

**CANCER CARE HOSPITAL AND RESEARCH CENTRE**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**JUNE 30, 2020**

## AUDITORS' REPORT TO THE BOARD OF TRUSTEES

### Opinion

We have audited the financial statements of CANCER CARE HOSPITAL AND RESEARCH CENTRE ('theTrust'), which comprises the statement of financial position as at June 30, 2020, and the income and expenditure account, statement of comprehensive income, statement of changes in fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (hereinafter referred to as the ("financial statements")).

In our opinion, the accompanying financial statements present fairly, in all material respects, (or give a true and fair view of) the financial position of CANCER CARE HOSPITAL AND RESEARCH CENTRE ('theTrust') as at June 30, 2020, and of 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 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. 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 Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard (IFRS) issued by International Accounting Standards Board (IASB) as notified by the SECP; or Accounting Standard for "Not for Profit Organizations" (NPOs) issued by the ICAP approved accounting and reporting standards as applicable in Pakistan, and for such internal control as the Trustees determine(s) 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, Trustees 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 theTrust 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.

### 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 auditors' report that

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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:

- a) 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.
- b) 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.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) Conclude on the appropriateness of trustees' 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 Trusts' ability to continue as a 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 Trusts' to cease to continue as a going concern.
- e) 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.



CHARTERED ACCOUNTANTS  
LAHORE

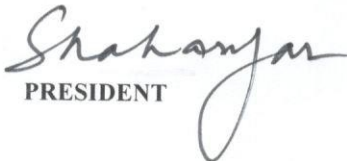
Nasim.A.Khan , FCA  
Audit Engagement Partner

DATED : October 30,2020

**CANCER CARE HOSPITAL AND RESEARCH CENTRE**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2020**

	Note	General fund Rupees	Endowment fund Rupees	2020 Rupees	2019 Rupees
<b>NON CURRENT ASSETS</b>					
Property, plant and equipment	4	689,998,606	16,282,791	706,281,397	301,462,685
Capital work in progress	5	442,681,642		442,681,642	588,599,952
Long term deposits and prepayments	6	7,651,477		7,651,477	5,675,477
Long term investment in RICs	7	-	140,000,000	140,000,000	60,000,000
		1,140,331,725	156,282,791	1,296,614,516	955,738,114
<b>CURRENT ASSETS</b>					
Stock		2,822,186	-	2,822,186	-
Short Term Deposits and Advances	8	17,663,791	-	17,663,791	14,739,579
Cash and bank balances	9	30,978,055	-	30,978,055	148,430,233
		51,464,032	-	51,464,032	163,169,812
<b>LESS: CURRENT LIABILITIES</b>					
Creditors, accruals & other liabilities	10	51,401,173	-	51,401,173	12,864,417
<b>LESS: NON -CURRENT LIABILITIES</b>					
Long term loan	11	2,929,611	-	2,929,611	-
Contingencies and commitments	12				-
<b>Net assets</b>		<u>1,137,464,973</u>	<u>156,282,791</u>	<u>1,293,747,764</u>	<u>1,106,043,509</u>
<b>REPRESENTED BY</b>					
<b>Capital fund</b>					
Surplus of income over expenditure		<u>1,137,464,973</u>	<u>156,282,791</u>	<u>1,293,747,764</u>	<u>1,106,043,509</u>
		<u>1,137,464,973</u>	<u>156,282,791</u>	<u>1,293,747,764</u>	<u>1,106,043,509</u>

The annexed notes (1 to 27) form an integral part of these financial statements.

