



Independent Auditor's Report to the Members of Tabani's Foundation

Opinion

We have audited the financial statement of **Tabani's Foundation**, which comprises the Statement of Financial position, the related Statement of Income and Expenditure account and Other comprehensive Income and Statement of Cash Flows, together with the notes forming part thereof (here-in-after referred to as the financial statements) for the year ended June 30, 2021.

In our opinion, the accompanying financial statements of the Tabani's Foundation are prepared, in all material respects, in accordance with applicable International Financial Reporting Standards (IFRS) and no adversity has been noted.

Basis for Opinion

We conducted our audit in accordance with the generally accepted auditing principles 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 Tabani's 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.

Other Matter Paragraph

The last year audit was carried out by Shahid Habib & Co Chartered Accountants and he has given an unmodified opinion on the financial statements dated December 30, 2020.

Responsibilities of Management for the Financial Statements

The Board of Directors of Tabani's Foundation is responsible for the preparation of the financial statements in accordance with applicable International Financial Reporting Standards (IFRS) and for such internal control as the Tabani's Foundation determines is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Tabani's Foundation is responsible for assessing the Tabani's 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 Tabani's Foundation either intends to liquidate the Tabani's Foundation or to cease operations, or has no realistic alternative but to do so.

Board of Directors are responsible for overseeing the Tabani's Foundation financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statement

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 the generally accepted auditing principles 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 the generally accepted auditing principles 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 Tabani's Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Board of Directors.
- Conclude on the appropriateness of Tabani's Foundation 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 Tabani's Foundation's ability to continue as a going concern.
- Our conclusions are based on the audit evidence and books of accounts audited for the year ended June 30, 2019, subject to future Trust policies.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

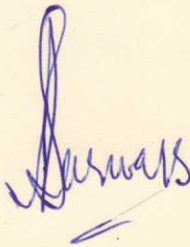
We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) Proper books of account have been kept by the Tabani's Foundation.
- b) the statement of financial position, , the related Statement of Income and Expenditure account and Other comprehensive Income and Statement of Cash Flows, together with the notes forming part thereof ,have been drawn up in conformity with the applicable standards and are in agreement with the books of account and returns.
- c) Investments made and expenditure incurred during the year were for the purpose of welfare activities only.



SARWARS
CHARTERED ACCOUNTANTS

Engagement Partner: Mr. Shan Ibrahim (ACA)

Date: October 01, 2021

Place: Lahore

Tabani's Foundation
Statement of Financial Position
As at June 30, 2021

	Note	2021 (Rupees)	2020 (Rupees)
Current Assets			
Advances and prepayments		26,500	20,000
Books, copies, uniforms and other school supplies		124,500	76,000
Preliminary Expenses	2	183,750	240,000
Cash & bank balances		2,158,040	1,463,620
Total Assets		<u>2,492,790</u>	<u>1,799,620</u>
LIABILITIES			
Non-Current Liabilities			
Deferred income relating to school support, grants and children education		-	-
Current Liabilities			
Current portion of deferred income relating to school support, grants and children education		-	-
Accrued and other liabilities	3	713,080	24,620
Total liabilities		<u>713,080</u>	<u>24,620</u>
Net assets		<u>1,779,710</u>	<u>1,775,000</u>
REPRESENTED BY:			
FUNDS AND RESERVES			
Capital fund	4	2,000,000	2,000,000
General fund		-	-
Endowment fund - externally restricted		-	-
Surplus of income over expenditure		(220,290)	(225,000)
Foreign current translation reserve		-	-
Unrealized gain on re-measurement of available for sale investments		-	-
Unrestricted fund		-	-
		<u>1,779,710</u>	<u>1,775,000</u>


 Chief Executive Officer


 Director


 Chief Financial Officer



Tabani's Foundation
Statement of Income and Expenditure Account and Comprehensive Income
For the period ended June 30, 2021

	June 30, 2021 (Rupees)	June 30, 2020 (Rupees)
Income	2,035,000	-
Administrative Expenses		
Salaries and other benefits	1,744,800	125,000
Amortization of Preliminary Expenses	56,250	60,000
Travelling and conveyance	55,000	8,500
Printing and stationery	60,000	6,500
Other expenses	83,715	25,000
	<u>1,999,765</u>	<u>225,000</u>
Profit / (loss) before taxation	35,235	(225,000)
Taxation	30,525	-
Profit / (loss) after taxation	<u>4,710</u>	<u>(225,000)</u>
Other comprehensive income / (loss)	-	-
Total comprehensive income / (loss)	<u><u>4,710</u></u>	<u><u>(225,000)</u></u>

Chief Executive Officer

Director

Chief Financial Officer




Tabani's Foundation
Statement of Cash Flows
For the period ended June 30, 2021

	June 30, 2021	June 30, 2020
	(Rupees)	(Rupees)
Cash used in operations	4,710	(225,000)
Change in Current Assets	1,250	(336,000)
Change in Current Liabilities	688,460	24,620
Net cash generated from operating activities	<u>694,420</u>	<u>(536,380)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net generated from financing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash generated from financial activities	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	694,420	(536,380)
Cash and cash equivalents at beginning of the year	1,463,620	2,000,000
Current translation difference on cash and cash equivalents	-	-
Cash and cash equivalents at end of the year	<u>2,158,040</u>	<u>1,463,620</u>


 Chief Executive Officer


 Director


 Chief Financial Officer



1 LEGAL STATUS AND NATURE OF OPERATIONS

1.1 Tabani's Foundation ("The Founder") was incorporated in Pakistan as a Company Limited by Guarantee on April 30, 2019 under section 42 of the Companies Act, 2017. The Foundation is principally engaged in establishing schools / University to promote education. The Foundation receives funds from across sections of society within and outside Pakistan for building of schools as well as for its operations. These donations are made by organization, institutions and individuals.

The registered address of the Foundation is 187-P, near PECHS Girls College, Block-2, PECHS, Karachi Pakistan.

2 PRELIMINARY EXPENSES

Preliminary Expenses Accounts for expenses incurred during the incorporation phase of the Foundation.

3 ACCRUED LIABILITY

Liability includes Vendor and other operational payments.

4 CAPITAL FUND

Capital Fund includes Contribution from Subscribers at the Foundation inception stage.



Chief Executive Officer



Director



Chief Financial Officer

Authorised on 5th Oct 2021

