


THE PATIENTS' BEHBUD SOCIETY FOR AKUH
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009

A. F. FERGUSON & CO.
CHARTERED ACCOUNTANTS
KARACHI

A member firm of

PRICEWATERHOUSECOOPERS 

THE PATIENTS' BEHBUD SOCIETY FOR AKUH
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009

The Executive Committee
The Patients' Behbud Society for AKUH
Aga Khan University Hospital
Stadium Road
P. O. Box 3500
Karachi-74800

June 17, 2010

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Dear Sirs

**THE PATIENTS' BEHBUD SOCIETY FOR AKUH
FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2009**

We enclose five copies of the financial statements of The Patients' Behbud Society for AKUH (the Society) for the year ended December 31, 2009 with our report thereon, initialled by us for identification purposes only, which we shall be pleased to sign in the present or amended form after:

- (i) These financial statements have been approved by the Executive Committee (the committee) and are signed by the Chairman and the Secretary of the Society;
- (ii) we have received the representation letter duly signed by the Chairman and the Secretary of the Society, a draft of which has already been provided to the accounting management of the Society; and
- (iii) we have received the final draft of 'other information' to be printed in the annual report of the Society to consider whether it, including the manner of its presentation, is materially consistent with information appearing in the enclosed financial statements.

Our examination of the enclosed financial statements has highlighted a matter which is set forth in paragraphs 3 below. The matter reported in this paragraph came to our knowledge during the conduct of our normal audit procedures which were designed primarily with a view to enable us to express our opinion on the enclosed financial statements. There could have been other reportable matters in addition to the matter reported in paragraph 3 below if a more extensive special examination would have been undertaken.

**2. RESPONSIBILITIES OF AUDITORS AND THE EXECUTIVE COMMITTEE
IN RELATION TO THE FINANCIAL STATEMENTS**

The responsibilities of the independent auditors, in a usual examination of financial information, are explained in International Standard on Auditing – 200 'Objective and General Principles Governing an Audit of Financial Statements'. While the auditors are responsible for forming and expressing their opinion on the financial statements,

06

the responsibility for the preparation of financial statements is primarily that of the Society's management. The management's responsibilities include the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of assets of the Society and prevention and detection of frauds and irregularities. The audit of the financial statements does not relieve the management of its responsibilities. Accordingly, our examination of the books of account and records should not be relied upon to disclose all the errors or irregularities in relation to the financial statements.

We would like to advise you that unless we have signed the auditors' report on the enclosed financial statements the same shall remain and deemed to be unaudited.

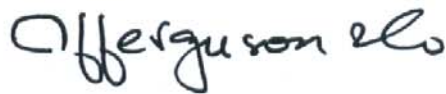
3. COMPLETENESS OF ZAKAT

In any organisation which receives donations (zakat) from its well wishers an inherent risk exists, whereby the completeness of the donations received in cash cannot always be ensured. In these circumstances, consistent with prior years, we have relied on the management's assertions as to the completeness of zakat received in cash.

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We wish to place on record our appreciation of the courtesy and cooperation extended to us by the Society's personnel during the course of the audit.

Yours truly




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AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed balance sheet of The Patients' Behbud Society for AKUH as at December 31, 2009 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 Society's management to establish and maintain a system of internal control, and prepare and present the financial statements in accordance with the basis of preparation as stated in note 2.1 to the enclosed financial statements. 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 the Society's 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 Patients' Behbud Society for AKUH as at December 31, 2009 and of its surplus and cash flow for the year then ended in accordance with the basis of preparation as stated in note 2.1 to the enclosed financial statements.


Chartered Accountants
Karachi, June 24, 2010

Audit Engagement Partner: Khurshid Hasan

**THE PATIENTS' BEHBUD SOCIETY FOR AKUH
BALANCE SHEET
AS AT DECEMBER 31, 2009**

	Note	2009 Rupees	2008 Rupees
ZAKAT FUND ACCOUNT	3	65,918,547	61,125,963
GENERAL FUND ACCOUNT	4	14,681,754	7,183,678
CURRENT LIABILITY			
Current Account		-	102,452
		<u>80,600,301</u>	<u>68,412,093</u>
CURRENT ASSETS			
Bank balances	5	80,600,301	67,348,838
Accrued profit on bank deposits		-	1,063,255
		<u>80,600,301</u>	<u>68,412,093</u>

The annexed notes from 1 to 6 form an integral part of these financial statements.

