

01/10/18

Shahid Ali

SHAHID ALI & CO. CHARTERED ACCOUNTANTS  
100, MARKET STREET, SUITE 100, TORONTO, ONT. M5X 1C4

Page No. 1  
Date: 01/10/18

ALIF NOON PARENTS FOUNDATION  
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2018

The accompanying financial statements were prepared in accordance with the requirements of the Chartered Accountants Act, 1985 and the Chartered Accountants Regulation Act, 1985. The financial statements have been audited in accordance with the standards of the Institute of Chartered Accountants of Ontario. The financial statements are presented in Canadian dollars and are the responsibility of the management of the Alif Noon Parents Foundation. The auditor's responsibility is to express an opinion on the financial statements based on the audit. The auditor's opinion is based on the audit of the financial statements and is not a guarantee of the accuracy of the financial statements. The financial statements are subject to the audit of the auditor and the auditor's opinion is based on the audit of the financial statements.

**ALIF NOON PARENTS FOUNDATION  
AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018**

The accompanying financial statements were prepared in accordance with the requirements of the Chartered Accountants Act, 1985 and the Chartered Accountants Regulation Act, 1985. The financial statements have been audited in accordance with the standards of the Institute of Chartered Accountants of Ontario. The financial statements are presented in Canadian dollars and are the responsibility of the management of the Alif Noon Parents Foundation. The auditor's responsibility is to express an opinion on the financial statements based on the audit. The auditor's opinion is based on the audit of the financial statements and is not a guarantee of the accuracy of the financial statements. The financial statements are subject to the audit of the auditor and the auditor's opinion is based on the audit of the financial statements.

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF ALIF NOON PARENTS FOUNDATION**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the annexed financial statements of **ALIF NOON PARENTS FOUNDATION** (the Company), which comprise the statement of financial position as at June 30, 2018, and income and expenditure statement, the statement of cash flows, the Statement of Changes in Funds & Reserves for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, income and expenditure statement, the statement of cash flows and the Statement of Changes in Funds & Reserves together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2018 and of the surplus and its cash flows for the year then ended.

**Basis for Opinion**

We conducted our audit in accordance with 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 Company 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.

**Information Other than the Financial Statements and Auditors' Report thereon**

Management is responsible for the other information presented along with the financial statements and the auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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## Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management 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 statements, management is responsible for assessing the Company'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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors is responsible for overseeing the Company's financial reporting process.

## Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 statements.

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 statements, 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 Company's 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 management's 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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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- 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 the board of directors 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.

#### Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, income and expenditure statement, the statement of cash flows and the Statement of Changes in Funds & Reserves together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

LAHORE; 06 OCT 2018

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SHINEWING HAMEED CHAUDHRI & CO.,  
CHARTERED ACCOUNTANTS

Audit Engagement Partner: Osman Hameed Chaudhri

**Alif Noon Parents Foundation  
Statement of Financial Position  
As at June 30, 2018**

	Note	2018 Rupees	2017 Rupees
<b>Non-Current Assets</b>			
Property, plant and Equipment	5	16,904,729	18,396,092
Intangible assets	6	13,888	30,555
		<u>16,918,617</u>	<u>18,426,647</u>
<b>Current Assets</b>			
Inventories	7	221,123	258,519
Advance and other receivables	8	835,578	774,722
Tax deducted at source		803,940	403,543
Cash and bank balances	9	100,781,042	83,749,818
		<u>102,641,683</u>	<u>85,186,602</u>
<b>Current Liabilities</b>			
Trade and other payables	10	3,219,544	2,864,496
		<u>99,422,139</u>	<u>82,322,106</u>
<b>Total Assets less Current Liabilities</b>		<u>116,340,756</u>	<u>100,748,753</u>
<b>Non-Current Liability</b>			
Students security deposits		581,000	403,000
Deferred income relating to fixed capital expenditure	11	93,767,630	80,060,808
<b>Contingencies and Commitments</b>			
	12		
<b>Capital Employed</b>		<u>21,992,126</u>	<u>20,284,945</u>
<b>Represented by:</b>			
<b>Funds and Reserves</b>			
Capital Fund		3,000,000	3,000,000
General Fund		18,992,126	17,284,945
		<u>21,992,126</u>	<u>20,284,945</u>

