

**NATIONAL INSTITUTE OF  
BLOOD DISEASE WELFARE  
SOCIETY  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2024**





## **Independent Auditor's Report to the Members of National Institute of Blood Disease Welfare Society**

### **Opinion**

We have audited the financial statements of **National Institute of Blood Disease Welfare Society** (the "Society"), which comprise the statement of financial position as at June 30, 2024, and the statement of income and expenditure, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the statement of financial position of the Society as at June 30, 2024, and its financial performance for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

### **Basis for Opinion**

We conducted our audit in accordance with the 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 Society 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 Those Charged with Governance for the Financial Statements**

The management of the Society is responsible for the preparation and fair presentation of these financial statements in accordance with the approved accounting standards as applicable in Pakistan and for such internal control as the management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Society'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 Society or to cease operations or has no realistic alternative but to do so.

Those Charged with Governance are responsible for overseeing the Society's financial reporting process.

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### **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 Society'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 Society'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 Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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**Other Matter**

The financial statements of the Society for the year ended June 30, 2023 were audited by another auditor who expressed unmodified opinion on those statements.

The engagement partner on the audit resulting in this independent auditors' report is **Moin**.

**Chartered Accountants**

**Date:** December 31, 2024

**UDIN:** AR202410344os7y1wiQv

**Place:** Karachi

**NATIONAL INSTITUTE OF BLOOD DISEASE WELFARE SOCIETY**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2024**

	Note	2024 ----- Rupees -----	2023
<b><u>ASSETS</u></b>			
<b>Non-current assets</b>			
Operating fixed assets	4	18,379,148	22,973,935
<b>Current assets</b>			
Advance		-	66,683
Bank balances	5	1,123,769	1,190,674
		1,123,769	1,257,357
<b>Total assets</b>		<b>19,502,917</b>	<b>24,231,292</b>
<b><u>FUND AND LIABILITIES</u></b>			
<b>Fund</b>			
Accumulated fund		784,817	4,261,787
<b>Current liabilities</b>			
Due to NIBD (Private) Limited		18,333,020	18,918,629
Accrued and other liabilities	7	385,080	1,050,876
<b>Total liabilities</b>		<b>18,718,100</b>	<b>19,969,505</b>
<b>Contingency and commitment</b>	8	-	-
<b>Total fund and liabilities</b>		<b>19,502,917</b>	<b>24,231,292</b>

The annexed notes 1 to 14 form an integral part of these financial statements.

*Uzma Asrar*  
**PRESIDENT**

*[Signature]*

**SECRETARY**

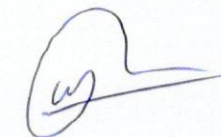


**NATIONAL INSTITUTE OF BLOOD DISEASE WELFARE SOCIETY**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 ----- Rupees -----	2023 -----
<b>INCOME</b>			
Amortisation of donation	6	6,182,465	6,333,980
Amortisation of zakat	6	7,073,877	13,373,566
		<u>13,256,342</u>	<u>19,707,546</u>
<b>EXPENDITURE</b>			
Operating expenses	9	(12,179,091)	(14,274,221)
Administrative and general expenses	10	(4,554,221)	(5,046,256)
		<u>(16,733,312)</u>	<u>(19,320,477)</u>
<b>(Deficit) / surplus for the year</b>		<u>(3,476,970)</u>	<u>387,069</u>
<b>Accumulated fund - opening</b>		<b>4,261,787</b>	<b>3,874,718</b>
<b>Accumulated fund - closing</b>		<u><u>784,817</u></u>	<u><u>4,261,787</u></u>

The annexed notes 1 to 14 form an integral part of these financial statements.

*Uzma Asrar.*  
**PRESIDENT**



**SECRETARY**



**NATIONAL INSTITUTE OF BLOOD DISEASE WELFARE SOCIETY**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 ----- Rupees -----	2023 ----- Rupees -----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
(Deficit) / surplus before taxation		(3,476,970)	387,069
<b>Adjustments for non-cash items:</b>			
Depreciation on operating fixed assets	4	4,594,787	1,062,778
Amortisation of donation	6	(6,182,465)	(6,333,980)
Amortisation of zakat	6	(7,073,877)	(13,373,566)
Patients' welfare expense	9	8,209,778	9,231,601
		<u>(3,928,747)</u>	<u>(9,026,098)</u>
<b>Working capital changes:</b>			
Decrease in advance		66,683	-
(Decrease) / increase in accrued and other liabilities	7	(665,796)	769,592
<b>Net cash used in operating activities</b>		<u>(4,527,860)</u>	<u>(8,256,506)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payment made for acquisition of operating fixed assets	4	-	(2,668,431)
Donation received during the year	6	6,182,465	6,333,980
Zakat received during the year	6	7,073,877	13,373,566
<b>Net cash generated from investing activities</b>		<u>13,256,342</u>	<u>17,039,115</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payment made to NIBD (Private) Limited		(8,795,387)	(8,169,965)
<b>Net cash used in financing activities</b>		<u>(8,795,387)</u>	<u>(8,169,965)</u>
Net (decrease) / increase in cash and cash equivalents		(66,905)	612,644
Cash and cash equivalents at beginning of the year		1,190,674	578,030
<b>Cash and cash equivalents at end of the year</b>	5	<u><u>1,123,769</u></u>	<u><u>1,190,674</u></u>

The annexed notes 1 to 14 form an integral part of these financial statements.

