

FINANCIAL STATEMENTS

OF

FIQH ACADEMY

For the Year Ended June 30, 2022

SAJID & CO

Chartered Accountants

**Suit # 204, 2ND Floor, Amber Estate Extension,
Baloch Colony, Shakra-e-Faisal, Karachi, Pakistan**

Phones: (+9221) 34320685

Mobile(+92)332-3146394

Email: sajid_yunus@yahoo.com



SAJID & CO.

Chartered Accountants

Suit No. 204, 2nd Floor Amber Estate Extension, Opp. HBL, MCB Kawish Court Br.
and Maqbool Masjid, Near Baloch Colony Bridge, Shahrah-e-Faisal, Karachi.
PTCL No. 34320685, E-mail: sajid_yunus@yahoo.com

AUDITOR'S REPORT TO THE MANAGEMENT

We have audited the annexed balance sheet of **FIQH ACADEMY** as at June 30, 2022 and the related income & expenditure account and cash flow statement together with the notes forming part thereof (here-in-after referred to as the financial statements) for the year then ended.

It is the responsibility of the management committee to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the books and accounting records. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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 a reasonable basis for our opinion.

In our opinion the financial statements present fairly in all material respects the financial position of the **FIQH ACADEMY** as at June 30, 2022 and results of its operations for the year then ended. This report is intended solely for the information and use of the organization for obtaining Donation or compliance requirement etc. on the request of trustees.




CHARTERED ACCOUNTANT

KARACHI:

DATED:

Fiqh Academy
Statement of Financial Position
As At 30 June, 2022

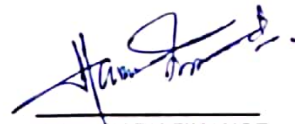
	Notes	2022	2021
Assets			
Non-current assets			
Fixed assets	3	3,974,751	2,785,155
Capital work in progress		1,200,000	1,200,000
Maktaba		527,798	385,149
Total non current assets		5,702,549	4,370,304
Current assets			
Advances, deposits and other receivables	4	772,287	591,980
Other receivable		-	77,950
Bank balances	5	1,429,896	868,501
Total current assets		2,202,183	1,538,431
Total assets		7,904,732	5,908,735
Current liabilities			
Other liabilities		809,084	17,620
Total current liabilities		809,084	17,620
Net assets		7,095,648	5,891,115
Represented by			
Funds and reserves			
Restricted funds			
Zakat fund		6,100,234	3,779,694
Unrestricted funds			
General fund		922,392	964,399
Fellowship fund		-	15,000
Land acquisition fund		73,022	61,022
Specific purpose fund		-	1,071,000
Total accumulated fund and reserves		7,095,648	5,891,115



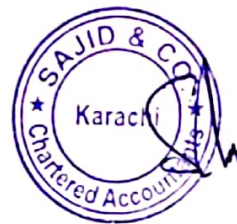
CHAIRMAN



GENERAL SECRETARY



SECRETARY FINANCE



Fiqh Academy
Income and expenditure account
For the year ended 30 June 2022

	Note	2022	2021
Income - unrestricted funds			
General fund		16,150,413	12,083,726
Education fund		1,264,810	592,556
Books and libraries fund		-	338,820
Mess fund		27,040	170,238
Donations in kind		14,500	3,062,000
Maktaba sales		559,855	929,888
Fellowship fund		654,500	1,739,000
Specific purpose fund		1,874,000	-
Land acquisition fund		-	1,200,000
		20,545,118	20,116,228
Income - restricted funds			
Family kifalat fund		698,000	-
Zakat fund		3,475,650	1,602,166
		4,173,650	1,602,166
Total income		24,718,768	21,718,394
Expenditures			
Salaries & other benefits		10,379,913	10,836,284
Utilities		1,163,059	814,884
Administrative expenses		4,354,359	2,516,257
Repairs and maintenance		1,134,476	737,066
Travelling and conveyance		613,580	783,753
Welfare and education		810,548	1,328,735
Books and publications		589,569	1,528,927
Legal and professional		241,113	153,676
Depreciation		1,300,508	785,545
Expenditure from restricted funds			
Family kifalat fund		698,000	-
Zakat fund		3,475,650	1,602,166
		24,760,775	21,087,293
Surplus / (deficit)		(42,007)	631,101
Income tax withheld during the year		-	-
Surplus / (deficit) after tax		(42,007)	631,101

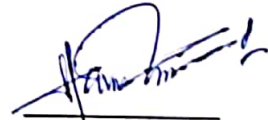
The attached notes form an integral part of these financial statements.



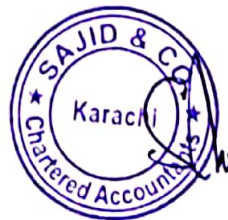
CHAIRMAN



GENERAL SECRETARY



SECRETARY FINANCE



Fiqh Academy
Statement of changes in funds
As on 30 June 2022

(stated in PKR)

	Fellowship fund	Land acquisition fund	Specific purpose fund	General fund	Family Kifalat	Zakat fund	Total
Balance as at July 01, 2021	15,000	61,022	1,071,000	964,399	-	3,779,694	5,891,115
Surplus/(deficit) transferred from income and expenditure	-	-	-	(42,007)	-	-	(42,007)
Funds received	639,500	12,000	803,000	-	698,000	5,796,190	7,948,690
Expenditure incurred from the fund	(654,500)	-	(1,874,000)	-	(698,000)	(3,475,650)	(6,702,150)
Balance as at June 30, 2022	-	73,022	-	922,392	-	6,100,234	7,095,648

The annexed notes form an integral part of these financial statements.

