

**MOAWIN FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2022**

**Grant Thornton Anjum
Rahman**
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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MOAWIN FOUNDATION
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

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Opinion

We have audited the annexed financial statements of **Moawin Foundation** (The Foundation) which comprise the statement of financial position as at June 30, 2022, and the statement of income and expenditure, the statement of comprehensive income, the statement of changes in funds, 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 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 the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Foundation's affairs as at June 30, 2022 and of the surplus, the comprehensive income, the changes in funds 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 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 no realistic alternative but 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 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 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 statement of comprehensive income, the statement of changes in funds 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 business; 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.



Grant Thornton Anjum Rahman

Chartered Accountants

Islamabad

October 12, 2022

UDIN: AR202210164pDqgdCk8R

MOAWIN FOUNDATION*(A Company Licensed Under Section 42 of The Companies Act, 2017)***STATEMENT OF FINANCIAL POSITION****AS AT JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
ASSETS			
NON - CURRENT ASSETS			
Property and equipment	4	4,370,820	4,237,579
Intangibles assets	5	10,416	29,016
Security deposits - rental premises	7.1	300,000	-
		<u>4,681,236</u>	<u>4,266,595</u>
CURRENT ASSETS			
Short term investments	6	10,401,877	10,387,726
Advances, deposits and prepayments	7	2,164,385	492,672
Cash and bank balances	8	22,329,284	37,883,781
Receivable from donor	9	3,049,254	-
		<u>37,944,800</u>	<u>48,764,179</u>
TOTAL ASSETS		<u>42,626,036</u>	<u>53,030,774</u>
FUNDS AND LIABILITIES			
General funds - revenue reserve		8,696,962	16,700,949
Endowment fund - revenue reserve		10,000,000	-
		<u>18,696,962</u>	<u>16,700,949</u>
NON - CURRENT LIABILITIES			
Restricted funds:			
Restricted grants	9	20,301,397	33,423,234
Deferred capital grant	10	1,773,607	834,655
		<u>22,075,004</u>	<u>34,257,889</u>
CURRENT LIABILITIES			
Trade and other payables	11	1,854,070	2,071,936
TOTAL FUNDS AND LIABILITIES		<u>42,626,036</u>	<u>53,030,774</u>
Contingencies and commitments	12		

The annexed notes from 1 to 22 form an integral part of these financial statements.

**CHIEF EXECUTIVE****DIRECTOR**

MOAWIN FOUNDATION*(A Company Licensed Under Section 42 of The Companies Act, 2017)***STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
INCOME			
Income recognized from restricted grant	9	207,593,075	90,961,623
Amortization of deferred capital grant	10	594,525	287,290
Donations	13	16,611,974	7,558,948
Other income	14	1,200,112	1,510,982
		<u>225,999,686</u>	<u>100,318,843</u>
EXPENDITURE			
Program expenses	15	(214,090,989)	(94,373,805)
Administrative expenses	16	(9,912,684)	(7,351,281)
		<u>(224,003,673)</u>	<u>(101,725,086)</u>
Surplus/(Deficit) before taxation		1,996,013	(1,406,243)
Taxation		-	-
Surplus/(Deficit) after taxation		1,996,013	(1,406,243)

The annexed notes from 1 to 22 form an integral part of these financial statements.

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CHIEF EXECUTIVE

DIRECTOR

MOAWIN FOUNDATION

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

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2022**

	2022 Rupees	2021 Rupees
Surplus/(Deficit) after taxation	1,996,013	(1,406,243)
Other comprehensive income	-	-
Total comprehensive income/(loss)	1,996,013	(1,406,243)

The annexed notes from 1 to 22 form an integral part of these financial statements.

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CHIEF EXECUTIVE



DIRECTOR

MOAWIN FOUNDATION*(A Company Licensed Under Section 42 of The Companies Act, 2017)***STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Note</u>	<u>Endowment Fund (Rupees)</u>	<u>General Funds (Rupees)</u>	<u>Total (Rupees)</u>
Balance as at July 01, 2020		-	18,107,192	18,107,192
Deficit for the year		-	(1,406,243)	(1,406,243)
Balance as at June 30, 2021		-	16,700,949	16,700,949
Balance as at July 01, 2021		-	16,700,949	16,700,949
Transferred to endowment fund	3.15	10,000,000	(10,000,000)	-
Surplus for the year		-	1,996,013	1,996,013
Balance as at June 30, 2022		10,000,000	8,696,962	18,696,962

The annexed notes from 1 to 22 form an integral part of these financial statements.

