

Dowites 78 Operation Theatre Welfare Society

Financial Statements

For the year ended June 30, 2024

Audited by:

F.R. Merchant & CO.
CHARTERED ACCOUNTANTS
SF 10 & 11, 04th floor Shahnaz Arcade
Main Shaheed-e-millat Road, Karachi.

INDEPENDENT AUDITOR'S REPORT
To the Members Committee of DOWITES 78 OPERATION THEATRE WELFARE SOCIETY
Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **DOWITES 78 OPERATION THEATRE WELFARE SOCIETY** which comprise the statements of financial position as at **30th June, 2024** and income and expenditure account for the year then ended **30th June, 2024** and with notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements fairly, in all material respects, (or give a true and fair view of) the financial position of **DOWITES "78" OPERATION THEATRE WELFARE SOCIETY** as at **30th June, 2024** and (of) its financial performance in accordance with accounting standard for Not for Profit Organizations (NPOs) issued by ICAP.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (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 Company in accordance with the International 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 evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Members Committee are responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan and for such internal control as the Members Committee determines is necessary to enable the preparation of financial statements material misstatements, whether due to fraud or error.

In preparing the financial statements, Members Committee are responsible for assessing the society's ability to continue as a 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 society or to cease operations, or has no realistic alternative but to do so.

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

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 high level of assurance, but is



not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the 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 risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained audit evidence that is sufficient and appropriate to provide a basis for our opinion .The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of the internal control.
- Obtain and 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 society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether material uncertainty exists related to events or conditions that may cast significant doubt on the society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the society to cease to continue as a 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 a manner that achieves fair presentation.

We communicate with 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.

Date: 05th November, 2024
Place: Karachi
UDIN:

 **F.R. Merchant & CO.**
Chartered Accountants
Engagement Partner: Ahmer Zafar Sidiqi



DOWITES '78' OPERATION THEATRE WELFARE SOCIETY
STATEMENT OF FINANCIAL POSITION
AS ON JUNE 30, 2024

FUNDS AND LIABILITIES	Note	2024 Rupees	2023 Rupees
Fund			
General fund		135,369,532	127,063,301
Current liabilities			
Trade & Other Payables	4	3,380,242	5,180,419
TOTAL FUNDS & LIABILITIES		138,749,774	132,243,720
 ASSETS			
Non-current assets			
Property, plant and equipment	5	126,631,601	120,473,177
Current assets			
Advances	6	-	265,000
Cash and bank balances	7	12,118,173	11,505,543
		12,118,173	11,770,543
TOTAL ASSETS		138,749,774	132,243,720

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


 DOWITES '78' Operation Theatre
 Welfare Society Karachi
PRESIDENT

President


 DOWITES '78' Operation Theatre
 Welfare Society Karachi
FINANCE SECRETARY

Finance Secretary


 DOWITES '78' Operation Theatre
 Welfare Society Karachi

General Secretary

**DOWITES '78' OPERATION THEATRE WELFARE SOCIETY
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
Receipts	8	78,503,102	73,074,150
Direct expenses	9	51,273,688	46,301,798
Administrative expenses	10	18,903,495	14,344,143
Financial charges	11	19,688	39,471
Net Surplus for the year		8,306,231	12,388,738
Surplus Brought Forward		127,063,301	114,674,563
Surplus transferred to general fund		135,369,532	127,063,301

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

Dowites 78 Operation Theatre
Welfare Society Karachi

PRESIDENT

President

Dowites'78' Operation Theatre
Welfare Society Karachi

FINANCE SECRETARY

Finance Secretary

Dowites'78' Operation Theatre
Welfare Society Karachi

General Secretary

DOWITES '78' OPERATION THEATRE WELFARE SOCIETY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

1 STATUS AND ACTIVITIES

DOWITES 78 OPERATION THEATRE WELFARE SOCIETY is a non profit organization registered on February 24th, 2006, under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance, 1961 (XLVI of 1961) given registration No. DSW(2561)-K, and has been granted registration on under the said Ordinance, Dowites 78 has been formed with the primary aim to construct, maintain and extend the operation theatre complex project at civil hospital, karachi, built by Dow Graduates (Dowites'78) of 1978, which complex/project is consisting of fourteen fully equipped operations theatres in civil hospital premises widely known as Dowites 78 Operation Theatre Complex for the welfare and rehabilitation of patients and to meet its recurring expenditures in the future. The operation of Dowites 78 are financed by donations, grants and endowments (in cash or kind). The current office of the society is located at Dowites 78, operation theatre complex, Civil Hospital Baba-e-Urdu road, Karachi.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Generally Accepted and best practice Accounting principles and standards as applicable in Pakistan.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of preparation