Alwaisparhen

CHAIRMAN

[Signature]

GENERAL SECRETARY

[Signature]

SECRETAR SECRETARY FINANCE



Notes to the financial statements

For the year ended 30 June 2022

1. Legal status and principal activities

Fiqh Academy (the Academy) is established on 18th April 2019, under the Societies Registration Act, XXI of 1860. The Academy is principally engaged in providing education or other non-profit activities. The corporate office of the Academy is located at C-335, Gulistan-e-Jauhar, University Road, Karachi.

2 Statement of compliance, significant accounting policies and estimates

2.1 Basis of preparation

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- Revised Accounting and Financial Reporting Standards for the Small Sized Entities (Revised AFRS for SSEs), issued by the Institute of Chartered Accountants of Pakistan (ICAP).

2.2 Basis of measurement

The financial statements have been prepared on the historical cost basis, except, wherever, disclosed in these accounting policies.

2.3 Significant accounting policies and estimates

a) Fixed assets

Property, plant and equipment are stated in the statement of financial position at cost less accumulated depreciation and any impairment loss.

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 flow to the University and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized.

All other repairs and maintenance are charged to the statement of income and expenditure during the financial year in which they are incurred.

Depreciation on assets is charged to income using straight line method at the rates given in note 3. Depreciation is charged on property, plant and equipment capitalized during the year.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and are recognized in the statement of income and expenditure.

c) Capital work-in-progress

Capital work-in-progress is stated at cost less any identified impairment loss. All expenditure connected with specific assets incurred during the installation and construction period are carried under the capital work-in-progress. These are transferred to fixed assets as and when these are available for use.

d) Impairment of non-financial assets

At each reporting date, the University reviews the carrying amounts of its non-financial assets, to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Trust estimates the recoverable amount of the cash-generating unit to which the asset belongs.



If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized as an expense immediately, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease. Where an impairment loss subsequently reverses (except for goodwill), the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognized as income immediately, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

e) Accounts and other payables

Liabilities are recognized for amounts to be paid in the future for goods or services received whether or not billed to the Academy.

f) Cash and cash equivalents

Cash and cash equivalents consist of bank balances.

g) Fund accounting

The foundation uses fund accounting for recording restricted and unrestricted contributions. Restricted contributions are credited directly into the fund account and is recognized when the ultimate collection is reasonably assured. Thereafter, an amount equivalent to that which has been disbursed for the purpose of the restricted fund, is taken to the income and expenditure account.

2.4 Significant accounting estimates

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revisions affect both current and future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year are:

a) Impairment of property, plant and equipment

A decline in the value property, plant and equipment could have a significant effect on the amounts recognized in the financial statements.

Management assesses the impairment of property, plant and equipment whenever events or changes in circumstances indicate that the carrying value may not be recoverable.

Factors that are considered important which could trigger an impairment review include the following:

- significant changes in the technology and regulatory environments.
- evidence from internal reporting which indicates that the economic performance of the asset is, or will be, worse than expected.

b) Useful lives of property, plant and equipment

The management determines the estimated useful lives of its property, plant and equipment for calculating depreciation. This estimate is determined after considering the expected usage of the asset or physical wear and tear. Management reviews the residual value and useful lives annually and future depreciation charge would be adjusted where the management believes the useful lives differ from previous estimates.



3 Property, plant and equipment

	Computer equipments	Equipment & machinery	Furniture and fixtures	Motor vehicles	Intengibles/ Softwares	Total
<i>Cost</i>						
As at 1 July 2021	535,600	595,600	808,000	1,631,500	-	3,570,700
Additions during the year*	150,553	2,279,450	51,885	-	51,550	2,533,438
Disposals during the year	(47,000)	(15,000)	-	-	-	(62,000)
As at 30 June 2022	639,153	2,860,050	859,885	1,631,500	51,550	6,042,138
<i>Accumulated depreciation</i>						
As at 1 July 2021	178,515	119,120	161,600	326,300	-	785,535
Rate	33%	20%	20%	20%	33%	
Charge for the year	213,039	572,010	171,977	326,300	17,182	1,300,508
Relating to disposals	(15,656)	(3,000)	-	-	-	(18,656)
As at 30 June 2022	375,898	688,130	333,577	652,600	17,182	2,067,387
<i>Net book value</i>						
As at 30 June 2022	263,255	2,171,920	526,308	978,900	34,368	3,974,751

* Assets received as donation in kind are recorded at fair values.

	Notes	2022	2021
4 Advances, deposits and other receivables			
Security deposit		540,000	540,000
Advances and prepayments		232,287	51,980
		772,287	591,980
5 Bank Balances			
- Cash in hand		295,868	62,788
- Cash at bank		1,134,028	805,713
		1,429,896	868,501
6 Number of employees			
At the end of the year		32	38

7 Date of authorization for issue

17th MAR 2023

These financial statements were authorized for issue on _____ in the meeting of the Management Committee.

8 General

8.1 Figures have been rounded off nearest to rupee.

8.2 Figures of the previous year have been re-arranged, wherever necessary, to facilitate comparison.



CHAIRMAN



GENERAL SECRETARY



SECRETARY FINANCE

