

Neurology Research And Patient
Welfare Fund
Financial Statements
For the year ended
June 30, 2024



**Neurology Research And Patient
Welfare Fund
Financial Statements
For the year ended
June 30, 2024**

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NEUROLOGY RESEARCH AND PATIENT WELFARE FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of NEUROLOGY RESEARCH AND PATIENT WELFARE FUND, which comprise the statement of financial position as at June 30, 2024 and the statement of financial activity, statement of changes in fund balance and the statement of receipts and disbursement 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 financial position of the association as at June 30, 2024 and its financial performance its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

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 Association 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 Executive Committee for the Financial Statements

The Executive Committee is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan, and for such internal control as the Governing body 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, Executive Committee is responsible for assessing the Association'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 Executive Committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Executive Committee are responsible for overseeing the Association financial reporting process.

Auditor's Responsibility 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Executive Committee.
- Conclude on the appropriateness of Executive Committee'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 Association'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 auditors report. However, future events or conditions may cause the Association 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.

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



KARACHI

DATE: 30th December 2024

UDIN: AR202410311RY6yiSUVI

STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30th JUNE, 2024

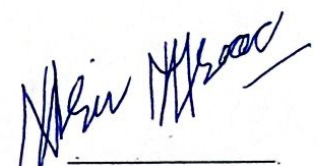
| | Notes | 2024 Rupees | 2023 Rupees |
|-------------------------------------|-------|----------------|----------------|
| INCOME | | | |
| Donation | 7.1 | 26,461,603 | 18,045,302 |
| Zakat | 7.2 | 5,758,459 | 3,961,381 |
| Other income | 7.3 | 8,636,742 | 4,698,641 |
| Donation in Kind | 7.4 | 7,553,556 | 7,357,396 |
| | | 48,410,360 | 34,062,720 |
| EXPENDITURE | | | |
| Administrative and General Expenses | 8.1 | 1,438,519 | 1,143,709 |
| Civil Works | | 4,068,947 | 6,671,287 |
| Depreciation | 4 | 837,917 | 1,076,336 |
| Legal and Professional Fee | | 288,198 | 119,234 |
| Medicine Disbursed | 8.2 | 15,017,613 | 12,623,431 |
| Operative Expense | 8.3 | 6,624,889 | 4,931,420 |
| Others | | - | 143,604 |
| Refreshments | 8.4 | 68,166 | 42,955 |
| Salaries | 8.5 | 8,300,117 | 7,530,639 |
| Travel and Transportation | | 81,783 | 23,080 |
| Utilities | | 110,179 | 106,707 |
| | | (36,836,328) | (34,412,402) |
| Surplus/(Deficit) before tax | | 11,574,032 | (349,682) |
| Taxation | | - | - |
| Surplus/(Deficit) for the year | | 11,574,032 | (34,412,402) |

The annexed notes form an integral part of these accounts

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PRESIDENT


SECRETARY


TREASURER

STATEMENT OF FINANCIAL POSITION
AS AT 30th JUNE, 2024

| | Notes | 2024 Rupees | 2023 Rupees |
|------------------------------------|-------|-------------------|-------------------|
| NON-CURRENT ASSETS | | | |
| Property, Plant and Equipment | 4 | 3,116,663 | 3,954,580 |
| Long Term Investment | 5 | 31,000,000 | 20,000,000 |
| | | 34,116,663 | 23,954,580 |
| CURRENT ASSETS | | | |
| Inventory | 8.2 | 1,014,455 | 923,235 |
| Cash and Bank Balances | 6 | 22,637,934 | 21,317,205 |
| | | 23,652,389 | 22,240,440 |
| TOTAL ASSETS | | <u>57,769,052</u> | <u>46,195,020</u> |
| FUNDS AND LIABILITIES | | | |
| Funds | | - | - |
| General fund | | 57,769,052 | 46,195,020.00 |
| | | 57,769,052 | 46,195,020 |
| TOTAL FUNDS AND LIABILITIES | | <u>57,769,052</u> | <u>46,195,020</u> |

The annexed notes form an integral part of these accounts

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TREASURER

NEUROLOGY RESEARCH AND PATIENT WELFARE FUND
STATEMENT OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED 30th JUNE, 2024

Neurology Res.

| | 2024 | 2023 |
|--------------------------------------|-------------------|-------------------|
| | -----Rupees----- | |
| Balance at the beginning of the year | 46,195,020 | 46,544,702 |
| Surplus/ deficit for the year | 11,574,032 | (349,682) |
| Balance at the end of the year | <u>57,769,052</u> | <u>46,195,020</u> |

