

**SAHARA FOR LIFE TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE, 2022**



Independent Auditor's Report to the Trustees of Sahara for Life Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **Sahara for Life Trust** (the Trust), which comprise the statement of financial position as at June 30, 2022, and the income and expenditure account, Statement of Cash Flows for the year then ended, Statement of Changes in Accumulated Funds and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Trust as at June 30, 2022 and of its financial performance and its receipts and payments for the year then ended in accordance with the 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 Trust 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 Trustees for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and for such internal control as the trustees 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, trustees are responsible for assessing the Trust'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 the trustees either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust'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.

Head Office: 32-A, Lawrence Road, Lahore. Ph: +92 42 36373451-52-53

E-mail: qadeerco@brain.net.pk

Branch Office: Office # 503, 5th Floor, ISE Towers, Jinnah Avenue, Islamabad.

Off: +92-51-2894591-3 E-mail: trko@hotmail.com



QADEER & COMPANY
CHARTERED ACCOUNTANTS

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 Trust'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 Trust'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 Trust 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 Trustees 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 **Nawaz Khan, FCA**.

UDIN : AR202210329vFnDdVICx
Lahore,
Dated: November 08, 2022


Qadeer and Company,
Chartered Accountants

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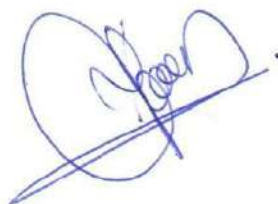
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SAHARA FOR LIFE TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022

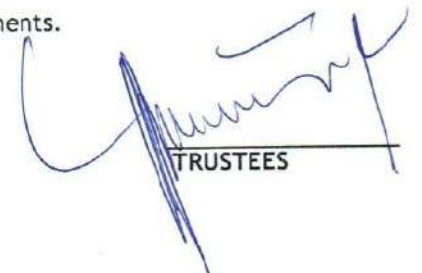
	NOTE	2022 RUPEES	2021 RUPEES
<u>FUNDS AND LIABILITIES</u>			
FUND ACCOUNTS			
Accumulated funds		1,551,053,479	1,171,689,214
Contribution by trustees		12,844,499	11,944,499
Deferred receipts-donation for utilization in next year		-	9,709,115
		1,563,897,978	1,193,342,828
NON CURRENT LIABILITIES			
Long term security deposit received		19,743,985	24,985,350
Liabilities against assets subject to finance lease	5	1,550,970	2,094,494
		21,294,955	27,079,844
CURRENT LIABILITIES			
Creditors, accrued and other liabilities	6	116,601,613	156,125,542
Current portion of lease liabilities	5	565,231	583,415
Short term security deposits		31,379,839	31,233,813
		148,546,683	187,942,770
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		1,733,739,616	1,408,365,442
<u>ASSETS</u>			
NON CURRENT ASSETS			
Operating fixed assets	8	864,117,683	660,089,077
Right of use assets	8	1,993,600	6,578,264
Capital work in progress	9	128,480,922	60,895,880
Long term investments	10	120,513,480	96,237,930
Long term security deposits		2,774,137	2,654,137
		1,117,879,822	826,455,288
CURRENT ASSETS			
Inventories	11	6,139,321	14,557,521
Advances, deposits, prepayments and other receivables	12	109,367,541	82,987,687
Short term deposit with Summit Bank		137,650,000	-
Cash and bank balances	13	362,702,932	484,364,946
		615,859,794	581,910,154
		1,733,739,616	1,408,365,442

The annexed notes from 1 to 26 form an integral part of these financial statements.

TRUSTEES



TRUSTEES



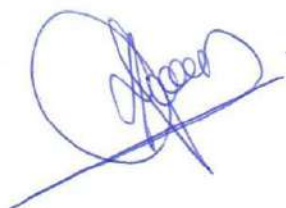
SAHARA FOR LIFE TRUST
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2022

	NOTE	2022 RUPEES	2021 RUPEES
SURPLUS FROM PROJECTS			
Education Sector:			
Surplus from Sahara Medical College	15	288,082,468	249,681,059
Surplus from The Sahara College Narowal	16	44,725,094	62,925,109
Surplus from Sahara Nursing College	17	6,222,934	4,246,459
Loss from Pakistan Grammar International School	18	(999,191)	(773,407)
Total Surplus from Education Sectors		338,031,305	316,079,220
Less: Loss From Health Sector:			
Sughra Shafi Medical Complex	14	(278,465,457)	(200,109,363)
Other Fund Generated by Head Office			
Donations received from donors	19	364,733,769	262,113,051
Other receipts	20	37,266,165	9,414,328
		401,999,934	271,527,379
Operating expenses at Head Office			
Administrative and General Expenses	21	(80,220,819)	(65,579,787)
Finance Cost	22	(1,980,698)	(869,479)
		(82,201,517)	(66,449,266)
		319,798,417	205,078,113
RESERVE FUND FOR THE YEAR	4	379,364,265	321,047,971

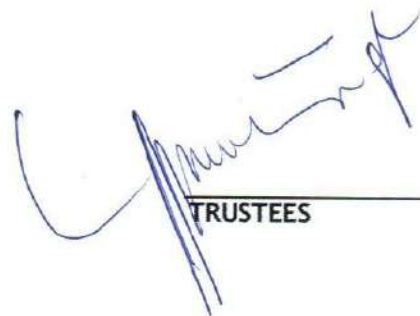
The surplus for the year Rs. 379,364,265/- (2021: Rs. 321,047,971) reserve the trustees for construction of building, machinery and other capital items for Cancer Hospital at Narowal and for construction of School at Johar Town Lahore.