*Uzma Asrar*  
**PRESIDENT**

*[Signature]*  
**SECRETARY**



**NATIONAL INSTITUTE OF BLOOD DISEASE WELFARE SOCIETY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**1 LEGAL STATUS AND NATURE OF ACTIVITIES**

- 1.1** National Institute of Blood Disease Welfare Society (the "Society") established under Section-7 of Voluntary Social Welfare Agencies (Registration and Control) Ordinance, 1961 and Rules, 1962.

The principal activity of the Society is to work on humanitarian grounds with aim to help and assist persons with income constraints to avail educational and other social assistance and to acquire, establish, maintain and manage schools, institutions, training centres, hospitals, dispensaries, and maternity homes.

The registered office of the Society is situated at Plot no. Special D 3, Block no.06, P.E.C.H.S, Karachi.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

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

- Revised Accounting and Financial Reporting Standard for Small-Sized Entities (Revised AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan;
- Accounting Standards for Not for Profit Organizations (Accounting Standards for NPOs) issued by the Institute of Chartered Accountants of Pakistan.

**2.2 Basis of measurement**

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

**2.3 Functional and presentation currency**

These financial statements are presented in Pakistani Rupees, which is the functional and presentation currency of the Society and is rounded off to the nearest rupee.

**2.4 Key judgements and estimates**

The preparation of financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the use of certain critical accounting estimates. In addition, it requires management to exercise judgement in the process of applying the Society's accounting policies. The areas involving a high degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are documented in the following accounting policies and notes, and relate primarily to:

	<b>Note</b>
Operating fixed assets	3.1
Impairment on operating fixed assets	3.2
Provisions	3.10
Contingent liabilities	3.11

**3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**3.1 Operating fixed assets**

All items of operating fixed assets are initially recorded at cost and subsequently, are measured at cost less accumulated depreciation and impairment loss (if any). Depreciation is charged to statement of income and expenditure applying the straight-line method whereby the depreciable amount of an asset is written off over its estimated useful life.



The assets' residual values, useful lives and methods are reviewed, and adjusted if appropriate, at each financial year end.

Costs of assets includes expenditure directly attributable to the acquisition of the operating fixed assets. Useful lives are determined by the management based on the expected usage of the operating fixed asset, expected physical wear and tear, technical and commercial obsolescence, legal and similar limits on the use of the assets and other similar factors.

Repairs and maintenance are charged to the statement of income and expenditure as and when incurred. Major renewals and improvements are capitalized.

Gains or losses on disposal of an item of operating fixed asset is determined as the difference between the sale proceeds and carrying amount of the asset and is recognized in as other income in the statement of income and expenditure.

Residual values and the useful lives are reviewed at each reporting date and adjusted if expectations differ significantly from previous estimates.

Subsequent cost of replacing part of an item of operating fixed assets is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Society and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The cost of the day to day servicing of property and equipment are recognized in statement of comprehensive income as and when incurred.

The carrying value of operating fixed assets is reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. If any of such indications exist and where the carrying value exceeds the estimated recoverable amount, the assets are written down to their recoverable amount.

### **3.2 Impairment on operating fixed assets**

The carrying value of operating fixed assets is reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. If any of such indications exist and where the carrying value exceeds the estimated recoverable amount, the assets are written down to their recoverable amount.

### **3.3 Cash and cash equivalents**

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of statement of cash flows, cash and cash equivalents comprise of cash at banks.

### **3.4 Financial assets and financial liabilities**

Financial assets and financial liabilities are initially measured at cost, which is the fair value of the consideration given and received respectively. These financial assets and liabilities are subsequently measured at fair value, amortized cost or cost as the case may be. Financial assets and financial liabilities are recognized when the Society becomes a party to the contractual provisions of the instrument. Financial assets are derecognized when the rights to the cash flows from the financial assets expire or where the Society transfers the financial assets and the transfer qualifies for derecognition. Financial liabilities are derecognized when the obligation specified in the contract is discharged.

### **3.5 Off-setting of financial assets and financial liabilities**

A financial asset and a financial liability is set off and the net amount is reported in the statement of financial position if the Society has a legal right to set off the transaction and also intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

### **3.6 Trade and other payables**

Trade and other payables are recognised initially at fair value and are subsequently measured at amortised cost.

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**3.7 Deferred income**

Zakat and donations contributed by the donors for general purposes are initially recorded as deferred income. Subsequently, these are recognised in income and expenditure account to match the cost and expenses incurred for the patients' welfare.

**3.8 Unrestricted funds**

Unrestricted funds are to be used towards any purpose usually for operating expenses of the Society.