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CHIEF EXECUTIVE



DIRECTOR

MOAWIN FOUNDATION*(A Company Licensed Under Section 42 of The Companies Act, 2017)***STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
Cash flows from operating activities			
Surplus/ (Deficit) for the year		1,996,013	(1,406,243)
Adjustments for non cash items:			
Depreciation	4	1,400,236	1,085,379
Income recognized from restricted grant	9	(207,593,075)	(90,961,623)
Amortization of deferred capital grant	10	(594,525)	(287,290)
Amortization	5	18,600	18,600
		(206,768,764)	(90,144,934)
Effect on cash flow due to working capital changes			
Increase in short term investments	6	(14,151)	-
Increase in advances, deposits and other receivables	7	(1,671,713)	(279,892)
Decrease in trade and other payables	11	(217,866)	1,489,904
		(1,903,730)	1,210,012
Net cash used in operating activities		(206,676,481)	(90,341,165)
Cash flows from investing activities			
Addition to property and equipment	4	(1,533,477)	(1,121,945)
Security deposits - rental premises		(300,000)	-
Net cash used in investing activities		(1,833,477)	(1,121,945)
Cash flows from financing activities			
Restricted funds received	9	192,955,461	125,506,802
Net cash generated from financing activities		192,955,461	125,506,802
(Decrease)/ increase in cash and cash equivalents during the year		(15,554,497)	34,043,692
Cash and cash equivalents at the beginning of the year		37,883,781	3,840,089
Cash and cash equivalents at the end of the year	8	22,329,284	37,883,781

The annexed notes from 1 to 22 form an integral part of these financial statements.

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CHIEF EXECUTIVE

DIRECTOR

MOAWIN FOUNDATION

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

1 CORPORATE AND GENERAL INFORMATION

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 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

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, except for certain items as disclosed in the relevant accounting policies below.

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) Amortization of deferred capital grant

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 historical cost less accumulated depreciation and impairment losses, if any, except free-hold land and capital work in progress which are stated at cost. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

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.

MOAWIN FOUNDATION

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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 04. 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 05.

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 amortized 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 amortization 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 recognized 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 amortization, if no impairment loss had been recognized. The Company recognizes the reversal immediately in the statement of income and expenditure.

3.7 General fund

Contributions made by the members of the Foundation and donors, without any specific purpose or activity, are classified as unrestricted general funds. Accordingly, any income generated and expenses incurred with respect to normal operations of the Foundation, which are not related to Specific funds/activities, are charged to the statement of income and expenditure.

MOAWIN FOUNDATION

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

3.8 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.

3.9 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.

3.10 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.

3.11 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.

3.12 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:

- Donations related to specific projects are deferred and recognized as income on a systematic basis to match them with the related costs that they are intended to compensate.
- Donations related to operating fixed assets received are recognized as deferred capital grant and amortized over the useful lives of assets from the date the asset is available for intended use.
- 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.

3.13 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.

3.14 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.

MOAWIN FOUNDATION

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

3.15 Endowment Fund

Foundation has a received a supplementary grant of Rs. 10 million as financial assistance from Government of Pakistan vide grant release letter dated March 13, 2015 against committed financial assistance of Rs. 50 million vide letter # 2781/m/8PM/2014 dated: October 02, 2014. Funds from the grant has been invested in a term deposit receipt (TDR) with Bank Al Habib and the profit from TDR is being accumulated in general reserve. The Board of directors of the Foundation in its 34th meeting dated: January 25, 2022 decided to establish an endowment fund (the fund) and transferred Rs. 10 million from general fund to the fund with decision not to use the principal amount and to ensure that the fund does not deplete over time. The Board also decided to retain the profit from investment to general fund up to June 30, 2022. Board may review the general fund/ profits on investments at each subsequent year end and decide if any amount may be transferred to endowment fund.