The annexed notes from 1 to 26 form an integral part of these financial statements.

TRUSTEES



TRUSTEES



SAHARA FOR LIFE TRUST
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

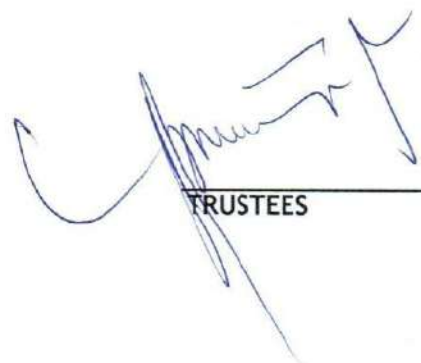
	funds Rupees	Endowment Fund Rupees	Total Funds Rupees
Balance as at 30 June 2020	850,641,243	-	850,641,243
Surplus for the year	321,047,971	-	321,047,971
Balance as at 30 June 2021	1,171,689,214	-	1,171,689,214
Surplus for the year	379,364,265	-	379,364,265
Balance as at 30 June 2022	1,551,053,479	-	1,551,053,479

The annexed notes from 1 to 26 form an integral part of these financial statements.

TRUSTEES



TRUSTEES

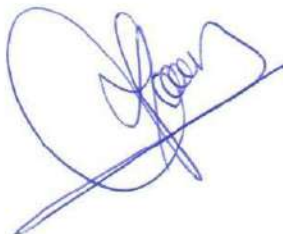


SAHARA FOR LIFE TRUST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2022

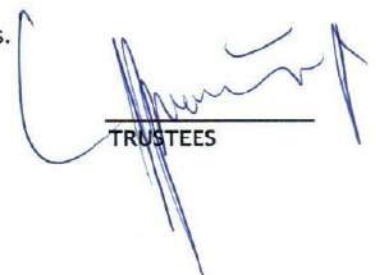
	2022 RUPEES	2021 RUPEES
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus/ Deficit for the year	379,364,265	321,047,971
Adjustment For:		
Depreciation	51,496,192	46,885,327
Finance Cost	1,980,698	869,479
Loss/(gain) on disposal	(5,365,836)	-
Interest received	(34,048,806)	(8,128,924)
Operating profit before working capital changes	393,426,513	360,673,853
Changes in working capital		
(Increase)/decrease in current assets		
Inventories	8,418,200	(284,404)
Advances, deposits, prepayments and other receivables	(26,379,854)	(25,202,945)
Short term deposits	(137,650,000)	36,366,088
Increase/(decrease) in current liabilities		
Creditors, accrued and other liabilities	(39,523,929)	40,257,274
Short term security deposits received	146,026	(7,250)
	(194,989,557)	51,128,763
Cash generated from operations	198,436,956	411,802,616
Finance cost paid	(1,980,698)	(869,479)
Net cash from operating activities	196,456,258	410,933,137
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(252,474,298)	(59,295,464)
Capital work in progress	(67,585,042)	(34,828,863)
Disposal proceeds of Fixed Assets	6,900,000	-
Long Term Security Payable- Students SMC	(120,000)	-
Long term investments	(24,275,550)	32,896,000
Lease Liabilities	(561,708)	(1,069,067)
Long term security deposits	(5,241,365)	-
Interest received	34,048,806	8,128,924
Net cash used in investing activities	(309,309,157)	(54,168,470)
CASH FLOW FROM FINANCING ACTIVITIES		
Contribution by trustees	900,000	11,944,499
Deferred receipts	(9,709,115)	9,709,115
Net cash flow from financing activities	(8,809,115)	21,653,614
Net increase/(decrease) in cash & cash equivalents	(121,662,014)	378,418,281
Cash & cash equivalents at the beginning of year	484,364,946	105,946,665
Cash & cash equivalent at the end of year	362,702,932	484,364,946

The annexed notes from 1 to 26 form an integral part of these financial statements.

TRUSTEE



TRUSTEES



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

1 LEGAL STATUS AND NATURE IF BUSINESS

Sahara for Life Trust ("the Trust") was registered in Pakistan on June 15, 2000 with the Directorate of Social Welfare, Government of Punjab. The purpose of the Trust is to raise funds in Pakistan and abroad for establishing and maintaining hospitals, colleges and schools. Funds raised in the United Kingdom and United States of America are incorporated in the accounts of charitable trusts that are separate legal entities registered in the respective countries. The registered office of the trust is situated at 50 - Bridge Colony, Lahore Cantt.

Sahara stands for Services Aimed at Health and Awakening in Remote Areas. Following are the current projects of the Trust:

Sughra Shafi Medical Complex ("SSMC")

"Sughra Shafi Medical Complex" (SSMC) is the first project of Sahara; located at Narowal. It is a 600 bed hospital which is running since 2004.

Sahara Medical College ("SMC")

The second project namely "Sahara Medical College" (SMC) is also functional since April 2016. Its income is being utilized in Sughra Shafi Medical Complex for poor and needy patients.

The Sahara College Narowal ("TSCN")

The third project "The Sahara College Narowal" is our current project. It is affiliated with government college university Faisalabad for BBA ,DPT and Pharm-D.Lits. income is also being utilized for treatment of needy patients in Sughra Shafi Medical Complex.

