

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

We have audited the financial statements of ALL MEMON WELFARE COOPERATIVE HOUSING SOCIETY LIMITED (the "Society"), which comprise the balance sheet as at 30th June, 2017 and the income and expenditure account 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 financial position of All Memon Welfare Cooperative Housing Society Limited as at 30th June, 2017 and its financial performance for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society 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.

The Society's 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 management 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, management is 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.

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.

part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgement and maintain professional skepticism throughout the audit. We

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 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 a 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.

Karachi

Sandhu & Co.
Chartered accountants
Engagement Partner:
Shaikh Jalaluddin

ALL MEMON WELFARE COOPERATIVE HOUSING SOCIETY LTD
BALANCE SHEET AS ON 30TH JUNE, 2017

CAPITAL AND LIABILITIES	NOTE	2017 RUPEES	2016 RUPEES	NON CURRENT ASSETS	NOTE	2017 RUPEES	2016 RUPEES
Authorize Capital				Fixed Assets			
24,000 Ordinary shares of Rs 25/-		600,000	600,000	Property And Equipment	5	6,136,426	6,295,714
Issued Subscribed & paid up capital				Office Building Construction			
3,246 Ordinary shares of Rs.25/- Each		81,550	81,550	Investment	6	26,640,000	27,000,000
Development Reserve	1	7,500,000	7,500,000	Land Deposits	7	4,982,092	4,982,092
		7,581,550	7,581,550				
Income and expenditure account	2	7,971,626	10,390,280	CURRENT ASSETS			
Received against commercial plots		20,785,000	20,785,000	Advance, Deposits & Receiveable	8	16,451,226	10,969,500
Development Charges				Cash & Bank Balance	9	789,406	5,300,000
Balance as per last year		13,801,280	13,751,280				
Received During the year		-	50,000				
		13,801,280	13,801,280				
CURRENT LIABILITIES							
Out standing Liabilities	3	4,859,693	1,989,340				
Contingencies and commitments	4	-	-				
		54,999,150	54,547,451			54,999,150	54,547,451

The annexed notes form 1 to 10 form an integral part of these financial statements.

PRESIDENT

Hon. Gen. Secy.

ALL MEMON WELFARE COOPERATIVE HOUSING SOCIETY LTD
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED
30TH JUNE, 2017

	2017 Rupees	2016 Rupees
Income		
Transfer fee	435,793	604,147
Profit (TDR)	142,285	1,992,180
Other Income	260,030	36,200
Donation	673,670	919,021
	1,511,778	3,551,548
Expenditure		
Staff salaries exp	1,130,568	903,400
Conveyance exp	13,908	28,917
Entertainment exp	23,446	93,733
Printing and stationary	58,562	79,012
Legal fee and exp	13,000	580,000
Postage expenses	1,580	50,486
News paper	8,714	7,038
Telephone exp	22,785	18,076
Electric expenses	92,362	11,783
A.G.M. Meeting	46,000	27,740
Depreciation exp	369,364	367,166
Misc expenses	1,440	3,805
Audit fee & Exp	261,600	41,400
Donation & Staff Welfare	235,200	-
Security service A/c	493,340	137,820
Repair & Maintenance (Office)	36,610	15,002
Repair & Maintenance site (Garden)	125,000	45,000
Repair & Maintenance site (Water)	-	267,200
Repair & Maintenance site (Boundry Wall)	-	84,280
Repair & Maintenance site (Road)	546,478	-
Bank Charge	3,411	374
Computer Accessories	3,700	1,600
With holding tax	362,616	347,068
Advertisement	77,738	73,832
Gas charges	3,010	6,160
Cartage Expense	-	4,900
	3,930,432	3,195,792
(Deficit) / surplus for the year	(2,418,654)	355,756

Hon. Gen. Secy.

PRESIDENT

ALL MEMON WELFARE COOPERATIVE HOUSING SOCIETY LTD
NOTES TO ACCOUNTS FOR THE YEAR ENDED 30TH JUNE, 2017

	2017 Rupees	2016 Rupees
1 DEVELOPMENT RESERVE		
Transferred form Income & Expenditure Account	<u>7,500,000</u>	<u>7,500,000</u>
2 INCOME AND EXPENDITURE ACCOUNT		
Balance as per last year	10,390,280	10,034,524
Surplus for the year	(2,418,654)	355,756
	7,971,626	10,390,280
Less:- Transferred to Development Reserve	-	-
	<u>7,971,626</u>	<u>10,390,280</u>
3 OUTSTANDING LIABILITIES		
Security deposited payable	2,469,693	1,940,340
Lease documents	25,000	15,000
Road work	2,365,000	34,000
	<u>4,859,693</u>	<u>1,989,340</u>
4 CONTINGENCIES AND COMMITMENTS		

CONTINGENCIES

The society has filed a suit of recovery of 594,853/- against Abdul Sattar and Amin Ibrahimani the former Vice - President and General Secretary of the Society respectively in High Court of Sindh at Karachi.

