

**Let's Do
Our Share**

**Share Pakistan Charity
Annual Report 2017-18**



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Share Pakistan Charity (SPC) is professionally managed, not for profit organization, it is a part of Share Global Charity. It is established on 07 September 2011 under the Trust Act 1882, by group of professionals from different fields of life who wanted to bring about a positive change through education and empowerment on their beloved homeland.

The Charity focuses on providing education and empowerment of society through running and supporting schools and educational institutions in underprivileged areas of Pakistan, lifting financial burden of families through paying charges of education and livelihood

Our Vision

“Let’s do our SHARE to

- Help those in need
- Support education
- Give opportunities for excellence
- Build educational institutions
- Give **Hope &**
- Give **Life**

Our Mission

To partner with individuals, small groups, and organizations in order to provide social services and humanitarian assistance to those most in need in improvised areas of the Pakistan.



1. Chairman's Review

Share Pakistan Charity (SPC) is driven to implement good governance practices. As the Chairman of the Board, I want to ensure that the organization is being managed effectively, in a way that helps it to achieve its objectives whilst also safeguarding the integrity of the organization and the interests of its stakeholders.

It gives me immense pleasure to present this report to the stakeholders of SPC pertaining to the overall performance of the Board and the effectiveness of its role to attain the organization's aims and objectives.

SPC continues to work towards building a strong governance framework. The objective is to support a culture that ensures integrity, strong commitment towards ethical values, and respect for the rule of law. Alongside, we want to better adapt to social, political, environmental and economic changes and demonstrate continuous improvement and development in the management of business matters.

Supporting each other:

It is important to not just achieve good results but to do so in a way that treats all of our stakeholders including donors, volunteers, employees, supporters and regulators in a fair and transparent way.

As part of this commitment the Board of Trustees and I are determined to ensure that Share Pakistan Charity remains a place where all our people have the opportunity to fulfill their potential in a nurturing environment that encourages the right behavior.

Our stakeholders expect honesty and integrity and we will continue to promote a culture in which people do the right thing.

Our strength lies in the trust placed in us by our stakeholders. It is important for us to strengthen these trust based relationship. We commit ourselves to being accountable to all our stakeholders.

My special thanks are due, on behalf of the Board of Trustees, to all the volunteers, donors who work for this great cause. With your support, we look forwards to another successful year of positive change.

Mir Muhammad Ali, CFA

Chairman, Ex CEO UBL Fund Manager

2. Report of the Trustees

The Trustees present their annual report and financial statements for the year ended 31 June 2018. The financial statements have been prepared in accordance with the accounting policies set out on page 16.

2.1. Trustees

S.No	Name	Address	Designation
1	Mir Sajjad Mehdi	C-266, FB Area, Block 6, Karachi, Pakistan	Managing Trustee
2	Mir Muhammad Abid Abbas	C-266, FB Area, Block 6, Karachi, Pakistan	Trustee
3	Marzia Sajjad	C-266, FB Area, Block 6, Karachi, Pakistan	Trustee
4	Murtaza Mehdi	132 Bangalore Town, Karachi, Pakistan	Trustee
5	Rehana Faryal Mehdi	132 Bangalore Town, Karachi, Pakistan	Trustee
6	Syed Niaz Hussain	D-23, FB Area, Block 5, Karachi, Pakistan	Trustee

2.2. Principal Office of the Trust

C-266, FB Area, Block 6, Karachi, Pakistan

2.3. Website

www.shareglobalcharity.org

2.4. Bankers

Bank AL Habib Limited, Ayesha Manzil Branch, F.B. Area, Karachi.

2.5. Auditors

Iqbal & Yawer Associates, Chartered Accountants

2.6. Objective of Trust

. The objectives of trust is as under:

1. To promote, advance, establish and run social/ welfare oriented institutions and projects educational, research, medical, social, economic and cultural services for the wellbeing of general masses, living in and outside of Pakistan, with no profit motive.
2. To find, build, establish, aid, assist, setup, manage, maintain, administer and run industrial homes, schools, colleges, institution for learning.
3. To promote research in all fields of including science and education.

4. To arrange for writing, printing, publishing and circulation of books, periodicals and journals in relation to the field covered above.
5. To grant stipends, scholarships, and loans for the purpose of livelihood and imparting education both theoretical or practical and for the purposes of helping the needy person in Pakistan and elsewhere,
6. To promote and organize activities for the achievement of Trust objectives and to assist other institutions and bodies engage in the furtherance of the same.
7. To extend help, give financial assistance whether in cash or in kind to individual, widows and orphans.
8. To extend help give aid and financial assistance whether in cash or kind for publication, advertisement of religious nature for religious institutions.