Sahara nursing college

This is the fourth project of Sahara for life trust which is registered with Pakistan nursing council.

Upcoming Projects

Sahara Cancer Hospital

The Sahara University

All the above projects are going on construction/under process.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These financial statements have been prepared in accordance with Trust Deed of Sahara For Life Trust, and "Guideline for Accounting and Financial Reporting for Non-government / Non-profit organizations" as issued by the Institute of Chartered Accountants of Pakistan; and IFRS for SMEs.

2.2 New standards, amendments to approved accounting standards and new interpretations

Standards and amendments to approved accounting standards which became effective during the year ended June 30, 2022.

There were certain amendments to accounting and reporting standards which became effective for the Company for the current year. However, these are considered not to be relevant or to have any significant impact on the Company's financial reporting and, therefore, have not been disclosed in these financial statements.

Standard, amendments to published accounting and reporting standards and interpretations that are not yet effective and have not been early adopted by the Company

There is a standard and certain other amendments to accounting and reporting standards that are not yet effective and are considered either not to be relevant or to have any significant impact on the Company's financial statements and operations and, therefore, have not been disclosed in these financial statements.

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and related assumptions are based on historical experience and various other factors that are believed to be reasonable by the management under different circumstances. These estimates and related assumptions are reviewed on ongoing basis. Accounting estimates are revised in the period in which such revisions are made.

2.3 Functional and Presentation Currency

These financial statements are presented in Pakistan Rupee (PKR) which is the Trust's functional currency.

2.4 Accounting Convention

These Accounts have been prepared under the historical cost convention on accrual basis except cash flow without any adjustments for the effect of inflation.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 Operating fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation and any identified impairment loss except freehold land which is stated at cost. Cost includes expenditure that are directly attributable to the acquisition of the item.

Depreciation

Depreciation on fixed assets is charged to profit and loss account applying the reducing balance method so as to write off the cost/depreciable amount of the assets over their estimated useful lives at the rates given in note 8 of Property, Plant and Equipment. The Trust charge full depreciation on additions when the asset is available for use and on depreciation is charged on deletion in which the asset is disposed/de-recognized.

De-recognition:

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset is included in the profit and loss account in the year the asset is de-recognized.

Judgment and estimates:

Residual value and the useful life of assets are reviewed at least at each financial year end and adjusted if impact on depreciation is significant.

Subsequent Measurement

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 to the Trust and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to income and expenditure accounts during the period in which they are incurred.

Profit or loss on disposal of operating fixed assets is included to current year's income.

3.2 Assets subject to finance lease

Leases in terms of which the Trust has substantially all the risks and rewards of ownership are classified as finance leases. Assets subject to finance lease are initially recognized at the lower of its fair value and present value of minimum lease payments at the date of commencement of lease.

The related rental obligations, net of finance costs are classified as current and long term depending upon the timing of the payment.

Each lease payment is allocated between the liability and the finance costs. Finance costs are charged to profit and loss account.

Assets acquired under a finance lease are depreciated over the estimated useful life of the asset on reducing balance method at the rates specified in respective note.

Depreciation on additions to leased assets is provided from the year in which an asset is available for use while no depreciation is provided for the year in which the asset is disposed off.

3.3 Capital Work In Progress

This is stated at cost. All expenditure connected to the specific assets incurred during installation and construction period are carried under capital work-in-progress. These are transferred to specific assets as and when assets are available for use.

Capital work in progress pertains to construction of Sahara Cancer Hospital.

3.4 Inventories

Inventories are stated at the lower of cost and net realized value. Cost is calculated using average method. Net realizable value represents the estimated selling price in the ordinary course of business less all estimated costs of completion and estimated costs necessary to be incurred in order to make the sale.

3.5 Advances, Deposits , Prepayments and other receivables

Advances, Deposits , Prepayments and other receivables are recognized and carried at original invoice amount less an allowance for any uncollectible amount. Carrying amount of advances and receivables are assessed on a regular basis.

3.6 Creditors, Accrued and Other Liabilities

Creditors, Accrued and Other Liabilities are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the trust.

3.7 Cash and Cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of the statement of cash flows, cash and cash equivalent consist of cash at bank balances, cash in hands, deposits held with banks which form an integral part of the Trust cash managements.

3.8 Taxation

Provision for tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates expected to apply to the profit for the year, if enacted.

However, Sahara For Life Trust is exempted from tax Under Section 2(36) of Income Tax Ordinance, 2001.

3.9 Unrestricted Funds

Unrestricted Funds are received from donors with no specific condition or purpose attached for its use. Such funds are directly charged to statement of financial activities.

3.10 Restricted Funds

Restricted Funds are received from Government Institutions, National and International donors with a specific condition or purpose attached to its use.

3.11 Foreign currency transactions

These financial statements are presented in Pak Rupees, which is Trust's functional currency. All monetary assets and liabilities denominated in foreign currencies are translated into Pak Rupees at the rates of exchange prevailing at year end, while the transactions in foreign currencies during the year are initially recorded in functional currency at the rates of exchange prevailing at the transaction date. All non-monetary items are translated into Pak Rupees at exchange rates prevailing on the date of transaction or on the date when fair values are determined. Exchange gains and losses are recorded in the profit or loss account.