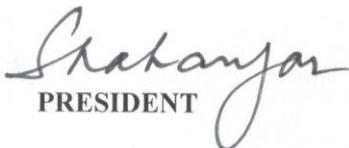
  
**PRESIDENT**

  
**TRUSTEE**

**CANCER CARE HOSPITAL AND RESEARCH CENTRE  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2020**

		General fund	Endowment fund	2020	2019
	Note	Rupees	Rupees	Rupees	Rupees
<b>INCOME</b>					
Clinical income	13	-		-	-
Local donations	14	291,515,082		291,515,082	477,754,780
Foreign donations		65,672,693		65,672,693	17,428,855
Donation in kind	15	6,841,366		6,841,366	8,333,755
Other Income	16	8,527,184	10,327,000	18,854,184	17,661,448
		372,556,324	10,327,000	382,883,324	521,178,838
<b>EXPENDITURE</b>					
Clinical expenses	17	130,338,682	2,873,434	133,212,116	34,336,531
Administrative expenses	18	20,866,758	-	20,866,758	25,106,146
Marketing expenses	19	30,581,891		30,581,891	17,726,247
Finance cost	20	1,585,305		1,585,305	61,289
Donations expenses	21	8,933,000		8,933,000	10,140,000
		192,305,636	2,873,434	195,179,070	87,370,213
Surplus before taxation		180,250,688	7,453,566	187,704,255	433,808,625
Provision for taxation		-	-	-	-
Surplus of income over expenditure for the year		180,250,688	7,453,566	187,704,255	433,808,625

The annexed notes (1 to 27) form an integral part of these financial statements.

  
PRESIDENT



TRUSTEE

**CANCER CARE HOSPITAL AND RESEARCH CENTRE  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2020**

	General fund	Endowment fund	2020	2019
	Rupees	Rupees	Rupees	Rupees
Surplus of income over expenditure for the year	180,250,688	7,453,566	187,704,255	433,808,625
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the year</b>	<u><u>180,250,688</u></u>	<u><u>7,453,566</u></u>	<u><u>187,704,255</u></u>	<u><u>433,808,625</u></u>

The annexed notes (1 to 27) form an integral part of these financial statements.

*Shahansha*  
PRESIDENT

*Chazela Faig.*  
TRUSTEE

**CANCER CARE HOSPITAL AND RESEARCH CENTRE  
STATEMENT OF CHANGES IN FUNDS  
FOR THE YEAR ENDED JUNE 30, 2020**

	General fund	Endowment fund	
	Accumulated Surplus of income over expenditure	Accumulated Surplus of income over expenditure	Total
	Rupees		
<b>Balance as at July 01, 2018</b>	649,698,149	22,536,735	682,561,884
Surplus of income over expenditure for the period	437,189,135	(3,380,510)	433,808,625
<b>Balance as at June 30, 2019</b>	<u>1,086,887,284</u>	<u>19,156,225</u>	<u>1,116,370,509</u>
<b>Balance as at July 01, 2019</b>	1,086,887,284	19,156,225	1,106,043,509
Surplus of income over expenditure for the period	180,250,688	7,453,566	187,704,255
Capital fund tranfer			-
Transfer of General fund to Endowment fund	(129,673,000)	129,673,000	-
<b>Balance as at June 30, 2020</b>	<u>1,137,464,973</u>	<u>156,282,791</u>	<u>1,293,747,764</u>

The annexed notes (1 to 27) form an integral part of these financial statements.

  
PRESIDENT

  
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**CANCER CARE HOSPITAL AND RESEARCH CENTRE  
STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED JUNE 30, 2020**

