

**FINANCIAL STATEMENTS
OF
PROFESSIONAL EDUCATION FOUNDATION
FOR THE YEAR ENDED
JUNE 30th, 2013**

**PROFESSIONAL EDUCATION FOUNDATION
BALANCE SHEET
AS AT JUNE 30, 2013**

	Note	2013	2012
		Rupees	
Non-current assets			
Property, plant and equipment	03	33,851	41,323
Current assets			
Short term investments	04	16,750,000	12,500,000
Advances, deposits and prepayment	05	370,504	114,878
Other receivables	06	280,374	-
Cash and bank balances	07	2,043,851	2,493,874
		19,444,729	15,108,752
Liabilities			
Accrued expenses	08	121,264	76,596
		<u>19,357,316</u>	<u>15,073,479</u>
Funded by:			
Accumulated fund - <i>at beginning</i>		15,073,479	10,316,340
Surplus for the year		4,283,837	4,757,139
Accumulated fund - <i>at end</i>		<u>19,357,316</u>	<u>15,073,479</u>

Note: The annexed notes form an integral part of these accounts.


MANAGING TRUSTEE
 Karachi, July 31, 2013


TRUSTEE

**PROFESSIONAL EDUCATION FOUNDATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2013**

	Notes	2013 Rupees	2012
<i>Income against specific fund</i>			
Zakat receipts	09	5,861,370	6,812,285
Profit by bank - Zakat account	10	842,609	448,868
		6,703,979	7,261,153
<i>Expenditures</i>			
Zakat distribution		11,300,860	5,082,068
Bank charges		1,743	1,004
		11,302,603	5,083,072
Total specific funds surplus for the year		(4,598,624)	2,178,081
<i>Income against general fund</i>			
Donation receipts	11	14,634,041	4,619,854
Profit by bank - Donation account	12	393,970	278,355
		15,028,011	4,898,209
<i>Expenditure</i>			
Donation distributed		3,790,651	1,192,740
Operating expenses	13	2,354,899	1,126,411
Disbursement from general funds		6,145,550	2,319,151
Total general fund surplus for the year		8,882,461	2,579,058
Total excess of income over expenditure		4,283,837	4,757,139
General and specific funds - start of the year		15,073,479	10,316,340
General and specific funds - end of year		19,357,316	15,073,479

Note: The annexed notes form an integral part of these accounts


MANAGING TRUSTEE

Karachi, July 31, 2013


TRUSTEE

**PROFESSIONAL EDUCATION FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2013**

	Note	2013	2012
		Rupees	
<i>Cash flow from operating activities</i>			
Surplus before taxation		4,283,837	4,757,139
<i>Adjustment for non-cash and other items</i>			
Accrued investment income		(280,374)	-
Depreciation		7,472	9,433
		<u>4,010,935</u>	<u>4,766,572</u>
<i>Working capital changes</i>			
Accrued expenses		44,668	30,000
Advances, deposits and prepayments		(160,000)	-
Other receivables		-	22,017
		<u>3,895,603</u>	<u>4,818,589</u>
Taxes paid		(95,626)	(71,191)
<i>Cash generated from operating activities</i>		<u>3,799,977</u>	<u>4,747,398</u>
<i>Cash flow from investing activities</i>			
Investments made		(10,250,000)	(4,500,000)
Investments encashed		6,000,000	-
<i>Cash used in investing activities</i>		<u>(4,250,000)</u>	<u>(4,500,000)</u>
<i>Cash flow from financing activities</i>		-	-
		<u>(450,023)</u>	<u>247,398</u>
Cash and cash equivalent - at start		2,493,874	2,246,476
Cash and cash equivalent - at end	07	<u>2,043,851</u>	<u>2,493,874</u>


MANAGING TRUSTEE

Karachi, July 31, 2013


TRUSTEE

**PROFESSIONAL EDUCATION FOUNDATION
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED JUNE 30, 2013**

FUNDS	Specific-Zakat	General- Donation	Total
Balance as at 30-06-11	5,380,824	4,935,516	10,316,340
Income during the year	7,261,153	4,898,210	12,159,363
Expenditures	(5,083,072)	(2,319,152)	(7,402,224)
Balance as at 30-06-12	7,558,905	7,514,574	15,073,479
Income during the year	9,703,979	12,028,011	21,731,990
Transfer to/(from)	3,000,000	(3,000,000)	-
Expenditures	(11,302,603)	(6,145,550)	(17,448,153)
Balance as at 30-06-13	8,960,281	10,397,035	19,357,316



MANAGING TRUSTEE

Karachi, July 31, 2013



TRUSTEE

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2013**

01. The Foundation

The "Professional Education Foundation" has been declared as irrevocable trust by the trustees on the 22nd day of January, 2009 at Karachi and registered as a Public Charitable Trust with the Sub Registrar, Jamshed Town, Karachi on 23rd day of January 2009 under Registration No. 34, Book No. IV and the MF Roll No.U8555/5647, of the Photo Registrar, Karachi dated February 12, 2009. The registered office of the trust is located at OTC, 20C, 26th Street, Tauheed Commercial Area, Phase-V, DHA, , Karachi. The major object of the trust is to provide help to the needy and provide assistance to deserving students.

02 Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

02.1 Statement of compliance

These financial statements have been prepared in accordance with the Trust Deed and the approved accounting standards as applicable in Pakistan. Wherever, the requirements of the trust deed differ with the requirements of these standards, the requirements of the trust deed shall prevail.

02.2 Basis of measurement

These financial statements have been prepared under historical cost convention.

02.3 Property, plant and equipment

Fixed assets are stated at historical cost less accumulated depreciation on diminishing balance method at the rates specified in the notes to the accounts. Minor renewals and replacements are charged to profit and loss account. Major renewals and replacement are capitalized.