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

Chief Executive

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Director

**Alif Noon Parents Foundation  
Income & Expenditure Statement  
For the year ended June 30, 2018**

	Note	2018 Rupees	2017 Rupees
Income	13	12,529,478	13,499,715
Operating expenses	14	(17,132,647)	(12,465,286)
<b>Operating (deficit) / surplus</b>		<b>(4,603,169)</b>	<b>1,034,429</b>
Other income	15	6,315,029	2,745,641
		<b>1,711,860</b>	<b>3,780,070</b>
Bank charges		(4,679)	(2,512)
<b>Surplus for the year</b>		<b>1,707,181</b>	<b>3,777,558</b>

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

  
Chief Executive

SHC

  
Director

**Alif Noon Parents Foundation**  
**Statement of Cash Flow**  
**For the year ended June 30, 2018**

	2018 Rupees	2017 Rupees
<b>Cash flow from operating activities</b>		
Surplus for the year	1,707,181	3,777,558
Adjustments for non-cash charges and other items:		
Depreciation	1,730,048	1,792,420
Amortisation	16,667	16,667
Finance cost	4,679	2,512
<b>Surplus before working capital changes</b>	<b>3,458,575</b>	<b>5,589,157</b>
<b>Effect on cash flow due to working capital changes</b>		
(Increase) / decrease in current assets:		
Inventories	37,396	73,881
Advance and other receivables	(60,856)	(760,452)
Increase in trade and other payables	355,048	2,280,369
	<b>331,588</b>	<b>1,593,798</b>
<b>Cash generated from operations</b>	<b>3,790,163</b>	<b>7,182,955</b>
Income tax paid	(400,397)	(350,187)
Students security deposits received	178,000	163,000
Deferred income relating to fixed capital expenditure	13,706,822	43,508,080
<b>Net cash generated from operating activities</b>	<b>17,274,588</b>	<b>50,503,848</b>
<b>Cash flow from investing activities</b>		
Operating fixed assets	(238,685)	(2,165,097)
<b>Net cash used in investing activities</b>	<b>(238,685)</b>	<b>(2,165,097)</b>
<b>Net cash flow from financing activities</b>		
Finance cost paid	(4,679)	(2,512)
<b>Net increase in cash and cash equivalents</b>	<b>17,031,224</b>	<b>48,336,239</b>
<b>Cash and cash equivalents - at beginning of the year</b>	<b>83,749,818</b>	<b>35,413,579</b>
<b>Cash and cash equivalents - at end of the year</b>	<b>100,781,042</b>	<b>83,749,818</b>

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

Chief Executive

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Lamin Aziz

Director

**Alif Noon Parents Foundation  
Statement of Changes in Funds & Reserves  
For the year ended June 30, 2018**

	Capital Fund	General Fund	Surplus of Income over expenditure	Total
	----- Rupees -----			
<b>Balance as at July 01, 2016</b>	3,000,000	13,507,387	-	16,507,387
Surplus of income over expenditure for the year	-	-	3,777,558	3,777,558
Transfer of surplus for the year to general fund	-	3,777,558	(3,777,558)	-
<b>Balance as at June 30, 2017</b>	<b>3,000,000</b>	<b>17,284,945</b>	<b>-</b>	<b>20,284,945</b>
Surplus of income over expenditure for the year	-	-	1,707,181	1,707,181
Transfer of surplus for the year to general fund	-	1,707,181	(1,707,181)	-
<b>Balance as at June 30, 2018</b>	<b>3,000,000</b>	<b>18,992,126</b>	<b>-</b>	<b>21,992,126</b>

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

Chief Executive

SHC

Director



**Alif Noon Parents Foundation**  
**Notes to The Financial Statements**  
**For the year ended June 30, 2018**

**1. LEGAL STATUS AND ITS OPERATIONS**

Alif Noon Parents Foundation (the Company) was incorporated in Pakistan on March 27, 2015 as a Company limited by Guarantee and not having share capital set up under Section 42 of the Companies Ordinance, 1984 (the Ordinance). The principal objectives of the Company are to promote and establish educational institutions.

