

THE HELP CARE SOCIETY

FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2010

ILYAS SAEED & CO
(CHARTERED ACCOUNTANTS)



A member firm of Midsnell Group International

THE HELP CARE SOCIETY

SOCIETY INFORMATION

Board of Trustees

Lt. Gen (R) Muhammad Maqbool (Chairman)
Mr. Mubashar A. Siddique (Secretary General)
Mr. Abdul Wahid Khan (Finance Secretary)
Pir Farid Ahsanuddin
Mr. Masood Ali Kan
Mrs. Farida Maqbool
Mrs. Uzma Mushraf
Mr. Yahya Mir

Auditors

Ilyas Saeed & Co
Chartered Accountants

Principal Banker

Royal Bank of Scotland
Soneri Bank Limited

Registered Office

95, A-3 Johar Town, Lahore

AUDITORS' REPORT TO THE TRUSTEES

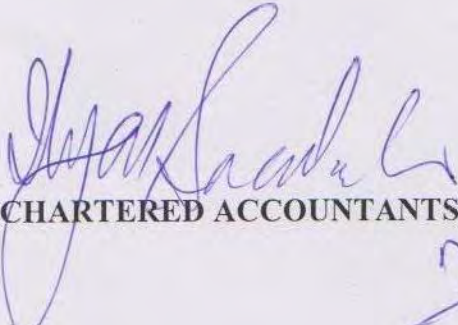
We have audited the annexed Statement of Financial Position of the *THE HELP CARE SOCIETY* as at *June 30, 2010* and the related Income and Expenditure Account and Notes to the Accounts for the year then ended. These financial statements are the responsibility of the Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with *Generally Accepted Auditing Standards*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides reasonable basis for our opinion.

In our opinion the financial statements present fairly in all material respects the financial position of *The Help Care Society* as at *June 30, 2010* and surplus for the year then ended in accordance with accounting policies specified in note number 2.1 to the financial statements.

Lahore:

20 DEC 2010


(CHARTERED ACCOUNTANTS)



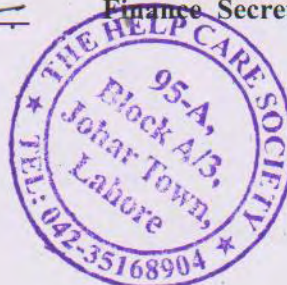
THE HELP CARE SOCIETY
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2010

PROPERTY AND ASSETS	Note	2010 Rupees	2009 Rupees
FIXED ASSETS			
Property, plant & equipment	3	81,467,377	14,155,288
Capital work in progress	4	-	65,410,615
Long term deposits	5	72,000	72,000
CURRENT ASSETS			
Short term investments	6	12,252,509	11,123,853
Advances, deposits & prepayments	7	201,232	251,277
Cash & bank balances	8	10,196,142	5,347,097
		22,649,883	16,722,227
		104,189,260	96,360,129
FUNDS AND LIABILITIES			
Capital fund	9	94,520,724	20,728,947
Surplus for the year		3,083,852	3,963,038
		97,604,576	24,691,985
Fund for CWIP	10	-	65,278,739
Endowment fund	11	3,550,000	2,700,000
CURRENT LIABILITIES			
Accrued and other liabilities	12	3,034,684	3,689,405
		104,189,260	96,360,129

(The annexed notes from 1 to 15 form an integral part of these accounts)

President *Madood*

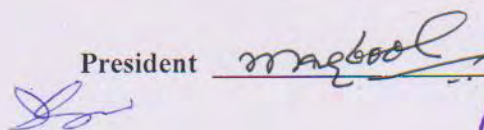
Finance Secretary *Arif*



THE HELP CARE SOCIETY
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2010

	Note	2010 Rupees	2009 Rupees
INCOME	13	14,084,064	13,103,774
EXPENSES			
Salaries		8,732,438	7,075,276
Utilities		251,219	85,293
Telephone bill		54,321	63,318
Rent rate & taxes		-	163,875
E.O.B.I.		115,200	99,110
Office repair & maintenance		121,910	56,022
Printing & stationary		335,430	213,786
Food & nourishment		26,983	66,027
Periodicals/charts/photocopies		322,172	221,851
Advertisement/news paper		46,839	54,865
Uniform & other wears		11,639	21,454
Carriage/fare charges		40,815	96,346
Postage		8,377	15,251
Computer accessories/internet		59,644	75,623
Functions & delegations		78,915	103,492
Prizes/rewards & benefits		20,350	37,629
Photographic		9,300	2,860
Audit fee		20,000	24,000
Medical		1,740	1,320
Study tours / training workshops		184,819	172,550
Bank charges		2,610	11,315
Generator fuel		41,526	47,575
Science lab		8,063	3,297
Security Services		154,417	107,048
Sports game		23,558	-
ITD expense		32,000	-
Miscellaneous		690	3,285
Loss on sale of fixed assets		-	2,240
Depreciation		295,237	316,027
		11,000,213	9,140,735
Excess of Income over Expenditure		3,083,852	3,963,038