These financial statements have been prepared under the historical cost convention.

3.2 Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.

3.3 Accounting convention and basis of preparation

These financial statements have been prepared under the accrual basis of accounting except for the donations and Zakat which are recognized on receipt basis and historical cost convention.

3.4 Taxation

The foundation has applied to be registered as a Non-Profit Organization under section 2(36)C of Income Tax Ordinance, 2001 (the Ordinance) and is entitled to tax credit under section 100C of the Ordinance. The provision of minimum tax is also not applicable on the trust under Clause 11A of part 4 of second schedule of the Income Tax Ordinance.



3.5 General Fund

The fund is used for all general purposes of the society. Any surplus / (deficit) arising out of operations of the society is transferred from income and expenditure account to this fund.

3.6 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. Cash and cash equivalents comprise of cash in hand and cash with banks on current accounts.

3.7 Trade and other payables

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the society.



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Note	2024 Rupees	2023 Rupees
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4 TRADE & OTHER PAYABLE

Others
Accrued Expenses

	29,845	-
	3,350,397	5,180,419
	<u>3,380,242</u>	<u>5,180,419</u>

5 PROPERTY, PLANT & EQUIPMENT

5.1 126,631,601 120,473,177

Particulars	COST			Rate %	ACC. DEPRECIATION			W.D.V As on
	Opening	Additions/ (Deletions)	Closing		Opening	FOR THE YEAR	Closing	
	As on		As on		As on		As on	
	30/06/2023	30/06/2024	30/06/2023		30/06/2024	30/06/2024		
Anesthesia Machine	11,930,530	4,300,000	16,230,530	15%	3,684,148	1,881,957	5,566,105	10,664,425
Autoclave Equipment	3,668,767	-	3,668,767	15%	3,396,356	40,862	3,437,218	231,549
General Medical Equipment	3,067,985	-	3,067,985	15%	2,778,239	43,462	2,821,701	246,284
Medical Equipment Donated	15,810,500	2,546,000	18,356,500	15%	12,795,843	834,099	13,629,941	4,726,559
O.T Equipment	60,045,536	1,050,000	61,095,536	15%	36,338,472	3,713,560	40,052,032	21,043,504
O.T Lights	11,723,230	-	11,723,230	15%	7,487,934	635,294	8,123,229	3,600,001
O.T. Table	24,161,627	-	24,161,627	15%	9,187,586	2,246,106	11,433,692	12,727,935
O.T. Table Donated	16,375,000	-	16,375,000	15%	5,789,725	1,587,791	7,377,517	8,997,483
Standard Operation Table	250,000	-	250,000	15%	231,437	2,784	234,221	15,779
Building Construction	85,625,283	9,350,000	94,975,283	5%	46,855,459	2,405,991	49,261,450	45,713,833
Signages Engraving	257,140	-	257,140	15%	236,193	3,142	239,335	17,805
A.C Split Unit	13,671,581	539,000	14,210,581	15%	11,370,188	426,059	11,796,247	2,414,334
Computer & Software	1,195,063	-	1,195,063	30%	1,133,984	18,324	1,152,308	42,755
Gas Pipe Line & Generator	5,844,234	-	5,844,234	15%	3,701,485	321,412	4,022,898	1,821,336
Motors & Pumps	48,626	-	48,626	15%	44,642	598	45,240	3,386
O.T.S.S Furniture & O.T. Table	4,434,000	-	4,434,000	15%	4,100,760	49,986	4,150,746	283,254
Generator Donated	5,150,000	-	5,150,000	15%	4,763,329	58,001	4,821,330	328,670
C.C. T.V Camera	3,368,400	-	3,368,400	15%	3,080,235	43,225	3,123,460	244,940
Electrical Installation	2,654,405	499,000	3,153,405	15%	2,314,674	125,810	2,440,484	712,921
Elevators	6,257,584	-	6,257,584	15%	5,573,970	102,542	5,676,512	581,072
Equipment's & Tools	722,778	70,800	793,578	15%	611,991	27,238	639,229	154,349
Fridge & Dispenser	207,200	-	207,200	15%	121,195	12,901	134,096	73,104
Furniture & Fixture	1,729,820	-	1,729,820	15%	1,517,878	31,791	1,549,669	180,151
P.A.B.X System	165,750	-	165,750	15%	153,444	1,846	155,290	10,460
OT Light Donated	12,154,500	4,500,000	16,654,500	15%	2,777,194	2,081,596	4,858,790	11,795,710
Total - 2024	290,519,539	22,854,800	313,374,339		170,046,362	16,696,376	186,742,738	126,631,601
Total - 2023	255,205,255	35,314,284	290,519,539		153,572,208	16,474,154	170,046,362	120,473,177