The Company's first project, KPSS Secondary School - Saigolabad, which started its operations on March 21, 2016, is managed by The Makkah Foundation, a society registered under the Societies Registration Act, 1860.

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

These financial statements have been prepared in accordance with the approved accounting standards, as applicable in Pakistan. Approved accounting standards comprise of Accounting and Financial Reporting Standards for Small-Sized Entities and Accounting standard for Non Profit Organisation (Accounting Standard for NPOs) issued by the Institute of Chartered Accountants of Pakistan and provisions of and directives issued under the Ordinance. In case requirements differ, the provisions or directives of the Ordinance shall prevail.

**2.2 Basis of Measurement**

These financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

**2.3 Functional and presentation currency**

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

**3. USE OF ESTIMATES AND JUDGMENTS**

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience, including expectation of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to the Company's financial statements or where judgment was exercised in application of accounting policies are as follows:

**3.1 Operating fixed assets**

The Company reviews appropriateness of the rates of depreciation, useful lives and residual values for calculation of depreciation on an on-going basis. Further, where applicable, an estimate of recoverable amount of asset is made if indicator of impairment is identified.

**4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies adopted in the preparation of these financial statements are set-out below.

**4.1 Operating fixed assets**

Operating fixed assets are stated at cost less accumulated depreciation and any identified impairment loss.

Depreciation is taken to profit and loss account applying reducing balance method so as to write-off the depreciable amount of an asset over its remaining useful life at the rates stated in 5. The assets' residual values and useful lives are reviewed at each financial year-end and adjusted if impact on depreciation is significant. Depreciation on additions to operating fixed assets is charged from the month in which an asset is acquired or capitalised while no depreciation is charged for the month in which the asset is disposed-off.

Normal repairs and replacements are taken to profit and loss account. Major improvements and modifications are capitalised and assets replaced, if any, other than those kept as stand-by, are retired.

Gain / loss on disposal of operating fixed assets, if any, is taken to profit and loss account.

#### **4.2 Intangible assets and amortisation thereon**

Expenditures incurred to acquire computer software and website development are capitalised as intangible assets and stated at cost less accumulated amortisation. Amortisation is taken to profit and loss account applying straight-line method to amortise the cost of intangible assets over their estimated useful life. Rate of amortisation is stated in note 6.

#### **4.3 Inventories**

These are valued at average cost.

Any receipt from the students against issued inventory items are net off with store consumptions and net amount is taken to profit and loss account.

#### **4.4 Receivables**

Receivables are carried at original fee bill amounts less an estimate for doubtful receivables based on review of outstanding amounts at the period-end. Doubtful receivable balances are written-off when identified.

#### **4.5 Cash and cash equivalents**

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents consist of cash-in-hand and bank balances.

#### **4.6 Trade and other payables**

Liabilities for creditors, accruals 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, whether or not billed to the Company.

#### **4.7 Provisions**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

#### **4.8 Taxation**

The Company is Non Profit Organisation under the definition of section 2(36)(c) of the Income Tax Ordinance, 2001 and its income is exempt from tax under section 100C of the Income Tax Ordinance, 2001.

#### **4.9 Revenue recognition**

- Donations for school operations are recognised as income on receipt basis.
- Specific donations related to fixed capital expenditure e.g. for building schools, received in cash, are recognised as deferred income and amortized over the useful lives of assets.
- Tuition fees are recognised when the services are rendered and the related fees from students are received .
- Registration fees are recognised on 'receipt basis'.
- Return on bank deposits and other income are accounted for on 'receipt basis'.

5. PROPERTY, PLANT & EQUIPMENTS

	Note	2018 Rupees	2017 Rupees
Operating fixed assets	5.1	12,904,729	14,396,092
Capital work-in-progress - advance for building improvements on leasehold land	5.2	4,000,000	4,000,000
		<u>16,904,729</u>	<u>18,396,092</u>

