

THE HELPCARE SOCIETY

FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013



ILYAS SAEED & CO
(CHARTERED ACCOUNTANTS)

THE HELPCARE SOCIETY

SOCIETY INFORMATION

Board of Governors

Lt. Gen (R) Muhammad Maqbool (President)
Mr. Mubashar A. Siddique (Secretary General)
Mr. Abdul Wahid Khan (Finance Secretary)
Pir Farid Ahsanuddin
Mr. Yahya Mir
Mrs. Farida Maqbool
Mr. Haroon A Malik
Mr. Masood Ali Khan
Dr. Tahir Mahmood Hayat
Mr Shabbir Hashmi
Miss Ayla Majid

Auditors

Ilyas Saeed & Co
Chartered Accountants

Principal Banker

Faysal Bank Limited
Soneri Bank Limited
Askari Bank Limited

Registered Office

95-A, Block A/3, Johar Town, Lahore

AUDITORS' REPORT TO THE BOARD OF GOVERNORS

We have audited the annexed Statement of Financial Position of *THE HELPCARE SOCIETY* as at *June 30, 2013* and the related Income and Expenditure Account and cash flow statement and statement of changes in funds together with the notes forming part thereof (here-in-after referred to as the financial statements), for the year then ended. It is the responsibility of the board of governors to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the cash receipts and expenditure incurred basis of preparation as described in note 2.1 to the annexed financial statements. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. Those 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 a reasonable basis for our opinion.

As described in the note 2.1, the financial statements have been prepared on the cash receipts and expenditure basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. In our opinion the financial statements present fairly in all material respects, the cash receipts and expenditure of *THE HELPCARE SOCIETY* for the year ended *June 30, 2013* on the basis of accounting as described in note 2.1 to the statements.

Lahore: 28 DEC 2013


ILYAS SAEED & CO

Chartered Accountants

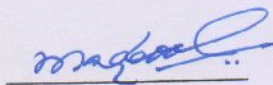
Engagement Partner: Irfan Ilyas

THE HELPCARE SOCIETY
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2013

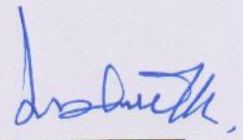
PROPERTY AND ASSETS	Note	2013 Rupees	2012 Rupees
FIXED ASSETS			
Property, plant & equipment	3	66,851,864	70,511,831
Long term deposits	4	262,000	262,000
CURRENT ASSETS			
Short term investments	5	68,471,867	39,069,325
Advances, deposits & prepayments	6	196,925	198,250
Cash & bank balances	7	13,457,706	3,482,990
		82,126,497	42,750,565
		149,240,361	113,524,397
FUNDS AND LIABILITIES			
Capital fund	8	92,535,947	90,763,712
Endowment fund	9	54,566,575	20,284,790
CURRENT LIABILITIES			
Accrued and other liabilities	10	2,137,839	2,475,895
		149,240,361	113,524,397

The annexed notes from 1 to 14 form an integral part of these accounts

President




Finance Secretary

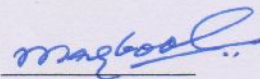
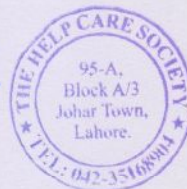


THE HELPCARE SOCIETY
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2013

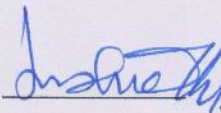
	Note	2013 Rupees	2012 Rupees
INCOME	11	25,498,726	17,428,388
EXPENSES			
Salaries		12,961,900	10,021,562
Utilities		352,228	362,441
Telephone bill		79,402	76,914
Rent rate & taxes		36,200	114,315
E.O.B.I.		146,060	131,460
Social Security		246,966	-
Office repair & maintenance		442,778	361,817
Educational	12	1,073,708	609,399
Printing & stationery		350,911	377,197
Food & nourishment		135,573	27,337
Periodicals / News papers		20,958	18,713
Photocopies		351,441	415,749
Advertisement/news paper		38,614	27,170
Uniform & other wears		653,547	90,400
Carriage/fare charges		63,111	43,589
Postage		25,520	33,549
Computer accessories/internet		106,025	61,803
Functions & delegations		109,519	102,032
Prizes/rewards & benefits		18,600	86,200
Audit fee		35,000	35,000
Medical		1,383	217
Study tours / training workshops		23,034	35,705
Bank charges		12,835	9,187
Generator fuel		110,695	116,639
Science lab		14,549	34,544
Sports		98,560	21,304
Photocopier expense		18,500	8,500
Miscellaneous		17,598	815
		17,545,215	13,223,558
<i>Excess of Income over Expenditure</i>		7,953,511	4,204,830
Depreciation	3	(6,181,275)	(6,525,177)
		(6,181,275)	(6,525,177)
<i>Retained Surplus/(Deficit)</i>		1,772,236	(2,320,346)

The annexed notes from 1 to 14 form an integral part of these accounts

President

Finance Secretary

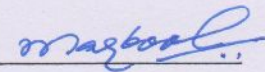
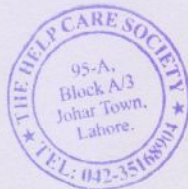


