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working world**

GREEN CRESCENT TRUST

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

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Independent auditor's report to the Trustees of Green Crescent Trust

Opinion

We have audited the financial statements of **Green Crescent Trust** (the Trust), which comprise the statement of financial position as at **30 June 2021**, and the statement of income and expenditure, statement of cash flows and statement of changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Trust as at 30 June 2021 and of its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. 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 the Management and Those Charged with Governance for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan and for such internal control as the Trustees determine 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, Trustees are 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 intend 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's 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.



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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 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's ability to continue as a 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's 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.

EY Ford Rhodes

Chartered Accountants

Engagement Partner: Tariq Feroz Khan

Place: Karachi

Date: 31st January 2021

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Independent auditor's report to the Trustees of Green Crescent Trust

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[Signature]

Chartered Accountants

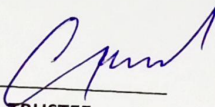
Engagement Partner: Tariq Feroz Khan

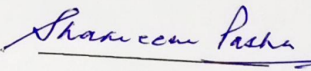
Place: Karachi

GREEN CRESCENT TRUST
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

	Note	2021 ----- Rupees -----	2020
NON-CURRENT ASSETS			
Property and equipment	5	165,836,305	153,845,568
Intangible asset	6	-	-
Long-term deposits and prepayments	7	8,387,280	7,704,700
		174,223,585	161,550,268
CURRENT ASSETS			
Books		1,910	1,910
Loans, advances and short-term prepayments	8	13,047,232	14,571,728
Parents' participation against tuition fee and other receivables	9	23,924,402	17,519,753
Bank balances	10	96,368,971	46,651,955
		133,342,515	78,745,346
TOTAL ASSETS		307,566,100	240,295,614
LESS: LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred grants	11	6,239,340	6,741,080
CURRENT LIABILITIES			
Trade and other payables	12	4,163,244	19,397,440
NET ASSETS		297,163,516	214,157,094
REPRESENTED BY			
FUNDS			
Unrestricted fund		296,884,285	213,928,625
Restricted fund - Sindh Education Foundation	13	279,231	228,469
		297,163,516	214,157,094
CONTINGENCIES AND COMMITMENTS			
	14		

The annexed notes 1 to 20 form an integral part of these financial statements. *SM*


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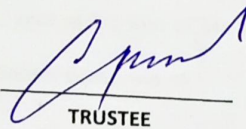

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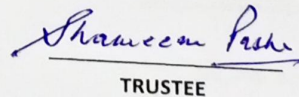


GREEN CRESCENT TRUST
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021			2020		
		Unrestricted fund	Restricted fund	Total	Unrestricted fund	Restricted fund	Total
INCOME							
Zakat		136,334,022	-	136,334,022	123,207,657	-	123,207,657
Donations		149,758,530	-	149,758,530	114,088,648	-	114,088,648
Parents' participation against tuition fee received from students		66,911,639	-	66,911,639	72,041,909	-	72,041,909
Grants received	13	-	19,149,600	19,149,600	-	27,356,400	27,356,400
Deffered grants released		-	501,740	501,740	-	540,146	540,146
Other income	15	1,107,648	-	1,107,648	1,700,958	-	1,700,958
		354,111,839	19,651,340	373,763,179	311,039,172	27,896,546	338,935,718
Restricted fund - opening		-	228,469	228,469	-	576,207	576,207
Transferred from unrestricted fund	13	-	11,000,000	11,000,000	-	6,000,000	6,000,000
Restricted fund - closing		-	(279,231)	(279,231)	-	(228,469)	(228,469)
		-	10,949,238	10,949,238	-	6,347,738	6,347,738
		354,111,839	30,600,578	384,712,417	311,039,172	34,244,284	345,283,456
EXPENDITURE							
Operating expenses	16	232,768,168	30,600,578	263,368,746	247,963,317	34,244,284	282,207,601
Administrative expenses	17	26,862,234	-	26,862,234	22,867,998	-	22,867,998
Bank charges		525,777	-	525,777	680,893	-	680,893
		260,156,179	30,600,578	290,756,757	271,512,208	34,244,284	305,756,492
Surplus		93,955,660	-	93,955,660	39,526,964	-	39,526,964
Other comprehensive surplus		-	-	-	-	-	-
Total comprehensive surplus		93,955,660	-	93,955,660	39,526,964	-	39,526,964

The annexed notes 1 to 20 form an integral part of these financial statements.


