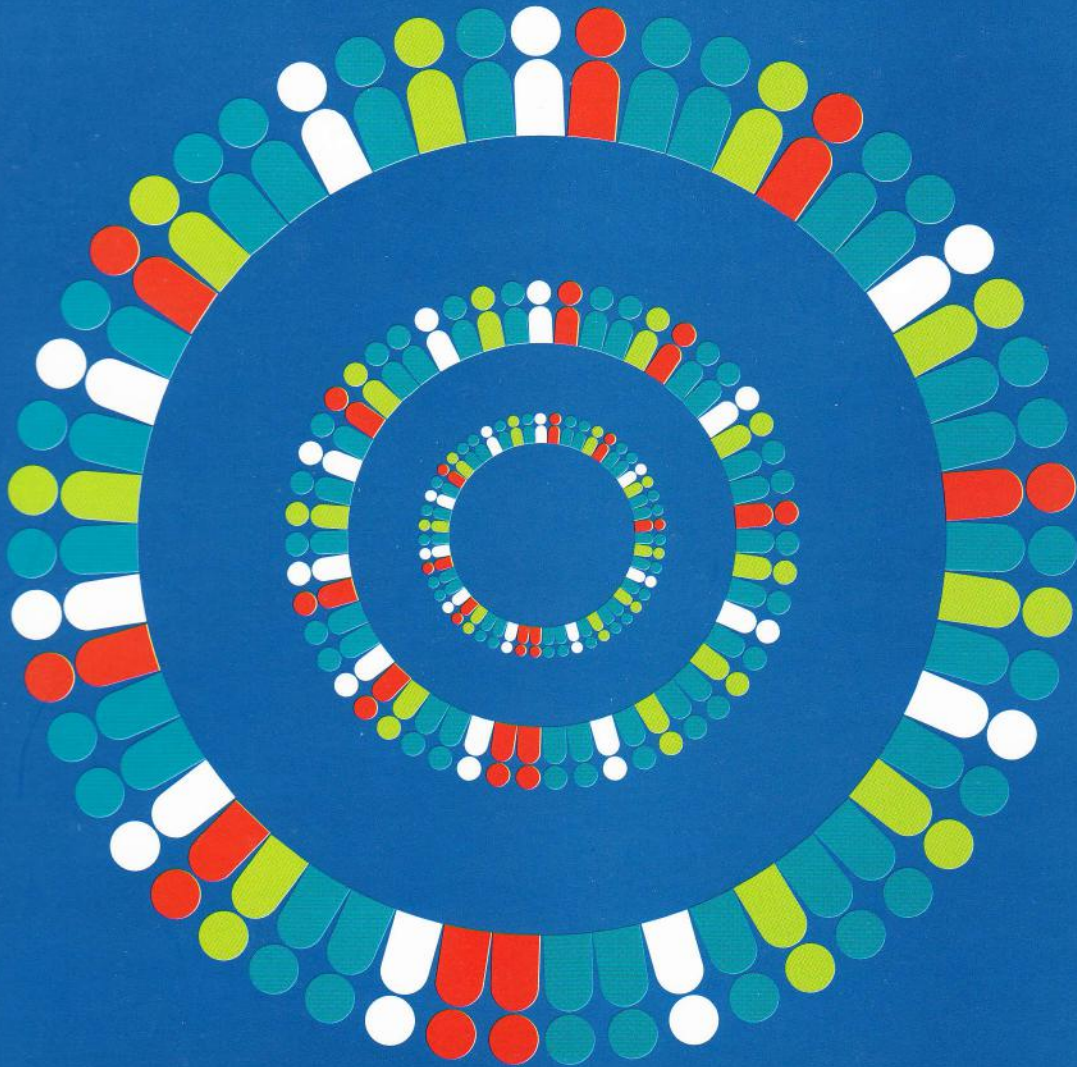


**ARTHRITIS CARE FOUNDATION**  
**FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2015





**AUDITORS' REPORT TO THE BOARD OF TRUSTEES**

We have audited the annexed balance sheet of **Arthritis Care Foundation** as at **June 30, 2015** and the related income and expenditure account together with the notes forming part thereof (here-in-after referred to as financial statements for the year then ended). It is the responsibility of the board of trustees to establish and maintain a system of internal control, and prepare and present the statement(s) in conformity with the approved accounting standards as applicable in Pakistan. Our responsibility is to express an opinion on these statements based on our audit.

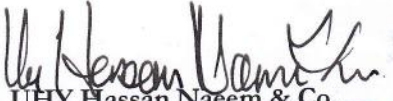
We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the 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 statements. We believe that our audit provides a reasonable basis for our opinion.

In common with the society of similar size, the system of control is dependent upon close involvement of Executive Committee. Therefore, where independent confirmation of completeness of accounting record was not available, we have accepted assurance of Executive Committee that all the society's transactions have been reflected in the records.