	2020 Rupees	2019 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Excess / (deficit) of income over expenditure for the period	187,704,255	433,808,625
<b>Adjustments for non cash charges and other items:</b>		
Depreciation	82,431,163	6,738,449
Income before working capital changes	270,135,418	440,547,074
<b>(Increase) / decrease in current assets</b>		
Decrease/ (Increase) in loans and advances and short term prepayments	(2,221,621)	1,775,051
Decrease/ (Increase) in stocks	(2,822,186)	-
<b>Increase / (decrease) in current liabilities</b>		
Other payables	38,536,756	(3,747,347)
<b>Working capital changes</b>	33,492,949	(1,972,296)
<b>Cash generated from/(used in) operations</b>	303,628,367	438,574,778
Less: Taxes paid	(702,590)	(1,057,008)
<b>Net cash generated from/(used in) operating activities</b>	302,925,776	437,517,770
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(55,184,961)	(11,127,441)
Capital work in progress	(286,146,605)	(423,614,844)
Long term deposits and prepayments	(1,976,000)	-
Long term investment	(80,000,000)	(60,000,000)
<b>Net cash flow generated from/(used in) investing activities</b>	(423,307,566)	(494,742,285)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term loan	2,929,611	-
<b>Net cash generated from/(used in) financing activities</b>	2,929,611	-
<b>Net increase / (decrease) in cash and cash equivalents</b>	(117,452,178)	(57,224,514)
Cash and cash equivalents at beginning of the year	148,430,233	205,654,747
<b>Cash and cash equivalents at end of the year</b>	30,978,054	148,430,233

The annexed notes (1 to 27) form an integral part of these financial statements.

  
PRESIDENT

  
TRUSTEE



**CANCER CARE HOSPITAL AND RESEARCH CENTRE  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2020**

*Note 1*

**LEGAL STATUS AND NATURE OF OPERATIONS**

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Cancer Care Hospital & Research Centre was registered as a Trust on January 18, 2014 and the document was also got entered with the Sub-Registrar, Allama Iqbal Town, Lahore. The Trust is formed for the purpose of establishing hospital(s) to provide treatment to all cancer patients free of cost. Fund Raised in United States of America & United Kingdom are incorporated in the account of charitable trust that are separate legal entity registered in the respective country.

The registered office of the Company is situated at 280-M, Model Town Extension, Lahore-Pakistan.

*Note 2*

**BASIS OF PREPARATION**

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**2.1 Statement of compliance**

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These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of Accounting and Financial Reporting standards for NGOs/NPOs issued by Institute of Chartered Accountant of Pakistan.

**2.2 Basis of measurement**

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

**2.3 Functional and presentation currency**

These financial statements have been prepared in Pakistani Rupee, which is the Company's functional as well as the presentation currency.

**2.4 Use of estimates and judgements**

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Judgments made by management in the application of approved accounting standards, as applicable in Pakistan, that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the subsequent years in respect of:

- useful life of depreciable assets and provision for impairment there against.

*Note 3*

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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The significant accounting policies adopted in preparation of these financial statements are set out below:

**3.1 Property, plant and**

Property, plant and equipment are stated at cost less accumulated depreciation and any identified impairment losses. Cost comprise of :-

- a) Historical cost.
- b) Any directly attributable cost of bringing the assets to working condition.

Depreciation on all operating assets is computed by applying the reducing balance method. Depreciation on additions to property, plant and equipment is charged from the month in which an item is available for use while no depreciation is charged for the month in which the item is derecognized.

Subsequent cost are included in the assets' carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to profit and loss account as and when incurred.

Gains and losses on disposal or retirement of assets represented by the difference between the sale proceeds and the carrying amount are included in income/expenses.

### 3.2 Cash and cash

Cash in hand and at banks are carried at cost. For the purpose of cash flow statement, cash equivalent comprises of cash in hand, cash at bank and other short term highly liquid instruments which are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### 3.3 Leases

#### 3.3.1 Operating leases

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the profit and loss account on a straight-line basis over the period of lease.

#### 3.3.2 Finance leases

Leases in terms of which the trust has substantially all the risks and rewards of ownership are classified as finance leases. Assets subject to finance lease are stated at the lower of present value of minimum lease payments under the lease agreements and the fair value of the assets less accumulated depreciation and any identified impairment loss.

The related rental obligations, net of finance costs are classified as current and long term depending upon the timing of the payment.

Each lease payment is allocated between the liability and finance cost so as to achieve a constant rate on the balance outstanding. The interest element of the rental is charged to income over the lease term.

Assets acquired under a finance lease are depreciated over the estimated useful life of the asset on diminishing balance method at the rates given in schedule of property, plant and equipment's. Depreciation of leased assets is charged to income.