3.12 Provisions and contingencies

Provisions are recognized in the statement of financial position when the Trust has a legal or constructive obligation as a result of past events and it is probable that an outflow of economic benefits will be required to settle the obligation and reliable estimate can be made. However, provisions are reviewed at each year end and adjusted to reflect to current best estimate. Where the outflow of resources embodying economic benefits is not probable, a contingent liability is disclosed, unless the possibility of outflow is remote.

3.13 Investment

The trust made investments in Financial Institutions and Real Estate. For the purpose to raise funds in shape of profit ultimately to use this benefit in our hospital.

3.14 Interest income:

Return on bank deposits, are accounted for on an accrual basis.

3.15 Revenue Recognition

Revenue is recognized when they are received in cash or deposited in banks.

	2022 RUPEES	2021 RUPEES
4 Net Surplus For The Year		
Loss from Sughra Sughra Shafi Medical Complex	(278,465,457)	(200,109,363)
Surplus from Sahara Medical College	288,082,468	249,681,059
Surplus from The Sahara College Narowal	44,725,094	62,925,109
Loss from Pakistan Grammar International School	(999,191)	(773,407)
Surplus from Sahara Nursing College Narowal	6,222,934	4,246,459
Head office funds	319,798,417	205,078,113
	<u>379,364,265</u>	<u>321,047,971</u>
5 Liabilities against Assets subject to Finance Lease		
Not Later than one year	954,587	910,067
Later than one year but not later than five years	1,915,421	2,521,899
Total future minimum lease payments	<u>2,870,008</u>	<u>3,431,966</u>
Less: Finance cost allocated to future periods		
Not Later than one year	389,356	326,651
Later than one year but not later than five years	364,451	427,405
Present value of minimum lease payment	<u>2,116,201</u>	<u>2,677,909</u>
Less: Current portion shown under Current Liabilities	<u>565,231</u>	<u>583,415</u>
Liability against Asset subject to Finance Lease	<u>1,550,970</u>	<u>2,094,494</u>
Vehicles got on lease from Summit Bank Limited for a term of five years commencing from July 2020 and ending on June 2025 respectively. Installments are payable at the start of each month.		
6 Creditors, accrued and other liabilities		
Creditors and bill payables	6,780,197	39,200,755
Accrued and other liabilities	75,076,263	42,424,864
Salaries and other payable	30,572,225	55,144,705
UHS Dues payable	-	16,917,790
Advances from Patients	2,298,528	2,437,428
Provision as per requirement of PMC	1,874,400	-
	<u>116,601,613</u>	<u>156,125,542</u>
7 Contingencies and Commitments	<u>-</u>	<u>-</u>

There are no Major contingencies and commitments at Balance sheet Date.

8 Operating Fixed Assets

	NOTE	2022 RUPEES	2021 RUPEES
Owned & Leased Assets (Head Office & SSMC)	8.1	498,353,577	332,261,987
Sahara Medical College-Owned	8.2	354,168,592	321,833,131
The Sahara College Narowal	8.3	9,629,733	4,483,367
Sahara Nursing College	8.4	1,965,780	1,510,592
		864,117,683	660,089,077
Assets subject to finance lease	8.0	1,993,600	6,578,264
		866,111,283	666,667,341

8.1 Owned & Leased Assets (Head Office & SSMC)

Particulars	COST				Rate %	ACCUMULATED DEPRECIATION				Written down value as at June 30, 2022
	As at July 01, 2021	Additions	Disposal/Transfer	As at June 30, 2022		As at July 01, 2021	Disposal	For the year	As at June 30, 2022	
Owned Assets										
Land-SSMC	65,614,162	150,300,000	-	215,914,162	-	-	-	-	-	215,914,162
Building	209,103,934	12,722,179	-	221,826,113	5	93,288,121	-	6,426,900	99,715,021	122,111,092
Furniture and Fixture	20,092,479	1,159,700	-	21,252,179	10	9,908,909	-	1,134,327	11,043,236	10,208,943
Vehicles	32,558,586	20,687,760	6,959,450	46,286,896	20	30,649,289	5,425,285	4,212,578	29,436,582	16,850,314
Computers	11,008,195	2,643,266	-	13,651,461	20	8,216,347	-	1,087,023	9,303,370	4,348,091
Air Conditioner	4,044,302	2,152,600	-	6,196,902	10	2,296,233	-	390,067	2,686,300	3,510,602
Donation Boxes	2,321,516	88,000	-	2,409,516	33	1,859,502	-	181,505	2,041,007	368,509
Other Assets	25,602,178	481,342	-	26,083,520	10	11,758,108	-	1,432,541	13,190,649	12,892,871
Medical & surgical equipment	236,259,952	11,280,344	-	247,540,296	10	122,930,303	-	12,460,999	135,391,302	112,148,994
Subtotal	606,605,304	201,515,191	6,959,450	801,161,045		280,906,813	5,425,285	27,325,940	302,807,468	498,353,577
Leased Assets										
Right of use assets	13,764,760	-	10,649,760	3,115,000	20	7,186,496	6,563,496	498,400	1,121,400	1,993,600
Subtotal	13,764,760	-	10,649,760	3,115,000		7,186,496	6,563,496	498,400	1,121,400	1,993,600
Total 2022	620,370,064	201,515,191	17,609,210	804,276,045		288,093,309	11,988,781	27,824,340	303,928,868	500,347,177
Head Office and SSMC-Owned										
Right of use assets	559,672,390	46,932,914	-	606,605,304		249,747,877	-	24,595,439	274,343,317	332,261,987
Right of use assets	13,764,760	-	-	13,764,760		5,541,930	-	1,644,566	7,186,496	6,578,264
Total 2021	573,437,150	46,932,914	-	620,370,064		255,289,807	-	26,240,005	281,529,813	338,840,251