5.1 COST ALLOCATION

Direct expenses
Administrative expense

	14,269,428	14,513,591
	2,426,949	1,960,563
	<u>16,696,376</u>	<u>16,474,154</u>

6 ADVANCES

Advance against Expense

	-	263,000
		<u>263,000</u>

7 CASH AND BANK BALANCE

Cash in hand
Bank (UBL21203)
Bank (UBL22826)
Bank DIB 288952001
Bank Meezan (1918945)

	69,207	24,706
	1,000,159	771,292
	56,998	24,687
	10,121,033	2,041,693
	870,776	8,643,165
	<u>12,118,173</u>	<u>11,505,543</u>

8 RECEIPTS

Donation receipts
Donation in Kind
Zakat receipts

	52,924,439	36,498,512
	7,046,000	19,680,500
	18,532,663	16,895,138
	<u>78,503,102</u>	<u>73,074,150</u>

[Signature]
Dowites 78 Operation Theatre
Welfare Society Karachi

General Secretan

Note	2024 Rupees	2023 Rupees
	21,149,022	17,115,983
	500,508	380,355
	3,647,894	735,013
	484,000	556,640
	340,425	885,077
	321,100	782,800
	81,120	30,900
	5,455,939	9,189,567
	3,571,366	1,462,742
	1,435,617	1,134,860
	17,270	14,320
	14,269,428	14,513,591
	51,273,688	46,301,798

9 DIRECT EXPENSES
 Salaries & Allowances
 Medical supplies and repairs
 Repair & Maintenance
 Security services
 Electrical maintenance
 Gas filling
 Water
 Medical supplies consumed
 OT Linen/Dress & Accessories Consumed
 Services Contract
 Telephone expenses
 Depreciation

10 ADMINISTRATIVE EXPENSES
 Salaries & Allowances
 A/C repair and maintenance
 Advertisement
 Audit Fee
 Conveyance and Transportation
 Internet Expense
 Office Maintenance
 Postage
 Printing, Stationary & Computer Supplies
 Legal & Professional
 General expense
 Depreciation

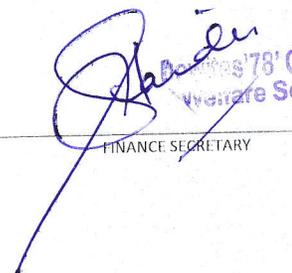
11 FINANCIAL CHARGES
 Bank Charges

12 DATE OF AUTHORIZATION OF FINANCIAL STATEMENTS
 These financial statements were authorized for issue on November 01, 2024 by the Managing committees of society.

13 GENERAL
 Figures have been rounded off to the nearest rupee.


 Dowites 78 Operation Theatre
 Welfare Society Karachi

 PRESIDENT
 President


 Dowites 78 Operation Theatre
 Welfare Society Karachi

 FINANCE SECRETARY
 Finance Secretary


 Dowites 78 Operation Theatre
 Welfare Society Karachi

 General Secretary