#### 3.3.3 Ijarah rentals

In ijarah transactions, significant portion of the risks and rewards of ownership are retained by the lessor. Islamic Financial Accounting Standard 2 - 'Ijarah' requires the recognition of 'Ijarah payments' (lease rentals) against ijarah financing as an expense in profit or loss on a straight line basis over the ijarah term.

**3.3 Revenue recognition**

Revenue is recognized through foreign receipts and local receipts. Foreign receipts are recognized when credited in bank account and local receipts are accounted for on cash received basis.

Interest income is recognised as and when credited in bank account.

**3.4 Endowment fund**

This represents donations received for specific purpose.

**3.5 Foreign currency transactions and translation****a) Transactions and balances**

Foreign currency transactions are translated into Pak Rupees using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the income and expenditure account.

**3.6 Taxation**

No incidence of tax accrues to Trust as it is entitled to tax credit equivalent to tax liability in terms of provisions of section 100C of the Income Tax Ordinance, 2001.

Note 4

**PROPERTY, PLANT & EQUIPMENT**

	Endowment fund		2020	2019
	General fund		Rupees	Rupees
Operating fixed assets (Note 4.1)	689,998,606	16,282,791	706,281,397	301,462,685

Note 5

**CAPITAL WORK IN PROGRESS**

	2020	2019
	Rupees	Rupees
Capital work in progress (Note 5.1)	442,681,642	588,599,952

Note 6

**LONG TERM DEPOSITS AND PREPAYMENTS**

	2020	2019
	Rupees	Rupees
Security deposits considered good by the management.		
Utilities	7,640,477	5,664,477
Others	11,000	11,000
	7,651,477	5,675,477

Note 7

**LONG TERM INVESTMENT IN RIC'S**

		2020	2019
		Rupees	
Regular income certificates(RIC's)	7.1	<u>140,000,000</u>	<u>60,000,000</u>
Regular income certificates(RIC's)			
	Certificate date		
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	16/01/2019	5,000,000	5,000,000
RIC's	13/02/2019	10,000,000	10,000,000
RIC's	9/7/2019	5,000,000	-
RIC's	9/7/2019	5,000,000	-
RIC's	5/12/2019	10,000,000	-
RIC's	7/5/2020	10,000,000	-
RIC's	21/05/2020	10,000,000	-
RIC's	19/06/2020	10,000,000	-
RIC's	19/06/2020	10,000,000	-
RIC's	30/06/2020	10,000,000	-
RIC's	30/06/2020	5,000,000	-
RIC's	30/06/2020	5,000,000	-
		<u>140,000,000</u>	<u>60,000,000</u>
7.2 Profit on RIC's			
	Investment	Months	
RIC's			
		<u>14,556,000</u>	<u>2,900,000</u>

The profit has been worked out @ rate of Rs. 1,000/-p.m. and 11.04 % p.a (2019 12% p.a) . on investment of Rs.100, 000/- each till 30th June 2020.

Note 8

**SHORT TERM DEPOSITS AND ADVANCES**

		<b>2020</b>	<b>2019</b>
		<b>Rupees</b>	<b>Rupees</b>
LCs and bank margin		-	143,313
Security deposits		2,493,000	2,803,000
Tax refunds due from government -net	8.1	3,727,797	3,025,206
Advances to employees		1,564,060	965,060
Advances to suppliers		7,738,934	7,803,000
Other advances		2,140,000	-
		<u>17,663,791</u>	<u>14,739,579</u>
		13,935,994	11,714,373
<b>8.1 Tax refunds due from government -net</b>			
Refund due		3,025,206	1,968,199
Advance income tax		702,590	1,057,007
		<u>3,727,797</u>	<u>3,025,206</u>

