar Town, Lahore

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Ilyas Saeed & Co

Chartered Accountants

AUDITORS' REPORT TO THE TRUSTEES

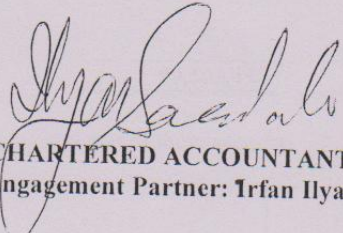
We have audited the annexed Statement of Financial Position of the **THE HELP CARE SOCIETY** as at **June 30, 2011** and the related Income and Expenditure Account and Notes to the Accounts for the year then ended. These financial statements are the responsibility of the Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with *Generally Accepted Auditing Standards*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 reasonable basis for our opinion.

In our opinion the financial statements present fairly in all material respects the financial position of *The Help Care Society* as at **June 30, 2011** and deficit for the year then ended in accordance with accounting policies specified in note number 2.1 to the financial statements.

Lahore:

19 OCT 2011


(CHARTERED ACCOUNTANTS)
Engagement Partner: Irfan Ilyas

Page 1 of 10 Pages

THE HELP CARE SOCIETY
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2011

		2011 Rupees	2010 Rupees
PROPERTY AND ASSETS			
FIXED ASSETS			
Property, plant & equipment	3	76,736,198	81,467,377
Long term deposits	4	262,000	72,000
CURRENT ASSETS			
Short term investments	5	18,982,459	12,252,509
Advances, deposits & prepayments	6	177,379	201,231
Cash & bank balances	7	3,344,460	10,196,142
		22,504,298	22,649,882
		99,502,496	104,189,259
FUNDS AND LIABILITIES			
Capital fund		93,084,058	97,604,575
Endowment fund		4,200,000	3,550,000
CURRENT LIABILITIES			
Accrued and other liabilities	8	2,218,438	3,034,684
		99,502,496	104,189,259

The annexed notes from 1 to 12 form an integral part of these accounts

President

[Signature]

Finance Secretary

[Signature]



2 / 10 Pages

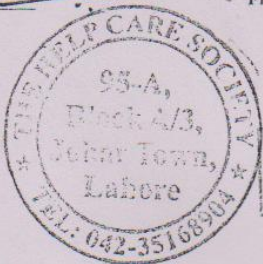
THE HELP CARE SOCIETY
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2011

	Note	2011 Rupees	2010 Rupees
INCOME	9	12,771,684	14,084,064
EXPENSES			
Salaries		8,240,513	8,732,438
Utilities		372,409	251,219
Telephone bill		68,931	54,321
E.O.B.I.		117,540	115,200
Office repair & maintenance		423,775	121,910
Educational	10	286,545	142,310
Printing & stationary		265,151	335,430
Food & nourishment		23,652	26,983
Periodicals / News papers		17,467	-
Photocopies		336,620	310,772
Advertisement/news p..per		19,470	46,839
Uniform & other wears		77,221	11,639
Carriage/fare charges		51,948	40,815
Postage		16,709	8,377
Computer accessories/internet		64,903	59,644
Functions & delegations		67,820	78,915
Prizes/rewards & benefits		26,531	20,350
Photographic		990	9,300
Audit fee		34,000	20,000
Medical		3,806	1,740
Study tours / training workshops		39,887	42,509
Bank charges		4,950	2,610
Generator fuel		69,415	41,526
Science lab		12,650	8,063
Security Services		27,484	154,417
Sports game		7,661	23,558
ITD expense		-	32,000
Photocopier expense		18,800	11,400
Miscellaneous		1,275	690
		10,698,123	10,704,976
<i>Excess of Income over Expenditure</i>		2,073,561	3,379,088
Depreciation	3	(7,074,028)	(295,237)
Impairment loss	5.1	(270,050)	-
		(7,344,078)	(295,237)
<i>Retained (Deficit) / Surplus Fund</i>		(5,270,517)	3,083,851

The annexed notes from 1 to 12 form an integral part of these accounts *JSV*

President *Maqsood*

Finance Secretary *Mohammed*



THE HELP CARE SOCIETY
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Particulars	Capital	CWIP Fund	Endowment Fund	Total
Balance as at July 01, 2009	24,691,985	65,278,739	2,700,000	92,670,724
Donations received during the year		4,550,000	850,000	5,400,000
Transfer from / (to) CWIP	69,828,739	(69,828,739)	-	-
Surplus for the year	3,083,851	-	-	3,083,851
Balance as at June 30, 2010	<u>97,604,575</u>	<u>-</u>	<u>3,550,000</u>	<u>101,154,575</u>
Donations received during the year	-	750,000	650,000	1,400,000
Transfer from / (to) CWIP	750,000	(750,000)	-	-
Deficit for the year	(5,270,517)	-	-	(5,270,517)
Balance as at June 30, 2011	<u>93,084,058</u>	<u>-</u>	<u>4,200,000</u>	<u>97,284,058</u>