96


Chairman



Secretary

**THE PATIENTS' BEHBUD SOCIETY FOR AKUH
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2009**

	2009 Rupees	2008 Rupees
INCOME		
Return on saving bank accounts	7,517,187	4,275,393
Withholding tax recovered / (charged off)	75,185	(60,846)
	<u>7,592,372</u>	<u>4,214,547</u>
General and administrative expenses	94,296	447,087
Surplus for the year	<u><u>7,498,076</u></u>	<u><u>3,767,460</u></u>

The annexed notes from 1 to 6 form an integral part of these financial statements.

966



Chairman



Secretary

**THE PATIENTS' BEHBUD SOCIETY FOR AKUH
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2009**

	Note	2009 Rupees	2008 Rupees
CASH INFLOW			
Zakat collected		86,471,987	76,073,787
Return on saving bank accounts		8,580,442	3,417,636
Withholding tax received		75,185	-
Total inflow during the year		<u>95,127,614</u>	<u>79,491,423</u>
CASH OUTFLOW			
Zakat disbursed		81,679,403	57,554,413
Payment of liabilities		102,452	-
Withholding tax deducted and charged off		-	60,846
General and administrative expenses paid		94,296	409,281
Total outflow during the year		<u>81,876,151</u>	<u>58,024,540</u>
Net increase in bank balances		<u>13,251,463</u>	<u>21,466,883</u>
Bank balances at the beginning of the year		67,348,838	45,881,955
Bank balances at the end of the year	5	<u><u>80,600,301</u></u>	<u><u>67,348,838</u></u>

The annexed notes from 1 to 6 form an integral part of these financial statements.

966


Chairman


Secretary

**THE PATIENTS' BEHBUD SOCIETY FOR AKUH
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009**

1. LEGAL STATUS AND PRINCIPAL ACTIVITY

The Patients' Behbud Society for AKUH (the Society) was established by well wishers of the Aga Khan University Hospital (the Hospital) under a constitution dated June 22, 1993 (the Constitution) for supporting needy patients seeking treatment at the Hospital through zakat funds available with the Society. The Society is registered under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance, 1961 (XLVI of 1961) since August 23, 1993. The principal office of the Society is situated at the Aga Khan University Hospital, Stadium Road, P.O. Box 3500, Karachi 74800.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

These financial statements have been prepared in accordance with the constitution and the directions of the Executive Committee (the Committee) of the Society.

2.2 Accounting convention

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

2.3 Zakat

Zakat is recognised on a receipt basis.

2.4 Return on saving bank accounts

Return on saving bank accounts is recognised on an accrual basis.

2.5 Disbursements

Disbursements are recognised as commitments when these are approved by the Committee. Subsequent to approval, these amounts are paid to the Hospital on behalf of Mustahiqeen patients.

3. ZAKAT FUND ACCOUNT	2009 Rupees	2008 Rupees
Opening balance	61,125,963	42,606,589
Zakat collected during the year	86,471,987	76,073,787
Less: Zakat disbursed during the year	81,679,403	57,554,413
Closing balance	<u>65,918,547</u>	<u>61,125,963</u>

	2009 Rupees	2008 Rupees
4. GENERAL FUND ACCOUNT		
Opening balance	7,183,678	3,416,218
Surplus for the year	7,498,076	3,767,460
Closing balance	<u>14,681,754</u>	<u>7,183,678</u>
5. BANK BALANCES		
In savings accounts	76,271,807	66,636,314
In current account	4,328,494	712,524
	<u>80,600,301</u>	<u>67,348,838</u>
6. DATE OF AUTHORISATION		

These financial statements have been approved by the Executive Committee on 23-6-2010.

9/6



Chairman



Secretary