2.7 Structure, Governance and Management

- a. The Charity is required to have between five and twelve Trustees.
- b. The Board of Trustees

Governance and management of the Trust is a responsibility of Board of Trustees who are mainly responsible for:

- All major policy decisions and for approving strategy and objectives.
- Conducting meeting as and when required and Annual General meeting once a year.
- Approving grants and budgets.
- Appointing new trustee and approve resignation of trustee.
- Appointing Auditor for Trust who should be Chartered Accountant or Firm of Chartered Accountant.
- Appointment of any committee and delegation of power and function to them

- c. For accounting and administrative work Charity has two full time staff consist on a Qualified Accountant ACCA and Assistant Accountant.

2.8 Guiding principles

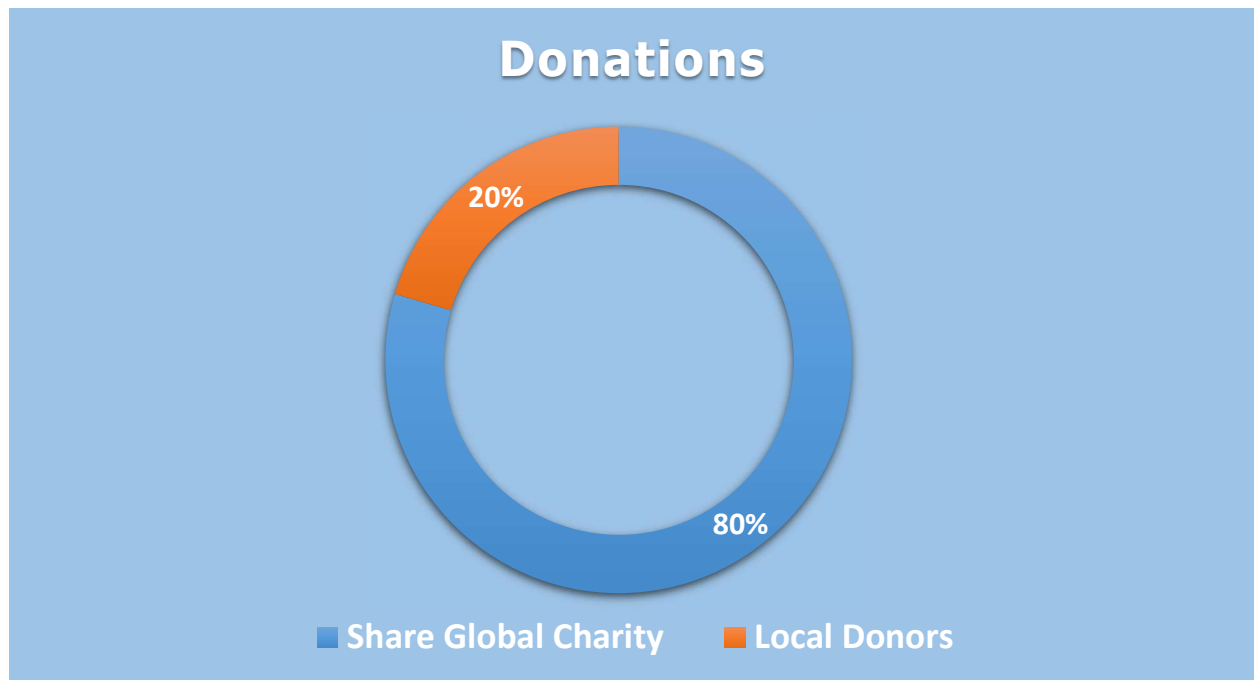
The Charity has adopted a set of guiding principles which outline how we aim to work as an organization. They guide our activity, serve as a reference for our ongoing work, and help to ensure that our actions are consistent with our aspirations.

- We aim to continue on the philosophy established by Share Global.
- We focus on those social problems where there is an opportunity for our resources to make a difference.
- We endeavor to maximize the effectiveness of our funding.
- We seek to be responsive to demand.
- We aim to maintain a rational, pragmatic approach.
- We aim to be as helpful as possible to those we seek to assist.

2.9 Charitable Inflows:

Share Pakistan Charity receives more 80% of its funding from Share Global Charity in the form donation from different donors, 20% of Charity's funds receives from local donors in Pakistan

During the year July 2017 to June 2018 Charity received donations in total Rs. 20,521,842, from which Rs. 4,194,989 received from local donors and Rs 16,326,994 received from Share Global Charity.