(The annexed notes from 1 to 15 form an integral part of these accounts)

President 



Finance Secretary 

THE HELP CARE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

1 The Organization and its activities

The Help Care Society is a charitable not-for-profit and a non-commercial organization registered in Lahore under the Societies Registration Act 1860 (XXI of 860), duly approved by the Income tax Commissioner u/s 2(36), committed to undertake projects (educational health and other social services program) for the under-privileged segment of the populace irrespective of the race creed sex and language.

2 Accounting Policies

2.1 Accounting convention

These accounts have been prepared under the historical cost convention on cash receipt and disbursement basis. On this basis revenue is recognized when received rather than when earned, and expenses are recognized when paid rather than when incurred.

2.2 Property, plant & equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Cost comprises acquisition and other directly attributable costs.

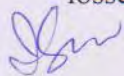
Depreciation is provided on reducing balance basis so as to write off the cost of an asset over its estimated useful life without taking into account any residual value. Depreciation on all additions / deletions is being charged on monthly basis. Full month's depreciation is charged on normal additions, while no depreciation is charged on items deleted during the month.

The assets' residual values and useful lives are reviewed at each financial year end and adjusted if impact on depreciation is significant. Normal repairs and maintenance are charged to income, while major renewals and improvements are capitalized.

Gain and loss on disposal of fixed assets are included in other income.

2.3 Impairment

The carrying amounts of the Society's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount. Impairment losses are recognized in profit & loss account.



2.4 Capital work in progress

The society is constructing its building situated at Johar Town. The work in progress is stated in Capital Work in Progress and shall be transferred to building, Fixed Assets on its completion.

2.5 Long term deposits

Long term deposits are stated at cost and are refundable or adjustable on maturity.

2.6 Investments

All investments are initially recorded at cost, which is the fair value of the consideration given for its purchase / acquisition.

Investments made by the fund are classified as held to maturity. These are held by the Fund with the positive intent and ability to hold till maturity. These are valued at cost plus accrued profit. Premium paid, if any, on acquiring such investments is reduced from its cost.

2.7 Advances, deposits and prepayments

Receivables are carried at original invoice amount less on estimates for doubtful receivable balances based on review of outstanding amounts at the year end. Bad debts are written off when identified.

2.8 Cash & cash equivalents

Cash and cash equivalents consists of cash in hand and deposits at banks.

2.9 Funds for capital work in progress

Amount received on behalf of Johar Town Campus Project is accumulated as Fund for Capital Work in Progress.



THE HELP CARE SOCIETY
Notes to the financial statements for the year ended June 30, 2010

3 Property, Plant & Equipment

PARTICULARS	COST		Rate %	DEPRECIATION			WRITTEN DOWN VALUE AS AT 30-06-2010
	As at July 01, 2009	Addition (Deletion)		As at June 30, 2010	As at July 01, 2009	For the Year	
Land - Freehold	12,298,305	-	-	-	-	-	12,298,305
Building - Freehold	-	61,670,312	10	61,670,312	-	-	61,670,312
Furniture & Fixture	1,084,432	2,372,974	10	3,457,406	504,053	573,363	2,884,043
Office Equipment	698,769	1,109,912	10	1,808,681	264,897	317,018	1,491,663
Electrical Equipment	-	2,322,287	10	2,322,287	-	-	2,322,287
Computers	1,747,241	53,835	20	1,801,076	1,236,895	1,346,360	454,716
Books	333,830	43,194	20	377,024	101,405	150,151	226,873
Lab. Equipment	117,601	16,340	15	133,941	17,640	32,634	101,307
Sports equipment	-	18,472	20	18,472	-	601	17,871
RUPEES 2010	16,280,178	5,937,014		83,887,504	2,124,890	2,420,127	81,467,377

AS AT JUNE 30, 2009

PARTICULARS	COST		Rate %	DEPRECIATION			WRITTEN DOWN VALUE AS AT 30-06-2009
	As at July 01, 2008	Addition (Deletion)		As at June 30, 2009	As at July 01, 2008	For the Year	
Land and Property at Cost	12,298,305	-	-	12,298,305	-	-	12,298,305
Furniture & Fixture	976,792	107,640	10	1,084,432	439,566	504,053	580,379
Office Equipment	568,126	130,643	10	698,769	216,689	264,897	433,872
Computers	1,659,324	87,917	20	1,747,241	1,109,309	1,236,895	510,346
Books	156,262	177,568	20	333,830	43,299	101,405	232,425
Bicycle	3,500	-	20	-	1,260	-	-
Lab. Equipment	-	117,601	15	117,601	-	17,640	99,961
RUPEES 2009	15,662,309	621,369		16,280,178	1,810,123	2,124,890	14,155,288