Note 9

**CASH AND BANK BALANCES**

	General fund	Endowment fund	<b>2020</b>	<b>2019</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
Cash in hand	3,443,281	-	3,443,281	258,900
Cash at bank				
- local currency (saving account)	11,354,525		11,354,525	137,637,265
- Foreign currency (current account)	16,180,249	9.1	16,180,249	10,534,069
	<u>30,978,055</u>	-	<u>30,978,055</u>	<u>148,430,233</u>
<b>9.1</b>				
Wells Fargo(USD)	11,633,432	-	11,633,432	2,386,844
The Co-operative Bank(GBP)	4,546,816	-	4,546,816	8,147,226
	<u>16,180,249</u>	-	<u>16,180,249</u>	<u>10,534,069</u>

Note 10

**CREDITORS, ACCRUALS & OTHER LIABILITIES**

		<b>2020</b>	<b>2019</b>
		<b>Rupees</b>	<b>Rupees</b>
Creditors		5,613,176	8,342,311
Tender Security Deposit		4,627,721	3,890,000
Tax Deducted at Source		94,229	94,311
Bank overdrawn	10.1	3,451,524	-
Others payables		33,873,000	-
Retention Money		283,229	283,229
Outstanding expenses	10.2	3,458,294	254,566
		<u>51,401,173</u>	<u>12,864,417</u>
<b>10.1 Outstanding expenses</b>			
Salaries payable		2,779,962	-
Audit fees payable		189,000	139,150
Others		489,332	115,416
		<u>3,458,294</u>	<u>254,566</u>

**10.2** This is due to un presented cheques that were subsequently adjusted after the balance sheet date.

Note 11

**LONG TERM BORROWINGS**

Loan under payroll refinancing scheme	11.1	<u>2,929,611</u>	<u>-</u>
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11.1 The long-term financing has been obtained under salary refinance scheme of State Bank of Pakistan for a term of 2.5 years with grace period of 6 months from disbursement and carry mark-up at the rate of 3% per annum payable quarterly. The principal repayment will take place in 8 quarterly installments commencing from January 2021. The aforementioned facility has been obtained from Bank Alfalah Limited.

Note 12

**CONTINGENCIES AND COMMITMENTS****12.1 Contingencies**

There are no contingencies existing on June , 30 2020 Nil (2019 Nil)

**12.2 Commitments**

Commitment in respect of letter of credit for capital expenditure amounted to Rs Nil (2019- Rs.124.09 M).

Note 13

**CLINICAL INCOME**

			2020	2019
	No. of Cases	Average Rate	Rupees	Rupees
Free Consultancy services				
Free Mammography services	3,555	× 8250	29,328,750	48,157,500
Free Biopsy & Laboratory testing services	400	× 17,600	7,040,000	2,528,000
Free Breast Examination & Awareness campaigns			-	
Free Ultrasound, X-Ray & C.T Scan services	2,350	× 3080	7,238,000	1,671,600
Free Major & Minor Sugeries Services	600	× 75,000	45,000,000	-
Free Radiation services	600	× 64,750	38,850,000	-
Free Simulation services	600	× 5,000	3,000,000	-
Free Consultancy Services	1003	× 2,000	2,006,000	-
Total income			<u>132,462,750</u>	<u>52,357,100</u>
Less :				
Waived as free of cost services to indigent patients			(132,462,750)	(52,357,100)
Net income			<u>-</u>	<u>-</u>

Note 14

**LOCAL DONATION**

	General fund	Endowment fund	2020	2019
	Rupees	Rupees	Rupees	Rupees
Donations	233,836,982	-	233,836,982	415,539,600
Zakat	57,678,100	-	57,678,100	62,215,180
	<u>291,515,082</u>	<u>-</u>	<u>291,515,082</u>	<u>477,754,780</u>