The annexed notes from 1 to 12 form an integral part of these accounts *for*

President *Maghad*

Finance Secretary *Muhammad Ali*



THE HELP CARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011

1 The Organization and Its Activities

The Help Care Society is a charitable not-for-profit and a non-commercial organization registered in Lahore under the Societies Registration Act 1860 (XXI of 860), duly approved by the Income tax Commissioner u/s 2(36), committed to undertake projects (educational health and other social services program) for the under-privileged segment of the populace irrespective of the race creed sex and language.

2 Accounting Policies

2.1- Accounting Convention

These accounts have been prepared under the historical cost convention on cash receipt and disbursement basis. On this basis revenue is recognized when received rather than when earned, and expenses are recognized when paid rather than when incurred.

2.2- Property, Plant & Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Cost comprises acquisition and other directly attributable costs.

Depreciation is provided on reducing balance basis so as to write off the cost of an asset over its estimated useful life without taking into account any residual value. Depreciation on all additions / deletions is being charged on monthly basis. Full month's depreciation is charged on normal additions, while no depreciation is charged on items deleted during the month.

The assets' residual values and useful lives are reviewed at each financial year end and adjusted if impact on depreciation is significant. Normal repairs and maintenance are charged to income, while major renewals and improvements are capitalized.

Gain and loss on disposal of fixed assets are included in other income.

2.3- Impairment

The carrying amounts of the Society's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount. Impairment losses are recognized in profit & loss account.

**THE HELP CARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

2.4- Long Term Deposits

Long term deposits are stated at cost and are refundable or adjustable on maturity.

2.5- Investments

All investments are initially recorded at cost, which is the fair value of the consideration given for its purchase / acquisition.

Investments made by the fund are classified as held to maturity. These are held by the Fund with the positive intent and ability to hold till maturity. These are valued at cost plus accrued profit. Premium paid, if any, on acquiring such investments is reduced from its cost.

2.6- Advances, Deposits and Prepayments

Receivables are carried at original invoice amount less on estimates for doubtful receivable balances based on review of outstanding amounts at the year end. Bad debts are written off when identified.

2.7- Cash & Cash Equivalents

Cash and cash equivalents consists of cash in hand and deposits at banks.

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THE HELP CARE SOCIETY
Notes to the financial statements for the year ended June 30, 2011
3 Property, Plant & Equipment

PARTICULARS	COST			Rate %	DEPRECIATION			WRITTEN DOWN VALUE AS AT 30-06-2011
	As at July 01, 2010	Addition	(Deletion)		As at June 30, 2011	As at July 01, 2010	Adjustment	
Land - Freehold	12,298,305	-	-	12,298,305	-	-	-	12,298,305
Building - Freehold *	61,670,312	1,574,385	-	63,244,697	10	-	6,206,791	57,037,906
Furniture & Fixture	3,457,406	201,125	-	3,658,531	10	573,363	300,277	2,784,891
Office Equipment	1,808,681	326,533	-	2,135,214	10	317,018	171,548	1,646,648
Electrical Equipment	2,322,287	187,096	-	2,509,383	10	-	235,172	2,274,211
Computers	1,801,076	8,480	-	1,809,556	20	1,346,360	91,367	371,829
Books	377,024	10,951	-	387,975	20	150,151	46,287	191,537
Lab. Equipment	133,941	6,165	-	140,106	15	32,634	16,121	91,351
Sports equipment	18,472	28,114	-	46,586	20	601	6,465	39,520
RUPEES 2011	83,887,504	2,342,849	-	86,230,353		2,420,127	7,074,028	9,494,155

THE HELP CARE SOCIETY
Property, Plant & Equipment

AS AT JUNE 30, 2010

PARTICULARS	COST			Rate %	DEPRECIATION			WRITTEN DOWN VALUE AS AT 30-06-2010
	As at July 01, 2009	Addition	(Deletion)		As at June 30, 2010	As at July 01, 2009	Adjustment	
Land - Freehold	12,298,305	-	-	12,298,305	-	-	-	12,298,305
Building - Freehold	-	61,670,312	-	61,670,312	10	-	-	61,670,312
Furniture & Fixture	1,084,432	2,372,974	-	3,457,406	10	504,053	69,310	2,884,043
Office Equipment	698,769	1,109,912	-	1,808,681	20	264,897	52,121	1,491,663
Electrical Equipment	-	2,322,287	-	2,322,287	20	-	-	2,322,287
Computers	1,747,241	53,835	-	1,801,076	20	1,256,895	109,465	454,716
Books	333,830	43,194	-	377,024	20	101,405	48,746	226,873
Lab. Equipment	117,601	16,340	-	133,941	15	17,640	14,994	101,307
Sports equipment	-	18,472	-	18,472	20	601	601	17,871
RUPEES 2010	16,280,178	67,607,326	-	83,887,504		2,124,890	295,237	81,467,377