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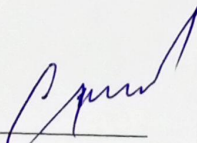

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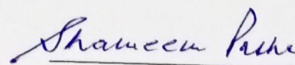
GREEN CRESCENT TRUST
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 ----- Rupees -----	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus		93,955,660	39,526,964
Adjustments for non cash items:			
Depreciation on operating fixed assets	5	12,049,648	12,076,791
Provision for doubtful receivable against tax deducted at source	9.1	110,622	157,138
Provision for doubtful receivable against sale of books	9.2	353,116	353,116
		<u>12,513,386</u>	<u>12,587,045</u>
Operating profit before working capital changes		106,469,046	52,114,009
(Increase) / decrease in current assets			
Loans, advances and short-term prepayments		1,524,496	(3,366,457)
Parents' participation against tuition fee and other receivables		<u>(6,868,387)</u>	<u>553,422</u>
		<u>(5,343,891)</u>	<u>(2,813,035)</u>
(Decrease) / Increase in current liabilities			
Trade and other payables		(2,963,245)	1,168,737
Cash generated from operating activities		<u>98,161,910</u>	<u>50,469,711</u>
Restricted fund utilised		(30,600,578)	(34,244,284)
Net cash generated from operating activities		<u>67,561,332</u>	<u>16,225,427</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(24,040,385)	(16,505,312)
Long-term deposit and prepayments - net		(682,580)	(733,875)
Sindh Education Foundation - restricted fund receipts		<u>19,149,600</u>	<u>27,356,400</u>
Net cash (used in) / generated from investing activities		<u>(5,573,365)</u>	<u>10,117,213</u>
Net increase in cash and cash equivalents		<u>61,987,967</u>	<u>26,342,640</u>
Cash and cash equivalents at the beginning of the year		<u>34,381,004</u>	<u>8,038,364</u>
Cash and cash equivalents at the end of the year		<u>96,368,971</u>	<u>34,381,004</u>
Cash and cash equivalents comprise of:			
Bank balances		96,368,971	46,651,955
Book overdraft		-	(12,270,951)
		<u>96,368,971</u>	<u>34,381,004</u>

The annexed notes 1 to 20 form an integral part of these financial statements. *E-pu*



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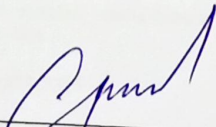
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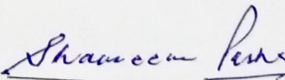


GREEN CRESCENT TRUST
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30 JUNE 2021

	Unrestricted Fund	Restricted Fund - Sindh Education Foundation ----- Rupees	Total
Balance as at 30 June 2019	180,401,661	576,207	180,977,868
Fund received	-	27,356,400	27,356,400
Transferred from unrestricted fund	(6,000,000)	6,000,000	-
Restricted fund utilised	-	(34,244,284)	(34,244,284)
Deferred grant released	-	540,146	540,146
Surplus	39,526,964	-	39,526,964
Other comprehensive surplus	-	-	-
Total comprehensive surplus	39,526,964	-	39,526,964
Balance as at 30 June 2020	213,928,625	228,469	214,157,094
Fund received	-	19,149,600	19,149,600
Transferred from unrestricted fund	(11,000,000)	11,000,000	-
Restricted fund utilised	-	(30,600,578)	(30,600,578)
Deferred grant released	-	501,740	501,740
Surplus	93,955,660	-	93,955,660
Other comprehensive surplus	-	-	-
Total comprehensive surplus	93,955,660	-	93,955,660
Balance as at 30 June 2021	296,884,285	279,231	297,163,516

The annexed notes 1 to 20 form an integral part of these financial statements. *era*


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**GREEN CRESCENT TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

1 THE TRUST AND ITS ACTIVITIES

Green Crescent Trust (the Trust) was registered in November 1990 as a Trust under the trust deed duly registered by the registrar with the objective of providing educational, social and medical facilities to the needy persons. The main activities of the Trust are to set up, manage, maintain, administer and run schools in various localities. The Trust is also operating a Centre for Educational Research and Development (CERD). The office of the Trust is situated at 3rd floor of RSM Square Commercial Area, Shaheed-e-Millat Road, Jinnah Housing Society, PECHS, Karachi.