The Society, as is common with others of similar size and nature, derives certain portion of its income comprising voluntary donations in cash and in kind, which cannot be fully controlled until they are entered in the accounting records and are not, therefore, susceptible to independent audit verification.

In our opinion, except for the effects on the financial statements of the matters referred to in proceeding paragraphs, the financial statements present fairly, in all material respects, the financial position of **Arthritis Care Foundation** for the year ended June 30, 2015.

Date: **16 DEC 2015**  
Place: LAHORE

  
UHY Hassan Naeem & Co.  
Chartered Accountants  
Ibne Hassan (FCA)



**ARTHRITIS CARE FOUNDATION (ACF)**  
**BALANCE SHEET**  
As at June 30, 2015

Note	30-Jun-15 (Rupees)	30-Jun-14 (Rupees)	Note	30-Jun-15 (Rupees)	30-Jun-14 (Rupees)
------	-----------------------	-----------------------	------	-----------------------	-----------------------

**CAPITAL & LIABILITIES**

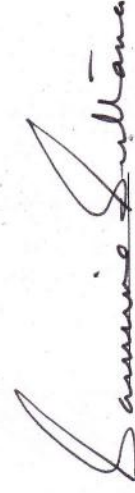
**ASSETS**

<b>General Fund</b>					
Opening Fund	4,965,479	1,811,246		83,255	96,985
Surplus For The Year	3,413,502	3,154,233	4		
	<u>8,378,981</u>	<u>4,965,479</u>		<u>83,255</u>	<u>96,985</u>
<b>Reserve Fund</b>					
	640,882	640,882		1,842,203	
<b>Current Liabilities</b>					
Accrued Expenses	3	155,500	120,000	7.1	82,792
		<u>155,500</u>	<u>120,000</u>	6	<u>7,033,778</u>
					<u>9,092,108</u>
					<u>9,175,363</u>
					<u>5,726,361</u>
					<u>5,629,376</u>
					<u>5,726,361</u>

The annexed notes 1 to 9 form integral part of these financial statements



**Prof. Nighat Mir Ahmad**  
Chairperson - ACF



**Ms. Samina Sultana**  
Finance Secretary - ACF

Place: Lahore

Date: 16 DEC 2015



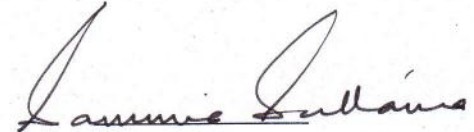
ARTHRITIS CARE FOUNDATION (ACF)  
INCOME & EXPENDITURE ACCOUNT  
For The Year Ended June 30, 2015

	Note	30-Jun-15 (Rupees)	30-Jun-14 (Rupees)
<b>INCOME</b>			
Donation		14,656,391	11,889,667
Interest on Investment		125,996	-
		<b>14,782,387</b>	<b>11,889,667</b>
<b>EXPENDITURE</b>			
Admin Staff Salaries		425,417	411,000
Medication & Surgery Expense	7	9,073,861	6,699,757
Public Awareness Expenses		23,000	14,100
Mir Farman Tariq Scholarship Program		1,464,500	704,083
Fund Raising Expenses		-	467,700
Office Rent		232,200	176,200
Computer & Internet Expenses		-	2,960
Printing & Stationary		32,335	130,984
Vehicle Running Expenses		25,385	36,072
Website Maintenance Expenses		40,250	40,250
Amortization/Depreciation		13,731	14,815
Postages		3,830	29,624
Bank Charges		3,856	1,694
Legal Charges		25,000	-
Miscellaneous Expenses	8	5,520	6,195
		<b>11,368,885</b>	<b>8,735,434</b>
<b>Surplus For The Year</b>		<b>3,413,502</b>	<b>3,154,233</b>

The annexed notes 1 to 9 form integral part of these financial statements



Prof. Nighat Mir Ahmad  
Chairperson - ACF



Ms. Samina Sultana  
Finance Secretary - ACF

Place: Lahore

Date: 16 DEC 2015

**ARTHRITIS CARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For The Year Ended June 30, 2015

**1 Legal Status & Activities**

Arthritis Care Foundation is a charitable society registered on July 27, 2010 under the laws of Societies Registration Act XXI of 1860. The registered office is situated at 676 Shadman Lahore. The trust was set up with an objective to establish, encourage, assist and finance medical, social welfare and educational activities, of patient suffering from arthritis, rheumatic and other diseases who are poor and needy.

**2 Significant Accounting Policies**

**2.1 Accounting Convention**

These accounts have been prepared under the historical cost convention and are in conformity with the approved International Financial Reporting Standards as applicable in Pakistan.

**2.2 Functional & Presentation Currency**

These financial statements are presented in Pak rupee, which is the functional and presentation currency for the company.

**2.3 Fixed Capital Expenditure and Depreciation**

Operating fixed assets are stated at cost less accumulated depreciation. Depreciation is charged from the date of acquisition of the assets, while in case of disposal it is charged up to the month of disposal.