Increase in depreciation is due to capitalisation of building amounting to Rs. 63,244,697/- which resulted in increase in depreciation charges (a non-cash item) amounting to Rs. 6,206,791/- (2010: Nil) for the year resulting deficit of Rs. 5,000,467/-. Had this depreciation been not accounted for, this would have resulted in a surplus of Rs. 1,206,323/-

The Help Care Society
Notes to the financial statements for the year ended June 30, 2011

		<u>2011</u> <u>RUPEES</u>	<u>2010</u> <u>RUPEES</u>
4 Long term deposit			
Security for affiliation - unsecured considered good		260,000	70,000
Security for internet - unsecured considered good		2,000	2,000
		<u>262,000</u>	<u>72,000</u>
5 Short term investments			
NIT - Investment at cost	5.1	11,982,459	12,252,509
Fixed Deposits	5.2	7,000,000	-
		<u>18,982,459</u>	<u>12,252,509</u>
5.1 <u>NIT - Investment at cost</u>			
Opening Balance		12,252,509	11,123,853
Addition / Impairment during the year		(270,050)	1,128,656
		<u>11,982,459</u>	<u>12,252,509</u>
Investments are stated at cost, the Society holds 261,901 (2010: 261,901) NIT units at market value of Rs.32.14 (2010: Rs.28.17) as on June 30, 2011.			
5.2 <u>Fixed Deposits</u>			
Opening balance		-	-
Additions during the year		7,000,000	-
		<u>7,000,000</u>	<u>-</u>
6 Advances, deposits & prepayments			
Advance tax	6.1	133,879	175,732
Advances to staff - secured		43,500	25,500
		<u>177,379</u>	<u>201,232</u>

The Help Care Society
Notes to the financial statements for the year ended June 30, 2011

	2011 <u>RUPEES</u>	2010 <u>RUPEES</u>
6.1 Tax deducted at source		
Opening balance	175,732	245,396
Deducted during the year	12,860	65,044
Adjustment of advance tax	(54,713)	(134,708)
	<u>133,879</u>	<u>175,732</u>
7 Cash & bank balances		
Cash in hand	1,677	16,789
Bank balances - saving accounts	3,342,784	10,179,353
	<u>3,344,460</u>	<u>10,196,142</u>
All banks are saving accounts and subject to Mark-up ranging from 4.5 to 9 %.		
8 Accrued & other liabilities		
Security staff - un secured	1,649,574	1,408,078
Retention money - un secured	8.1 568,864	1,625,887
Staff salaries tax payable	-	719
	<u>2,218,438</u>	<u>3,034,684</u>
8.1 Retention money - un secured		
Opening balance	1,625,887	2,620,887
Deduction during the year	43,839	-
Paid / Adjusted during the year	(1,100,862)	(995,000)
	<u>568,864</u>	<u>1,625,887</u>
9 Income		
Donations	11,515,402	12,749,259
Fee from children	32,687	43,980
Student fine	37,948	9,592
Profit from bank account / TDRs	507,793	439,460
Dividends on NIT	-	547,134
Other incomes	176,370	73,128
Staff securities retained - written off	62,770	187,711
Commission on NIT	-	6,300
Income from ITD	-	27,500
Profit on fixed deposits	436,279	-
Flood relief fund	9.1 2,435	-
	<u>12,771,684</u>	<u>14,084,064</u>

The Help Care Society
Notes to the financial statements for the year ended June 30, 2011

	<u>2011</u> <u>RUPEES</u>	<u>2010</u> <u>RUPEES</u>
9.1 <u>Flood relief fund</u>		
Receipts	236,285	-
Less:		
Amount donated	(233,850)	-
	<u>2,435</u>	<u>-</u>

Flood relief fund was created to help the victims of flood disaster. Receipts include contribution from the students and staff of the school.

10 Educational Expense

School affiliation and registration fee	70,000	4,400
Students' external examination fee	185,622	127,732
Misc	30,923	10,178
	<u>286,545</u>	<u>142,310</u>

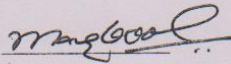
11 Date of Authorization of Issue

These financial statements were authorized for issue on 19 OCT 2011 by the Board of Governors.

12 General

Figures have been rounded off to the nearest rupee.

President



Finance Secretary

