

**MOAWIN FOUNDATION  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
JUNE 30, 2021**

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**Grant Thornton Anjum  
Rahman**

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**INDEPENDENT AUDITOR'S REPORT  
To the members of Moawin Foundation  
Report on the Audit of Financial Statements**

**Opinion**

We have audited the annexed financial statements of Moawin Foundation (the Foundation) which comprise the statement of financial position as at June 30, 2021, and the statement of income and expenditure, the statement of comprehensive income, the statement of changes in funds and reserves, the statement of cash flows 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, the statement of income and expenditure, the statement of comprehensive income, the statement of changes in funds and reserves and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give 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 Foundation's affairs as at June 30, 2021 and of the deficit, the comprehensive loss, the changes in funds and reserves 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 Foundation 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 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 the 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 Foundation'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 Foundation or to cease operations, or has a realistic alternative to do so.

Board of directors are responsible for overseeing the Foundation'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.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgement 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 Foundation'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 Foundation'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 Foundation 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 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 accounts have been kept by the Foundation as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of income and expenditure, the other comprehensive income, the statement of changes in funds and reserve and the statement of cash flows 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 accounts and returns;
- c) investments made, expenditures incurred and guarantees extended during the year were for the purpose of the Foundation's activities; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).



The engagement partner on the audit resulting in this independent auditor's report is Hassaan Riaz.

**Other matter**

The financial statements of the Company for the year ended June 30, 2020 were audited by another auditor who has issued an un-modified opinion dated October 27, 2020.

*Grant Thornton Anjum Rah*

**GRANT THORNTON ANJUM RAHMAN**

Chartered Accountants

Islamabad

Date: November 18, 2021

**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***STATEMENT OF FINANCIAL POSITION****AS AT JUNE 30, 2021**

	Note	2021 Rupees	2020 Rupees
<b>NON CURRENT ASSETS</b>			
Property and equipment	4	4,237,579	4,201,012
Intangible assets	5	29,016	47,616
		<u>4,266,595</u>	<u>4,248,628</u>
<b>CURRENT ASSETS</b>			
Short term investments	6	10,387,726	10,387,726
Advances and deposits	7	492,672	212,780
Cash and bank balances	8	37,883,781	3,840,089
		<u>48,764,179</u>	<u>14,440,595</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	(2,071,936)	(582,031)
<b>NET ASSETS</b>		<u>50,958,838</u>	<u>18,107,192</u>
<b>FUNDS AND RESERVES</b>			
Restricted fund:			
- restricted grants	10	33,423,234	-
- deferred capital grants	11	834,655	-
		<u>34,257,889</u>	<u>-</u>
General funds		16,700,949	18,107,192
		<u>50,958,838</u>	<u>18,107,192</u>
<b>Contingencies and Commitments</b>	12		

The annexed notes from 1 to 21 form an integral part of these financial statements.



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**CHIEF EXECUTIVE**

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**DIRECTOR**



**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED JUNE 30, 2021**

	Note	2021 Rupees	2020 Rupees
<b>INCOME</b>			
Donations		7,558,948	20,756,508
Income recognised from restricted grant	10 & 11	91,248,913	49,453,660
Other income	13	1,510,982	1,104,490
		<u>100,318,843</u>	<u>71,314,658</u>
<b>EXPENDITURE</b>			
Program expenses	14	(94,027,878)	(66,269,128)
Administrative expenses	15	(7,697,208)	(3,538,838)
		<u>(101,725,086)</u>	<u>(69,807,967)</u>
<b>(Deficit)/surplus before taxation</b>		<u>(1,406,243)</u>	<u>1,506,692</u>
Taxation	3.12	-	-
<b>(Deficit)/surplus after taxation</b>		<u>(1,406,243)</u>	<u>1,506,692</u>

The annexed notes from 1 to 21 form an integral part of these financial statements.



