

MAHBOOB SHEIKH & Co.

Chartered Accountants

Suite # 21, Block A, 2nd Floor, Cantonment Plaza,
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**AL RABIA & AL HAJIRI, ORPHAN
SCHOOL & COLLEGE, PABBI**

***AUDITED
RECEIPT AND PAYMENT ACCOUNT***

FOR THE YEAR ENDED DECEMBER 31, 2022

MAHBOOB SHEIKH & Co.

Chartered Accountants

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AUDITOR'S REPORT

We have audited the annexed balance sheet of 'AL RABIAH & AL HAJIRI, ORPHAN SCHOOL & COLLEGE, PABBI' for the year from January 01, 2022 to December 31, 2022 and the related income and expenditure account and cash flow statement together with the notes forming part thereof (hereinafter referred to as the 'financial statements'), for the year then ended December 31, 2022 and we state that we have obtained all the information and explanations which, to the best of our knowledge, were necessary for the purpose of our audit.

Responsibility of management

It is the responsibility of the management to establish and maintain a system of internal controls and present the above said financial statements in conformity with the approved accounting standards and requirements of the relevant laws applicable to the organization. Our responsibility is to express an opinion on these financial statements based on our audit.

Basis for Opinion

We conducted our audit in accordance with the auditing standards as applicable. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said financial statements are free of any material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosure in the above said financial statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and after due verification thereof, we report that;

Emphasis of Matter

"The Project derives its revenue from voluntary contribution, which cannot be controlled until these are entered in the accounting record. Revenue reflected in the annexed Receipt and Payment account represents that which has been so recorded in the books of accounts of the project".

Subject to the above, in our opinion, and to the best of our information and according to the explanations given to us, the annexed balance sheet, the Income and expenditure account and cash flow statement together with the notes forming part thereof, audited by us present fairly, in all material respects, the financial position of "AL RABIAH & AL HAJIRI, ORPHAN SCHOOL & COLLEGE, PABBI" and of its surplus for the year from January 1, 2022 to December 31, 2022.

PESHAWAR
January 31, 2023

Mahboob Sheikh & Co.
MAHBOOB SHEIKH & CO.
Chartered Accountants



AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31, 2022

<u>FUNDS AND LIABILITIES</u>	NOTE	DEC-2022 (RUPEES)	DEC-2021 (RUPEES)
FUNDS			
Capital fund		66,691,792	13,209,338
Surplus/(deficit) for the year		(57,338,394)	53,482,454
		9,353,398	66,691,792
LIABILITIES			
CURRENT LIABILITIES			
Other Payables		-	-
		9,353,398	66,691,792
ASSETS			
NON CURRENT ASSETS			
Fixed assets (at cost less accumulated depreciation)	3	7,461,141	6,658,595
CURRENT ASSETS			
Advances for expenses		-	1,829,494
Inventory	4	1,855,292	717,272
Cash and bank balances	5	36,965	57,486,431
		1,892,257	60,033,197
		9,353,398	66,691,792

The annexed notes form an integral part of these accounts.

PESHAWAR
JANUARY 31, 2023

CHAIRMAN

FINANCE SECRETARY

CHAIRMAN
Al-Rabiah & Al-Hajiri Orphan
School & College
Peshawar

FINANCE SECRETARY
Al-Rabiah & Al-Hajiri Orphans
School & College

AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
RECEIPT AND PAYMENT ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2022

<u>RECEIPTS</u>	NOTE	DEC-2022 (RUPEES)	DEC-2021 (RUPEES)
Income From Kuwait Embassy	6	651,050,450	524,594,967
Income From Zakat House		41,745,190	65,090,670
Total Income		692,795,640	589,685,637
 <u>EXPENDITURE</u>			
Administration	7	6,456,181	5,713,661
Orphan Share	17	10,023,600	24,907,500
Uniform, Shoes and Helps	8	7,530,496	3,360,633
Education	9	11,013,163	10,795,539
Hostel & Other Activities:	10	13,007,499	9,108,583
Mess	11	15,602,681	12,844,164
Health	12	636,012	431,287
Other Projects (Orphans Schools)	13	148,844,846	128,492,758
Other Projects (Halqat ul Quran)	16	67,602,064	24,553,350
Depreciation	3	709,364	623,932
Administration (other projects)	14	48,543,572	54,297,242
Project (Mosque & School)		198,185,683	130,287,108
Sacrifice		4,468,300	-
Water Projects		161,504,714	102,059,426
Amanaat	18	36,753,320	19,558,500
Iftar Saim		19,252,539	9,169,500
		750,134,034	536,203,183
Surplus/(Deficit) Carried Forward To Balance Sheet		(57,338,394)	53,482,454

The annexed notes form an integral part of these accounts.