1.1 Impact of COVID-19 on the financial statements

The pandemic of COVID-19 that has rapidly spread across the world has not only endangered human lives but has also adversely impacted the global economy. The management has assessed the accounting implications arising out of COVID-19 outbreak on these financial statements. Based on the assessment, there are no significant accounting implications arising out of the effects of COVID-19 outbreak in these financial statements. The Trust's management is fully cognisant of the challenges posed by the COVID-19 outbreak and is closely monitoring the possible impacts on the Trust's operations and believe that its current policies are adequate in response to the current situation.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of International Financial Reporting Standards for Small and Medium Sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB) and Accounting Standard for Not for Profit Organisations (NPOs) issued by the Institute of Chartered Accountants of Pakistan (ICAP).

3 BASIS OF PREPARATION

These financial statements have been prepared on the basis of historical cost convention unless specified otherwise.

4 SIGNIFICANT ACCOUNTING POLICIES

4.1 Property and equipment

Operating fixed assets

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged to the statement of income and expenditure by applying the reducing balance method, except for leasehold improvements which are depreciated by using the straight line method. Full year's depreciation is charged on additions in the year the asset is available for use, while no depreciation is charged on disposals in the year of deletion.

Gain or loss on disposal of operating fixed assets is included in the statement of income and expenditure.

Repairs and maintenance are charged to the statement of income and expenditure as and when incurred. Major renewals and improvements are capitalised, if recognition criteria are met and the assets so replaced, if any, are retired.

The assets' residual value, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each statement of financial position date.

Capital work-in-progress

Capital work-in-progress is stated at cost less accumulated impairment losses, if any, and consists of expenditure incurred and advances made in respect of tangible assets in the course of their acquisition and installation. Transfers are made to relevant category of operating fixed assets as and when assets are available for intended use.

4.2 Intangible asset

Computer software acquired by the Trust is stated at cost less accumulated amortisation and accumulated impairment losses, if any. Cost represents the cost incurred to acquire the software and bring it to use. The cost of computer software is amortised over the estimated useful life at the rate as disclosed in note 6 to the financial statements.

The useful life of intangible asset is reviewed at each reporting date. Costs associated with maintaining computer software are charged to the statement of income and expenditure.

4.3 Cash and cash equivalents

These are carried at cost. For the purpose of statement of cashflows, cash and cash equivalents comprise of bank balances and book overdraft.

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4.4 Foreign currency transactions

Foreign currency transactions are translated into Pak Rupees at exchange rates on the date of transaction. All monetary assets and liabilities in foreign currencies at the reporting date are transferred into Pak Rupees at the rates of exchange prevailing on the reporting date. Exchange differences, if any, are included in income and expenditure statement.

4.5 Financial instruments

All financial assets and liabilities are recognised at the time when the Company becomes party to the contractual provisions of the instruments and are derecognised in case of assets, when the contractual rights under the instrument are realised, expired or surrendered and in case of liability, when the obligation is discharged, cancelled or expired. Any gain / loss on the recognition and de-recognition of the financial assets and liabilities is included in the statement of income and expenditure for the year in which it arises.

4.6 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

4.7 Trade and other payables

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Trust.

4.8 Provisions

Provisions are recognised when the Trust has present legal or constructive obligations as a result of past events, it is probable that outflow of resources embodying economic benefits will be required to settle the obligations and reliable estimates of the amounts of obligations can be made.

4.9 Funds

Unrestricted fund

Funds received for ongoing operations, without any restrictions on utilisation, are classified as unrestricted fund. These funds are recognized as income when received. The expenses incurred against such funds are recognised in the statement of income and expenditure as and when incurred.

Restricted fund

Funds received as grant for specific purposes are classified as restricted fund. For this purpose:

- i. when grants received are in excess of their outlay, these are recognised as income to the extent of related expenses incurred. The excess balance is carried forward to deferred grants as a restricted fund balance; and
- ii. in case grants received are less than related expenditure incurred, the balance to the extent of commitment is recognised as receivable, if there is a strong probability of recovery of the contractual receivable from the respective donors.