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**CHIEF EXECUTIVE**

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**DIRECTOR**

**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2021**

	2021 Rupees	2020 Rupees
(Deficit)/surplus after taxation	(1,406,243)	1,506,692
<b>Other comprehensive income:</b>		
Items that will be subsequently reclassified in income and expenditure:	-	-
Items that will not be subsequently reclassified in income and expenditure:	-	-
<b>Total comprehensive (loss) / income for the year</b>	<b>(1,406,243)</b>	<b>1,506,692</b>

The annexed notes from 1 to 21 form an integral part of these financial statements.

**CHIEF EXECUTIVE****DIRECTOR**

**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***STATEMENT OF CHANGES IN FUNDS AND RESERVES  
FOR THE YEAR ENDED JUNE 30, 2021**

	Note	Restricted fund	General funds	Total
		Rupees		
Balance as at July 01, 2019		2,000,000	16,600,500	18,600,500
Surplus for the year		-	1,506,692	1,506,692
Grant received during the year		49,453,660	-	49,453,660
Grant utilized during the year	10 & 11	(51,453,660)	-	(51,453,660)
<b>Balance as at June 30, 2020</b>		<b>-</b>	<b>18,107,192</b>	<b>18,107,192</b>
Balance as at July 01, 2020		-	18,107,192	18,107,192
Deficit for the year		-	(1,406,243)	(1,406,243)
Grant received during the year		125,506,802	-	125,506,802
Grant utilized during the year	10 & 11	(91,248,913)	-	(91,248,913)
<b>Balance as at June 30, 2021</b>		<b>34,257,889</b>	<b>16,700,949</b>	<b>50,958,838</b>

The annexed notes from 1 to 21 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR



**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED JUNE 30, 2021**

	Note	2021 Rupees	2020 Rupees
<b>Cash flows from operating activities</b>			
(Deficit)/surplus before taxation		(1,406,243)	1,506,692
<b>Adjustments for non cash items:</b>			
Depreciation	4	1,085,379	432,370
Income recognised from restricted grant		(91,248,913)	(49,453,660)
Amortization	5	18,600	11,904
		(90,144,934)	(49,009,386)
<b>Effect on cash flow due to working capital changes</b>			
Decrease/(Increase) in accrued income		-	(245,261)
Decrease/(Increase) in advances and deposits	8	(279,892)	(212,780)
(Decrease)/Increase in trade and other payables	10	1,489,904	522,031
		1,210,012	63,990
<b>Net cash flow from operating activities</b>		(90,341,165)	(47,438,704)
<b>Cash flows from investing activities</b>			
Addition to property and equipment	4	(1,121,945)	(2,847,382)
Sale proceeds from sale of fixed assets		-	50,000
<b>Net cash flow from investing activities</b>		(1,121,945)	(2,797,382)
<b>Cash flows from financing activities</b>			
Restricted funds received	11	125,506,802	47,453,660
<b>Net cash flow from financing activities</b>		125,506,802	47,453,660
Increase/(decrease) in cash and cash equivalents during the year		34,043,692	(2,782,426)
Cash and cash equivalents at the beginning of the year		3,840,089	6,622,515
<b>Cash and cash equivalents at the end of the year</b>	8	37,883,781	3,840,089

The annexed notes from 1 to 21 form an integral part of these financial statements.


**CHIEF EXECUTIVE**

**DIRECTOR**

## MOAWIN FOUNDATION

(A Company Licenced Under Section 42 of The Companies Act, 2017)

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2021

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#### 1 CORPORATE AND GENERAL INFORMATION

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##### 1.1 Legal status and operations

Moawin Foundation ("the Foundation") is a Not for Profit company / organization limited by guarantee incorporated in Pakistan on October 23, 2014 under section 42 of the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017).

The Registered office of the Foundation is situated at House No. B-9, Navy Housing Scheme, F-11/1, Islamabad. The main Objective of the Foundation is to improve standard of education/training at government schools and to employ good teachers, train them and make them teach well and arrange vocational trainings for boys and girls in rural areas of Pakistan.