2.10 Charitable Outflows

We utilized total donations Rs.18, 007,290 through a number of different programs during the year, which operate as follows:

1. Family Support Services:

To provide financial assistance / livelihood and support to deprived and underprivileged families. During the year 2017-18 Charity spent Rs.1, 842,000 for supporting 16 families.

2. Syeda Sakina (S.A) Scholarship:

To provide educational support upto the Matric (SSC). During 2017-18 Charity spent Rs.3, 462,605 for the school fee of 198 pupils including the children of martyrs.

3. Hazrat Ali Akbar (A.S) Scholarship:

To provide educational support from college (HSC) till university level students. During 2017-18 Charity spent Rs.1, 593,850 for college and university fee of 23 students.

4. Memorial Donations Scholarship:

To elevate the soul of beloved once many families sponsors kids for education and other necessities through Share Pakistan Charity. During 2017-18 Charity spent Rs.261, 950 for 15 students.

5. Monetary Assistance to Schools:

To provide financial assistance to the schools in deprived areas to support and raised educational level of children. During 2017-18 Charity spent Rs.4, 371,400 to 15 schools and education providers.

6. Center for Excellence Tuition Centers – IRC:

To provide quality education, Share Pakistan Charity is running tuition center in Islamic Research Center (IRC). During 2017-18 Charity spent Rs.1, 952,100 from local donations for the education of 100 students.

7. Contribution to Social Welfare Projects:

Under this project Share Pakistan spent in various environmental and social causes. During 2017-18 Charity spent Rs.1, 376,200 on following causes

- Sports Activities at Jamshoro Village
- Payment for Jamshoro School Petty Cash
- Installation of Electric Transformers
- Plantation Drive at Korangi Industrial Area
- Payment for laptop

8. Medical Aid:

To support the medical treatment of needy families and individuals. During 2017-18 Charity spent Rs.1, 207,785 on Sadat Welfare Trust.

9. Contribution in Marriages:

To support deserving families for marriage. During 2017-18 Charity spent Rs.178,000 on 3 marriages.

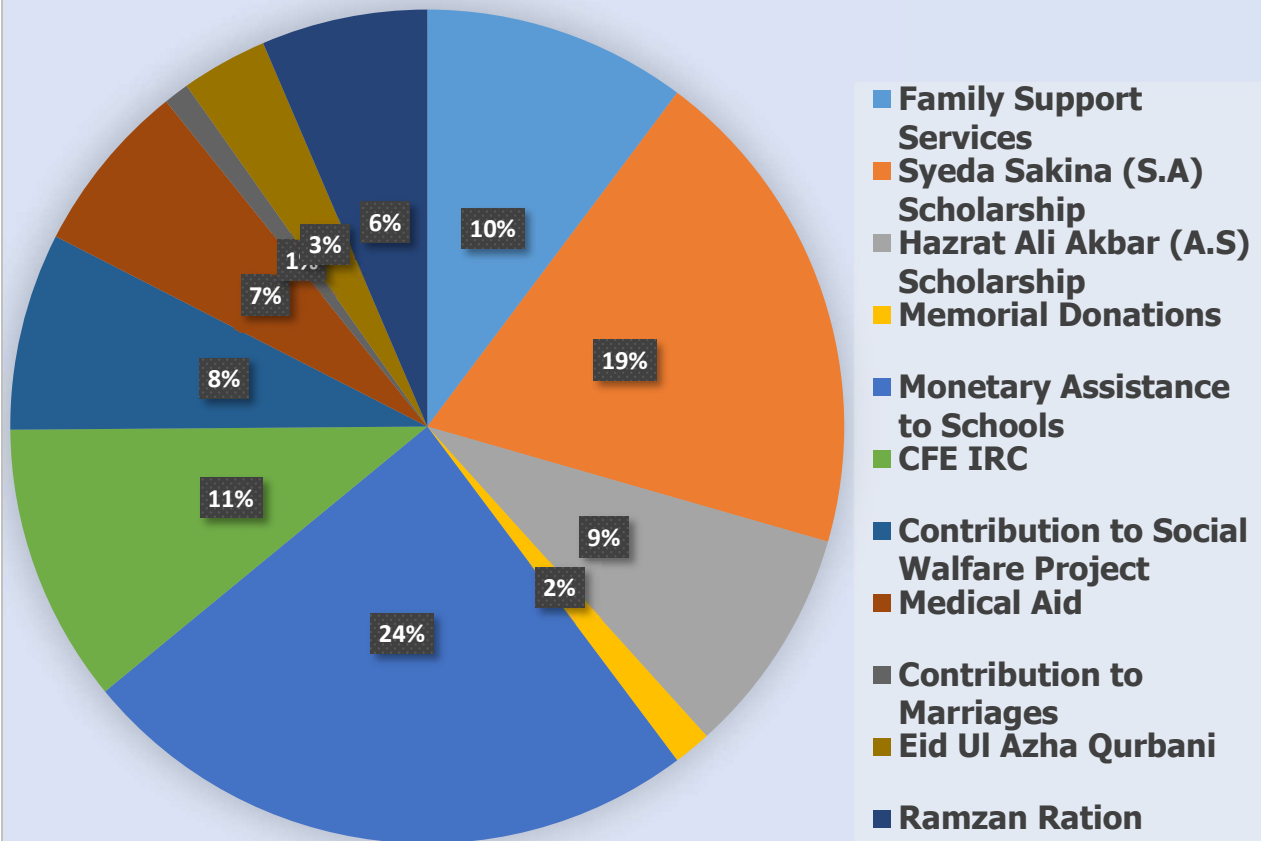
10. Eid Ul Azha Qurbani:

Charity provide animals in deserving areas for sacrifice in the holy month of Zil Hujjah. During 2017-18 Charity provide Rs.603, 000 in 3 different areas of Pakistan.

11. Ramadan Ration:

To provide food stuff upto the certain amount to widows and deserving families in the holy month of Ramadan. During 2017-18 Charity distributed ration of Rs.1, 158,400 in 518 families across Pakistan.

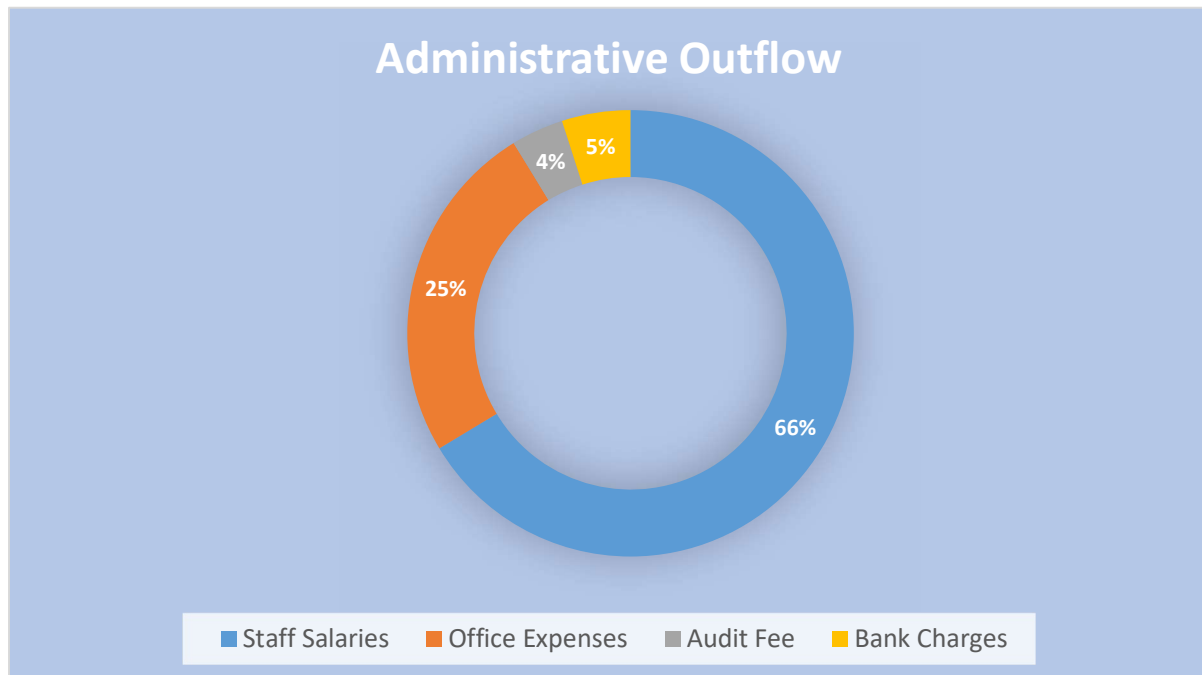
Charitable Outflows



2.11. Administrative Outflow:

Share Pakistan Charity's administrative outflow consist on following expenditure:

- 1. Staff Salaries:** it included salaries of Account and Administrative staff. During 2017-18 Charity spent Rs.522, 500 in relation to this expense.
- 2. Office Expenses:** it included salary of cleaning staff, security guard, internet and office stationary expense. In year 2017-18 Charity spent Rs.195, 655 on this expense.
- 3. Audit Fee:** It is the audit fee for external audit conducted by I&Y Chartered Accountants. I&Y charged Rs.30, 000 as audit fee.
- 4. Bank Charges:** it included withholding tax and bank service charges. Charity spent Rs.39, 075 in relation to bank charges.



2.12 Investments

Share Pakistan Charity invested Rs.1,500,000 in United Bank's (UBL) Islamic banking mutual funds called Al-Ameen Shariah Stock Fund in year 2017, which represent 10219.8 units, for future financial needs of charity.

The value of 10219.8 units on 30 June 2018 was Rs.1372, 316 which is expected to be increased in year 2019.

3. Report of the Auditors





AUDITORS' REPORT TO THE BOARD OF TRUSTEES

Opinion

We have audited the Financial Statements of **SHARE PAKISTAN CHARITY** which comprise the Statement of the Financial Position as at 30 June, 2018 and Income & Expenditure Account of the Trust for the year then ended, and notes to the Financial Statements.

In our opinion, the accompanying Financial Statements present fairly, in all material respects, the Statement of the Financial Position of the said Trust as at 30 June, 2018 and Income & Expenditure Account for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the below given section entitled Auditors' Responsibilities for the Audit of the Financial Statements. We are independent of the Trust 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 Board of Trustees 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 determines 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, the Board is 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.

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

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Cell: +92 321 2040253 Email: info@iyassociates.com.pk Web: www.iyassociates.com.pk



Auditors' Responsibilities for the Audit of the Financial Statements

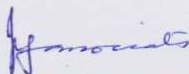
Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 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 ability to continue as going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' 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 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: 14 January, 2019
Place: Karachi


Chartered Accountants
Engagement partner: I.M.Noorani

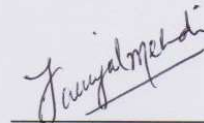
**SHARE PAKISTAN CHARITY
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2018**

	Notes	2018 (Rupees)	2017 (Rupees)
NON-CURRENT ASSETS			
Tangible Fixed Assets	3	-	20,085,000
Investment in Mutual Fund	4	1,500,000	1,500,000
		1,500,000	21,585,000
CURRENT ASSETS			
Bank Balance		2,415,390	688,068
		<u>3,915,390</u>	<u>22,273,068</u>
FUNDS AND LIABILITIES			
FUND AND RESERVES			
General Fund	5	3,885,390	22,243,068
CURRENT LIABILITIES			
Audit fee Payable		30,000	30,000
		<u>3,915,390</u>	<u>22,273,068</u>

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



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**SHARE PAKISTAN CHARITY
INCOME & EXPENDITURE ACCOUNT
FOR THE PERIOD ENDED JUNE 30, 2018**

	Notes	2018 (Rupees)	2017 (Rupees)
<u>INCOME</u>			
Donation Received	6	20,521,842	22,659,636
<u>EXPENDITURE</u>			
Charitable Outflows to Individuals and Organisations	7	18,007,290	20,325,990
Other Administration Expenses	8	787,230	758,882
		<u>18,794,520</u>	<u>21,084,872</u>
Net Surplus (Deficit) for the year		<u><u>1,727,322</u></u>	<u><u>1,574,764</u></u>

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



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**SHARE PAKISTAN CHARITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. THE CHARITABLE TRUST AND ITS OPERATIONS

Share Pakistan Charity is created under Trust Deed on 7th September, 2011 registered in the office of Sub Registrar, Gulberg Town, Karachi. The registered office of the Trust is situated at House no. C-266, Block 6, F.B Area, Karachi.

Objectives of the Trust is to give assistance to deserving persons and institutions for Education, Medical Aid, Aid to Widows and Orphans, Poverty Alleviation etc

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of Compliance

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

- International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017;
- Accounting Standard for Not for Profit Organizations (Accounting Standard for NPOs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS standards for SMEs or the Accounting Standards for NPOs, the provisions of and directives issued under the Companies Act, 2017, have been followed.