4.10 Income

Income is recognized when it is probable that the future economic benefits will flow to the Trust and the income can be measured reliably.

- Donations are recognised as income as and when received;
- Donations in kind are recognised at fair value prevailing at the time of income of such donations;
- Parents' participation against tuition fee is accrued on a time proportion basis; and
- Profit on savings accounts is recognised on accrual basis.

4.11 Taxation

Under section 100(C) of Income Tax Ordinance, 2001, the Trust is allowed a tax credit equal to one hundred percent of the tax payable including minimum tax and final taxes payable under any of the provisions thereof.

4.12 Functional and presentation currency

These financial statements are presented in Pakistan Rupees which is also the Trust's functional currency.

5	PROPERTY AND EQUIPMENT	Note	2021	2020
			Rupees	Rupees
	Operating fixed assets			
	- Unrestricted		140,078,278	145,839,256
	- Restricted		4,109,362	4,611,102
		5.1	144,187,640	150,450,358
	Capital work-in-progress	5.2	21,648,665	3,395,210
			165,836,305	153,845,568

5.1	Operating fixed assets	Note	COST			ACCUMULATED DEPRECIATION			WRITTEN DOWN VALUE	Rate			
			As at 01 July 2020	Additions	Disposals	As at 30 June 2021	As at 01 July 2020	Charge			Disposals	As at 30 June 2021	As at 30 June 2021
			Rupees										
	<u>Unrestricted</u>												
	Freehold land		18,278,500	-	-	18,278,500	-	-	-	18,278,500	0%		
	Buildings on freehold land												
	- Head office		21,430,820	-	-	21,430,820	9,850,460	579,018	-	10,429,478	11,001,342	5%	
	- Schools		93,851,090	-	-	93,851,090	12,766,002	4,054,254	-	16,820,256	77,030,834	5%	
	Leasehold improvements	5.1.1	20,486,603	744,190	-	21,230,793	11,208,763	3,538,466	-	14,747,229	6,483,564	16.67%	
	Furniture and fixtures		36,545,624	3,024,231	-	39,569,855	17,243,156	2,232,670	-	19,475,826	20,094,029	10%	
	Office equipment		8,841,090	1,605,709	-	10,446,799	4,205,446	624,135	-	4,829,581	5,617,218	10%	
	Computers and related accessories		3,978,691	82,800	-	4,061,491	3,052,160	302,800	-	3,354,960	706,531	30%	
	Motor vehicles		3,460,245	-	-	3,460,245	2,709,386	150,172	-	2,859,558	600,687	20%	
	Library books		127,144	330,000	-	457,144	125,178	66,393	-	191,571	265,573	20%	
			206,999,807	5,786,930	-	212,786,737	61,160,551	11,547,908	-	72,708,459	140,078,278		
	<u>Restricted</u>												
	Buildings on freehold land - Schools		1,456,921	-	-	1,456,921	236,430	61,025	-	297,455	1,159,466	5%	
	Leasehold improvements		758,047	-	-	758,047	505,619	126,342	-	631,961	126,086	16.67%	
	Furniture and fixtures	5.1.2	3,129,675	-	-	3,129,675	1,114,435	201,524	-	1,315,959	1,813,716	10%	
	Office equipments	5.1.2	1,493,768	-	-	1,493,768	373,599	112,017	-	485,616	1,008,152	10%	
	Computers and related accessories		20,069	-	-	20,069	17,295	832	-	18,127	1,942	30%	
			6,858,480	-	-	6,858,480	2,247,378	501,740	-	2,749,118	4,109,362		
			213,858,287	5,786,930	-	219,645,217	63,407,929	12,049,648	-	75,457,577	144,187,640		