#### 2 BASIS FOR PREPARATION

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##### 2.1 Statement of compliance

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

- International Financial Reporting Standard for Small and Medium Sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Accounting Standards' for Not for Profit Organizations (Accounting Standards for NPOs) issued by the Institute of Chartered Accountants of Pakistan; 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 IFRS for SMEs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

##### 2.2 Basis for measurement

These financial statements have been prepared under the historical cost convention.

##### 2.3 Functional and presentation currency

These financial statements are presented in Pakistan Rupee (PKR) which is the Foundation's functional currency. Amounts presented in the financial statements have been rounded off to the nearest of Pakistan Rupees (PKR), unless otherwise stated.

##### 2.4 Use of estimates and judgment

The preparation of financial statements in conformity with approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Foundation's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

- a) Useful life and residual values of property and equipment
- b) Amortisation of deferred capital grant

#### 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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The significant accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### 3.1 Property and equipment

These are stated at cost less accumulated depreciation and impairment losses, if any, except free-hold land and capital work in progress which are stated at cost. Cost includes expenditure that is directly attributable to the acquisition of the items including borrowing costs (if any).

Cost of self-constructed assets includes the cost of material and direct labor and other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located.

When major components of an item of property and equipment have different useful lives, these are accounted for as separate items of property and equipment.

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## MOAWIN FOUNDATION

(A Company Licenced Under Section 42 of The Companies Act, 2017)

### NOTES TO THE FINANCIAL STATEMENTS

#### FOR THE YEAR ENDED JUNE 30, 2021

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Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably. Carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to statement of income and expenditure during the financial period in which they are incurred.

Gains and losses, if any, on disposal of property and equipment are taken to the statement of income and expenditure.

Depreciation is charged to statement of income and expenditure applying the straight line method at the rates specified in the note 4. Depreciation on addition to property and equipment is charged from the month in which an item is put to use while no depreciation is charged for the month in which the item is derecognized / disposed off.

#### 3.2 Intangible assets

The cost of acquisition, development and installation of identifiable software products having finite useful lives of more than one year is recognized as an intangible asset at cost and are amortized on a straight line basis. Subsequent to initial recognition, it is measured at cost less accumulated amortization and accumulated impairment losses, if any. The rate of amortization is specified in note 5.

#### 3.3 Cash and cash equivalents

Cash and cash equivalents include cash in hand, balance with banks on current, deposit and savings accounts and short term investments with original maturities of three months or less.

#### 3.4 Basic financial instruments

Basic financial instruments are: cash; simple debt instruments (such as an account, note or loan receivable or payable); a commitment to receive a loan; and an investment in non-convertible preference shares and non-puttable ordinary and preference shares. On initial recognition, a basic financial instrument is measured at transaction price, unless the arrangement is in effect a financing transaction. In this case, it is the present value of the future payment discounted using a market rate. At the end of each reporting period the basic financial instruments are measured as follows (without any deduction for transaction costs the entity may incur on sale or other disposal): (a) Debt instruments at amortised cost using the effective interest rate method; (b) commitments to receive a loan at cost (which could be nil) less impairment; (c) Investments in non-convertible or non-puttable shares at fair value if the shares are publicly traded or fair value can be measured reliably, otherwise at cost less impairment.

#### 3.5 Offsetting of financial assets and financial liabilities

Financial assets and liabilities are off-set and the net amount is reported in the financial statements only when the Foundation has a legally enforceable right to off-set the recognized amounts and the Foundation intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

#### 3.6 Impairment

##### Non-financial assets:

The assets that are subject to depreciation or amortisation are assessed at each reporting date to determine whether there is any indication that the assets are impaired. If there is an indication of possible impairment, the recoverable amount of the asset is estimated and compared with its carrying amount.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. The impairment loss is recognised in the statement of income and expenditure.

An impairment loss is reversed only to the extent that the asset carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognized. The Foundation recognizes the reversal immediately in the statement of income and expenditure.



## MOAWIN FOUNDATION

(A Company Licenced Under Section 42 of The Companies Act, 2017)

### NOTES TO THE FINANCIAL STATEMENTS

#### FOR THE YEAR ENDED JUNE 30, 2021

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##### **3.7 Trade and other payables**

Trade and other payables are recognized initially at fair value plus directly attributable cost, if any, and subsequently measured at amortized cost.