**3.9 Taxation****Current**

Provision for current taxation is based on taxable income at the current tax rates after taking into account tax credits and rebates available, if any or on turnover at the specified rates or Alternate Corporate Tax as defined in Income Tax Ordinance, 2001, whichever is higher. The charge for current tax also includes adjustments, where necessary, relating to prior years which arise due to assessment framed / finalized during the year.

**Deferred**

Deferred income tax is provided using the liability method for all temporary differences at the reporting date between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that the future taxable profits will be available against which the assets may be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefits will be realized.

The carrying amount of deferred tax asset is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profit will allow deferred tax asset to be recovered.

**3.10 Provisions**

Provisions are recognized when the Society has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are not recognized for future operating losses. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

**3.11 Contingent liabilities**

A contingent liability is disclosed when:

- there is a possible obligation that arises from past events and 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 Society; or
- there is present 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.

**3.12 Donations**

When the donation relates to an expense item, it is recognised as income over the periods in which the Society recognises the related costs as expenses for which the donation is intended to compensate. Unutilised donations at the end of the year are disclosed separately in the statement of financial position as deferred income.



**4 OPERATING FIXED ASSETS****Particular**

<b>Medical equipments</b>	<b>Furniture and fixtures</b>	<b>Total</b>
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-----Rupees-----

**COST****As at July 01, 2023****22,067,160****3,375,751****25,442,911**

Additions during the year

**-****-****-****As at June 30, 2024****22,067,160****3,375,751****25,442,911****ACCUMULATED DEPRECIATION****As at July 01, 2023****2,220,597****248,379****2,468,976**

Charge for the year

**3,969,313****625,474****4,594,787****As at June 30, 2024****6,189,910****873,854****7,063,763****Net book value as at June 30, 2024****15,877,250****2,501,897****18,379,148**

Net book value as at June 30, 2023

**19,846,563****3,127,372****22,973,935****Depreciation rate (% per annum)****20%****20%**

- 4.1** During the year, the management conducted a reassessment of the useful life of operating fixed assets. This reassessment was driven by considerations of technical obsolescence and the current condition of the operating fixed assets.

As a result, the useful life of the operating fixed assets for each category was revised, effective from July 01, 2023. The depreciation method continues to be the straight-line method.

**5 BANK BALANCES****2024****2023**

----- Rupees -----

Cash at banks - in current accounts

**1,123,769****1,190,674****6 DEFERRED INCOME**

As at July 01,

**-****-****Donation**

Donation received during the year

**6,182,465****6,333,980**

Amortisation of donation

**(6,182,465)****(6,333,980)****-****-****Zakat**

Zakat received during the year

**7,073,877****13,373,566**

Amortisation of zakat

**(7,073,877)****(13,373,566)****-****-**

As at June 30,

**-****-****7 ACCRUED AND OTHER LIABILITIES**

Audit fee payable

**162,000****-**

Withholding tax payable

**134,080****113,526**

Accrued expenses

**89,000****904,850**

Other payable

**-****32,500****385,080****1,050,876**



**8 CONTINGENCY AND COMMITMENT**

There was no contingency and commitment as at June 30, 2024 and 2023.

**9 OPERATING EXPENSES**

Note

2024

2023

----- Rupees -----

Patients' welfare expense		8,209,778	9,231,601
Medicine expense		-	3,979,842
Depreciation on operating fixed assets	4	3,969,313	1,062,778
		<u>12,179,091</u>	<u>14,274,221</u>

**10 ADMINISTRATIVE AND GENERAL EXPENSES**

Salaries, wages and other benefits		3,487,000	4,731,586
Depreciation on operating fixed assets	4	625,474	144,924
Auditor's remuneration	10.1	162,000	86,400
Printing and stationary		-	56,400
Fees and subscription		-	15,000
Others		279,747	11,946
		<u>4,554,221</u>	<u>5,046,256</u>

**10.1 The break-up of auditor's remuneration is as follows:**

Statutory audit fee	150,000	80,000
Sindh service tax	12,000	6,400
	<u>162,000</u>	<u>86,400</u>

**11 TRANSACTIONS WITH RELATED PARTIES**

The related parties of the Society comprise of associated company and key management personnel. There have been no transactions with related parties carried out during the year other than those disclosed in the financial statements. Transactions with related parties are as follows:

Name and particulars	Nature of relationship	Nature of transaction	2024	2023
			----- Rupees -----	
NIBD (Private) Limited	Common Directorship	Patients' welfare expense	8,209,778	9,231,601

**12 CORRESPONDING FIGURES**

Comparative information has been re-classified or re-arranged in this financial statement, wherever necessary to facilitate comparison and to confirm with presentation in current year.

**13 DATE OF AUTHORISATION**

These financial statements were authorised for issue on \_\_\_\_\_ by the Board Members of the Society.

**14 GENERAL**

Figures in the financial statements have been rounded off to the nearest rupees.

*Uzma Asrar*  
PRESIDENT

*[Signature]*

SECRETARY