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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, 2022**

5 INTANGIBLE ASSETS	Note	2022 Rupees	2021 Rupees
Cost			
Opening balance		93,000	93,000
Additions		-	-
Disposal		-	-
Closing balance		93,000	93,000
Accumulated amortization			
Opening balance		63,984	45,384
Charge for the year		18,600	18,600
Closing balance		82,584	63,984
Net book value	5.1	10,416	29,016
5.1 This represents net book value of accounting software. Amortization is charged at the rate of 20% (2021: 20%) per annum.			
6 SHORT TERM INVESTMENTS	Note	2022 Rupees	2021 Rupees
Term deposit receipt (TDR)	6.1	10,000,000	10,000,000
Accrued mark-up on TDR		401,877	387,726
		10,401,877	10,387,726
6.1 Term Deposit Receipt (TDR) carrying 12 months maturity with a yield of 6.35% (2021: 6.1%) per annum receivable upon maturity.			
7 ADVANCES, DEPOSITS AND PREPAYMENTS	Note	2022 Rupees	2021 Rupees
Advances to employees against expenses		644,817	362,672
Advances to vendors		909,568	-
Prepaid rent		610,000	-
Security deposits	7.1	-	130,000
		2,164,385	492,672
7.1 This represent security deposits of rental premises of head office.			
8 CASH AND BANK BALANCES	Note	2022	2021
Cash in hand		1,219,243	373,806
Balance at banks:			
- In current account - local currency		17,472,259	34,417,717
- In saving accounts - local currency	8.1	3,637,782	3,092,258
		21,110,041	37,509,975
		22,329,284	37,883,781
8.1 Saving accounts carry interest ranging from 5.5% to 12.5% (2021: 5.5%) per annum.			

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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, 2022**

9 RESTRICTED GRANTS

	Alight Pakistan	IHHNL	Icare Foundation	Sindh Education Foundation	Total
	----- Rupees -----				
Opening balance as at June 30, 2020	-	-	-	-	-
Receipts for the year	71,639,627	24,825,675	29,041,500	-	125,506,802
Funds available for use	71,639,627	24,825,675	29,041,500	-	125,506,802
Funds utilized	(68,966,346)	(21,995,277)	-	-	(90,961,623)
Transferred to deferred capital grant	(1,121,945)	-	-	-	(1,121,945)
Closing balance as at June 30, 2021	1,551,336	2,830,398	29,041,500	-	33,423,234
Opening balance as at June 30, 2021	1,551,336	2,830,398	29,041,500	-	33,423,234
Receipts for the year	68,103,099	86,316,380	29,427,982	9,108,000	192,955,461
Funds available for use	69,654,435	89,146,778	58,469,482	9,108,000	226,378,695
Funds utilized	(71,170,212)	(78,589,315)	(51,141,511)	(6,692,037)	(207,593,075)
Transferred to deferred capital grant	(1,533,477)	-	-	-	(1,533,477)
Closing balance as at June 30, 2022	(3,049,254)	10,557,463	7,327,971	2,415,963	17,252,143
Restricted grant as at June 30, 2022	-	10,557,463	7,327,971	2,415,963	20,301,397
Receivable from donor as at June 30, 2022	3,049,254	-	-	-	3,049,254
	-	10,557,463	7,327,971	2,415,963	17,252,143

9.1 Moawin Foundation (MF) and Alight Pakistan signed subgrant agreement on July 1, 2020 till September 30, 2021 for the project titled "GAAMZAN Phase 2" and on October 1, 2021 till September 30, 2022 for the project titled "GAAMZAN Phase 3".

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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, 2022**

- 9.2 Moawin Foundation has received Rs. 68.1 million (2021: Rs. 71.6 million) grants from Alight Pakistan for the projects from July 2021-June 2022. The Foundation has utilized funds amounting to Rs. 71.8 million (2021: Rs. 68.9 million) for these projects leaving a balance of Rs. 3.1 million (2021: Rs. 1.5 million). The Foundation will spent the remaining funds till the completion of the project i-e September 2022. The breakup of funds received and utilized for the execution of the project.
- 9.3 Qurbani project is executed during the year in collaboration with "Stichting Internationale Humanitaire Hulporganisatie Nederland" (IHHNL). In the project Qurbani was performed during Eid ul Adha in various areas of Pakistan. Water Pumps project is executed during the year in collaboration with "Stichting Internationale Humanitaire Hulporganisatie Nederland" (IHHNL). In the project water pumps are installed in various area of Pakistan.
- 9.4 Moawin Foundation (MF) and i-Care Foundation (ICFA) signed agreement on September 23, 2021 till September 22, 2024 for processing of donations in the US by ICFA for donors that advise their donations to be disbursed to Foundation. Individual Donors residing in USA who are aligned with the welfare activities undertaken by the Moawin Foundation normally do invest through ICFA and utilization of the funds take place according to allocated budget.
- 9.5 Moawin Foundation (MF) and Sindh Education Foundation (SEF) signed an agreement on June 30, 2021 for funded project "Foundation Assisted Schools" which aims to provide free of cost education in pursuance of the Article 25A of the Constitution, 1973 and The Right to Free and Compulsory Education Act, 2013 of Government of Sindh.