##### **3.8 Provisions**

Provisions are recognized when the Foundation 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 the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect current best estimate.

##### **3.9 Contingent liabilities**

A contingent liability is disclosed when the Foundation has a possible obligation as a result of past events, whose existence will be confirmed only by the occurrence or non-occurrence, of one or more uncertain future events not wholly within the control of the Foundation; or the Foundation has a present legal or constructive obligation that arises from past events, but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability.

##### **3.10 Grants**

Funds received directly for specific purposes, are classified as grants. Funds provided or utilized for the purchase of capital items from grants are shown in the statement of financial position as deferred capital grant and a portion of the grant is recognized as income in the statement of income and expenditure to match the depreciation and amortization recognized during the year on the related capital items. Grants utilized for operations are credited to the statement of income and expenditure to the extent of related actual operating expenses. Committed grant is accrued in case where it is probable that the economic benefits of such grant will flow to the Foundation.

##### **3.11 Income**

Income is recognized to the extent it is probable that the economic benefits will flow to the Foundation and the income can be measured reliably. Income is measured at the fair value of the consideration received or receivable and is recognized on the following basis:

- Donation other than those related to specific projects and operating fixed assets are recognized as income on receipt.
- Income on investment is recognized on time proportion basis taking into account the implicit rate of return on investments.
- Income on savings bank accounts is recognized on accrual basis.
- Income from other sources is recorded on receipt basis.

##### **3.12 Income tax**

The Foundation has been granted approval as a non-profit organization under section 2(36) of the Income Tax Ordinance, 2001 by the Commissioner of Income Tax. Therefore, the Foundation is entitled to one hundred percent tax credit of the tax payable, under section 100C of the Income Tax Ordinance, 2001. Therefore, no provision for income tax has been accounted for in these financial statements.

##### **3.13 Foreign currency transactions and translation**

The financial statements are presented in Pakistan Rupees which is the Foundation's functional currency. Foreign currency transactions are translated into the functional currency using the exchange rate prevailing at the dates of transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of income and expenditure.

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# MOAWIN FOUNDATION

(A Company Licensed Under Section 42 of The Companies Act, 2017)

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

### 4 PROPERTY AND EQUIPMENT

#### Particulars

#### Cost

Balance as at July 01, 2019

Additions

Disposal

Balance as at June 30, 2020

Balance as at July 01, 2020

Additions

Balance as at June 30, 2021

#### Accumulated Depreciation

Balance as at July 01, 2019

Charge for the year

Balance as at June 30, 2020

Balance as at July 01, 2020

Charge for the year

Balance as at June 30, 2021

Carrying value as at June 30, 2020

Carrying value as at June 30, 2021

Annual rate of depreciation

#### 4.1 Allocation of Depreciation

Program expenses - Gilgit Baltistan project

Administrative expenses

Total

4.2 The Foundation under an agreement dated June 10, 2015 with Punjab Vocational Training Council, Government of Punjab, has provided its land located at village Mahmumwali, District Sheikhupura for establishment of Vocational Training Institute (VTI) free of charge for a period of 33 years.

4.3 One laptop and a camera of aggregate worth of Rs. 239,320 (having book value of Rs. 170,198) have been misplaced on July 16, 2021. Management, as per the Foundation's policy has decided to recover 25% of cost of the assets in 12 equal installments of Rs. 5,000 from the concerned employee.

Freehold land (note 4.2)	Computer & accessories	Furniture & fixtures	Office equipment	Total
.....Rupees.....				

