

FINANCIAL STATEMENTS

OF

**THE SOCIAL BOND
WELFARE ORGANIZATION**
For the Year Ended June 30, 2024

SAJID & CO

Chartered Accountants

Suit # 204, 2ND Floor, Amber Estate Extension,
Baloch Colony, Shakra-e-Faisal, Karachi, Pakistan

Phones: (+9221) 34320685

Mobile(+92)332-3146394

Email: sajid_vunus@yahoo.com



SAJID & CO. Chartered Accountants

Suit No. 204, 2nd Floor Amber Estate Extension, Opp. HBL, MCB Kawish Court Br.
and Maqbool Masjid, Near Baloch Colony Bridge, Shahrah-e-Faisal, Karachi.
Mobile: 0332-3146394 - 0303-2412694, PTCL No. 34320685, E-mail: sajid_yunus@yahoo.com

AUDITOR'S REPORT TO THE MANAGEMENT

We have audited the annexed balance sheet of **THE SOCIAL BOND WELFARE ORGANIZATION** as at June 30, 2024 and the related income & expenditure account and cash flow statement 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 management committee to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the books and accounting records. 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 of material misstatement. 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 the financial statements present fairly in all material respects the financial position of the **THE SOCIAL BOND WELFARE ORGANIZATION** as at June 30, 2024 and results of its operations for the year then ended. This report is intended solely for the information and use of the organization for obtaining Donation or compliance requirement etc. on the request of trustees.



CHARTERED ACCOUNTANT


KARACHI.

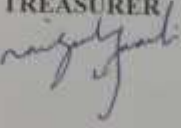
DATED:

THE SOCIAL BOND WELFARE ORGANIZATION
 STATEMENT OF FINANCIAL POSITION
 AS AT 30TH JUNE, 2024

	Note	2024 Rupees	2023 Rupees
NON-CURRENT ASSETS			
Tangible fixed assets	4	631,541	742,989
CURRENT ASSETS			
Advances, deposits and other receivables		80,578	66,118
Cash & bank balances		27,127,985	22,780,402
		27,208,563	22,846,520
TOTAL ASSETS		<u>27,840,104</u>	<u>23,589,509</u>
GENERAL FUND AND LIABILITIES			
GENERAL FUND ACCOUNT			
General fund	5	1,194,348	1,622,816
Specific fund	6	26,520,756	21,866,693
		27,715,104	23,489,509
CURRENT LIABILITIES			
Accrued expenses and other liabilities		125,000	100,000
TOTAL FUND AND LIABILITIES		<u>27,840,104</u>	<u>23,589,509</u>

The annexed notes from 1 to 7 form an integral part of these financial statement.

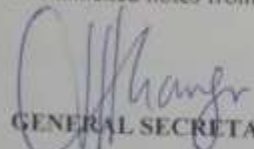

 GENERAL SECRETARY

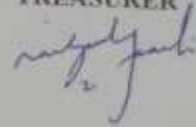
TREASURER


**THE SOCIAL BOND WELFARE ORGANIZATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2024**

	NOTES	Rupees	
		30-Jun-24	30-Jun-23
RECEIPTS			
Donations & Contribution		18,307,830	9,848,377
PAYMENTS			
Salaries & allowances		11,254,500	9,571,500
Rent		2,292,000	2,076,000
Printing & stationery		238,888	414,158
Electricity charges		464,915	372,714
Repair & maintenance		224,410	252,837
Depreciation expense		111,448	131,116
Telephone charges		-	151,460
Miscellaneous expenses		32,305	67,000
Fees & subscription		53,000	20,000
Audit fees		25,000	25,000
Travelling & conveyance		-	149,249
Grocery items		3,245,731	-
Staff welfare & messing		460,000	-
Water charges		2,250	174,670
Bank charges		678	918
Clinic & medical expenses		331,172	140,747
Gifts & incentives		-	226,237
		18,736,297	13,773,606
SURPLUS FOR THE YEAR TRANSFERRED TO GENERAL FUND		<u>(428,467)</u>	<u>(3,925,229)</u>


The annexed notes from 1 to 7 form an integral part of these financial statements.