Full year's depreciation is charged in the year of purchase and no depreciation is charged in the year of disposal.

02.4 Investments

The investments are stated at cost as per rules of the trust.

02.5 Revenue recognition

The income from investments is recognized on accrual basis.
Revenue on account of donation is recognized on cash basis.

03. Property, plant and equipment

Fixed assets - tangible

	Computer & Accessories	Leasehold Improvements	Total
Balance as at June 30, 2011	24,750	48,700	73,450
Addition during the year	-	-	-
Balance as at June 30, 2012	24,750	48,700	73,450
Addition during the year	-	-	-
Balance as at June 30, 2013	24,750	48,700	73,450
ACCUMULATED DEPRECIATION			
Rate of depreciation	30%	15%	
Balance as at June 30, 2011	12,623	10,072	22,694
Depreciation expense	3,638	5,794	9,432
Balance as at June 30, 2012	16,261	15,866	32,127
Depreciation expense	2,547	4,925	7,472
Balance as at June 30, 2013	18,808	20,791	39,599
Carrying amount			
As at June 30, 2013	5,942	27,909	33,851

	2013	2012
	Rupees	
04. Short term investments		
Certificate of Islamic Investment	04.1 6,500,000	12,500,000
Habib Islamic Investment Certificate	04.2 10,250,000	-
	<u>16,750,000</u>	<u>12,500,000</u>
04.1 Certificate of Islamic Investments		
From donation fund	3,000,000	12,500,000
From zakat fund	3,500,000	-
	<u>6,500,000</u>	<u>12,500,000</u>

The trust has made short term investment in Habib Islamic Investment Certificate issued by Habib Metropolitan Bank Ltd. The maturity period varies from 03 months to twelve months. Profit is to be allowed on maturity.

	2013	2012
	Rupees	
04.2 Habib Islamic Investment Certificate		
From donation fund	8,750,000	-
From zakat fund	1,500,000	-
	<u>10,250,000</u>	<u>-</u>

The trust has made short term investment in Habib Islamic Investment Certificate issued by Habib Metropolitan Bank Ltd. The maturity period varies from 03 months to twelve months. Profit is to be allowed on maturity.

	2013	2012
	Rupees	
05. Advances, deposits and prepayment		
Prepaid expense -Advertisement & Exhibition	160,000	-
Advance tax u/s 151	210,504	114,878
	<u>370,504</u>	<u>114,878</u>
06. Other receivables		
Profit receivable on Investments	280,374	-
	<u>280,374</u>	<u>-</u>
07. Cash and bank balances		
Cash in Hand	2,175	9,168
Cash at bank - in deposit account		
Meezan Bank Limited - Donation Account	283,468	1,261,809
Meezan Bank Limited - Zakat Account	523,278	634,285
Habib Metropolitan Bank - Zakat Account	1,059,334	129,867
Habib Metropolitan Bank - Donation Account	175,596	458,745
	<u>2,041,676</u>	<u>2,484,706</u>
	<u>2,043,851</u>	<u>2,493,874</u>
08. Accrued expenses		
Audit fee payable	10,000	20,000
Rent payable	25,000	12,000
Salaries payable	46,000	35,000
Maintenance charges payable	-	8,000
Other Liabilities	37,080	-
Withholding tax payable	3,184	1,596
	<u>121,264</u>	<u>76,596</u>

PROFESSIONAL EDUCATION FOUNDATION
2013 2012

09 Zakat receipts		
Zakat receipts	5,861,370	6,812,285
	<u>5,861,370</u>	<u>6,812,285</u>
10 Profit by bank - Zakat Account		
Profit on Certificate of Islamic Investment	46,803	-
Profit on Habib Islamic Investment Certificate	711,747	-
Profit on bank deposits	84,059	448,868
	<u>842,609</u>	<u>448,868</u>
11 Donation receipts		
Donation receipts	14,634,041	4,619,854
	<u>14,634,041</u>	<u>4,619,854</u>
12 Profit by bank - Donation Account		
Profit on bank deposits	107,364	77,703
Profit on Certificate of Islamic Investment	29,420	-
Profit on Habib Islamic Investment Certificate	257,186	200,652
	<u>393,970</u>	<u>278,355</u>

	2013	2012
	Rupees	
13 Operating expenses		
Salaries expenses	564,595	338,784
Rent expenses	248,000	144,000
Travelling and conveyance	114,915	18,597
Advertisement and exhibition	115,256	-
Repair and maintenance	72,550	96,075
Legal and professional	196,000	3,540
Printing and stationery	73,545	106,510
Audit fee	10,000	10,000
Miscellaneous	62,739	119,012
Depreciation	7,472	9,432
Carnival Expense	831,527	-
Others	13.1 58,300	280,461
	<u>2,354,899</u>	<u>1,126,411</u>
13.1 Others		
Lahore event expense	-	274,101
Website expense	58,300	6,360
	<u>58,300</u>	<u>280,461</u>

14 Date of authorization for issue

These financial statements were authorized for issue on July 31, 2013 by the Board of trustees of the trust.
Figures have been rounded off to the nearest whole rupee.


MANAGING TRUSTEE

Karachi, July 31, 2013


TRUSTEE

AUDITORS' REPORT TO THE TRUSTEES

We have audited the annexed balance sheet of the **PROFESSIONAL EDUCATION FOUNDATION** as at June 30, 2013 and the related income and 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 trustees to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the approved accounting standards as applicable in Pakistan. 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 **PROFESSIONAL EDUCATION FOUNDATION** as at June 30, 2013 and of its surplus and cash flows for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.



Haider Shamsi

HAIDER SHAMSI & CO.
(Chartered Accountants)
Mirza Hyder Hussain Baig

HS

Date: July 31, 2013
Place Karachi