1,836,000	-	-	-	1,836,000
-	990,371	1,011,906	845,105	2,847,382
-	-	(50,000)	-	(50,000)
1,836,000	990,371	961,906	845,105	4,633,382
1,836,000	990,371	961,906	845,105	4,633,382
-	510,000	308,500	303,445	1,121,945
1,836,000	1,500,371	1,270,406	1,148,550	5,755,327

-	-	-	-	-
-	203,703	101,194	127,472	432,370
-	203,703	101,194	127,472	432,370
-	203,703	101,194	127,472	432,370
-	481,098	243,499	360,782	1,085,379
-	684,801	344,693	488,254	1,517,748
1,836,000	786,668	860,712	717,633	4,201,012
1,836,000	815,570	925,713	660,296	4,237,579
-	33%	20%	33%	

2021	2020
..... Rupees .....	
588,152	280,380
497,227	151,989
1,085,379	432,370



**MOAWIN FOUNDATION***(A Company Licensed Under Section 42 of The Companies Act, 2017)***NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2021**

<b>5 INTANGIBLE ASSETS</b>	<b>Note</b>	<b>2021 Rupees</b>	<b>2020 Rupees</b>
Cost		93,000	93,000
Less: accumulated amortization:			
Opening balance		45,384	33,480
Charge for the year		18,600	11,904
		63,984	45,384
Net book value	5.1	29,016	47,616

5.1 This represents net book value of Accounting Software. Amortization is charged at the rate of 20% (2020: 20%) per annum.

<b>6 SHORT TERM INVESTMENTS</b>	<b>Note</b>	<b>2021 Rupees</b>	<b>2020 Rupees</b>
Term Deposit Receipts (TDRs)	6.1	10,000,000	10,000,000
Accrued mark-up on TDRs		387,726	387,726
		10,387,726	10,387,726

6.1 This represents Term Deposit Receipt (TDR) having 12 months maturity period ending on September 30, 2021, carrying markup at the rate of 6.1% (2020: 12.13%) per annum receivable upon maturity.

<b>7 ADVANCES AND DEPOSITS</b>	<b>Note</b>	<b>2021 Rupees</b>	<b>2020 Rupees</b>
Advances to employees against expenses		362,672	102,780
Security deposits	7.1	130,000	110,000
		492,672	212,780

7.1 This represents security deposits against offices rent for Gilgit Baltistan project.

<b>8 CASH AND BANK BALANCES</b>	<b>Note</b>	<b>2021 Rupees</b>	<b>2020 Rupees</b>
Cash in hand		373,806	160,823
Balance at banks:			
- In current account - local currency		34,417,717	2,808,881
- In saving account - local currency	8.1	3,092,258	870,385
		37,509,975	3,679,266
		37,883,781	3,840,089

8.1 Profit on saving account was 5.5% (2020: 5.5 - 11.25) per annum receivable monthly.

<b>9 TRADE AND OTHER PAYABLES</b>	<b>Note</b>	<b>2021 Rupees</b>	<b>2020 Rupees</b>
Accrued expenses		691,251	185,000
EOBI payable		6,650	-
Withholding tax payable		1,374,035	397,031
		2,071,936	582,031

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# MOAWIN FOUNDATION

(A Company Licensed Under Section 42 of The Companies Act, 2017)

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

### 10 Restricted Grants

Note	Alight Pakistan		(HHHNL)					i-Care Foundation	Total
	Gaamzan Phase I	Gaamzan Phase II	Water Pump Phase-I	Water Pump Phase-II	Water Pump Phase-III	Qurbani Project			
Rupees									
Opening balance as at July 01, 2020	-	-	-	-	-	-	-	-	-
Receipts for the year	30,207,676	41,431,951	7,671,240	7,672,756	3,858,394	5,623,285	29,041,500	125,506,802	
Funds available for use	30,207,676	41,431,951	7,671,240	7,672,756	3,858,394	5,623,285	29,041,500	125,506,802	
Funds utilized	(29,240,396)	(39,725,950)	(7,522,124)	(7,075,026)	(3,538,799)	(3,859,328)	-	(90,961,623)	
Transferred to deferred capital grant	(1,102,045)	(19,900)	-	-	-	-	-	(1,121,945)	
Closing balance as at June 30, 2021	(134,765)	1,686,101	149,116	597,730	319,594	1,763,956	29,041,500	33,423,234	

