

FOUNDATION FIGHTING POVERTY

**STATEMENT OF AFFAIRS
AS AT 30th JUNE 2019**

	Note	30 th June 2019 Rupees	30 th June 2018 Rupees
Assets			
Non - Current Assets			
Tangible fixed assets	5	<u>122,321</u>	148,885
Current Assets			
Cash in hand		2,476,660	1,564,340
Short term deposits & prepayments		88,000	110,000
		<u>2,564,660</u>	1,674,340
Total Assets		<u><u>2,686,981</u></u>	<u>1,823,225</u>
Funds And Liabilities			
Accumulated Fund			
General Fund – Unrestricted	6	<u>1,356,155</u>	890,368
Liabilities			
Non - Current Liabilities			
Zakat Fund		1,293,226	892,557
Deferred Income	8	22,600	40,300
		<u>1,315,826</u>	932,857
Current Liabilities			
Audit fees payable		15,000	-
Total Funds And Liabilities		<u><u>2,686,981</u></u>	<u>1,823,225</u>

The annexed note from 1 to 10 forms an integral part of these financial statements.

President

Finance Secretary

FOUNDATION FIGHTING POVERTY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 30 JUNE 2019

	Note	2019 Rupees	2018 Rupees
Revenue			
Donations Received		2,563,947	1,495,166
Amortization of deferred income		17,700	17,700
		2,581,647	1,512,866
Project Expenditure			
Education		(291,645)	(201,747)
Health		(64,058)	(82,468)
Campaigns		(418,335)	(206,099)
Ration Distribution		(47,060)	-
Others		-	(223,517)
Marriage		(12,500)	-
Aqua		(130,030)	-
Basic need		(459,986)	-
Administrative Expenses	7	(684,350)	(570,067)
Loss on disposal		(7,896)	-
Surplus for the Period		465,787	228,968

The annexed note from 1 to 10 forms an integral part of these financial statements.

President

Finance Secretary

FOUNDATION FIGHTING POVERTY
CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2018

	2019	2018
	Rupees	Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus as per income and expenditure account	465,787	228,968
Adjustment for non - cash charges		
Depreciation	67,668	43,722
Loss on disposal	7,896	-
Operating surplus before working capital changes	541,351	272,690
Short term deposits & pre payments	22,000	(110,000)
Zakat fund - net	400,669	582,134
Deferred Income - net	(17,700)	40,300
Audit fee payable	15,000	-
Net cash generated from operations	961,320	785,124
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of capital expenditure	(52,000)	(165,940)
Disposal of fixed assets	3,000	-
Net Increase in cash and cash equivalents	897,320	619,184
Cash and cash equivalents at the beginning of the year	1,564,340	945,156
Cash and cash equivalents at the end of the year	2,476,660	1,564,340

The annexed note from 1 to 10 forms an integral part of these financial statements.

President

Finance Secretary

FOUNDATION FIGHTING POVERTY
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED 30 JUNE 2019

	Unrestricted Fund General Fund	Total
Balance as at 30 June 2017	661,400	661,400
Add: surplus for the year	228,968	228,968
Balance as at 30 June 2018	890,368	890,368
Surplus for the year	465,787	465,787
Balance as at 30 June 2019	1,356,155	1,356,155

The annexed note from 1 to 10 forms an integral part of these financial statements.

President

Finance Secretary

FOUNDATION FIGHTING POVERTY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2019

1. THE FOUNDATION AND ITS OPERATION

Foundation Fighting Poverty was registered on 28th April 2017 at Karachi, Pakistan, as a non-political and non-commercial organization under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance, 1961. The principal objects of the Foundation are to help the indigents in their medical and educational needs, to advise and assist unemployed men and women in securing gainful employment, environmental benefits and to give interest free loans to deserving peoples. The Foundation is also engaged in various other social and charitable activities.

The office of the Foundation is situated at Suite no 311, 3rd floor, Kawish crown plaza, Main Shahr-e-Faisal, Karachi.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of Guidelines for Accounting and Financial Reporting by Non-Government Organizations / Non-Profit Organizations as issued by the Institute of Chartered Accountants of Pakistan (ICAP).

3. BASIS OF MEASUREMENT

These financial statements have been prepared under historical cost convention.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1. Tangible fixed assets

Tangible fixed assets are stated at cost, less accumulated depreciation and accumulated impairment losses, if any.

Depreciation is charged to income applying the straight-line method whereby the cost of an asset is written-off over its estimated useful life. In respect of additions, depreciation is charged from the month of addition whereas no depreciation is charged in the month of disposal.

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each financial year end.

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash generating units are written down to their recoverable amount. The recoverable amount of tangible fixed asset is the greater of net selling price and value in use.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements which meet the recognition criteria are capitalized and the assets so replaced, if any, are retired. Gains and losses on disposals are determined by comparing proceeds with the carrying amount of the relevant assets. These are included in the income and expenditure account currently.