2.2 Basis of Measurement

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

2.3 Investment

These are stated at Cost.

2.4 Revenue Recognition

General Donation from Donors is accounted for on receipt basis. Income on investments is recognized on receipt basis.

2.5 Fixed Assets

Fixed Assets are stated at written down value. Depreciation on Fixed assets is charged to income on reducing balance method. Repair and maintenance of assets are charged to income and expenditure account as and when incurred. Items below Rs. 10000 in value are charged out to revenue.

2.6 Taxation

The Trust has obtained NTN and files annual return of income. However in the matter of tax liability it has taken a position that the donations received by it are for charitable causes and any surplus arising in a particular year is not liable to income tax.

Fixed Assets Schedule

Particulars	Cost as at 01-07-17	Additions / (Disposals) 2017-18	Cost as at 30-06-18	Rate %	Acc. Dep. As at 01-07-17	WDV 1-7-2017	Adj. On Disposals	W.D.V as on 30-06-18
School buidling premises (Note 3.1)	20,000,000	(20,000,000)	-		-	20,000,000	(20,000,000)	-
Photocopy Machine (Note 3.2)	85,000	(85,000)	-		-	85,000	(85,000)	-
2018	20,085,000	(20,085,000)	-		-		(20,085,000)	-
2017	20,085,000	-	20,085,000		-	20,085,000	-	20,085,000

3.1: A sum of Rs.20,000,000 was contributed by Share Pakistan Charity towards 50% purchase price of a plot at Quetta in the year 2014 together with AL Mustafia Organization Trust who contributed the balance amount. A grand school building has been constructed on the plot funded by Government of Balochistan and AL Mustafia Public School is functioning therein managed by AL Mustafia Organization Trust. Initially Share Pakistan Charity's contribution amount was placed in Asset Account. However, during 2017-18 the Trustees have decided to charge out the same against available Fund balance as they do not see any role or interest in claiming part ownership of the school premises or operating the same. There is no further liability, cost implication or financial commitment in this matter.

3.2: The photocopy machine was purchased for an institution being supported by the Trust and not in its custody or use. Hence charged out against Fund balance.

4. INVESTMENT IN MUTUAL FUND

	2018 (Rupees)	2017 (Rupees)
UBL Al- Ameen Shariah Stock Fund	4.1 1,500,000	1,500,000
	1,500,000	1,500,000

4.1 These represent 10219.8 units (2017: 10219.8 Units) in UBL Al-Ameen Shariah Stock Fund. The Net Value of the Investment was Rs.1,372,316 as at 30 June 2018 (2017: Rs. 1,566,288).

5. GENERAL FUND:

Balance 1 July, 2017	22,243,068	20,668,304
Less: Cost of share in school plot at Quetta charged out	(20,000,000)	
Less: Photocopy machine at supported institution charged out	(85,000)	
	2,158,068	
Surplus arising for the year	1,727,322	1,574,764
	3,885,390	22,243,068

6. DONATION RECEIVED

Donation received in Pak Rupees	4,194,898	5,266,657
Donation received in Foreign Currency	16,326,944	17,392,979
	20,521,842	22,659,636

7. CHARITABLE OUTFLOWS

Family Support Services	1,842,000	597,200
Scholarship to students upto matric (Dedicated to Syeda Sakina (S.A))	3,462,605	4,214,564
Scholarship to students above matric (Dedicated to Harazt Ali Akbar (A.S))	1,593,850	1,429,607
Scholarship through especial memorial donations	261,950	348,100
Monetary Assistance to Schools	4,371,400	6,346,390
Tuition Center - CFE IRC	1,952,100	1,847,960
Tuition Center - CFE Maymar	-	942,500
Contribution to Social Welfare Projects	1,376,200	525,684
Medical Aid	1,207,785	1,976,535
Contribution in Marriages	178,000	270,950
Disaster Relief	-	2,000
Eid Ul Azha Qurbani	603,000	-
Ramazan Ration	1,158,400	1,824,500
	18,007,290	20,325,990

	2018 (Rupees)	2017 (Rupees)
8. ADMINISTRATION EXPENSES		
Staff Salaries	522,500	571,000
Office Expenses	195,655	118,175
Audit Fees	30,000	15,000
Bank Charges	39,075	54,707
	<u>787,230</u>	<u>758,882</u>

9. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 14 January, 2019 by the members of the Trust.

10. GENERAL

- Figures have been rounded off to the nearest rupee.
- Prior year's figures have been rearranged where ever considered necessary.


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