Allocation of depreciation:
Expenditures - SSMC
Administrative and General Expenses

2022 RUPEES	2021 RUPEES
25,041,906	23,616,005
2,782,434	2,624,001
27,824,340	26,240,005

8.2 Sahara Medical College-Owned

Particulars	COST				Rate %	ACCUMULATED DEPRECIATION				Written down value as at June 30, 2022
	As at July 01, 2021	Additions	Disposal/Transfer	As at June 30, 2022		As at July 01, 2021	Disposal	For the year	As at June 30, 2022	
Land	11,835,050	-	-	11,835,050	-	-	-	-	-	11,835,050
Building	317,530,799	37,617,236	-	355,148,035	5	60,619,794	-	14,726,412	75,346,206	279,801,829
Furniture and Fixture	14,533,081	1,301,876	-	16,034,957	10	5,496,091	-	1,053,887	6,549,978	9,484,979
Computers	3,413,383	186,321	-	3,599,704	20	1,835,793	-	352,782	2,188,575	1,411,129
Electric Equipment & Installations	32,014,141	10,022,425	-	42,036,566	10	12,028,417	-	3,000,815	15,029,232	27,007,334
Other Assets	4,593,623	139,550	-	4,733,173	10	1,251,362	-	348,181	1,599,543	3,133,630
Vehicles	2,577,475	-	-	2,577,475	20	1,521,741	-	211,147	1,732,888	844,587
Lab Tools and Equipment	26,348,304	4,855,727	-	31,204,031	10	8,259,526	-	2,294,450	10,553,976	20,650,055
Total 2022	412,845,856	54,323,135	-	467,168,991		91,012,725	-	21,987,674	113,000,399	354,168,592
Total 2021	407,336,652	5,509,204	-	412,845,856		71,226,790	-	19,785,935	91,012,725	321,833,131

8.3 The Sahara College Narowal

Particulars	COST				Rate %	ACCUMULATED DEPRECIATION				Written down value as at June 30, 2022
	As at July 01, 2021	Additions	Disposal/Transfer	As at June 30, 2022		As at July 01, 2021	Disposal	For the year	As at June 30, 2022	
Furniture and Fixture	437,500	1,005,900	-	1,443,400	10	43,750	-	139,965	183,715	1,259,685
Computers	1,433,400	2,104,750	-	3,538,150	20	286,680	-	650,294	936,974	2,601,176
Air Conditioner	734,300	-	-	734,300	10	73,430	-	66,087	139,517	594,783
Electric Equipment & Installations	292,000	2,716,760	-	3,008,760	10	29,200	-	297,956	327,156	2,681,604
Library Books	2,243,586	750,201	-	2,993,787	10	224,359	-	276,943	501,302	2,492,485
Total 2022	5,140,786	6,577,611	-	11,718,397		657,419	-	1,431,245	2,088,664	9,629,733
Total 2021	-	5,140,786	-	5,140,786		-	-	657,419	657,419	4,483,367

8.4 Sahara Nursing College

Particulars	COST					ACCUMULATED DEPRECIATION				Written down value as at June 30, 2022
	As at July 01, 2021	Additions	Disposal/Transfer	As at June 30, 2022	Rate %	As at July 01, 2021	Disposal	For the year	As at June 30, 2022	
Furniture and Fixture	652,500	280,000	-	932,500	10	65,250	-	86,725	151,975	780,525
Computers	307,120	64,921	-	372,041	20	61,424	-	62,123	123,547	248,494
Electric Equipment & Installations	603,840	123,200	-	727,040	10	60,384	-	66,666	127,050	599,990
Library Books	130,000	-	-	130,000	10	13,000	-	11,700	24,700	105,300
Air Conditioner	-	240,000	-	240,000	10	-	-	24,000	24,000	216,000
Other Assets	19,100	-	-	19,100	10	1,910	-	1,719	3,629	15,471
Total 2022	1,712,560	708,121	-	2,420,681		201,968	-	252,933	454,901	1,965,780
Total 2021	-	1,712,560	-	1,712,560		-	-	201,968	201,968	1,510,592

	NOTES	2022 RUPEES	2021 RUPEES
9 Capital work in progress			
Installation of Solar Panel		40,016,224	-
Civil Work			
Plot at Johar Town for Construction of Sahara School		1,420,122	1,396,180
Sahara Medical College-CIVIL WORK	9.1	-	12,564,102
Sughra Shafi Medical Complex-Civil work	9.2	-	3,867,346
Construction of Sahara Cancer Hospital	9.3	87,044,576	43,068,252
		<u>128,480,922</u>	<u>60,895,880</u>
9.1 Sahara Medical College-CIVIL WORK			
Opening balance		12,564,102	-
Additions during the year		25,053,134	12,564,102
		37,617,236	12,564,102
Less: Capitalized during the year		(37,617,236)	-
		<u>-</u>	<u>12,564,102</u>
9.2 Sughra Shafi Medical Complex-Civil work			
Opening balance		3,867,346	-
Additions during the year		8,854,833	3,867,346
		12,722,179	
Less: Capitalized during the year		(12,722,179)	-
		<u>-</u>	<u>3,867,346</u>
9.3 Construction of Sahara Cancer Hospital			
Opening balance		43,068,252	24,687,751
Additions during the year		43,976,324	18,380,501
		87,044,576	43,068,252
Less: Capitalized during the year		-	-
		<u>87,044,576</u>	<u>-</u>
10 Long term investments			
Investment in properties		120,513,480	96,237,930
		<u>120,513,480</u>	<u>96,237,930</u>

