



FINANCIAL STATEMENTS  
OF  
VITAL PAKISTAN TRUST  
FOR THE YEAR ENDED  
JUNE 30, 2023

**BDO Ebrahim & Co. Chartered Accountants**

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## INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES

### Opinions

We have audited the accompanying financial statements of **VITAL PAKISTAN TRUST**, ("the Trust") which comprise the statement of financial position as at June 30, 2023, and the statement of income and expenditure, the statement of comprehensive income, the statement of changes in funds and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at June 30, 2023 and its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

### Basis of 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 Trust in accordance with 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 ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide basis for our opinion.

### Responsibilities of Management and the Board of Trustees for the Financial Statements

The Management is 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 Board of Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Board of Trustees are responsible for assessing the Trust'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 Trust or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees are responsible for overseeing the Trust's financial reporting process.

### Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the Director's report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Auditor's Responsibility 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 a 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 obtain 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 internal control.
- Obtain an 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 Trust'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 a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust'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 Trust 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 the Board of Trustees 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.



**Other Matter**

The financial statements of the Trust for the year ended June 30, 2022 were audited by another firm of chartered accountants who expressed an unmodified opinion on those statements vide report dated May 03, 2023.

KARACHI

DATED: 15 JAN 2024

UDIN: AR202310742noqjKxtAV

*BDO Ebrahim & Co.*

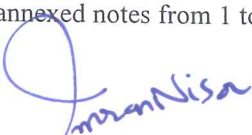
CHARTERED ACCOUNTANTS  
Engagement Partner: Arqam Ayubi



VITAL PAKISTAN TRUST  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property and equipment	5	53,817,486	41,676,346
Right-of-use assets	6	16,650,861	33,004,518
Intangible assets	7	130,461,505	88,301,957
		<u>200,929,852</u>	<u>162,982,821</u>
<b>CURRENT ASSETS</b>			
Inventory	8	11,099,596	-
Advances, deposits and prepayments	9	188,148,623	295,739,048
Short term investments	10	-	600,000,000
Accrued income and other receivables	11	34,251,303	57,967,481
Due from government authorities		3,032,840	3,032,840
Cash and bank balances	12	1,307,888,173	606,068,927
		<u>1,544,420,535</u>	<u>1,562,808,296</u>
		<u>1,745,350,387</u>	<u>1,725,791,117</u>
<b>TOTAL ASSETS</b>			
<b>FUNDS AND LIABILITIES</b>			
<b>FUNDS</b>			
General reserve		<u>34,031,377</u>	<u>4,974,439</u>
		34,031,377	4,974,439
<b>NON CURRENT LIABILITIES</b>			
Lease liabilities	13	4,946,397	17,203,937
<b>CURRENT LIABILITIES</b>			
Deferred income - restricted	14	1,569,026,612	1,612,740,351
Accrued and other liabilities	15	125,088,461	74,898,593
Current portion of lease liabilities	13	12,257,540	15,973,797
		<u>1,706,372,613</u>	<u>1,703,612,741</u>
		<u>1,745,350,387</u>	<u>1,725,791,117</u>
<b>TOTAL FUND AND LIABILITIES</b>			
<b>CONTINGENCIES AND COMMITMENTS</b>			
	16	-	-

The annexed notes from 1 to 32 form an integral part of these financial statements.

  
CHAIRMAN

  
CHIEF EXECUTIVE

  
TRUSTEE

  
2023

**VITAL PAKISTAN TRUST**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**AS AT JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
<b>INCOME</b>			
Amortization of deferred income	17	1,112,560,867	743,486,206
Donation	18	1,241,269,554	8,314,713
Other income	19	367,227,974	140,245,923
		2,721,058,395	892,046,842
<b>DIRECT EXPENDITURE</b>			
Project direct healthcare associated costs and supplies	20	589,634,817	417,924,040
Salaries, wages and other benefits		310,953,094	186,295,735
Rent and utilities expense		7,741,005	8,432,091
Office supplies and running cost		10,925,094	9,288,430
Vehicle running expense	21	245,237,081	124,012,710
Depreciation on property and equipment	5	10,328,743	9,915,099
Amortisation on intangible assets	7	19,940,434	14,714,016
Depreciation on right-of-use assets	6	13,900,609	11,968,040
Property and equipment written off		-	5,421,854
Printing and stationary		5,599,895	2,688,963
Fuel charges		6,236,641	4,583,926
Communication		3,914,023	2,858,536
Repairs and maintenance		2,427,056	1,268,608
Insurance expense		10,616,261	4,539,431
Legal and professional charges		7,079,704	12,553,712
Interest expense on lease liabilities	13	1,778,203	1,240,411
Others	22	1,339,937,659	3,694,743
		105,751,138	63,710,384
<b>INDIRECT EXPENDITURE</b>			
	23	2,692,001,457	885,110,730
Surplus for the year		29,056,938	6,936,112