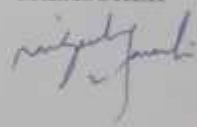
W 
GENERAL SECRETARY


TREASURER

**THE SOCIAL BOND WELFARE ORGANIZATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024**

	Rupees	
	30-Jun-24	30-Jun-23
Cash Flow from Operating Activities		
Deficit of receipts over payments	(428,467)	(3,925,229)
<i>Adjustment for Non Cash Items:</i>		
Add: Depreciation expenses	111,448	131,116
<i>Change in Working Capital:</i>		
(Increase) / Decrease in Current Assets		
Advance Income tax	(14,460)	-
Increase / (Decrease) in Current Liabilities		
Accrued expenses	-	25,000
Cash Generated from Operations	(331,479)	(3,769,113)
Cash Flow from Investing Activities		
Tangible fixed assets	-	(317,020)
Cash Flow from Financing Activities		
Deficit of receipts over payments for specific fund	4,654,063	7,507,148
Net Increase in Cash and Cash Equivalents	4,322,584	3,421,015
Cash and cash equivalents at the beginning of the year	22,780,402	19,359,387
Cash and Cash Equivalents at the end of the year	27,102,986	22,780,402



GENERAL SECRETARY

TREASURER


THE SOCIAL BOND WELFARE ORGANIZATION
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED 30TH JUNE, 2024

	General Fund	Specific Fund	Total
	Rs.	Rs.	Rs.
Balance as at June 30, 2023	5,558,044	14,359,545	19,917,589
Surplus / (deficit) for the year ended June 30, 2023	(3,925,229)	7,507,148	3,581,919
Prior year adjustments	(10,000)	-	(10,000)
Balance as at June 30, 2023	<u>1,622,816</u>	<u>21,866,693</u>	<u>23,489,509</u>
Surplus / (deficit) for the year ended June 30, 2024	(428,467)	4,654,063	4,225,596
Balance as at June 30, 2024	<u><u>1,194,348</u></u>	<u><u>26,520,756</u></u>	<u><u>27,715,104</u></u>

The annexed notes from 1 to 7 form an integral part of these financial statements.


GENERAL SECRETARY

TREASURER


**THE SOCIAL BOND WELFARE ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2024**

1. STATUS AND PROFILE

The Social Bond Welfare Organization was established on October, 2012. The Objective of the Trust is to provide education and support to the childrens of underprivileged areas. The Trust is situated at House No. D-329 KESC 3159 Karim Bux Para Shanti Nagar Dalmia, Karachi

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

2.2 BASIS OF MEASUREMENT

These accounts have been prepared under the historical cost convention.

2.3 FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Pak Rupees, which is the Organization's functional currency. All financial information presented in Pak Rupee has been rounded to the nearest rupee.

2.4 SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of financial statements in conformity with International Financial Reporting Standards (IFRSs) require the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Society's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors including expectation of future events that are believed to be reasonable under current circumstances. Revisions to accounting estimates are recognized prospectively.

2.5 NEW AND AMENDED STANDARDS AND INTERPRETATIONS

Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted by the Society:

	Effective date (annual reporting periods beginning on or after)
IFRS 5 Non-current Assets Held for Sale and Discontinued Operations (Amendments)	1st July, 2019
IFRS 7 Financial Instruments: Disclosures (Amendments)	1st July, 2019
IFRS 11 Joint Arrangements (Amendments)	1st January, 2020
IFRS 14 Regulatory Deferral Accounts	1st January, 2019
IFRS 15 Revenue from Contracts with Customers	1st January, 2020
IFRS 16 Leases	1st January, 2020
IAS 1 Presentation of Financial Statements (Amendments)	1st January, 2019
IAS 7 Statement of Cash Flows (Amendments)	1st January, 2020
IAS 12 Income Taxes (Amendments)	1st January, 2020
IAS 16 Property, Plant and Equipment (Amendments)	1st January, 2019
IAS 19 Employee Benefits (Amendments)	1st January, 2019

