VISION FOUNDATION HOUSE

FINANCIAL STATEMENTS

FOR THE YEAR ENDED
JUNE 30, 2024

S.M. SUHAIL & CO.

Chartered Accountants - *A member firm of:*

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
VISION FOUNDATION HOUSE
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of **Vision Foundation House** (the Foundation), which comprise the statement of financial position as at June 30, 2024, statement of income and expenditure, statement of cash flows for the year then ended, statement of changes in Fund Balance and notes to these financial statements, including a summary material accounting policies and other explanatory information, and we state that we have obtained all the and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of income and expenditure, the statement of changes in fund balance and the statement of cash flows together with the notes forming part thereof conform to the accounting and reporting standards as applicable in Pakistan and give the information required by the companies Act 2017, in the manner so required and respectively give a true and fair view of the state of the foundations affairs as at June 30, 2024 and of the deficit of funds, the changes in fund and its cash flow for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the auditing standards (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 Foundation in accordance with 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 evidences we have obtained are sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors (the Board) is responsible for the preparation and fair presentation of the financial statements in accordance with the adopted accounting framework, and for such internal control as the Board 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, the Board is responsible for assessing the Foundation's ability to continue as 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 Institute or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process. SMSC

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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 audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decision of user taken on 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 risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risk, and obtain audit evidence that is sufficient and appropriate to provide basis for our opinion. The risk of not deducting a material misstatement resulting from fraud is higher than for one resulting, from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of 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 Institute's internal control.

- Evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates and related disclosures made by management.

- Concluding on the appropriateness of management's use of going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Institute's ability to continue as going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures that are inadequate, to modify our opinion. Our conclusions based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Institute to cease to continue as 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 the manner that achieve fair presentation.

We are communicating to 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.

Report on Other Legal and Regulatory Requirements

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

a) proper books of account have been kept by the Foundation as required by the Companies Act, 2017(XIX of 2017); Sansco

b) the statement of financial position, the income and expenditure account, the statement of changes in funds balance and the statement of cash flows together with the notes thereon have been drawn up in conformity with the CompaniesAct, 2017 (XIX of 2017) and are in agreement with the books of account and returns;

c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Foundation's business; and

d) No was zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980) was deducted by the Bank and deposited in the Central Zakat Fund established under section 7 of that ordinance.

The engagement partner on the audit resulting in this independent auditor's report is Mr. S.M. Suhail, FCA. SMSCo-

S.M. Suhail & Co.
Chartered Accountants
Karachi

Our Ref: SMS-A-04842025
Date:

UDIN:

Vision Foundation House
Statement of Financial Position
As at June 30, 2024

ASSETS	Note	2024	2023
		(Amounts in PKR)	
Non Current Assets			
Property and equipment	4	7,153,570	7,926,921
Total Non Current Assets		7,153,570	7,926,921
Current Assets			
Advances and prepayments	5	42,508	31,600
Cash and bank balances	6	4,873,378	3,712,210
Total Current Assets		4,915,886	3,743,810
Total Assets		12,069,456	11,670,731
FUNDS AND LIABILITIES			
FUNDS AND RESERVES			
Unrestricted Funds			
General Fund		2,883,956	3,551,268
Total Funds and Reserves		2,883,956	3,551,268
Non Current Liabilities			
Deferred income - capital grant	7	1,594,323	1,771,470
Deferred income	8	5,233,417	5,646,492
Total Non Current Liabilities		6,827,740	7,417,962
Current Liabilities			
Payable to vendors	9	2,237,760	601,500
Accrued liabilities	10	120,000	100,000
Total Current Liabilities		2,357,760	701,500
Total Liabilities and Reserves		12,069,456	11,670,731
Contingency and Commitment	12	-	-

The annexed notes from 1 to 19 form an integral part of these financial statements. SMSCo.

Director

Chief Executive

Vision Foundation House
Statement of Income and Expenditures
For the year ended June 30, 2024

INCOME	Note	2024	2023
		(Amounts in PKR)	
Donations		2,419,018	1,885,197
Depreciation of donated assets	7	177,147	196,830
Recognition of Deferred income	8	6,582,403	1,364,722
Total Income		9,178,568	3,446,749
EXPENDITURES			
Operating expenses	13	7,072,801	3,952,714
Administrative and general expenses	14	2,771,881	2,314,673
Bank charges		1,198	780
Total Expenditures		9,845,880	6,268,167
(Deficit) / Surplus For The Year		(667,312)	(2,821,418)

The annexed notes from 1 to 19 form an integral part of these financial statements. gmsco.