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Note	COST				ACCUMULATED DEPRECIATION				WRITTEN DOWN VALUE	Rate
	As at 01 July 2019	Additions	Disposals	As at 30 June 2020	As at 01 July 2019	Charge	Disposals	As at 30 June 2020	As at 30 June 2020	
	Rupees									
Unrestricted										
Freehold land	5,700,000	12,578,500	-	18,278,500	-	-	-	-	18,278,500	0%
Buildings on freehold land										
- Head office	21,430,820	-	-	21,430,820	9,240,967	609,493	-	9,850,460	11,580,360	5%
- Schools	93,851,090	-	-	93,851,090	8,498,366	4,267,636	-	12,766,002	81,085,088	5%
Leasehold improvements	20,486,603	-	-	20,486,603	7,794,329	3,414,434	-	11,208,763	9,277,840	16.67%
5.1.1 Furniture and fixtures	36,346,624	199,000	-	36,545,624	15,098,437	2,144,719	-	17,243,156	19,302,468	10%
Office equipment	8,751,490	89,600	-	8,841,090	3,690,375	515,071	-	4,205,446	4,635,644	10%
Computers and related accessories	3,296,689	682,002	-	3,978,691	2,655,075	397,085	-	3,052,160	926,531	30%
Motor vehicles	3,460,245	-	-	3,460,245	2,521,671	187,715	-	2,709,386	750,859	20%
Library books	127,144	-	-	127,144	124,687	491	-	125,178	1,966	20%
	193,450,705	13,549,102	-	206,999,807	49,623,907	11,536,644	-	61,160,551	145,839,256	
Restricted										
Buildings on freehold land - Schools	1,456,921	-	-	1,456,921	172,194	64,236	-	236,430	1,220,491	5%
Leasehold improvements	758,047	-	-	758,047	379,277	126,342	-	505,619	252,428	16.67%
5.1.2 Furniture and fixtures	3,129,675	-	-	3,129,675	890,519	223,916	-	1,114,435	2,015,240	10%
5.1.2 Office equipments	1,493,768	-	-	1,493,768	249,135	124,464	-	373,599	1,120,169	10%
Computers and related accessories	20,069	-	-	20,069	16,106	1,189	-	17,295	2,774	30%
	6,858,480	-	-	6,858,480	1,707,231	540,147	-	2,247,378	4,611,102	
	200,309,185	13,549,102	-	213,858,287	51,331,138	12,076,791	-	63,407,929	150,450,358	

5.1.1 Represents leasehold improvements related to rented school premises.

5.1.2 Represents furniture and fixtures and office equipment purchased for the establishment of schools through Sindh Education Trust.

5.1.3 Depreciation charge for the year has been allocated as follows:

	Note	2021 Rupees	2020 Rupees
Operating expenses	16 & 16.2	10,242,200	10,265,272
Administrative expenses	17	1,807,448	1,811,519
		<u>12,049,648</u>	<u>12,076,791</u>

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Buildings on freehold land- Schools	TOTAL	
	2021	2020

5.2 Capital work-in-progress

	Rupees	
Balance at the beginning of the year	3,395,210	439,000
Additions	18,253,455	2,956,210
Balance at the end of the year	<u>21,648,665</u>	<u>3,395,210</u>

6 INTANGIBLE ASSET

	C O S T			ACCUMULATED AMORTISATION			BOOK VALUE	Amortisation rate
	As at 01 July	Additions	As at 30 June	As at 01 July	Charge	As at 30 June	As at 30 June	
Computer software	----- Rupees -----							
2021	<u>320,000</u>	-	<u>320,000</u>	<u>320,000</u>	-	<u>320,000</u>	-	33.33%
2020	<u>320,000</u>	-	<u>320,000</u>	<u>320,000</u>	-	<u>320,000</u>	-	33.33%

7 LONG-TERM DEPOSITS AND PREPAYMENTS

	Note	2021	2020
		----- Rupees -----	
Security deposits		7,450,336	6,784,756
Prepaid rents		<u>936,944</u>	<u>919,944</u>
		<u>8,387,280</u>	<u>7,704,700</u>

8 LOANS, ADVANCES AND SHORT-TERM PREPAYMENTS

	Note	2021	2020
Loans			
Employees	8.1	1,060,691	777,403
Advances			
Employees	8.2	<u>8,917,157</u>	12,358,291
Others		<u>1,894,543</u>	871,579
		10,811,700	13,229,870
Prepayments			
Rent		<u>1,174,841</u>	564,455
		<u>13,047,232</u>	<u>14,571,728</u>