Depreciation is charged on the reducing balance method.

Normal repair and maintenance is charged to revenue as and when incurred, while major renewal and replacements are capitalized.

**2.4 Intangible Assets**


Costs that are directly associated with identifiable software products controlled by the company and have probable economic benefits beyond one year are recognized as intangible assets. These are stated at cost less accumulated amortization and impairment losses, if any. Amortization is provided on straight line method over the asset's useful life.

**2.5 Income Recognition**

Donation are recognized on receipt basis.

**2.6 Taxation**

The society is exempt from taxation as per the provisions of Income Tax Ordinance 2001.





**ARTHRITIS CARE FOUNDATION (ACF)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For The Year Ended June 30, 2015

Amount in Rs.

3	Accrued Expenses	30-Jun-15	30-Jun-14
	Admin Staff Salaries	25,000	35,000
	Mir Framan-Tariq Scholarship	130,500	85,000
	Office Rent	-	-
		<u>155,500</u>	<u>120,000</u>

Amount in Rs.

4	Fixed Assets	30-Jun-15	30-Jun-14
	Tangible Assets	9,755	12,985
	Intangible Assets	73,500	84,000
	Total	<u>83,255</u>	<u>96,985</u>

Particulars	Cost			Rate	Amortization/Depreciation			Book Value As At June 30, 2015
	As at July 01, 2014	Addition/ (Disposal)	As at June 30, 2015		As at July 01, 2014	Charge For The Year	As at June 30, 2015	
<b>4.1 Tangible Assets</b>								
Office Computer	13,800	-	13,800	30%	4,140	2,898	7,038	6,762
Office Equipments	3,500	-	3,500	10%	175	333	508	2,993
<b>Sub Total</b>	<b>17,300</b>	<b>-</b>	<b>17,300</b>		<b>4,315</b>	<b>3,231</b>	<b>7,546</b>	<b>9,755</b>
<b>4.2 Intangible Assets</b>								
Website	105,000	-	105,000	10%	21,000	10,500	31,500	73,500
<b>Sub Total</b>	<b>105,000</b>	<b>-</b>	<b>105,000</b>		<b>21,000</b>	<b>10,500</b>	<b>31,500</b>	<b>73,500</b>
<b>Total 2015</b>	<b>122,300</b>	<b>-</b>	<b>122,300</b>	<b>-</b>	<b>25,315</b>	<b>13,731</b>	<b>39,046</b>	<b>83,255</b>
<b>Total 2014</b>	<b>105,000</b>	<b>17,300</b>	<b>122,300</b>		<b>10,500</b>	<b>14,815</b>	<b>39,046</b>	<b>96,985</b>

ARTHRITIS CARE FOUNDATION (ACF)  
NOTES TO THE FINANCIAL STATEMENTS  
For The Year Ended June 30, 2015

Amount in Rs.

5	Investments	30-Jun-15	30-Jun-14
	Opening Bal. as on July 01, 2014	-	700,000
	Additions during the year	1,842,203	
	Disposals	-	(700,000)
	Closing Bal. as on June 30, 2015	<u>1,842,203</u>	<u>-</u>

6	Cash & Bank	30-Jun-15	30-Jun-14
	Cash in Hand	44,899	18,970
	Cash at Bank	6,988,879	5,469,452
	Total	<u>7,033,778</u>	<u>5,488,422</u>

7	Medication & Surgery Expenses	30-Jun-15	30-Jun-14
	Medicine Consumed 7.1	5,240,611	4,000,536
	Biologics (including IVIG)	2,431,704	1,196,736
	Joint Replacement (Mir Farman-Salam- Mehboob Fund)	670,000	1,167,700
	Rehabilitation Equipment for Patient	23,100	25,900
	Medical Test for Patients	708,446	308,885
		<u>9,073,861</u>	<u>6,699,757</u>
7.1	<b>Medicine Consumed</b>		
	Opening Stock	93,364	-
	(+) Purchases (Pharmacy bills)	5,230,039	4,093,900
	(-) Closing Stock	(82,792)	(93,364)
		<u>5,240,611</u>	<u>4,000,536</u>

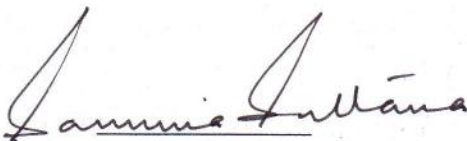
8	Miscellaneous Expenses	30-Jun-15	30-Jun-14
	Refreshment for Board Meetings	1,920	1,720
	Others	3,600	4,475
		<u>5,520</u>	<u>6,195</u>

9	General
---	---------

Figures have been rounded off to the nearest rupee.



Prof. Nighat Mir Ahmad  
Chairperson - ACF



Ms. Samina Sultana  
Finance Secretary - ACF

Place: Lahore

Date: 16 DEC 2015