Director

Chief Executive

Vision Foundation House
Statement of Cash Flows
For the year ended June 30, 2024

CASH FLOW FROM OPERATING ACTIVITIES	2024	2023
	(Amounts in PKR)	
(Deficit) / surplus for the year	(667,312)	(2,821,418)
Adjustments for:		
Depreciation	1,081,511	1,213,695
Depreciation of donated assets	(177,147)	(196,830)
Released against zakat eligible expenses	(6,582,403)	(1,364,722)
Gain on disposal of fixed assets	-	-
Changes In Working Capital	(6,345,351)	(3,169,274)
(Increase) / decrease in current assets:		
Prepaid insurance	(10,908)	(18,904)
Other receivables	-	7,020
Increase / (decrease) in current liabilities:		
Trade creditors	1,636,260	(545,000)
Accrued liabilities	20,000	-
Cash Inflow From Operations	(4,699,999)	(3,726,158)
Advance tax deducted	-	-
Net Cash Inflow From Operating Activities	(4,699,999)	(3,726,158)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(308,159)	(169,300)
Proceeds against disposal of fixed assets	-	-
Net Cash (Outflow) From Investing Activities	(308,159)	(169,300)
CASH FLOW FROM FINANCING ACTIVITIES		
Zakat received during the year	6,169,327	3,675,206
Net Cash (Outflow) From Financing Activities	6,169,327	3,675,206
Net inflow in cash and cash equivalents	1,161,169	(220,252)
Cash and bank balances at the beginning of the year	3,712,210	3,932,462
Cash and bank balances at the end of the year	4,873,379	3,712,210

The annexed notes from 1 to 19 form an integral part of these financial statements. SMS Co

Director

Chief Executive

Vision Foundation House
Statement of Changes in Fund Balance
For the year ended June 30, 2024

Particulars	Unrestricted Fund
	General Fund
Balance as at June 30, 2022	6,372,686
(Deficit) for the year	(2,821,418)
Balance as at June 30, 2023	3,551,268
(Deficit) for the year	(667,312)
Balance as at June 30, 2024	**2,883,956**

The annexed notes from 1 to 19 form an integral part of these financial statements. SMG.

Director

Chief Executive

Vision Foundation House
Notes to the Financial Statements
For the year ended June 30, 2024

Note	
Note 1	LEGAL STATUS AND BUSINESS
	Vision Foundation House (the Foundation) was registered under Section 42 of the Companies Act, 2017, as a guaranteed limited company, on February 6, 2020, at Karachi. The Foundation is engaged to aid, assist, set up, maintain, administer and run eye hospital and research institution in Pakistan for Retinitis Pigmentosa (RP) and allied retinal dystrophies and for the treatment of all general eye ailments, and provide cataract surgery, retinal surgery for free, or at a subsidized cost.
1.1	**Geographical location**
	The registered office of the Foundation is located at C-116, Architects and Engineers Cooperation Housing Society Ltd, Block 8, Gulistan-e-Jauhar, Karachi.
Note 2	BASIS OF PREPARATION
2.1	**Statement of Compliance**
	These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in pakistan. The approved accounting and reporting standards applicable in pakistan comprise of : - International Financial Reporting Standards for Small and Medium-sized Entities (IFRS FOR SMEs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; - Accounting Standard for Not for Profit Organizations (Accounting Standard for NPO) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and - Provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards/ IFRS for SMEs or the Accounting Standard for NPOs, the provisions of and directives issued under the Companies Act, 2017 are been followed.
2.2	**Basis of Measurement**
	These accounts are prepared under the historical cost convention and accrual basis of accounting is followed except for donations and zakat which are recorded on receipt basis.
2.3	**Functional and Presentation Currency**
	These financial statements are presented in Pak Rupees, which is the Foundation's functional currency.
2.4	**Key Estimates and Judgement**
	The preparation of the financial statements requires management to make judgements, estimates and assumptions that effect the application of the policies and reported amount of assets, liabilities, receipts, income and expenses. The estimates and assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgements about the carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on, an ongoing basis, if the revision effects is for both, current and future periods. SMS 6.