5.1 Operating fixed assets

	Leasehold Building im- p- vements	Generator	Computers and appliances	Office equipments	Electric installations	Furniture and fixtures	Books and periodicals	Laboratory equipments	Arms and Ammunations	Vehicles	Total
	Rupees										
<b>Cost</b>											
Balance as at July 01, 2016	2,594,349	2,023,000	960,670	1,034,353	336,759	4,426,142	184,598	-	-	3,646,250	15,206,121
Additions during the year	1,147,137	-	720,000	14,500	102,800	18,500	31,710	27,241	103,209	-	2,165,097
Balance as at June 30, 2017	<u>3,741,486</u>	<u>2,023,000</u>	<u>1,680,670</u>	<u>1,048,853</u>	<u>439,559</u>	<u>4,444,642</u>	<u>216,308</u>	<u>27,241</u>	<u>103,209</u>	<u>3,646,250</u>	<u>17,371,218</u>
<b>Depreciation</b>											
Balance as at July 01, 2016	174,059	185,442	85,614	84,725	19,500	334,233	12,988	-	-	286,145	1,182,706
Charge for the year	258,615	183,756	105,506	96,080	35,668	409,654	18,941	568	11,611	672,021	1,792,420
Balance as at June 30, 2017	<u>432,674</u>	<u>369,198</u>	<u>191,120</u>	<u>180,805</u>	<u>55,168</u>	<u>743,887</u>	<u>31,929</u>	<u>568</u>	<u>11,611</u>	<u>958,166</u>	<u>2,975,126</u>
<b>Cost</b>											
Balance as at July 01, 2017	3,741,486	2,023,000	1,680,670	1,048,853	439,559	4,444,642	216,308	27,241	103,209	3,646,250	17,371,218
Additions during the year	-	-	6,300	71,598	-	30,000	130,787	-	-	-	238,685
Balance as at June 30, 2018	<u>3,741,486</u>	<u>2,023,000</u>	<u>1,686,970</u>	<u>1,120,451</u>	<u>439,559</u>	<u>4,474,642</u>	<u>347,095</u>	<u>27,241</u>	<u>103,209</u>	<u>3,646,250</u>	<u>17,609,903</u>
<b>Depreciation</b>											
Balance as at July 01, 2017	432,674	369,198	191,120	180,805	55,168	743,887	31,929	568	11,611	958,166	2,975,126
Charge for the year	330,882	165,363	149,113	90,874	38,440	372,326	25,005	6,668	13,740	537,617	1,730,048
Balance as at June 30, 2018	<u>763,556</u>	<u>534,561</u>	<u>340,233</u>	<u>271,679</u>	<u>93,608</u>	<u>1,116,213</u>	<u>56,934</u>	<u>7,236</u>	<u>25,351</u>	<u>1,495,783</u>	<u>4,705,174</u>
<b>Book value as at</b>											
June 30, 2017	<u>3,308,812</u>	<u>1,653,802</u>	<u>1,489,550</u>	<u>868,048</u>	<u>384,391</u>	<u>3,700,755</u>	<u>184,379</u>	<u>26,673</u>	<u>91,598</u>	<u>2,688,084</u>	<u>14,396,092</u>
June 30, 2018	<u>2,977,930</u>	<u>1,488,419</u>	<u>1,346,737</u>	<u>848,772</u>	<u>345,951</u>	<u>3,358,429</u>	<u>290,161</u>	<u>20,005</u>	<u>77,858</u>	<u>2,150,467</u>	<u>12,904,729</u>
Depreciation rate (%)	10	10	10	10	10	10	10	10	10	20	