8.1 These are interest free personal loans given to employees of the Trust, recoverable in one year.

8.2 This represents advances given to employees for incurring non-routine expenses of the schools.

9 PARENTS' PARTICIPATION AGAINST TUTION FEE AND OTHER RECEIVABLES

	Note	2021	2020
		----- Rupees -----	
Parents' participation against tuition fee receivable		23,924,402	17,166,638
Tax deducted at source		<u>2,517,227</u>	2,406,606
Provision for doubtful receivable against tax deducted at source	9.1	<u>(2,517,227)</u>	(2,406,606)
Receivable against sale of books		<u>706,231</u>	706,231
Provision for doubtful receivable against sale of books	9.2	<u>(706,231)</u>	(353,116)
		-	353,115
		<u>23,924,402</u>	<u>17,519,753</u>

	Note	2021 ----- Rupees -----	2020
9.1	Movement in the balance is as follows:		
		Balance at the beginning of the year	2,406,606
		Charge	110,622
		Balance at the end of the year	<u>2,517,228</u>
9.2	Movement in the balance is as follows:		
		Balance at the beginning of the year	353,116
		Charge	353,116
		Balance at the end of the year	<u>706,232</u>
10	BANK BALANCES		
	Current accounts		
		local currency	19,308,817
		foreign currency	4,252,688
	Savings accounts		
		local currency	10.1 <u>72,807,466</u>
			<u>14,228,966</u>
			<u>96,368,971</u>
			<u>46,651,955</u>

10.1 These carry profit at rates ranging between 3% and 3.5% per annum (2020: 5.53% to 7.83%) per annum.

	Note	2021 ----- Rupees -----	2020
11	DEFERRED GRANTS		
		Balance at the beginning of the year	6,741,080
		Released - depreciation	(501,740)
	13	Balance at the end of the year	<u>6,239,340</u>
			<u>7,281,226</u>
			<u>(540,146)</u>
			<u>6,741,080</u>

12 **TRADE AND OTHER PAYABLES**

		Creditors	12.1	3,237,245	5,634,312
		Accrued expenses		925,999	1,492,177
		Book overdraft		-	12,270,951
				<u>4,163,244</u>	<u>19,397,440</u>

12.1 Includes payable to Association for Academic Quality, a related party amounting to Rs 521,040 (2020: Rs. 521,040).

	Note	2021 ----- Rupees -----	2020
13	RESTRICTED FUND - SINDH EDUCATION FOUNDATION		
		Balance at the beginning of the year	228,469
		Received	19,149,600
		Transferred from unrestricted fund	11,000,000
		Deferred grant released	11 <u>501,740</u>
			<u>30,879,809</u>
		Utilised during the year	16.2 <u>(30,600,578)</u>
		Balance at the end of the year	<u>279,231</u>
			<u>576,207</u>
			<u>27,356,400</u>
			<u>6,000,000</u>
			<u>540,146</u>
			<u>34,472,753</u>
			<u>(34,244,284)</u>
			<u>228,469</u>

14 **CONTINGENCIES AND COMMITMENTS**

14.1 **Contingencies**

The Trust has no contingencies to report as of the statement of financial position date.

14.2 **Commitments**

The Trust has no commitments to report as of the statement of financial position date.