Vision Foundation House
Notes to the Financial Statements
For the year ended June 30, 2024

Note 3	MATERIAL ACCOUNTING POLICIES
3.1	**Property and Equipment, and Depreciation**
	▪ These are stated at cost less accumulated depreciation and impairment, if any. ▪ Depreciation is charged using the reducing balance method by applying the depreciation rates periodically. ▪ Depreciation is charged from the month in which the asset is available for use and continues until the month of disposal. ▪ Maintenance and normal repairs are charged to income as and when incurred, while the cost of major replacements and improvements if any, are capitalized. ▪ Gain or loss on disposal of fixed assets is charged to the current income. ▪ Funded assets are capitalised in the financial statements on the date they are available for use, except for building improvements or construction costs which are capitalised as incurred.
3.2	**Income Recognition**
	Donation
	Donations are recognized when they are received by the Foundation.
	Zakat
	Zakat is recognized when received and, it is recorded as deferred income and, a restricted fund, is recognized in statement of income and expenditure when expenses are incurred on providing services to zakat eligible patients.
	Profit on Bank Deposits
	Profits on Saving accounts are recorded when the Foundation's right to receive is established.
	Deferred capital Grant
	Deferred Capital Grant is recognized over the estimated useful life of the asset (subject to capital grant) on an yearly basis.
3.3	**Operating Expenses**
	Operating expenses are those functional expenses incurred during the daily course of medical services. These are includes the salaries for medical staff, direct consumables and laboratory related expenses. Also, some common expenses such as depreciation, rent and utilities are appropriately divided among operational and administrative expenditures.
3.4	**Funds Accounting**
	These financial statements are maintained substantially in accordance with the principles of fund accounting. Under these principles, resources are classified for accounting and reporting purposes, into funds that are in accordance with the activities specified by donor. In fund accounting funds are distinguished in three categories which are restricted funds, un-restricted funds and endowment fund. SngsCo

3.5	**Restricted Funds**
	Zakat funds represents zakat donations received. Expenses incurred out of zakat funds are reflected in the statement of income and expenditure as part of operational expenses, with the equal amount being recognized as revenue and reflected as funds utilized. Furthermore, the Foundation have a Shariah Advisor and all the Zakat related expenses are approved by them.
3.6	**Un-Restricted Funds**
	Funds received for on-going operations, without any restrictions are classified as un-restricted funds.
3.7	**Taxation**
	The donations received by the Foundation are exempt under Section 100(C) of the Income Tax Ordinance, 2001 the association is allowed tax credit equal to 100% of the tax payable including minimum tax and final taxes payable under any of the provisions thereof. SMS Co.

Note 4	PROPERTY AND EQUIPMENT	2024	2023
		(Amounts in PKR)	
	Owned assets	5,559,246	6,155,451
	Funded assets	1,594,324	1,771,470
	Total Property And Equipment	7,153,570	7,926,921

Note 4.1 PARTICULARS - OWNED ASSETS	WRITTEN DOWN VALUE				DEPRECIATION		Book Value	Rate
	As at July 01, 2023	Addition / Revaluation	Disposal	As at June 30, 2024	Charge for the Year	Elimination on Disposal	As at June 30, 2024	%
	(Amounts in PKR)							
Land and building - (Leasehold Land)	937,455	-	-	937,455	(93,746)	-	843,710	10
Medical equipment	3,196,014	36,259	-	3,232,273	(479,855)	-	2,752,417	15
Electrical equipment	571,944	-	-	571,944	(85,792)	-	486,152	15
Office equipment	411,358	205,400	-	616,758	(83,351)	-	533,406	15
Furniture and fixture	77,029	66,500	-	143,529	(17,373)	-	126,156	15
Vehicles	961,652	-	-	961,652	(144,248)	-	817,404	15
June 30, 2024	6,155,451	308,159	-	6,463,610	(904,364)	-	5,559,246	
June 30, 2023	7,003,017	169,300	-	7,172,317	(1,016,865)	-	6,155,451	

Note 4.2 PARTICULARS - FUNDED ASSETS	WRITTEN DOWN VALUE				DEPRECIATION		Book Value	Rate
	As at July 01, 2023	Addition / Revaluation	Disposal	As at June 30, 2024	Charge for the Year	Elimination on Disposal	As at June 30, 2024	%
	(Amounts in PKR)							
Building improvements	1,771,470	-	-	1,771,470	(177,147)		1,594,324	10
June 30, 2024	1,771,470	-	-	1,771,470	(177,147)	-	1,594,324	

Note 4.2.1 BUILDING IMPROVEMENTS

The C-116 plot, spanning an area of 600 square yards, is located in Block 8, Gulistan-e-Jauhar, Karachi. This plot was generously donated by Mr. Syed Agha Hameed during the financial year 2017. Subsequently, the Foundation undertook additional construction expenses, which have been accounted for as capital expenditures.

Note 4.2.2	ALLOCATION OF DEPRECIATION CHARGE FOR THE YEAR	2024	2023
		(Amounts in PKR)	
	Operating expenses	628,273	717,622
	Administrative and general expenses	453,239	496,073
	Total Depreciation Charged	1,081,511	1,213,695

SMS Co.