IAS 27 Separate Financial Statements (Amendments)	1st January, 2019
IAS 28 Investment in Associates and Joint Ventures (Amendments)	1st January, 2019
IAS 34 Interim Financial Reporting (Amendments)	1st January, 2019
IAS 38 Intangible Assets (Amendments)	1st January, 2019
IAS 41 Agriculture (Amendments)	1st January, 2019

The management anticipates that, adoption of above standards, amendments and interpretations in future periods, will have no material impact on the financial statements other than presentation / disclosures.

Further, the following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which are yet to be notified by the Securities and Exchange Commission of Pakistan (SECP), for the purpose of their applicability in Pakistan:

IFRS 1 First-time Adoption of International Financial Reporting Standards
IFRS 9 Financial Instruments

The following interpretations issued by the IASB have been waived off by SECP:

IFRIC 4 Determining whether an arrangement contains lease
IFRIC 10 Service concession arrangements

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 PROPERTY, PLANT AND EQUIPMENTS

These are stated at cost less accumulated depreciation and impairment, if any.

Depreciation is charged on reducing balance method at the rates disclosed in note 4 to the financial statements.

Full year's depreciation is charged in the year of addition whereas no depreciation is charged in the year of disposal.

Normal repairs and maintenances are charged to income as and when incurred. Gains and losses on disposal are included in income currently.

3.2 ADVANCES AND OTHER RECEIVABLES

Advances and other receivables are recognised at fair value and subsequently measured at amortized cost. A provision for impairment in advances and other receivables is made when there is objective evidence that the Society will not be able to collect all amounts due according to original terms of receivables. Advances and other receivables considered irrecoverable are written off.

3.3 ACCRUED EXPENSES AND OTHER PAYABLES

Liabilities for expenses and other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received.

3.4 REVENUE RECOGNITION

Contributions, donations, fees and profit on investment are recorded when received. Expenses are recorded when paid except audit fee which is accrued.

3.5 TAXATION

The Trust not liable to income tax hence no provision is made for taxation.

4. TANGIBLE FIXED ASSETS :

Particulars	Cost			Depreciation				W.D.V. as at 30/6/2024
	As at 01/7/2023	Addition / (deletion)	As at 30/6/2024	Rate %	Accumulated as at 01/7/2023	For the year	Accumulated as at 30/6/2024	
Furniture and fixtures	781,270	-	781,270	15%	259,289	78,297	337,586	443,684
Office equipments	531,271	-	531,271	15%	328,836	30,365	359,201	172,070
Transportation	64,000	-	64,000	15%	45,427	2,786	48,213	15,787
Total 2024	<u>1,376,541</u>	<u>-</u>	<u>1,376,541</u>		<u>633,552</u>	<u>111,448</u>	<u>745,000</u>	<u>631,541</u>
Total 2023	<u>1,059,521</u>	<u>317,020</u>	<u>1,376,541</u>		<u>502,436</u>	<u>131,116</u>	<u>633,552</u>	<u>742,989</u>

4.1 Fixed Assets are not physically verified by the auditors.

5. GENERAL FUND

	30-Jun-24	30-Jun-23
Balance brought forward	1,622,816	5,548,044
Surplus for the period	<u>(428,467)</u>	<u>(3,925,229)</u>
	<u>1,194,348</u>	<u>1,622,816</u>

6. SPECIFIC FUND

	30-Jun-24	30-Jun-23
Balance brought forward	21,866,693	14,359,545
Add: Receipts	13,749,334	19,755,176
Less: Income support expenses	(3,831,800)	(9,081,910)
Less: Books for students	<u>(5,263,471)</u>	<u>(3,166,118)</u>
	<u>26,520,756</u>	<u>21,866,693</u>

7. GENERAL

7.1 These financial statements were authorized for issue on October 05th, 2024 by the Trustees.

7.2 Figures have been rounded off to the nearest rupee.


GENERAL SECRETARY

TREASURER