Alight Pakistan		(HHHNL)					i-Care Foundation	Total
Gaamzan Phase I	Gaamzan Phase II	Water Pump Phase-I	Water Pump Phase-II	Water Pump Phase-III	Qurbani Project			
Rupees								
-	-	-	-	-	-	-	-	-
49,453,660	-	-	-	-	-	-	-	49,453,660
49,453,660	-	-	-	-	-	-	-	49,453,660
(49,453,660)	-	-	-	-	-	-	-	(49,453,660)
-	-	-	-	-	-	-	-	-

( Opening balance as at July 01, 2019  
Receipts for the year  
Funds available for use  
Funds utilized  
Closing balance as at June 30, 2020

Opening balance as at July 01, 2019  
Receipts for the year  
Funds available for use  
Funds utilized  
Closing balance as at June 30, 2020

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**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2021**

<b>11 DEFERRED CAPITAL GRANT</b>	<b>Note</b>	<b>2021 Rupees</b>	<b>2020 Rupees</b>
Balance at beginning of the year		-	-
Cost of assets purchased		1,121,945	-
Amortization		(287,290)	-
Balance at end of the year		834,655	-

**12 CONTINGENCIES AND COMMITMENTS**

There are no significant contingencies and commitments as of the reporting date.

<b>13 OTHER INCOME</b>	<b>Note</b>	<b>2021 Rupees</b>	<b>2020 Rupees</b>
<b>From financial assets</b>			
Profit on term deposit receipts	6	1,213,316	752,111
Profit on bank saving account	8.1	297,666	352,379
		1,510,982	1,104,490

**14 PROGRAM EXPENSES**

Mehmunwali, Sheikhpura	14.1	9,950,773	8,593,758
Ali Pur, ICT	14.2	373,691	7,343,160
Gilgit Baltistan	14.3	62,107,628	48,587,075
Pind Dadan Khan	14.4	1,332,045	1,423,151
Sargodha		-	321,984
New Foundation Assisted Schools	14.5	751,031	-
Qurbani project	14.6	3,297,000	-
Water pumps project	14.7	16,215,710	-
		94,027,878	66,269,128

**14.1 Mehmunwali, Sheikhpura**

Salaries and benefits		4,128,702	3,165,680
Students' and teachers' conveyance charges		248,600	1,066,170
Schools' repair and maintenance		1,609,602	380,218
School supplies		1,280,295	1,917,470
Printing and stationery		-	503,890
Postage and communication		6,868	3,085
Entertainment & refreshment		236,298	345,342
Boarding and lodging		61,522	38,100
Travelling & fuel charges		25,511	145,909
COVID-19 Response		-	1,002,130
Rozgar center	14.1.1	1,354,124	-
Stitching center		207,500	-
Office supplies		791,751	25,764
		9,950,773	8,593,758

14.1.1 Rozgar center includes supervisor's salaries, stipend, repair and maintenance and other program expenses.

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**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2021**

		2021	2020
	Note	Rupees	Rupees
<b>14.2 Ali Pur, ICT</b>			
Salaries and benefits		-	20,000
Schools' repair and maintenance		-	1,455,187
School supplies		159,059	4,841,455
Water borings in schools		-	882,337
Travelling & fuel charges		75,112	81,202
Entertainment & refreshment		-	29,709
Events & workshops		137,520	-
Teachers training		-	33,270
Office supplies		2,000	-
		<u>373,691</u>	<u>7,343,160</u>
<b>14.3 Gilgit Baltistan</b>			
Salaries and benefits		41,579,571	23,361,999
School supplies		3,599,167	1,368,661
Schools' repair and maintenance		2,345,000	3,855,000
Utilities		365,796	250,813
Printing and stationery		338,695	484,828
Rent		1,734,119	1,126,824
Postage and communication		56,208	7,175
Entertainment & refreshment		275,855	89,866
Legal and professional fee		-	6,056
Boarding and lodging		795,596	600,099
Depreciation		588,152	280,380
Teachers training		-	2,444,000
Events & workshops		590,110	-
Advocacy & branding		285,274	114,135
Travelling & fuel charges		4,155,578	2,063,814
COVID-19 response		3,744,650	12,044,515
Scholarship		625,000	-
Bank charges		474,620	-
Office supplies		554,237	488,910
		<u>62,107,628</u>	<u>48,587,075</u>
<b>14.4 Pind Dadan Khan</b>			
Salaries and benefits		1,326,889	997,400
School supplies		-	384,000
Schools' Repair and maintenance		-	5,770
Office supplies		-	6,271
Postage and communication		-	100
Entertainment and refreshment		-	22,520
Travelling & fuel charges		5,156	7,090
		<u>1,332,045</u>	<u>1,423,151</u>