COMMITMENTS

There are no capital commitments outstanding at the end of the year

5 PROPERTY, PLANT AND EQUIPMENT

Particulars	W.D.V as on 01/07/2016	Addition/ Deletion	W.D.V as on 30/06/2017	Rate	Depreciation for the year	W.D.V as on 30/06/2017
Office Premises	90,000	-	90,000	0%	-	90,000
Office Furniture	375,505	-	375,505	10%	37,550	337,954
Library 13-A	5,528,240	100,000	5,628,240	5%	281,412	5,346,828
Office Equipment	178,368	-	178,368	10%	17,837	160,531
Computer	11,117	-	11,117	15%	1,668	9,450
Generator	1,409	85,000	86,409	20%	17,282	69,127
Water Pump	111,150	25,000	136,150	10%	13,615	122,535
2017	629,578,9	210,000	6,505,789		369,364	6,136,426
2016	134,955	6,404,500	6,662,955		367,166	6,295,789

INVESTMENT

	2017 (Rupees)	2016 (Rupees)
Balance as per last year	27,000,000	27,500,000
Addition during the year	9,640,000	43,000,000
Total	<u>36,640,000</u>	<u>70,500,000</u>
Less: en-cashed during the year	<u>10,000,000</u>	<u>43,500,000</u>
	<u>26,640,000</u>	<u>27,000,000</u>

LAND DEPOSIT

Balance of Land Deposit	<u>16,520,180</u>	<u>16,520,180</u>
Less: Cost of Land	<u>11,538,088</u>	<u>11,538,088</u>
	<u>4,982,092</u>	<u>4,982,092</u>

INTERNAL DEVELOPMENT EXPENSES

NAFCO Contract and Engineering	<u>1,946,233</u>	<u>1,946,233</u>
Warsi Association	<u>2,723,787</u>	<u>2,723,787</u>
Manika Internaional	<u>6,706,358</u>	<u>6,706,358</u>
A.R. Associate	<u>13,000</u>	<u>13,000</u>
Yaqoob Sadat	<u>2,500</u>	<u>2,500</u>
Development Expenses	<u>6,401,736</u>	<u>6,401,736</u>
Siwan Contruction	<u>26,849</u>	<u>26,849</u>
Survey & Democration	<u>265,000</u>	<u>265,000</u>
	<u>18,085,463</u>	<u>18,085,463</u>

Less: Received from Allotees against Cost of Land including internal and outer development. 7,251,288 7,251,288

Received this year from allottees cost of Land 16,200 16,200

7,267,488 7,267,488
Less: Internal development expenses 18,085,463 18,085,463
10,817,975 10,817,975

Internal development expenses 10,817,975 10,817,975
Land 475,000 475,000
K.D.A 1,355,200 1,355,200
Outer development Charges 3,872,005 3,872,005
16,520,180 16,520,180

	2017 (Rupees)	2016 (Rupees)
8 ADVANCE, DEPOSIT AND RECIEVABLE		
Abdul Sattar Abrahani	594,853	594,853
Allocation of Lease documents	2,190,000	2,190,000
Loan and Advances	14,000	12,000
Security deposit for locker	35,000	35,000
New water line expences recievable	9,629,181	3,597,877
Boundry wall charges receiable	522,396	601,396
Electrification charges recievable	2,917,894	3,494,474
Gas line deposit	397,902	443,902
Building Plan Sector 13-A	150,000	-
	16,451,226	10,969,502

9 CASH AND BANK BALANCE		
Faysal Bank Ltd. (Cloth Market Br.)	5,319	5,319
MCB (Uni Tower)	23,678	23,678
Faysal Bank Ltd. (Gulzar-eHijri Br.)	723,606	78,421
Habib Metro	26,643	26,643
UBL (Al-Amin)	10,160	5,166,007
	789,406	5,300,068

10 GENERAL
Figure have been rounded off nearest to rupee

PRESIDENT

HONORARY GENERAL SECRETARY