	Note	2021	2020
		----- Rupees -----	
15 OTHER INCOME			
Others receipts		115,392	377,258
Profit on savings account		992,256	1,323,700
		<u>1,107,648</u>	<u>1,700,958</u>
16 Operating expenses			
School expenses	16.1	186,699,026	195,198,269
Sindh Education Foundation - restricted fund - school expenses	16.2	30,600,578	34,244,284
Centre for Educational Research and Development expenses	16.3	2,217,774	2,426,386
Water project		24,164,648	22,604,585
Orphan support programme		9,946,260	18,008,951
Depreciation on operating fixed assets		9,740,460	9,725,126
		<u>263,368,746</u>	<u>282,207,601</u>
16.1 School expenses			
Salaries, allowance and benefits		126,330,115	132,857,964
Printing and stationery		3,915,446	4,835,740
Vehicle running and maintenance		2,226,549	1,933,469
Repair and maintenance		6,901,497	6,083,909
Rent		25,973,149	23,737,747
Travelling and conveyance		7,330,571	5,092,693
Functions and seminars		1,798,918	3,934,410
Training		966,783	742,773
Publicity and advertising		670,315	612,529
Office supplies		481,715	11,900
Entertainment		3,734,655	3,451,441
Ration distribution		-	6,352,424
Utilities		2,775,069	2,906,982
Communication expense		1,813,392	1,861,096
Others		1,780,852	783,192
		<u>186,699,026</u>	<u>195,198,269</u>
16.2 Sindh Education Foundation - restricted fund - school expense			
Salaries, allowance and benefits		19,508,810	20,670,247
Printing and stationery		812,003	513,192
Vehicle running and maintenance		381,836	373,929
Repair and maintenance		2,059,738	4,223,689
Rent		2,919,773	2,986,888
Travelling and conveyance		1,968,476	1,985,127
Functions and seminars		64,348	108,485
Training		20,346	38,734
Publicity and advertising		23,578	73,517
Entertainment		412,189	366,303
Utilities		596,173	548,826
Books and stationery		1,283,598	1,766,661
Depreciation on operating fixed assets	11	501,740	540,146
Others		47,970	48,540
		<u>30,600,578</u>	<u>34,244,284</u>
16.3 Centre for Educational Research and Development expenses			
Salaries and allowances		2,008,986	2,133,260
Printing and stationery		10,005	22,846
Repairs and maintenance		48,766	75,334
Training and consultancy		10,800	40,000
Functions and seminars		-	13,750
Conveyance and travelling expenses		545	2,500
Office supplies		4,850	-
Communication expenses		6,500	6,500
Entertainment expenses		8,960	17,210
Others		118,362	114,986
		<u>2,217,774</u>	<u>2,426,386</u>

	Note	2021	2020
		----- Rupees -----	
17 ADMINISTRATIVE EXPENSES			
Head office expenses	17.1	17,550,934	14,645,645
Advertisement, publicity and promotion		6,696,544	5,588,244
Auditor's remuneration	17.2	343,570	312,336
Depreciation on operating fixed assets	5.1.3	1,807,448	1,811,519
Provision for doubtful receivable against tax deducted at source	9.1	110,622	157,138
Provision for doubtful receivable against sale of books	9.2	353,116	353,116
		<u>26,862,234</u>	<u>22,867,998</u>
17.1 Head office expenses			
Salaries and allowances		12,684,884	11,117,147
Utilities		1,087,860	861,238
Printing and stationery		264,328	138,528
Office supplies		25,220	26,850
Vehicle running and maintenance		365,736	65,410
Communication expense		186,134	113,310
Legal and professional expenses		1,095,180	718,125
Postage and telegram		1,970	4,600
Repairs and maintenance		795,732	547,801
Entertainment expenses		403,024	374,423
Other		640,866	678,213
		<u>17,550,934</u>	<u>14,645,645</u>
17.2 Auditor's remuneration			
Audit fee		300,000	275,000
Out of pocket expenses		43,570	37,336
		<u>343,570</u>	<u>275,000</u>
18 TRANSACTIONS WITH RELATED PARTIES			

Related parties include board of trustees, entities where the board of trustees hold directorship and key management personnel. Transaction with related parties during the year are as follows:

Name	Relationship	Nature of transactions	2021	2020
			----- Rupees -----	
Indus Pharma (Pvt) Ltd	Associate-Common Directorship	Donation / Zakat received	2,406,000	400,000
Association for Academic Quality	Associate-Common Directorship	Books purchased	1,181,865	3,195,232

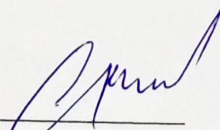
19 DATE OF AUTHORISATION FOR ISSUE

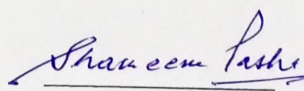
These financial statements have been authorised for issue by the Board of Trustees on 26 JAN 2022.

20 GENERAL

20.1 Figures have been rounded off to the nearest Rupee.

20.2 Certain prior year figures have been reclassified for better presentation. However, there are no material reclassifications to report.


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