5.2 This represented advance given to contractor for construction of school building.

6. INTANGIBLE ASSETS - Website		2018 Rupees	2017 Rupees
Opening balance		30,555	47,222
Less: amortisation charge for the year		16,667	16,667
Book value as at June 30 ,		<u>13,888</u>	<u>30,555</u>
6.1 Amortisation is charged to income applying the straight-line method at the rate of 33.33% per annum.			
7. INVENTORIES		2018 Rupees	2017 Rupees
	Note		
Syllabus books		20,450	50,215
Stationery		71,945	78,060
Uniforms		128,728	130,244
		<u>221,123</u>	<u>258,519</u>
8. ADVANCE AND OTHER RECEIVABLES - unsecured, considered good			
Advance to suppliers		760,787	760,787
Receivable from students		20,291	13,935
Others		54,500	-
		<u>835,578</u>	<u>774,722</u>
9. CASH AND BANK BALANCES			
Cash-in-hand		-	786,950
Cash at bank on:			
- current accounts		8,631,629	3,602,280
- saving accounts	9.1	9,601,385	15,360,588
- term deposit receipts	9.2	82,548,028	64,000,000
		<u>100,781,042</u>	<u>83,749,818</u>
9.1 These carry profit at the rates ranging from 4% to 4.5% (2017: 3% to 3.5% ) per annum.			
9.2 These carry profit at the rates ranging from 4.25% to 6.25% (2017: 4% to 6.35%) per annum.			
10. TRADE AND OTHER PAYABLES		2018 Rupees	2017 Rupees
Creditors		-	291,445
Bestway Foundation		2,000,000	2,000,000
Accrued expenses		1,203,331	423,051
Tax deducted at source		863	-
Other payables		15,350	150,000
		<u>3,219,544</u>	<u>2,864,496</u>

11. DEFERRED INCOME RELATING TO FIXED CAPITAL EXPENDITURE	Note	2018 Rupees	2017 Rupees
Opening balance		80,060,808	36,552,728
Add: donations received during the year	11.2	15,436,870	45,300,500
		<u>95,497,678</u>	<u>81,853,228</u>
Less: amortization of income (depreciation for the year)		<u>(1,730,048)</u>	<u>(1,792,420)</u>
		<u>93,767,630</u>	<u>80,060,808</u>

11.1 These represent specific donations received for capital expenditure on the Company's project - KPSS Secondary School.

11.2 Current year figure includes Rs.11.436 million representing donations received from Mr. Ashraf Nawabi (Director of the Company).

## 12. CONTINGENCIES AND COMMITMENTS

There were no significant contingencies and commitments as at June 30, 2018 and June 30, 2017.

13. INCOME	Note	2018 Rupees	2017 Rupees
From donations:			
- received from a director	13.1	-	7,253,885
- received from others		4,085,100	-
From project:			
- tuition fee		5,920,830	3,890,910
- registration fee		13,500	11,500
- annual dues		594,000	423,000
- admission fee		186,000	128,000
		<u>6,714,330</u>	<u>4,453,410</u>
Amortization of deferred income	11	1,730,048	1,792,420
		<u>12,529,478</u>	<u>13,499,715</u>

13.1 This represents donation received from Mr. Ashraf Nawabi (Director of the Company).

14. OPERATING EXPENSES	Note	2018 Rupees	2017 Rupees
Salaries and benefits		10,508,279	7,105,922
Repair and maintenance		866,403	580,782
Power and fuel		998,051	926,901
Travelling and conveyance		192,860	126,828
Communication		120,214	98,649
Rent rate and taxes		78,149	161,518
Printing and stationery		338,672	168,532
Legal and professional charges		39,800	6,100
Advertisement		59,185	47,890
Depreciation	5	1,730,048	1,792,420
Amortisation	6	16,667	16,667
Auditors' remuneration		150,000	125,000
Students relief		825,940	387,000
Others		1,208,379	921,077
		<u>17,132,647</u>	<u>12,465,286</u>

**15. OTHER INCOME**

	2018	2017
	Rupees	Rupees
Profit on term deposit receipts	5,136,833	2,108,897
Profit on saving accounts	282,946	334,412
Net income from the sale of syllabus books	13,550	8,832
Transportation fee received from students	881,700	293,500
	<u>6,315,029</u>	<u>2,745,641</u>

**16. TRANSACTIONS WITH RELATED PARTIES**

The related parties of the Company comprise of associated undertakings, its directors and key management personnel. No transactions were executed during the year except for the receipt of donations from one of the Company's director as stated in note 11 and 13 to the financial statements.

**17. NUMBER OF EMPLOYEES**

	2018	2017
Number of employees as at June 30,	<u>38</u>	<u>37</u>
Average number of employees during the year	<u>38</u>	<u>32</u>

**18. DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue on **05 OCT 2018** by the board of directors of the Company.

**19. FIGURES**

Corresponding figures have been re-arranged, wherever necessary, for the purposes of comparison; however, no material re-arrangements have been made in these financial statements.



Chief Executive

SHC

*Lamin Asif*  
Director