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AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2022

	DEC-2022	DEC-2021
A. CASH FLOW FROM OPERATING ACTIVITIES	(RUPEES)	(RUPEES)
Surplus/(Deficit) Carried Forward To Balance Sheet	(57,338,394)	53,482,454
Adjustments for :		
Depreciation	709,364	623,932
	(56,629,030)	54,106,386
Changes in working capital		
Decrease / (increase) in current assets		
Advances for expenses	1,829,494	872,528
Inventories	(1,138,020)	(255,851)
Advances to employees	-	608,233
	691,474	1,224,910
(Decrease) / increase in current liability		
Other Payables	-	-
Cash used in operations	(55,937,556)	55,331,296
Net cash used in operating activities	(55,937,556)	55,331,296
B. CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(1,511,910)	(1,305,645)
Sale of fixed assets	-	-
Net cash used in investing activities	(1,511,910)	(1,305,645)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Capital fund	-	-
Net inflow from financing activities	-	-
Net Increase in cash and cash equivalent (A+B+C)	(57,449,466)	54,025,651
Cash and cash equivalent at the Beginning of the year	57,486,431	3,460,780
Cash and cash equivalent at the end of the year	36,965	57,486,431

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AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2022

1. NATURE AND STATUS OF THE ORGANIZATION

"AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE" is registered under the Societies Act XXI of 1860 Wide Registration No. 544/5/9248 on 27 February, 2018. The organization is working for the developing, improving and providing free quality Education & hostel facilities to the ORPHANS and: the following welfare activities vide resolution No.104 March 16, 2019:

1. To provide clean drinking water in the water scarcity areas of the country.
2. To dig tub-wells for agricultural purpose.
3. To provide electric water coolers to hospitals and schools.
4. To provide cost of marriages of unmarried young deserving people.
5. To provide health facilities to the poor and down trodden people(treatment expenses, medicine).
6. To provide needy people with food packages in the month of Ramazan ul Mubarak and in times of natural calamities.
7. To provide to the mosques and general masses with the Holy Quran.
8. To provide poor women with sewing machines.
9. Building Masjid/Mosques.
- 10.To Provide education at university level poor students.

The registered office of the organization is situated at Near Pushtoon Garhi, at Back of Shell Filling Station, G.T Road, P/O Box Pabbi, District Nowshehra.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

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

2.2 Statement of compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board.

2.3 Significant accounting judgments and estimates

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 organization's accounting policies. Estimate and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the process of applying the organization's accounting policies, management has made the following estimates and judgments which are significant to the financial statements:

- . Useful lives of assets and methods of depreciation

2.4 Property, plant and equipment

2.4.1 Tangible- Owned

These are stated at cost less accumulated depreciation or impairment, if any, except for capital work-in-progress which is stated at historical cost.

Full year's depreciation is charged on additions during the year, whereas, no depreciation is charged on the assets disposed off or retired during the year. Depreciation is charged to income and expenditure account using the reducing balance method at the rates stated in note 3 to financial statements.

AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2022

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash generating units are written down to their recoverable amount. the recoverable amount of property, plant and equipment is the greater of net selling price and value in use.

Residual values, useful lives and depreciation methods reviewed from time to time.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements which increases the assets remaining useful economic life or the performance beyond the current estimated levels are capitalized and the assets so replaced, if any , are retired.

Gains or losses on disposal are determined by comparing proceeds with carrying amount of the relevant amount. These are taken to the income and expenditure account.

2.4.2 Capital work-in-progress

All expenditure connected with specific assets incurred during development, installation and construction period are carried as capital work-in-progress. These are transferred to specific assets as and when these assets are available for operational use.

2.5 Revenue recognition

Revenue from donation/grants is recognized on receipt basis, while return on deposits is accrued on time proportion basis.

2.6 Donations, subscriptions and grants

Voluntary donations, subscription from members and grants are considered as equity contributions and recorded as capital fund, when received.

2.7 Taxation

The organization, is a charitable and non-for profit organization duly approved under section 2(36) of the Income Tax Ordinance 2001 read with Rules 211 and 212 of the Income Tax Rules 2002.

Accordingly, no provision for current or deferred tax is made in these financial statements.

2.8 Inventory

These are valued at lower of cost and net realizable value (NRV) Cost is determined as weighted average

2.9 Cash and cash equivalents

For the purposes of cash flow statement, cash and cash equivalents comprises of cash in hand and bank balances.

2.10 Foreign currency transactions

Transactions in foreign currency are converted into Pak Rupees (functional currency) at the rates of exchange prevailing on the date of transaction. Monetary assets and liabilities in foreign currencies are translated into rupees at the rates of exchange prevailing at the balance sheet date. Exchange gain and losses are taken to the income and expenditure account.

AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2022

2.11 Financial instruments

All financial assets and liabilities are recognized at the time when the organization becomes party to the contractual provisions of the instrument. Financial assets are derecognized when the organization loses control of the contractual rights that comprise the financial assets. Financial liabilities are removed from the balance sheet when the obligation is extinguished, discharged, cancelled or expired.

2.12 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are set off and the net amount is reported in the financial statements when there is a legally enforceable right to set off and the organization intends either to settle on a net basis, or to realize the assets and to settle the liabilities simultaneously.

2.13 Provisions

Provisions are recognized when the organization has a present legal or constructive obligation as a result of a past event 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 the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

2.14 Impairment

The carrying amount of the organization's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If such indication exists, the asset's recoverable amount is estimated in order to determine the extent of the impairment loss, if any. Impairment losses

3 FIXED ASSETS

PARTICULARS	COST			Rate %	DEPRECIATION			W.D.V
	As at 01/01/22	Additions / (Deletion)	As at 31/12/22		As at 01/01/22	For the year	As at 31/12/22	As at 31/12/22
Building on leasehold Land	7,500,000	-	7,500,000	5	4,430,865	153,457	4,584,322	2,915,678
Furniture and fixture	4,125,200	746,170	4,871,370	10	2,393,830	247,754	2,641,584	2,229,786
Office equipments	40,400	-	40,400	10	19,466	2,093	21,559	18,841
Computer & printers	1,519,145	765,740	2,284,885	10	226,431	205,845	432,276	1,852,609
UPS & batteries	41,000	-	41,000	10	25,749	1,525	27,274	13,726
Air conditions	176,000	-	176,000	10	104,511	7,149	111,660	64,340
Motor Vehicles	941,000	-	941,000	20	483,298	91,540	574,838	366,162
Dec-2022 (Rupees)	14,342,745	1,511,910	15,854,655		7,684,150	709,364	8,393,514	7,461,141
Dec-2021 (Rupees)	13,037,100	1,305,645	14,342,745		7,060,218	623,932	7,684,150	6,658,595

4 INVENTORIES

Stationery
Books
Food items
Others

	Dec-22 (RUPEES)	Dec-21 (RUPEES)
Stationery	380,812	180,812
Books	505,075	305,075
Food items	506,454	229,665
Others	462,951	1,719
	<u>1,855,292</u>	<u>717,272</u>

5 CASH AND BANK BALANCES

Cash in hand
Cash at Bank (Meezan)
Cash at bank (UBL)

	Dec-22	Dec-21
Cash in hand	2,932	16,660
Cash at Bank (Meezan)	5,913	1,707,980
Cash at bank (UBL)	28,120	55,761,791
	<u>36,965</u>	<u>57,486,431</u>

AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2022

	NOTE	2022 (RUPEES)	2021 (RUPEES)
6 INCOME FROM KUWAIT EMBASSY			
Administration		45,245,958	48,141,615
Projects (Mosques & School)		276,598,311	212,023,508
Water projects		107,485,427	102,392,635
Orphan School		113,041,422	110,678,252
Sacrifice		4,465,752	-
Amanaat		39,329,523	25,749,972
Iftar Saim		18,722,657	9,529,403
Halqat ul Quran		46,161,400	16,079,582
		<u>651,050,450</u>	<u>524,594,967</u>
7 ADMINISTRATION			
Salaries		3,650,161	3,487,728
Asset Purchased		666,800	609,000
Conveyance		46,350	22,130
Amin Expenses		222,460	51,030
Electricity		227,301	159,735
Fuels		686,156	383,347
Repair & Maintenance Vehicle		506,864	288,992
Bank Charges		167,929	346,979
Misc. Expenses		282,160	364,720
		<u>6,456,181</u>	<u>5,713,661</u>
8 UNIFORM, SHOES AND HELPS			
Salaries		908,540	1,084,669
Uniform and Shoes		1,756,048	1,823,274
Conveyance To Orphans		4,575,688	343,500
Helps & gifts		290,220	109,190
		<u>7,530,496</u>	<u>3,360,633</u>
9 EDUCATION			
Salaries		6,943,400	7,314,274
Stationery and Books		1,021,062	1,047,040
Computer Lab		59,830	0
Admission Fee & Photography		453,230	578,622
Fuels		657,802	452,057
Repair & Maintenance Building		814,520	266,145
Electricity		1,022,869	655,651
Prizes to Students		40,450	481,750
		<u>11,013,163</u>	<u>10,795,539</u>
10 HEALTH			
Salaries		268,420	271,974
Medicine		367,592	159,313
		<u>636,012</u>	<u>431,287</u>

AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2022

	NOTE	2022 (RUPEES)	2021 (RUPEES)
11 HOSTEL & OTHER ACTIVITIES:			
Salaries		4,074,550	4,116,590
Other Activities		15,260	222,460
Cleaning Expenses		458,970	431,987
Gardening		259,851	146,220
Gas etc		2,261,452	1,424,388
Repair & Maintenance		2,394,776	983,808
Repair & Maintenance Building		1,114,040	663,372
Electricity		1,022,869	639,151
Fuels		701,266	241,823
Repair & Maintenance Vehicle		63,640	62,200
Pic. Tours and Govt. Fee		114,630	158,134
Misc. Expenses		526,195	18,450
		13,007,499	9,108,583
12 MESS			
Salaries		3,438,180	3,130,835
Flour		3,087,480	2,440,030
Rice & Pulses		2,167,710	1,714,500
Oil & Ghee		1,324,260	1,075,200
Milk, Tea & Sugar		1,667,030	1,356,720
Chicken & Meat		2,045,441	1,648,705
Vegetable		974,430	607,200
Fruit		103,260	169,870
Miscellaneous		794,890	701,104
		15,602,681	12,844,164
13 OTHER PROJECTS (ORPHANS SCHOOLS)			
Wages & Salaries		29,030,930	36,029,538
Cash Share for Orphans		82,121,289	61,238,120
Food & Entertainment		17,595,834	12,525,454
Gas & Fuels		2,222,324	1,320,906
Electricity and Generators		2,289,529	1,849,093
Rent & Rates		1,680,000	4,440,000
Repair & Maintenance Building		456,403	2,703,112
Fuels		986,727	928,948
Repair & Maintenance Vehicles		601,200	302,185
Conveyance & Hotling		121,015	82,910
Telephone		32,332	19,640
Cleaning Expenses		299,234	276,267
Repair & Maintenance		239,126	284,358

AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2022

	NOTE	2022 (RUPEES)	2021 (RUPEES)
Medical		287,385	282,403
Printing & Stationery		756,717	905,498
Curriculum Activities		8,221,736	3,980,650
Miscellaneous		1,535,271	1,323,676
Asset Purchased		300,110	-
Photography and Fee		67,684	-
		148,844,846	128,492,758
14 ADMINISTRATION (OTHER PROJECTS)			
Wages & Salaries		17,838,300	26,145,632
Fuels		9,053,161	4,945,846
Food charges		4,116,996	6,013,742
Telephone		708,262	499,946
Printing & stationery		1,913,100	1,797,524
Repair & Maintenance		493,210	1,362,127
Conveyance & Hoteling		6,857,630	7,054,284
Toll Taxes		433,963	425,923
Rent & Rates		927,200	948,840
Postage & telegram		43,201	129,658
Electricity		117,000	163,450
Gas		75,600	118,100
Miscellaneous		611,741	689,036
Repair & Maintenance Vehicle		2,835,029	1,132,631
Helps		-	396,460
Legal Charges		400,000	884,265
With Holding Tax		-	735,109
Bank Charges		496,783	108,427
Federal Excise Duty		56,396	46,242
Asset Purchased		545,000	-
Auditor's remuneration		700,000	700,000
Photography		265,000	-
Cleaning Expenses		56,000	-
		48,543,572	54,297,242
15 NUMBER OF EMPLOYEES			
Number of Employees as at June 30		72	61
Average number of employees during the year		71	62

AL-RABIAH & AL-HAJIRI ORPHANS SCHOOL & COLLEGE
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2022

	DEC-2022 (RUPEES)	DEC-2021 (RUPEES)
16 OTHER PROJECTS (HALAQAT UL QURAN)		
Halaqat ul Quran Salaries	61,924,173	20,846,908
Halaqat Expenses	5,677,891	3,706,442
	67,602,064	24,553,350
17 ORPHAN SHARE		
Cash for Orphans ZH	5,824,000	9,468,000
Cash for Orphans KH	-	3,907,100
Orphans share ZH (Ummah)	4,199,600	11,532,400
	10,023,600	24,907,500
18 AMANAAT		
Flood Relief Package	29,887,350	-
Others	6,865,970	19,558,500
	36,753,320	19,558,500

19 DATE OF AUTHORIZATION

These financial statements were authorized for issue on 31/01/2023 by the board of directors of the organization.

20 GENERAL

- Figures in these accounts have been rounded off to the nearest rupee.
- Figures of the previous year are rearranged, wherever necessary to facilitate comparison.

PESHAWAR

CHAIRMAN

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