Note 15

**DONATION IN KIND**

	General fund	Endowment fund	2020	2019
	Rupees	Rupees	Rupees	Rupees
Construction materials (steel bar)	-	-	-	4,500,000
Construction materials	1,615,511	-	1,615,511	-
Electric Material	3,030,426	-	3,030,426	100,000
Surgical instruments	34,000	-	34,000	2,007,830
Advertisement (T-shirts)	17,640	-	17,640	111,585
Others	633,509	-	633,509	556,340
Construction of road	775,000	-	775,000	828,000
Auto Rickshaw	485,280	-	485,280	-
<b>From CRTF</b>	-	-	-	-
Building in process	250,000	-	250,000	230,000
	<u>6,841,366</u>	<u>-</u>	<u>6,841,366</u>	<u>8,333,755</u>

Note 16

**OTHER INCOME**

	General fund	Endowment fund	2020	2019
	Rupees	Rupees	Rupees	Rupees
Profit on bank deposits	13,876,749	10,327,000	24,203,749	14,631,531
Tender Income	180,000	-	180,000	55,000
Misc. Inome	473,365	-	473,365	185,000
Exchange Loss ( gain) on foreign currency bank	(953,578)	-	(953,578)	2,789,917
Income from Cancer Care discount mart	(5,049,353)	-	(5,049,353)	-
	<u>8,527,184</u>	<u>10,327,000</u>	<u>23,903,536</u>	<u>17,661,448</u>

## Income from Cancer Care discount mart

Sales	14,959,932	-	14,959,932	-
Cost of sales	20,009,285	-	20,009,285	-
	<u>(5,049,353)</u>	<u>-</u>	<u>(5,049,353)</u>	<u>-</u>
<b>Cost of sales</b>				
Finished goods - opening stock	-	-	-	-
Add: Purchases during the year	16,996,787	-	16,996,787	-
Less: Finished goods - closing stock	(2,822,186)	-	(2,822,186)	-
	<u>14,174,601</u>	<u>-</u>	<u>14,174,601</u>	<u>-</u>
Salaries	2,309,484	-	2,309,484	-
Utilities	332,001	-	332,001	-
Rent	2,532,288	-	2,532,288	-
Repair & Maintenance	660,911	-	660,911	-
	<u>20,009,285</u>	<u>-</u>	<u>20,009,285</u>	<u>-</u>

Note 17

CLINICAL EXPENSES	General fund	Endowment fund	2020	2019
	Rupees	Rupees	Rupees	Rupees
Salaries & honorarium	33,923,477		33,923,477	14,918,507
Outsourced medical services and expenses	9,721,159		9,721,159	9,743,799
Medicines, drugs and other supplies	3,085,513		3,085,513	3,436,471
Repair & maintenance	3,027,503		3,027,503	-
Utilities	2,253,245		2,253,245	-
Depreciation	78,327,785	2,873,434	81,201,219	6,237,754
				-
	130,338,682	2,873,434	133,212,116	34,336,531

Note 18

ADMINISTRATIVE EXPENSES	General fund	Endowment fund	2020	2019
	Rupees	Rupees	Rupees	Rupees
Salaries & honorarium	8,151,093	-	8,151,093	7,421,692
Office cost	18.1 2,577,734	-	2,577,734	2,497,405
Auditors' remuneration	18.2 189,000	-	189,000	139,150
Accommodation & travelling	1,260,270	-	1,260,270	3,385,323
Legal & professional charges	2,669,953	-	2,669,953	5,220,535
Postage and telegram	302,700	-	302,700	45,301
Repair & maintenance	1,253,624	-	1,253,624	1,963,737
Licenses and Permits Fee		-	-	500
Insurance	49,301	-	49,301	-
Rent rate & taxes	1,260,000	-	1,260,000	1,527,000
Utilities	1,093,133	-	1,093,133	1,339,668
Security Service Charges	1,071,752	-	1,071,752	755,097
Karachi office exp	-	-	-	300,000
Depreciation	737,965	-	737,965	300,418
Rental Expenses (Faw Car)	250,233	-	250,233	210,320
	20,866,758	-	20,866,758	25,106,146