THE HELPCARE SOCIETY
STATEMENT OF CASH FLOWS
AS ON JUNE 30, 2013

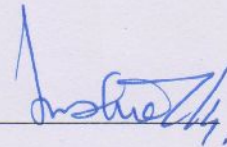
	<u>2013</u> <u>Rupees</u>	<u>2012</u> <u>Rupees</u>
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus/ (Deficit) for the Year	1,772,236	(2,320,346)
Non cash adjustments		
Depreciation for the year	6,181,275	6,525,177
Impairment loss	-	-
Surplus before changes in working capital	7,953,511	4,204,830
Changes in working capital		
(Increase) / Decrease in receivables	9,499	(16,999)
Increase / (Decrease) in accounts payable	(338,056)	257,457
	(328,557)	240,458
Net cash from operating activities	7,624,954	4,445,288
Income Tax (Paid) / Refunded	(8,174)	(3,871)
	7,616,780	4,441,417
 CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in investment	(29,402,541)	(20,086,866)
Additions of fixed assets	(2,521,308)	(300,810)
Net cash from investing activities	(31,923,849)	(20,387,676)
 CASH FLOWS FROM FINANCING ACTIVITIES		
Endowment fund	34,281,785	16,084,790
Net Increase / (Decrease) in Cash and Cash Equivalent	9,974,715	138,530
Cash and cash equivalent at the beginning of the year	3,482,990	3,344,460
Cash and cash equivalent at the end of the year	13,457,706	3,482,990

The annexed notes from 1 to 14 form an integral part of these accounts

President

Finance Secretary



THE HELPCARE SOCIETY
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

Particulars	Capital	Endowment Fund	Total
Balance as at July 01,2011	93,084,058	4,200,000	97,284,058
Donations received during the year			-
Transfer from / (to) CWIP	-	16,084,790	16,084,790
(Deficit) for the year	(2,320,346)		(2,320,346)
Balance as at June 30, 2012	<u>90,763,712</u>	<u>20,284,790</u>	<u>111,048,502</u>
Donations received during the year			-
Addition during the year	-	34,281,785	34,281,785
Surplus for the year	1,772,236		1,772,236
Balance as at June 30, 2013	<u><u>92,535,947</u></u>	<u><u>54,566,575</u></u>	<u><u>147,102,522</u></u>

The annexed notes from 1 to 14 form an integral part of these accounts

President



Finance Secretary

THE HELPCARE SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2013

1 The Organization and Its Activities

THE HELPCARE 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 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, 2013**

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 Equivalent

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

2.8- Endowment fund

Endowment fund is a restricted fund. The main objective of the fund is to generate income for operating expenses of Help Care Society.

2.9- Income Recognition

In cash receipts and disbursement basis of accounting, income is recognized when cash is actually received rather than when it earned.

2.10- Payables

Liabilities for payables are initially recognized at fair value which is normally the transaction cost. Payables include securities and retention money.

2.11- Taxation

The income of THE HELPCARE SOCIETY is exempt from tax under clause 92 of Part-I the Second schedule to the Income Tax Ordinance, 2001.



THE HELPCARE SOCIETY
Notes to the financial statements for the year ended June 30, 2013
Property, Plant & Equipment

PARTICULARS	COST			Rate %	DEPRECIATION			WRITTEN DOWN VALUE AS AT 30-06-2013
	As at July 01, 2012	Addition	(Deletion)		As at July 01, 2012	Adjustment	For the Year	
Land - Freehold	12,298,305	-	-	-	-	-	-	12,298,305
Building - Freehold	63,244,697	-	-	10	11,910,582	-	5,133,412	46,200,703
Furniture & Fixture	3,823,373	200,124	-	10	1,158,373	-	277,999	2,587,125
Office Equipment	2,154,263	130,072	-	10	654,493	-	157,115	1,472,727
Electrical Equipment	2,509,383	-	-	10	462,593	-	204,679	1,842,111
Computers	1,820,056	2,061,410	-	20	1,513,668	-	335,240	2,032,558
Books	440,118	119,522	-	20	238,803	-	46,571	274,266
Lab. Equipment	194,382	-	-	15	65,850	-	19,280	109,252
Sports equipment	46,586	10,180	-	20	14,970	-	6,979	34,817
	86,531,163	2,521,308	-		16,019,332		6,181,275	66,851,864

AS AT JUNE 30, 2012

THE HELPCARE SOCIETY
Property, Plant & Equipment

PARTICULARS	COST			Rate %	DEPRECIATION			WRITTEN DOWN VALUE AS AT 30-06-2012
	As at July 01, 2011	Addition	(Deletion)		As at July 01, 2011	Adjustment	For the Year	
Land - Freehold	12,298,305	-	-	-	-	-	-	12,298,305
Building - Freehold *	63,244,697	-	-	10	6,206,791	-	5,703,791	51,334,115
Furniture & Fixture	3,658,531	164,842	-	10	873,640	-	284,733	2,665,000
Office Equipment	2,135,214	19,049	-	10	488,566	-	165,927	1,499,770
Electrical Equipment	2,509,383	-	-	10	235,172	-	227,421	2,046,790
Computers	1,809,556	10,500	-	20	1,437,727	-	75,941	306,388
Books	387,975	52,143	-	20	196,438	-	42,365	201,315
Lab. Equipment	140,106	54,276	-	15	48,755	-	17,095	128,532
Sports equipment	46,586	-	-	20	7,066	-	7,904	31,616
	86,230,353	300,810	-		9,494,155		6,525,177	70,511,831

