



# **IQBAL & YAWER ASSOCIATES**

CHARTERED ACCOUNTANTS

**AL-QAIM TRUST**

**Financial Statements  
For the year ended June 30, 2021**

**AL-QAIM TRUST**

**Financial Statements  
For the year ended June 30, 2021**

## **AUDITORS' REPORT TO THE BOARD OF TRUSTEES**

### **Opinion**

We have audited the Financial Statements of **AL-QAIM TRUST** which comprise the Statement of Financial Position as at 30 June, 2021 and the Income and Expenditure Account of the Trust for the year then ended, and notes to the Financial Statements.

In our opinion, the accompanying Financial Statements present fairly, in all material respects, the Statement of Financial Position of the said Trust as at 30 June, 2021 and its Income and Expenditure for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

### **Emphasis of Matter**

We draw attention to Note 1 which describe the evolution of activities of the Trust and its accounting, especially the fact that Welfare and Charity activities out in different capacities by the members of the Trust have been brought under the umbrella of Al-Qaim Trust. As such the Trust is effectively functioning as feeding arm for the various projects sponsored by its over and above Charity and Welfare disbursements to individuals from its principal office. Our Opinion is not qualified in respect of this matter.

### **Basis for Opinion**

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the below given section entitled Auditor's Responsibilities for the Audit of the Financial Statements. We are independent of the Trust 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.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

The Board of Trustees is responsible for the preparation and fair presentation of the Financial Statements in accordance with the approved accounting and reporting standards as applicable in Pakistan and for such internal control as the Board 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, the Board is responsible for assessing the Trust'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 Trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust financial reporting process.

#### Auditor's 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 auditor's 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 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 Trust'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 Trust ability to continue as going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- 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 those charged with governance 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.

Date: 02 MAY 2024  
Place: Karachi

*Iqbal & Yawer Associates*  
Chartered Accountants  
Engagement partner: I.M. Noorani

**AL QAIM TRUST**  
**BALANCE SHEET AS AT JUNE 30, 2021**

Note

**Current Assets**

Cash & Bank balance

1,305,769

1,305,769

**Total Assets**

1,305,769

**Liabilities & Equity**

**Current Liabilities**

Bills Payable

12,595

12,595

**General Fund**

Balance 1 July, 2020

3,056,133

Less: Excess of Expenditure Over Income for the year

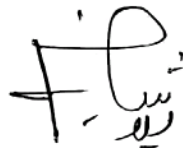
(1,762,959)

1,293,174

**Total Liabilities & Equities**

1,305,769

The annexed notes from 1 to 9 form an integral part of these financial statements *Ly*



TRUSTEE



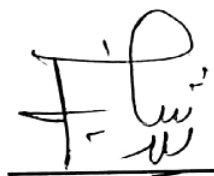
TRUSTEE



**AL QAIM TRUST  
INCOME & EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 30 JUNE, 2021**

Gross Revenues	Note 4	16,203,654
Expenditure		
Project Expenses	5	12,715,782
Non Project Welfare Expenses	6	5,250,831
		17,966,613
Deficit for the year		<u>(1,762,959)</u>

The annexed notes from 1 to 9 form an integral part of these financial statements. 2

  
\_\_\_\_\_  
TRUSTEE

  
\_\_\_\_\_  
TRUSTEE

**AL QAIM TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**

**1. LEGAL STATUS AND NATURE OF OPERATIONS**

- 1.1** Al Qaim Trust was formed vide Trust deed dated 25-Oct-2010 and registered with sub registrar office, New Karachi Town on 12-Nov-2010. The charity, welfare, educational and religious activities had been initiated by Agha Syed Shahenshah Hussain Naqvi and his team on personal basis much before the date of registration and even thereafter. These activities are now carried out under the banner of Al Qaim Trust. Now 20 such projects and units spread over all provinces of Pakistan are deemed to be functioning independently with their own managing committees and funds. Shortages and deficits faced by these units are met by Al Qaim Trust and accounted for accordingly.

**2. BASIS OF PREPARATION**

**2.1 Statement of Compliance**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The approved accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards for Small sized Entities (AFRS for SSEs) issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017;
- Accounting Standards for Non Profit Organizations (Accounting Standards for NPOs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the AFRS standards for SSEs or the Accounting Standards for NPOs, the provisions of and directives issued under the Companies Act, 2017, have been followed.

**2.2 Accounting Convention**

These accounts have been prepared under the historical cost convention.

### **3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **3.1 Fixed Assets**

Additions during the year are taken at cost. Assets purchased, constructed and installed at different projects of AQT are not included as these are deemed to be owned by these units which are functioning independently.

Depreciation is charged to Income and expenditure statement under the diminishing balance basis at rates specified in respective note to these financial statements. Depreciation is charged on operating fixed assets from the date asset is available for intended use upto the date asset is disposed off. Normal repairs and maintenance are charged to Income and expenditure statement as and when incurred. Gains and losses on disposal of an item of property and equipment are taken to Income and expenditure statement.

#### **3.2 Revenue Recognition**

Donations for Trusts operations are recognized on receipt basis.

Receipts on account of Khums, Sehme Sadat, Zakat, Qurbani, Masjid & Imam Bargah construction, Other specific program or activity are considered "Restricted Funds" and accounted for accordingly.

#### **3.3 Expenses Recognition**

Expenses of the Trust are recognized on accrual basis. 



**4. GROSS REVENUE**

Donations and Specific contributions received for different projects .

**16,203,654**

**5. PROJECT EXPENSES**

AQT Medical Center Abbas Town	541,250
AQT Rozgar Scheme	6,000,000
Shaikh Mufeed Library Khairpur	369,000
AQT Qurbani Expenses	68,750
Tameer Masjid Imam Bargah	2,290,000
Construction of School Khairpur	2,000,000
AQT Medical Center Uch Shareef	1,268,004
Al Qaim Medical Center Hyderabad	178,778
	<b><u>12,715,782</u></b>

**6. NON PROJECT WELFARE EXPENSES**

Charity and welfare to individuals and one time

**5,250,831**

**5,250,831**

**7. ADMIN & GENERAL EXPENSES**


Office admin expenses were footed by the Trustees.

**8. TAXATION**

No provision for taxation has been made in these financial statements due to the charitable nature of the Trust.

**9. DATE OF AUTHORIZATION**

These Financial Statements have been approved by the Board of Trustees on

**02 MAY 2024** 



TRUSTEE



TRUSTEE