The annexed notes form an integral part of these accounts


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TREASURER

**NEUROLOGY RESEARCH AND PATIENT WELFARE FUND
STATEMENT OF RECEIPT AND DISBURSEMENT
FOR THE YEAR ENDED 30th JUNE, 2024**

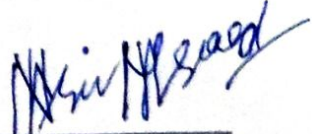
| | Notes | 2024 Rupees | 2023 Rupees |
|---|-------|---------------------|---------------------|
| RECEIPTS | | | |
| Donation | | 22,186,700 | 18,045,302 |
| Epilepsy Association of Pakistan ASEPA | | 1,139,097 | - |
| | | 3,135,806 | - |
| Redemption from HBL Term Deposit Certificate (TDR) | | 20,000,000 | 11,500,000 |
| Zakat | | 5,758,459 | 3,961,381 |
| Income on HBL Term Deposit Certificate | | 4,111,232 | 679,363 |
| Other income | | 4,525,510 | 4,019,278 |
| | | 60,856,804 | 38,205,324 |
| DISBURSEMENTS | | | |
| Administrative and General Expenses | | 1,438,519 | 1,143,709 |
| Civil Works | | 4,068,947 | 6,671,287 |
| Legal and Professional Fee | | 288,198 | 119,234 |
| Medicine Disbursed | | 7,555,277 | 5,226,946 |
| Operative Expense | | 6,624,889 | 4,931,420 |
| Others | | - | 13,308 |
| Refreshments | | 68,166 | 42,955 |
| Investment in HBL Term Deposit Certificate (TDR) | | 31,000,000 | 20,000,000 |
| Salaries | | 8,300,117 | 7,660,935 |
| Travel and Transportation | | 81,783 | 23,080 |
| Utilities | | 110,179 | 106,707 |
| | | (59,536,075) | (45,939,581) |
| Cash and bank balance at the beginning of the year | | 21,317,205 | 29,051,462 |
| Cash and bank balance at the end of the year | | 22,637,934 | 21,317,205 |

The annexed notes form an integral part of these accounts

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PRESIDENT


SECRETARY


TREASURER

NEUROLOGY RESEARCH AND PATIENT WELFARE FUND
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE, 2024

1 INTRODUCTION

Neurology Research And Patient Welfare Fund "The Fund" has been established at Karachi and is registered under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance, 1961 (XLVI of 1961) on March 12, 1989. The objects of the Fund are to provide help in the shape of medical, social, vocational and physical habitation assistance to the poor who are neurologically disabled, to improve neurology patients welfare by increasing knowledge of physicians in the diseases of the nervous system, to support the research projects in these diseases, to acquire teaching aids equipment and to provide complete library facilities. The fund is operating at National Epilepsy Centre, Jinnah Postgraduate Medical Centre, Karachi.

2 STATEMENT OF COMPLIANCE

2.1 Basis of Preparation

These financial statements have been prepared in accordance with the requirements of the "Guideline For Accounting and Financial Reporting By Non-Government Organizations(NGOs)/Non-Profit Organizations (NPOs)" issued by the Institute of Chartered Accountants of Pakistan (ICAP).

2.2 Accounting Convention

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

2.3 Significant Accounting Estimates And Judgments

The preparation of financial statements in conformity with the Accounting and Financial Reporting Standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

Significant areas requiring the use of management estimates in these financial statements relate to the useful life of depreciable assets. However, assumptions and judgments made by management in the application of accounting policies that have significant effect on the financial statements are not expected to result in material adjustment to the carrying amounts of assets and liabilities in the next year.



NEUROLOGY RESEARCH AND PATIENT WELFARE FUND
 NOTES TO THE FINANCIAL STATEMENTS
 AS AT 30 JUNE, 2024

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Income And Expenditure Recognition

Income is recognized in the extent that it is probable that the future economic benefits will flow to the organization and can be measured reliably. Expenditures are recognized at the time of their occurrence

3.2 Cash And Cash Equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents include cash in hand and with banks.

3.3 Taxation

Neurology Research And Patient Welfare Fund is a not for profit organisation, therefore its total income is subject to one hundred percent credit of the total tax payable under section 100C of the Income Tax Ordinance, 2001.

3.4 Other Payable

Liabilities for other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received

3.5 Offsetting

Financial assets and liabilities are offset and the net amount is reported in the balance sheet, if the Society has a legally enforceable right to setoff the recognised amounts and the Society intends to settle either on a net basis or realise the asset and settle the liability simultaneously.

4 FIXED ASSETS

| | June 2024 | | | | | | | |
|------------------------|----------------------|----------------------------|-----------------------|----------------------|--------------------------|-----------------------|-----------------------------|-----------|
| | Cost | | | Depreciation | | Written down | | |
| | As at 1 July 2023 | Additions / (disposals) | As at 30 June 2024 | As at 1 July 2023 | Charge for the period | As at 30 June 2024 | value as at 30 June 2024 | Rate % |
| | Rupees | | | | | | | |
| Computers & equipments | 1,115,180 | - | 1,115,180 | 753,624 | 119,313 | 872,937 | 242,243 | 33 |
| Office equipments | 5,895,755 | - | 5,895,755 | 2,877,128 | 603,725 | 3,480,853 | 2,414,902 | 20 |
| Furniture and fixtures | 1,104,870 | - | 1,104,870 | 530,473 | 114,879 | 645,352 | 459,518 | 20 |
| 2024 | 8,115,805 | - | 8,115,805 | 4,161,225 | 837,917 | 4,999,142 | 3,116,663 | |
| 2023 | 8,115,805 | - | 8,115,805 | 3,084,889 | 1,076,336 | 4,161,225 | 3,954,580 | |