		2022 Rupees	2021 Rupees
10 DEFERRED CAPITAL GRANT			
Balance at the beginning of the year		834,655	-
Cost of assets purchased		1,533,477	1,121,945
Amortization		(594,525)	(287,290)
Balance at end of the year		<u>1,773,607</u>	<u>834,655</u>
11 TRADE AND OTHER PAYABLES			
Accrued expenses		1,052,967	691,251
EOBI payable		7,225	6,650
Withholding tax payable		793,878	1,374,035
		<u>1,854,070</u>	<u>2,071,936</u>
12 CONTINGENCIES AND COMMITMENTS			
There are no contingencies and commitments as of the reporting date (2021: Nil).			
13 DONATIONS			
This represent unrestricted donations received from individuals and institutional donors.			
		2022 Rupees	2021 Rupees
14 OTHER INCOME	Note		
From financial assets			
- Profit on term deposit receipt	6.1	624,151	1,213,316
- Profit on bank saving accounts	8.1	575,961	297,666
		<u>1,200,112</u>	<u>1,510,982</u>

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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, 2022**

15 PROGRAM EXPENSES	Note	2022 Rupees	2021 Rupees
Sheikhupura	15.1	5,467,007	9,950,773
Ali Pur, ICT	15.2	2,189,221	373,691
Gilgit Baltistan	15.3	66,587,805	62,453,555
Pind Dadan Khan	15.4	273,980	1,332,045
Foundation Assisted Schools	15.5	6,692,037	751,031
Icare Foundation	15.6	51,141,511	-
Miran Shah	15.7	3,150,113	-
Qurbani project		11,540,007	3,297,000
Water pumps project		48,424,350	16,215,710
Food distribution		10,961,908	-
Iftar dinner		1,760,000	-
Orphan support		1,841,050	-
Eye surgery		2,367,500	-
Flood relief		1,694,500	-
		214,090,989	94,373,805
15.1 Sheikhupura			
Salaries and benefits		1,413,025	4,128,702
Students' and Teachers' conveyance charges		-	248,600
Schools' Repair and maintenance		147,000	1,609,602
School supplies		-	1,280,295
Postage and communication		-	6,868
Entertainment and refreshment		-	236,298
Boarding and lodging		10,500	61,522
Travelling and fuel charges		-	25,511
Rozgar Center	15.1.1	2,715,512	1,354,124
Stitching Center		1,180,970	207,500
Office supplies		-	791,751
		5,467,007	9,950,773
15.1.1	Rozgar center includes supervisor salaries, stipend, repair and maintenance and other program expenses.		
15.2 Ali Pur, ICT		2022 Rupees	2021 Rupees
Salaries and benefits		19,125	-
School supplies		1,665,719	159,059
Travelling and fuel charges		151,537	75,112
Entertainment and refreshment		1,740	-
Events and workshops		14,400	137,520
Office supplies		336,700	2,000
		2,189,221	373,691

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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, 2022**

	2022	2021
	Rupees	Rupees
15.3 Gilgit Baltistan		
Salaries and benefits	46,736,154	41,579,571
School supplies	4,226,009	3,599,167
Schools' repair and maintenance	-	2,345,000
Utilities	605,785	365,796
Printing and stationery	273,856	338,695
Rent	2,764,089	1,734,119
Postage and communication	48,718	56,208
Entertainment and refreshment	251,641	275,855
Legal and professional fee	170,741	-
Boarding and lodging	592,201	795,596
Depreciation	1,205,046	934,079
Teachers training	2,304,076	-
Events and workshops	-	590,110
Advocacy and branding	743,023	285,274
Travelling and fuel charges	5,808,189	4,155,578
COVID-19 response	-	3,744,650
Scholarship	-	625,000
Bank charges	22,247	474,620
Office supplies	836,030	554,237
	<u>66,587,805</u>	<u>62,453,555</u>
15.4 PIND DADAN KHAN		
Salaries and benefits	224,980	1,326,889
Traveling and fuel charges	-	5,156
Boarding and lodging	49,000	-
	<u>273,980</u>	<u>1,332,045</u>
15.5 FOUNDATION ASSISTED SCHOOLS		
Salaries and benefits	3,480,122	-
School supplies	186,800	-
Teachers training and refreshers	44,166	-
Events training and workshops	54,000	-
Teachers and students conveyance	174,524	-
School repair and maintenance	113,060	-
Rent	934,000	-
Construction of rooms in schools	507,200	-
Office supplies	108,325	-
Refreshments	4,000	-
Traveling and fuel charges	307,106	-
Printing and stationery	96,144	-
Postage and courier	1,240	-
Legal and professional fee	225,150	-
Boarding and lodging	456,200	-
Preliminary expenses	-	751,031
	<u>6,692,037</u>	<u>751,031</u>