The Board of Governors/Trustees of Sahara For Life Trust approved the purchase of property (Plot No 50 and 50A each 400 sq.yards at Lahore Cantt) which was obtained on lease for 99 years against Rs. 60 Million from the Cantonment Board Lahore for Sahara Head Office.

11 Inventories			
Stock of medicines		3,554,595	14,250,468
Fuel & other stock		2,584,726	307,053
		<u>6,139,321</u>	<u>14,557,521</u>
12 Advances, deposits, prepayments and other receivables			
Advances to suppliers		27,078,381	24,558,962
Advances to staff		10,141,254	6,835,262
Advance for expenses		30,133,590	15,551,484
Bill receivable from lab franchises		1,264,270	1,293,573
Security deposit		360,000	360,000
Endowment fund		5,631,300	5,631,300
Withholding Income tax & Sales tax deposit		19,108,697	12,167,896
Prepayments		8,971,600	7,411,646
Other Receivables		6,678,449	9,177,564
		<u>109,367,541</u>	<u>82,987,687</u>

		2022 RUPEES	2021 RUPEES
13 Cash and bank balances			
Cash in hand		688,266	901,424
Cash at banks	13.1	362,014,666	483,463,522
		<u>362,702,932</u>	<u>484,364,946</u>
13.1 Cash at banks			
Local currency account			
Current accounts		291,060,534	400,476,351
PLS accounts		64,360,613	78,375,840
		355,421,147	478,852,191
Foreign currency account		6,593,519	4,611,331
		<u>362,014,666</u>	<u>483,463,522</u>

14 SAHARA FOR LIFE TRUST
INCOME AND EXPENDITURES ACCOUNT OF SUGHRA SHAFI MEDICAL COMPLEX NAROWAL
FOR THE YEAR ENDED JUNE 30, 2022
(A 600 BED HOSPITAL)

	NOTE	2022 RUPEES	2021 RUPEES
Loss from Sughra Shafi Medical Complex			
Receipts		293,170,619	192,565,141
Less: Expenditures	14.1	(571,636,076)	(392,674,504)
Loss for the year		(278,465,457)	(200,109,363)
Loss brought forward		(1,195,293,869)	(995,184,507)
Accumulated Loss		(1,473,759,326)	(1,195,293,869)
14.1 Expenditures			
Medicines Consumed	14.1.1	133,304,195	72,900,227
Financial Support	14.1.2	85,193,960	39,506,201
Salaries, Consultant Fees and other benefits		228,952,162	189,043,890
Utilities Expenses		34,287,659	29,067,830
Ambulance running and maintenance		15,913,807	4,619,160
Printing and stationery		3,347,768	2,480,338
Publicity & advertisement		22,299,665	22,405,379
Computer accessories consumption		528,150	457,840
Hospital maintenance		21,579,713	7,657,720
Fee & Subscription		20,000	171,530
Depreciation	8.1	25,041,906	23,616,005
Miscellaneous		1,167,091	748,384
		<u>571,636,076</u>	<u>392,674,504</u>

14.1.1 Medicines Consumed:

Opening stocks of medicines	14,250,468	13,771,761
Purchases of Medicines for Patients	122,608,322	73,378,934
	136,858,790	87,150,695
Less: Closing stock of medicines	(3,554,595)	(14,250,468)
	<u>133,304,195</u>	<u>72,900,227</u>

14.1.2 Financial Support:

Financial Support to Patients	37,383,339	18,514,996
Payment Against Health Card	47,810,621	20,991,205
	<u>85,193,960</u>	<u>39,506,201</u>

15 SAHARA FOR LIFE TRUST
INCOME AND EXPENDITURES ACCOUNT OF SAHARA MEDICAL COLLEGE NAROWAL
FOR THE YEAR ENDED JUNE 30, 2022

	NOTE	2022 RUPEES	2021 RUPEES
Surplus from Sahara Medical College			
Receipts		642,640,618	554,634,106
Less: Expenditures	15.1	(354,558,150)	(304,953,047)
Surplus for the year		288,082,468	249,681,059
Surplus brought forward		671,674,838	421,993,779
Accumulated Surplus		959,757,306	671,674,838
15.1 Expenditures			
Salaries Wages and Other Benefits		231,163,847	210,048,389
Student Registration & Examination Fee		34,433,147	40,150,520
Travelling and Entertainment Expenses		1,379,023	599,776
Student Mess Expenses		29,934,685	15,141,766
Printing and Web Site Development Charges		1,169,352	1,046,885
Publicity & advertisement		665,452	521,045
Repair and Maintenance		3,766,981	3,970,567
Faculty Development expenses		625,000	380,150
Extra Curricular activities of students		1,260,000	4,620
Students Financial Support		10,294,144	3,950,600
Audit, Legal & Professional Charges		717,300	162,000
Utilities		14,780,577	9,179,029
Vehicle Running & Maintenance		1,995,913	4,140
Other Expenses		385,055	7,625
Depreciation	8.2	21,987,674	19,785,935
		354,558,150	304,953,047