4 CAPITAL WORK IN PROGRESS

	2010 RUPEES	2009 RUPEES
Opening Balance	65,410,615	45,534,684
Additions During the Year	1,359,729	19,875,931
Less: Transfer to fixed assets	<u>66,770,344</u> (66,770,344)	<u>65,410,615</u>
	-	<u>65,410,615</u>

4.1 During the year capital work in progress has been transferred to fixed assets, as building Rs. 61,670,312/-, furniture & fixture Rs. 1,952,642/-, electrical equipment Rs. 2,322,287/-, office equipment Rs. 808,763/- and lab equipment Rs. 16,340/-.

		2010 <u>RUPEES</u>	2009 <u>RUPEES</u>
5	Long term deposit		
	Security for affiliation - unsecured considered good	70,000	70,000
	Security for internet - unsecured considered good	2,000	2,000
		<u>72,000</u>	<u>72,000</u>
6	Investments		
	NIT - Investment at cost	6.1 <u>12,252,509</u>	<u>11,123,853</u>
6.1	Opening Balance	11,123,853	10,486,206
	Addition During The Year	<u>1,128,656</u>	<u>637,647</u>
		<u>12,252,509</u>	<u>11,123,853</u>
<p>Investments are stated at cost, the Society holds 261,901 (2009: 218,991) NIT units at market value of Rs.28.17 (2009:26.85) as on June 30, 2010</p>			
7	Advances, deposits & prepayments		
	Advance tax	7.1 175,732	245,396
	Advances to staff - secured	25,500	5,881
		<u>201,232</u>	<u>251,277</u>
7.1	Tax deducted at source		
	Opening balance	245,396	378,296
	Deducted during the year	65,044	6,935
	Adjustment of advance tax	(134,708)	(139,835)
		<u>175,732</u>	<u>245,396</u>
8	Cash & bank balances		
	Cash in hand	16,789	11,371
	Bank balances - saving accounts	10,179,353	5,335,726
		<u>10,196,142</u>	<u>5,347,097</u>
<p>All banks are saving accounts and subject to Mark-up ranging from 4.5 to 9 %.</p>			
9	Capital fund		
	Opening balance	24,691,985	20,728,947
	Add: Transfer from CWIP	69,828,739	-
		<u>94,520,724</u>	<u>20,728,947</u>

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	2010 <u>RUPEES</u>	2009 <u>RUPEES</u>
10 CWIP fund		
Opening balance	65,278,739	59,203,739
Donation received during the year	<u>4,550,000</u>	<u>6,075,000</u>
	69,828,739	65,278,739
Less: Transferred to Capital Fund	<u>(69,828,739)</u>	-
	<u>-</u>	<u>65,278,739</u>
11 Endowment fund		
Endowment Fund	3,550,000	2,700,000
	<u>3,550,000</u>	<u>2,700,000</u>
<p>Endowment fund is created for The Help Care Society. Donations specifically made to endowment fund and invested in short term deposits.</p>		
12 Accrued & other liabilities		
Security staff - un secured	1,408,078	1,068,518
Retention money - un secured	12.1 1,625,887	2,620,887
Staff salaries tax payable	719	-
	<u>3,034,684</u>	<u>3,689,405</u>
12.1 Retention money - un secured		
Opening balance	2,620,887	1,770,833
Deduction during the year	-	850,054
Paid during the year	<u>(995,000)</u>	-
	<u>1,625,887</u>	<u>2,620,887</u>
13 Income		
Donations	12,749,259	11,282,970
Fee from children	43,980	56,298
Student fine	9,592	5,218
Profit from bank account / TDRs	439,460	543,642
Dividends on NIT	547,134	637,647
Other incomes	73,128	105,760
staff securities retained - written off	187,711	472,239
Commission on NIT	6,300	-
Income from ITD	27,500	-
	<u>14,084,064</u>	<u>13,103,774</u>

14 Date of authorization of issue

These financial statements were authorized for issue by the Board of Trustees on

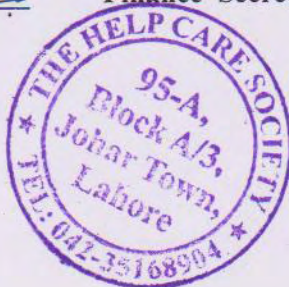
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15 General

15.1 Figures have been rounded off to the nearest rupee.

President *M. A. Qureshi*

Finance Secretary *M. A. Qureshi*



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