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NEUROLOGY RESEARCH AND PATIENT WELFARE FUND
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE, 2024

| | 2024 | 2023 | | |
|--|-------------------------|-------------------|-------------|-------------------|
| | -----Rupees----- | | | |
| 5 INVESTMENT | | | | |
| National Saving Certificate / Habib Bank Limited (TDR) | <u>31,000,000</u> | <u>20,000,000</u> | | |
| | 2024 | 2023 | | |
| | -----Rupees----- | | | |
| 6 CASH AND BANK BALANCE | | | | |
| Cash at Bank | <u>22,637,934</u> | <u>21,317,205</u> | | |
| 7 INCOME | NRPWF - Head | NEC/ZAKAT | CECP | TOTAL |
| | -----Rupees----- | | | |
| 7.1 Donation | | | | |
| General Donations - Income | 14,986,700 | - | - | 14,986,700 |
| Operational Cost (Nabiqasim industries) | 7,200,000 | | | 7,200,000 |
| Epilepsy Association of Pakistan ASEPA | 1,139,097 | | | 1,139,097 |
| | 3,135,806 | | | 3,135,806 |
| | <u>26,461,603</u> | - | - | <u>26,461,603</u> |
| 7.2 Zakat | | | | |
| General Zakat - Income | - | 5,758,459 | - | 5,758,459 |
| | - | <u>5,758,459</u> | - | <u>5,758,459</u> |
| 7.3 Other income | | | | |
| HBL Bank (TDR) Profit | 4,111,232 | - | - | 4,111,232 |
| OPD EEG and Drug Bank Cash | 4,435,810 | - | - | 4,435,810 |
| Scrap material sold out | 89,700 | - | - | 89,700 |
| | <u>8,636,742</u> | - | - | <u>8,636,742</u> |
| 7.4 Donation in Kind | | | | |
| Drug Donation - Patient Aid Founc | 6,057,636 | - | - | 6,057,636 |
| Amarant Pharma | 1,495,920 | - | - | 1,495,920 |
| | <u>7,553,556</u> | - | - | <u>7,553,556</u> |

NEUROLOGY RESEARCH AND PATIENT WELFARE FUND
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE, 2024

| | 2024 | 2023 |
|--|-------------------|-------------------|
| | -----Rupees----- | |
| 8 EXPENSES | | |
| 8.1 Administrative and General Expenses | | |
| Bank Charges | 681,086 | - |
| Janitorial Material | 61,000 | 49,405 |
| Printing, Stationary and Photocopy | 354,352 | 467,306 |
| Postages | 26,440 | 27,880 |
| Repair And Maintenance | 163,482 | 461,168 |
| Equipment Purchase | 152,159 | 137,950 |
| | 1,438,519 | 1,143,709 |
| 8.2 Medicine | | |
| Opening | 923,235 | 962,324 |
| Medicine Purchase | 7,555,277 | 5,226,946 |
| In Kind Donation | 7,553,556 | 7,357,396 |
| (Closing) | (1,014,455) | (923,235) |
| Medicine Disburshed | 15,017,613 | 12,623,431 |
| 8.3 Operative Expenses | | |
| Advertisment | 3,534,003 | 4,560,320 |
| EEG Laboratory | 458,500 | 271,100 |
| ASEPA EEG Workshop | 2,531,120 | 100,000 |
| Website Design / Maintainence | 101,266 | - |
| | 6,624,889 | 4,931,420 |
| 8.4 Refreshments | | |
| NEC Pantry | 68,166 | - |
| 8.5 Salaries | | |
| Doctor's Honorarium | 3,312,571 | 2,841,939 |
| Salaries Non-medical staff | 3,370,889 | 3,382,607 |
| Salaries Para Medical Staff | 1,465,150 | 1,306,093 |
| Staff Appreciation Amount | 38,000 | - |
| | 8,300,117 | 7,530,639 |

9 TAXATION

Neurology Research And Panent Welfare Fund is a not for profit organisation, therefore its total income is subject to one hundred percent credit of the total as payable under section 100C of the Income Tax Ordinance, 2001.

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NEUROLOGY RESEARCH AND PATIENT WELFARE FUND
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE, 2024

10 NUMBER OF EMPLOYEES

| | 2024 | 2023 |
|--|-----------------------------|------|
| | --- Number of Employees --- | |
| Number of employees at year end | 17 | 17 |
| Average number of employees for the year | 17 | 17 |

11 RELATED PARTY TRANSACTIONS

There is no related party transaction during the reporting period 30 June 2024

12 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison

13 DATE OF AUTHORIZATION FOR ISSUE

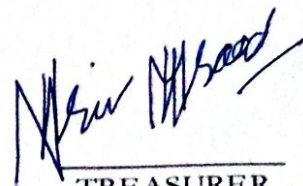
The financial Statements were authorized for use by the Managing Committee on 30 DEC 2024
by



PRESIDENT



SECRETARY



TREASURER