Vision Foundation House
Notes to the Financial Statements
For the year ended June 30, 2024

Note		2024	2023
Note 5	ADVANCES AND PREPAYMENTS	(Amounts in PKR)	
	Advance income tax	12,696	12,696
	Prepaid insurance	29,812	18,904
	Total Advances And Prepayments	42,508	31,600
Note 6	CASH AND BANK BALANCES		
	Cash in hand	22,537	21,048
	Cash at bank - Current account	4,850,841	3,691,162
	Total Cash And Bank Balances	4,873,378	3,712,210
Note 7	DEFERRED INCOME - CAPITAL GRANT		
	Opening balance	1,771,470	1,968,300
	Addition in deferred capital grant	-	-
		1,771,470	1,968,300
	Released to income during the year	(177,147)	(196,830)
	Total Deferred Income - Capital Grant	1,594,323	1,771,470
7.1	This represents capital grant received in respect of additional expenses incurred for the renovation and additional construction of plot C-116 Block 8 Gulistan-e-Jauhar Karachi, the Registered Office of the Foundation.		
Note 8	DEFERRED INCOME		
	Zakat		
	Opening balance	5,646,492	3,336,008
	Zakat received	6,169,327	3,675,207
		11,815,819	7,011,215
	Zakat eligible expenses	(6,582,403)	(1,364,722)
	Total Deferred Income	5,233,417	5,646,492
Note 9	PAYABLE TO VENDORS		
	Payable against medical equipment and Medicine	2,237,760	601,500
	Total Payable To Vendors	2,237,760	601,500
Note 10	ACCRUED LIABILITIES		
	Audit fee payable	120,000	100,000
	Total Accrued Liabilities SMS Co.	120,000	100,000

Vision Foundation House
Notes to the Financial Statements
For the year ended June 30, 2024

Note		2024	2023
Note 11	GENERAL FUND	2024	2023
		(Amounts in PKR)	
	Opening balance	3,551,268	6,372,686
	(Deficit) / surplus for the year	(667,312)	(2,821,418)
	Total General Fund	2,883,956	3,551,268
Note 12	CONTINGENCY AND COMMITMENT		
	There are no contingencies and commitments as at June 30, 2024 (2023: nil).		
Note 13	OPERATING EXPENSES	2024	2023
		(Amounts in PKR)	
	Salaries, allowances and wages	2,774,191	2,107,794
	Utilities expenses	561,854	387,722
	Medicine and equipment used	2,709,649	364,622
	Surgical instruments utilized	79,257	30,000
	Spectacles	152,620	218,380
	Travelling and conveyance expense	166,957	126,575
	Depreciation	628,273	717,622
	Total Operating Expenses	7,072,801	3,952,714
Note 13.1	Operating expenses - Zakat breakup		
	Zakat eligible operating expenses	6,582,403	1,364,722
	Non Zakat eligible operating expenses	490,398	2,587,992
	Total Operating Expenses	7,072,801	3,952,714
Note 14	ADMINISTRATIVE AND GENERAL EXPENSES		
	Salary, allowances and other benefits	1,176,614	867,810
	Travelling and conveyance expense	71,553	54,246
	Repair and maintenance	356,835	267,410
	Repair and maintenance vehicle	109,793	-
	Utilities expenses	240,795	166,166
	Printing and stationary	41,700	68,048
	Insurance expenses	40,142	11,096
	Audit fees	120,000	100,000
	Legal and professional charges	62,810	135,100
	Depreciation	453,239	496,073
	Miscellaneous	98,400	148,723
	Total Administrative And General Expenses	2,771,881	2,314,673
14.1	**Auditor's Remuneration**		
	Audit Fee	110,400	92,000
	Sindh Sales tax on Services @8%	9,600	8,000
	Saus Co.	120,000	100,000

Vision Foundation House
Notes to the Financial Statements
For the year ended June 30, 2024

Note 15	REMUNERATION OF CHIEF EXECUTIVE AND DIRECTORS
	The Chief Executive and Directors have been performing their duties and responsibilities voluntarily and no remuneration has been accrued or paid in respect of those services.
Note 16	RELATED PARTY TRANSACTIONS
	Related parties comprise of related group companies, associate, directors, staff retirement funds and key management personnel.. During the year ended June 30, 2024, there were no related party transactions.
Note 17	NUMBER OF EMPLOYEES
	Total number of employees as on June 30, 2024 is 13 (2023: 11). The average number of employees during the year is 12 (2023: 10).
Note 18	GENERAL
	Figures have been rounded off to the nearest of a Pak Rupee.
Note 19	DATE OF AUTHORIZATION FOR ISSUE
	These financial statements were authorized for issue on ________________ by the Board of Directors of the Foundation. SMS Co.

Director

Chief Executive