**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED JUNE 30, 2021**

- 14.5** Moawin Foundation applied for Sindh Education Foundation funded project "New Foundation Assisted Schools". These expenses were incurred on the process of applying for the project. The project was subsequently awarded to Moawin Foundation in 2 locations of Karachi.
- 14.6** Qurbani project is executed during the year in collaboration with "Stitching Internationale Humanitaire Hulporganisatie Nederland" (IHHNL). In the project, Qurbani was performed during Eid ul Adha in various areas of Pakistan.
- 14.7** Water Pumps project is executed during the year in collaboration with "Stitching Internationale Humanitaire Hulporganisatie Nederland" (IHHNL). In the project water pumps are installed in various area of Pakistan.

	2021 Rupees	2020 Rupees
<b>15 ADMINISTRATIVE EXPENSES</b>		
Salaries and benefits	6,861,361	2,081,199
Amortization	18,600	11,904
Auditor's remuneration - statutory audit fee	217,400	185,000
Depreciation	497,227	151,989
Bank charges	21,378	64,756
Miscellaneous	81,242	1,043,990
	<u>7,697,208</u>	<u>3,538,838</u>

**16 REMUNERATION TO CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES**

No remuneration was payable to the chief executive officer and the directors of the Foundation during the year.

	Chief Executive		Directors		Executives	
	2021	2020	2021	2020	2021	2020
	(Rupees)					
Salaries	-	-	-	-	6,654,000	4,825,015
Honorarium	-	-	-	-	2,803,792	-
	-	-	-	-	<u>9,457,792</u>	<u>4,825,015</u>
Number of persons	1	1	5	5	5	5

	2021 Rupees	2020 Rupees
<b>17 FINANCIAL INSTRUMENTS</b>		
<b>Financial Assets</b>		
Short term investments - at amortized cost	10,387,726	10,387,726
Deposits	130,000	110,000
Cash and bank balances	37,883,781	3,840,089
	<u>48,401,507</u>	<u>14,337,815</u>
<b>Financial Liabilities</b>		
Trade and other payables	691,251	185,000

	2021 Numbers	2020 Numbers
<b>18 NUMBER OF EMPLOYEES</b>		
Number of employees	24	24
Average number of employees	24	14

**MOAWIN FOUNDATION***(A Company Licenced Under Section 42 of The Companies Act, 2017)***NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED JUNE 30, 2021****19 TRANSACTION WITH RELATED PARTIES**

Related parties comprise associates, members and directors of the Foundation including their close family members and other key management personnel. Remuneration to key management personnel is disclosed in note 16. Significant transactions with related parties during the year, not disclosed in respective notes, are as under:

Name of related party	Relationship	Transaction during the year and year end balances	2021 (Rupees)	2020 (Rupees)
Mr. Hasan Sandila	Close family member- chairman of the Board	Donation received	<u>190,000</u>	<u>75,000</u>

**20 DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were authorized for issue by the Board of Directors in their meeting held on

18 NOV 2021

**21 GENERAL**

- 21.1 Figures in these financial statements have been rounded off to the nearest Rupee.
- 21.2 The Comparative figures have been rearranged/reclassified, wherever necessary, for the purpose of comparison. However these are not material enough to be disclosed separately. ok

**CHIEF EXECUTIVE****DIRECTOR**