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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, 2022

	Note	2022 Rupees	2021 Rupees
15.6 ICARE FOUNDATION			
Salaries and benefits		6,391,133	-
School supplies		43,204,257	-
Teachers training and refreshers		194,815	-
Events training and workshops		16,000	-
Teachers and students conveyance		623,620	-
School repair and maintenance		188,260	-
Office supplies		170,045	-
Refreshments		213,790	-
Traveling and fuel charges		79,362	-
Printing and stationery		23,530	-
Postage and courier		8,499	-
Boarding and lodging		28,200	-
		<u>51,141,511</u>	<u>-</u>
15.7 MIRAN SHAH			
Salaries and benefits		532,500	-
School supplies		2,575,853	-
Refreshments		3,790	-
Traveling and fuel charges		36,470	-
Printing and stationery		1,500	-
		<u>3,150,113</u>	<u>-</u>
16 ADMINISTRATIVE EXPENSES			
Salaries and benefits		8,624,611	6,861,361
Depreciation	4	195,190	151,300
Amortization	5	18,600	18,600
Rent		200,000	-
Legal and professional fee		22,318	-
Bank charges		30,916	21,378
Auditor's remuneration	16.1	230,000	217,400
Fund raising activity		502,507	-
Miscellaneous		88,542	81,242
		<u>9,912,684</u>	<u>7,351,281</u>
16.1 AUDITOR'S REMUNERATION			
Statutory audit fee		170,000	170,000
Out of pocket expenses		60,000	47,400
		<u>230,000</u>	<u>217,400</u>
17 REMUNERATION TO CHIEF EXECUTIVE AND DIRECTORS			

No remuneration was payable to the directors of the Foundation during the year.

	Chief Executive		Directors		Executives	
	2022	2021	2022	2021	2022	2021
	------(Rupees)-----					
Salaries	-	-	-	-	6,990,300	6,654,000
Honorarium	4,272,204	-	-	-	-	2,803,792
	<u>4,272,204</u>	-	-	-	<u>6,990,300</u>	<u>9,457,792</u>
Number of persons	1	1	5	5	5	5

MOAWIN FOUNDATION*(A Company Licensed Under Section 42 of The Companies Act, 2017)***NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED JUNE 30, 2022**

18 FINANCIAL INSTRUMENTS	2022	2021
	Rupees	Rupees
Financial assets		
Short term investments - at amortized cost	10,401,877	10,387,726
Deposits	-	130,000
Bank balances	21,110,041	37,509,975
Receivable from donor	3,049,254	-
	<u>34,561,172</u>	<u>48,027,701</u>
Financial liabilities		
Trade and other payables	1,052,967	691,251
19 NUMBER OF EMPLOYEES	Numbers	Numbers
Permanent staff		
Number of employees at year end	19	24
Average number of employees	25	24
Project staff		
Number of employees at year end	287	209
Average number of employees	248	165

20 TRANSACTION WITH RELATED PARTIES

Related parties comprise of members and directors of the Foundation including their close family members. Remuneration to key management personnel is disclosed in note 17. 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	2022 (Rupees)	2021 (Rupees)
Mr. Hasan Sandila	Family Member-Chairman of the Board	Donation received	-	190,000
Mr. Asif Sandila	Chairman of the Board	Donation received	50,000	-
Mr. Imran Sandila	Family Member-Chairman of the Board	Donation received	120,000	-

21 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors in it's meeting held on October 11, 2022.

22 GENERAL

- 22.1 Figures in these financial statements have been rounded off to the nearest Rupee.
- 22.2 The comparative figures have been rearranged/reclassified, wherever necessary, for the purpose of comparison. In current year restricted funds have been classified as non - current liabilities.

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CHIEF EXECUTIVE



DIRECTOR