4.2. Cash and cash equivalents

Cash and cash equivalents consists of cash in hand and with banks.

4.3. Funds

Unrestricted funds

Funds received for ongoing operations, without any restrictions on utilization, are classified as unrestricted funds. Accordingly, such funds received and expenses incurred with respect to normal operations of the Foundation, which are not related to any specific activities are charged to statement of financial activities.

Restricted fund

Funds received as grant for specific purposes are classified as restricted fund with separate accounting records being maintained for each account. For this purpose:

- i. When grants received are in excess of their outlay, these are recognized in statement of financial activities to the extent of related expenses incurred. The excess balance is carried forward to deferred income as a restricted fund balance; and
- ii. in case of grants received are less than related expenditure incurred, the balance to the extent of commitment is recognized as receivable, if there is a strong probability of recovery of the contractual receivable from the respective donors.

4.4. Income recognition

Unrestricted donations and grants are recognized in the statement of financial activities in the year of receipt.

Restricted funds are recognized in the statement of financial activities to the extent of actual expenses incurred during the year. Where funds received are in excess of actual expenses, the balances are carried forward as restricted fund balances.

4.5. Accrued and other liabilities

Accrued and other liabilities are recognized at cost which is the fair value of consideration to be paid in future for goods and services.

4.6. Provisions

Provisions are recognized when the Foundation has present legal or constructive obligation as a result of past events if it is probable that outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made.

4.7. Foreign currency transactions

Foreign currency transactions are converted into Pak Rupees (functional currency) at the exchange rates prevailing on the date of transaction. Monetary assets and liabilities in foreign currency are translated into Pak Rupees at the exchange rates prevailing at the balance sheet date. Exchange gains and losses are included in the income and expenditure account.

5. Tangible fixed assets

	Cost			Accumulated Depreciation			Net Book Value	Rates %
	As at 01 Jul 2018	Additions/ (Deletion)	As at 30 Jun 2019	As at 01 Jul 2018	Charge for the year	As at 30 Jun 2019	As at 30 Jun 2019	
Computer	70,000	-	70,000	26,433	23,100	49,533	20,467	33%
Furniture & Fixtures	63,750	-	63,750	11,156	15,938	27,094	36,657	25%
Office Equipment	39,650	52,000 (10,896)	80,754	7,588	22,996	30,584	50,170	25 - 33%
Vehicles	22,540	-	22,540	1,878	5,635	7,513	15,027	25%
	195,940	41,104	237,044	47,055	67,669	114,724	122,321	

	Cost			Accumulated Depreciation			Net Book Value	Rates %
	As at 01 Jul 2018	Additions/ (Deletion)	As at 30 Jun 2018	As at 01 Jul 2018	Charge for the year	As at 30 Jun 2018	As at 30 Jun 2018	
Computer	30,000	40,000	70,000	3,333	23,100	26,433	43,567	33%
Furniture & Fixtures	-	63,750	63,750	-	11,156	11,156	52,594	25%
Office Equipment	-	39,650	39,650	-	7,588	7,588	32,068	25 - 33%
Vehicles	-	22,540	22,540	-	1,878	1,878	20,662	25%
	30,000	165,940	195,940	3,333	43,722	47,055	148,885	

6. Zakat Fund

		30 th June	30 th June
	Note	2019	2018
Opening balance as at 30 th June 2018		892,557	310,423
Add: Zakat received during the period		1,182,847	1,090,137
		2,075,404	1400,560
Less: Amount utilized during the period	6.1	(782,178)	(508,003)
		1,293,226	892,557

6.1. Breakup of amount utilized from Zakat fund:

Education	50,490	26,713
Health	31,128	223,229
Marriage	52,000	63,000
Ration Distribution	326,930	171,061
Campaign	44,390	-
Aqua	166,840	-
basic need	110,400	-
Income support program	-	20,000
Other	-	4000
	782,178	508,003

7. Administrative Expenses

	Note	30 June 2019	30 June 2018
Salaries and wages		165,000	99,682
Advertisement Charges		1,570	25,278
Professional and Legal Charges		15,568	22,800
Depreciation Expenses		67,669	43,722
Rent Expense		264,000	144,000
Others		26,234	19,226
Office expenses		138,710	196,743
Website development charges		5,600	18,616
		616,682	570,067

8. Deferred Income

Opening balance as at 01 July 2018		40,300	58,000
Less: Transferred to Income & Expenditure Account		(17,700)	(17,700)
		22,600	40,300

9. DATE OF AUTHORISATION

These financial statements were authorized for issue on _____ by the Executive Committee of the Foundation.

10. GENERAL

Amounts have been rounded off to the nearest Rupee, unless otherwise stated

President

Finance Secretary