16 SAHARA FOR LIFE TRUST
INCOME AND EXPENDITURES ACCOUNT OF THE SAHARA COLLEGE NAROWAL
FOR THE YEAR ENDED JUNE 30, 2022

	NOTE	2022 RUPEES	2021 RUPEES
Surplus from The Sahara College Narowal			
Receipts		131,047,985	106,926,747
Less: Expenditures	16.1	(86,322,891)	(44,001,638)
Surplus for the year		44,725,094	62,925,109
Surplus brought forward		69,712,206	6,787,097
Accumulated Surplus		114,437,300	69,712,206
16.1 Expenditures			
Salaries Wages and Other Benefits		33,853,517	15,472,615
Student Registration & Examination Fee		23,995,708	14,018,190
Building Renovation		10,203,107	-
Rent, rates and taxes		13,146,000	6,000,000
Printing and stationery		487,049	215,785
Publicity & advertisement		294,234	185,577
Faculty Development expenses		-	4,494,890
Repair and Maintenance		1,161,724	2,252,162
Fee & Subscription		653,698	680,000
Legal & Professional charges		25,000	25,000
Other Expenses		1,071,609	-
Depreciation	8.3	1,431,245	657,419
		86,322,891	44,001,638

17 SAHARA FOR LIFE TRUST
INCOME AND EXPENDITURES ACCOUNT OF SAHARA NURSING COLLEGE
FOR THE YEAR ENDED JUNE 30, 2022

	NOTE	2022 RUPEES	2021 RUPEES
Surplus From Sahara Nursing College			
Receipts		23,273,367	10,457,963
Less: Expenditures	17.1	(17,050,433)	(6,211,504)
Surplus for the year		6,222,934	4,246,459
Surplus brought forward		4,246,459	-
Accumulated Surplus		10,469,393	4,246,459
17.1 Expenditures			
Salaries Wages and Other Benefits		7,347,138	2,382,369
Student Registration & Examination Fee		2,209,985	2,836,350
Incorporation Expenses		-	195,000
Transportation Expense		593,810	173,679
Publicity & advertisement		230,000	299,602
Building Renovation		6,351,567	97,536
Legal & Professional Charges		65,000	25,000
Depreciation	8.4	252,933	201,968
		17,050,433	6,211,504

18 SAHARA FOR LIFE TRUST
INCOME AND EXPENDITURES ACCOUNT OF PAKISTAN GRAMMER INTERNATIONAL SCHOOL
FOR THE YEAR ENDED JUNE 30, 2022

	NOTE	2022 RUPEES	2021 RUPEES
Loss from Pakistan Grammer International School			
Receipts		773,300	259,600
Less: Expenditures	18.1	(1,772,491)	(1,033,007)
Loss for the year		(999,191)	(773,407)
18.1 Expenditures			
Salaries Wages and Other Benefits		1,445,551	923,162
Utilities Expenses		167,400	57,558
Other School Expenses		159,540	52,287
		1,772,491	1,033,007

	NOTE	2022 RUPEES	2021 RUPEES
19 Donations received from donors			
Donation in pak rupees		178,913,760	160,035,462
Donation in foreign currency		121,852,640	31,211,413
Zakat		62,794,019	69,095,741
Sadqa		367,800	901,100
Hides		502,550	721,070
Donation in kind		303,000	148,265
		<u>364,733,769</u>	<u>262,113,051</u>
20 Other receipts			
Interest on bank deposit		34,048,806	8,128,924
Income from Sale Of Scrap		1,337,927	1,285,404
Other receipts	20.1	1,879,432	-
		<u>37,266,165</u>	<u>9,414,328</u>
20.1			
Gain on Disposal of Fixed Assets		5,365,836	-
Exchange Rate Gain/(Loss)		(3,486,404)	-
		<u>1,879,432</u>	<u>-</u>
21 Administrative and General Expenses			
Salaries ,wages and other benefits		55,876,391	45,464,127
Utility bills		5,308,431	2,737,597
Internet		747,127	730,389
Printing and stationery		753,087	490,321
Computer accessories		615,343	219,645
Entertainment & Office Supplies		494,471	147,003
Vehicle running and maintenance		6,929,043	5,881,030
Rent, rates and taxes		1,432,861	2,031,732
Legal and professional		1,079,350	2,019,317
Postage		219,500	657,703
Depreciation	8.1	2,782,434	2,624,001
Auditors' Remuneration		325,000	300,000
General Repair & maintinace		2,096,210	1,476,922
Other office expenses		1,561,571	800,000
		<u>80,220,819</u>	<u>65,579,787</u>
22 Finance Cost			
Bank charges		1,428,155	495,423
Markup on Finance Lease		552,543	374,056
		<u>1,980,698</u>	<u>869,479</u>

23 FINANCIAL INSTRUMENTS BY CATEGORY

Financial assets as per balance sheet

	2022 RUPEES	2021 RUPEES
Long term deposits	2,774,137	2,654,137
Loans and advances	67,353,225	46,945,708
Security deposits	360,000	360,000
Cash and bank balances	362,702,932	484,364,946
	<u>433,190,294</u>	<u>534,324,791</u>

Financial liabilities as per balance sheet

Trade and other payables	9,078,725	41,638,183
Trade deposits	31,379,839	31,233,813
	<u>40,458,564</u>	<u>72,871,996</u>

23.01 Fair values of financial assets and liabilities

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

24 FINANCIAL INSTRUMENTS

24.01 Financial risk factors

The Trust's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The Trust's overall risk management program focuses on having cost effective funding as well as to manage financial risk.