THE HELPCARE SOCIETY

Notes to the financial statements for the year ended June 30, 2013

		<u>2013</u> <u>RUPEES</u>	<u>2012</u> <u>RUPEES</u>
4 Long term deposit			
Security for affiliation - unsecured considered good		260,000	260,000
Security for internet - unsecured considered good		2,000	2,000
		<u>262,000</u>	<u>262,000</u>
5 Short term investments			
NIT - Investment at cost	5.1	13,971,867	13,030,065
Fixed Deposits	5.2	54,500,000	26,039,260
		<u>68,471,867</u>	<u>39,069,325</u>
5.1 <u>NIT - Investment at cost</u>			
Opening Balance		13,030,065	11,982,459
Addition / Impairment during the year		941,802	1,047,606
		<u>13,971,867</u>	<u>13,030,065</u>
Investments are stated at cost, the Society holds 333,294 (2012: 298,985) NIT units at market value of Rs.42.41 (2012:30.26) as on June 30, 2013.			
5.2 <u>Fixed Deposits</u>			
Opening balance		26,039,260	7,000,000
Additions during the year		28,460,739	19,039,260
		<u>54,500,000</u>	<u>26,039,260</u>
Fixed deposits kept at Faysal bank @ 8.6% (2012: 10.65%) p.a rate of return.			
6 Advances, deposits & prepayments			
Advance tax	6.1	145,925	137,751
Advances to staff - secured		31,000	60,499
Advances to students - unsecured		20,000	-
		<u>196,925</u>	<u>198,250</u>
6.1 Tax deducted at source			
Opening balance		137,751	133,879
Deducted during the year		112,819	6,122
Adjustment of advance tax		(104,645)	(2,251)
		<u>145,925</u>	<u>137,751</u>

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THE HELPCARE SOCIETY

Notes to the financial statements for the year ended June 30, 2013

	2013 <u>RUPEES</u>	2012 <u>RUPEES</u>
7 Cash & bank balances		
Cash in hand	11,352	3,275
Bank balances - saving accounts	13,446,354	3,479,716
	<u>13,457,706</u>	<u>3,482,990</u>
All banks are saving accounts and subject to Mark-up ranging from 5 to 6 %.		
8 Capital Fund		
Opening balance	90,763,711	93,084,058
Surplus/(Deficit) during the year	1,772,236	(2,320,346)
	<u>92,535,947</u>	<u>90,763,711</u>
9 Endowment Fund		
Opening balance	20,284,790	4,200,000
Addition during the year	9.1 34,281,785	16,084,790
	<u>54,566,575</u>	<u>20,284,790</u>
9.1 Addition in Endowment Fund includes Rs 650,000/- as Zakat, given to society.		
10 Accrued & other liabilities		
Security staff - un secured	2,126,722	1,907,031
Retention money - un secured	10.1 -	568,864
WHT Payable	11,117	-
	<u>2,137,839</u>	<u>2,475,895</u>
10.1 Retention money - un secured		
Opening balance	568,864	568,864
Deduction during the year	-	-
Paid / Adjusted during the year	(568,864)	-
	<u>-</u>	<u>568,864</u>
11 Income		
Donations	17,767,118	12,913,186
Zakat	1,032,000	1,132,700
Fee from children	31,973	22,290
Student fine	27,030	47,145
Profit from bank account / TDRs	493,041	380,450
Dividends on NIT	1,046,447	1,047,606
Other incomes	502,171	294,579
Staff securities retained - written off	224,097	91,429
Profit on fixed deposits	1,770,487	1,499,003
International Inspiration Fund	11.1 329,361	-
Specific funds for J.T. Campus	2,275,000	-
	<u>25,498,726</u>	<u>17,428,388</u>

THE HELPCARE SOCIETY

Notes to the financial statements for the year ended June 30, 2013

	2013 <u>RUPEES</u>	2012 <u>RUPEES</u>
11.1 <u>International Inspiration Fund</u>		
Receipts	375,000	-
Less: International Inspiration Program Expense	(45,639)	-
	<u>329,361</u>	<u>-</u>
12 Educational Expense		
School affiliation and registration fee	10,000	15,600
Students' external examination fee	888,733	572,490
Misc	174,975	21,309
	<u>1,073,708</u>	<u>609,399</u>

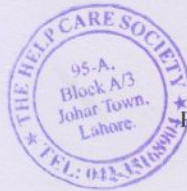
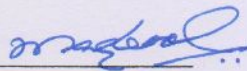
13 Date of Authorization of Issue

These financial statements were authorized for issue on 28 DEC 2013 by the Board of Governors.

14 General

Figures have been rounded off to the nearest rupee.

President



Finance Secretary