The annexed notes from 1 to 32 form an integral part of these financial statements.

  
**CHAIRMAN**

  
**CHIEF EXECUTIVE**

  
**TRUSTEE**

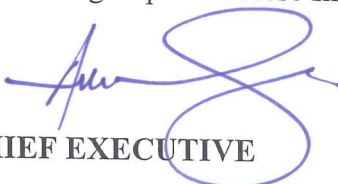
  
**CFO**

VITAL PAKISTAN TRUST  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2023

	2023 Rupees	2022 Rupees
Surplus for the year	29,056,938	6,936,112
Other comprehensive income	-	-
Total comprehensive income for the year	<u>29,056,938</u>	<u>6,936,112</u>

The annexed notes from 1 to 32 form an integral part of these financial statements.

  
CHAIRMAN

  
CHIEF EXECUTIVE

  
TRUSTEE

  
CFO

**VITAL PAKISTAN TRUST  
STATEMENT OF CHANGES IN FUND  
FOR THE YEAR ENDED JUNE 30, 2023**

	<b>Accumulated Surplus / (Deficit)</b>
Balance as at July 01, 2021 - restated	(1,961,673)
Total comprehensive income for the year: Surplus for the year	6,936,112
Balance as at June 30, 2022	4,974,439
Balance as at July 01, 2022	4,974,439
Total comprehensive income for the year: Surplus for the year	29,056,938
Balance as at June 30, 2023	34,031,377

The annexed notes from 1 to 32 form an integral part of these financial statements.

  
CHAIRMAN

  
CHIEF EXECUTIVE

  
TRUSTEE

  
CFO



**VITAL PAKISTAN TRUST**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net surplus for the year		29,056,938	6,936,112
Adjustments for non-cash and other items:			
Depreciation on property and equipment	5	12,151,463	9,915,099
Amortization of intangibles	7	23,459,334	14,714,016
Amortisation of deferred income	17	(1,112,560,867)	(883,732,129)
Depreciation on right-of-use assets	6	16,353,657	11,968,040
Property and equipment written off	5	-	5,421,854
Interest expense on lease liabilities	13	2,092,004	2,067,352
Loss on disposal of property and equipment		-	(150,000)
		(1,029,447,471)	(832,859,656)
<b>Increase in current assets</b>			
Stock-in-trade		(11,099,596)	-
Advances, deposits and prepayments		107,590,425	(7,928,710)
Accrued income and other receivables		23,716,178	(48,097,422)
		120,207,007	(56,026,132)
<b>Increase in current liabilities</b>			
Accrued and other liabilities		50,189,868	55,534,174
Net cash used in operating activities		(859,050,596)	(833,351,614)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property and equipment	5	(24,292,603)	(33,230,721)
Acquisition of intangible assets	7	(65,618,882)	(61,698,420)
Proceeds from disposal of property and equipment		-	150,000
Net cash used in investing activities		(89,911,485)	(94,779,141)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Grants received during the year	14	1,068,419,417	975,628,673
Lease rentals paid during the year	13	(18,065,801)	(13,862,176)
Increase in deferred income		427,711	149,186,717
Net cash flows from financing activities		1,050,781,327	1,110,953,214
Net decrease in cash and cash equivalents		101,819,246	182,822,459
Cash and cash equivalents at beginning of the year		1,206,068,927	1,023,246,468
Cash and cash equivalents at end of the year	24	1,307,888,173	1,206,068,927

The annexed notes from 1 to 32 form an integral part of these financial statements.

CHAIRMAN

*Imran Nisar*  
*Chairman*

CHIEF EXECUTIVE

*Chief Executive*

TRUSTEE

*Trustee*