Risk management is carried out by the Trust's finance department under policies approved by the Board of Trustees.

(a) Market risk

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly from future commercial transactions or receivables and payables that exist due to transactions in foreign currencies.

The Trust is exposed to currency risk arising from various currency exposures, primarily with respect to the United States Dollar (USD) and British Pound Sterling (GBP). Currently, the Trust's foreign exchange risk exposure is restricted to foreign currency bank balances and foreign currency donations.

Donation in foreign currency	121,852,640	31,211,413
Cash at bank in foreign currency	6,593,519	4,611,331
Net exposure	<u>128,446,159</u>	<u>35,822,744</u>

The following significant exchange rates have been applied at the reporting dates:

GBP to PKR

USD to PKR

The Trust manages its currency risk by close monitoring of currency markets. However, the Trust does not hedge its currency risk exposure.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As the Trust has no interest-bearing assets, therefore the Trust's income and operating cash flows are substantially independent of changes in market interest rates.

(iii) **Fair value sensitivity analysis for fixed rate instruments:**

The Trust does not account for any fixed rate financial assets and liabilities at fair value through Income and Expenditure. Therefore, a change in interest rates at the reporting date would not affect Income and Expenditure account.

(iv) **Other price risk**

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from currency risk or interest rate risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Trust is not exposed to equity securities price risk as there is no investment in listed securities.

(b) **Credit risk**

Credit risk represents the risk of financial loss being caused if counter parties fail to discharge an obligation.

Credit risk arises from deposits with banks, loans and advances, deposits and other receivables. The Trust seeks to minimize the credit risk exposure through having exposures only to customers considered credit worthy and obtaining securities where applicable. Where considered necessary, advance payments are obtained from certain parties. The maximum exposure to credit risk is equal to the carrying amount of financial assets. Out of the total financial assets of Rs. 428,525,294 (2021: Rs. 534,324,971), the financial assets exposed to credit risk amount to Rs. 62,688,225 (2021: Rs. 46,945,708).

The credit quality of receivables can be assessed with reference to their historical performance with no or some defaults in recent history, however, no losses. The credit quality of Trust's bank balances can be assessed with reference to external credit ratings as follows:

	2022	2021
	RUPEES	RUPEES
Long term deposits	2,774,137	2,654,137
Loans and advances	67,353,225	46,945,708
Trade deposits	360,000	360,000
Cash and bank balances	362,702,932	484,364,946
	433,190,294	534,324,791

The credit quality of receivables can be assessed with reference to their historical performance with no or some defaults in recent history, however, no losses. The credit quality of Trust's bank balances can be assessed with reference to external credit ratings as follows:

Bank	Rating		Rating Agency
	Short term	Long term	
Summit Bank Limited	A-3	BBB-	VIS
MCB Bank limited	A1+	AAA	PACRA
Allied Bank Limited	A1+	AAA	PACRA
Bank Alfalah Limited	A1+	AA+	PACRA
United Bank Limited	A-1+	AAA	VIS
Habib Bank Limited	A-1+	AAA	VIS
National Bank of Pakistan	A-1+	AAA	PACRA-VIS
The Bank of Punjab	A1+	AA+	PACRA
Silk Bank Limited	A-2	A-	VIS
Faysal Bank Limited	A-1+	AA	PACRA-VIS

(c) Liquidity risk

Liquidity risk represents the risk that the Trust will encounter difficulties in meeting obligations associated with financial liabilities. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the Trust's operations, the Board maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors the forecasts of the Trust's cash and cash equivalents on the basis of expected cash flow. This is generally carried out in accordance with practice and limits set by the Trust. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the Trust's liquidity management policy involves projecting cash flows in each quarter and considering the level of liquid assets necessary to meet its liabilities, monitoring balance sheet liquidity ratios against internal requirements, and maintaining debt financing plans.

The table shows analyses how management monitors net liquidity based on details of the remaining contractual maturities of financial assets and liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

JUNE 2022 (Rupees)			
Carrying Amount	Less than 1 year	1 to 5 years	More than 5 years
Non-Derivative Financial Liabilities			
Trade and other payables	116,601,613	116,601,613	-
Short term security deposits	31,379,839	31,379,839	-
	147,981,452	147,981,452	-

JUNE 2021 (Rupees)			
Carrying Amount	Less than 1 year	1 to 5 years	More than 5 years
Non-Derivative Financial Liabilities			
Trade and other payables	156,125,542	156,125,542	-
Short term security deposits	31,233,813	31,233,813	-
	187,359,355	187,359,355	-

25 AUTHORIZATION OF FINANCIAL STATEMENTS

These accounts have been authorized for issue by the Board of Trustees of the Trust on November 08, 2022.

26 GENERAL

26.1 Figures have been rounded off to the nearest of rupees.

26.2 Comparative figures have been rearranged / reclassified, wherever necessary, to facilitate comparison.

TRUSTEE

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