## 18.1 Office cost

Printing and stationery	1,116,196	1,689,956
Entertainment - office	213,401	198,365
Miscellaneous expenses	1,248,137	609,084
	<u>2,577,734</u>	<u>2,497,405</u>

## 18.2 Auditors' remuneration

Audit fee	154,000	139,150
Consultancy charges	35,000	-
	<u>189,000</u>	<u>139,150</u>



Note 19

**MARKETING EXPENSES**

	<b>2020</b>	<b>2019</b>
	<b>Rupees</b>	<b>Rupees</b>
Salaries & honorarium	6,025,835	4,625,330
Advertisement	6,493,293	4,927,555
Fund raising events	11,322,811	6,029,623
Travelling expenses	5,228,863	952,911
Donation Collection Expenses	1,019,112	990,550
Depreciation	491,977	200,278
	<u>30,581,891</u>	<u>17,726,247</u>

Note 20

**FINANCE COST**

	<b>2020</b>	<b>2019</b>
	<b>Rupees</b>	<b>Rupees</b>
Bank charges	<u>1,585,305</u>	<u>61,289</u>

Note 21

**DONATIONS EXPENSES**

	General fund	Endowment fund	<b>2020</b>	<b>2019</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
To CRTF (an associate undertaking)	<u>8,933,000</u>	-	<u>8,933,000</u>	<u>10,140,000</u>

Note 22

**NUMBER OF EMPLOYEES**

	<b>2020</b>	<b>2019</b>
Total number of employee at year end	<u>51</u>	<u>37</u>

Note 23

**TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise of associated undertakings, other related group companies, directors of the company and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Nature and description of related party transactions during the year and year end balances along with monetary value are as follows:

<b>Relationship</b>	<b>Transactions during the year</b>	<b>2020</b>	<b>2019</b>
		<b>Rupees</b>	<b>Rupees</b>
Associated undertaking	<b>23.1</b>	<u>8,933,000</u> #	<u>8,330,000</u>
23.1 Nature and description			
	Payment towards air Conditioning		
	Payment towards building in process(from CRTF)	250,000	230,000
	Donation in cash (from CRTF)	<u>8,500,000</u>	<u>8,100,000</u>
		<u>8,750,000</u>	<u>8,330,000</u>

Note 24

**REMUNERATION OF KEY MANAGEMENT PERSONNEL**

The aggregate amount charged in the financial statements for the year for remuneration, including certain benefits to the chief executive of the Company is as follows:

	President		Trustee	
	2020 Rupees	2019 Rupees	2020 Rupees	2019 Rupees
Managerial remuneration	4,866,180	-	2,532,785	2,531,746
Medical allowance	486,618	-	253,279	-
	<u>5,352,798</u>	<u>-</u>	<u>2,786,064</u>	<u>2,531,746</u>
No Of Persons	<u>1</u>	<u>-</u>	<u>1</u>	<u>1</u>

Note 25

**CORRESPONDING FIGURES**

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of better presentation and comparison in the financial statements.

Note 26

**GENERAL**

Figures have been rounded off to the nearest rupee, unless otherwise stated.

Note 27

**DATE OF AUTHORISATION**

These financial statements have been authorised for issue on October 30, 2020 by the Board of Trustees of the Centre.

  
PRESIDENT

  
TRUSTEE

4.1 Operating fixed assets

Land	Buildings and civil works	Vehicles		Generator set	Medical Equipments		Furniture & Fixture	Electric Equipment	Office Equipment	Computer & Accessories	Tube Well	Total
		Owned			Endowment fund	General fund						
<b>At July 01, 2018</b>												
Cost	126,361,434	-	2,127,904	-	31,420,630	-	5,798,200	472,430	90,800	562,600	-	166,833,998
Accumulated depreciation	-	-	768,963	-	8,883,895	-	742,339	108,774	42,543	114,538	-	10,661,051
Net book amount	126,361,434	-	1,358,941	-	22,536,735	-	5,055,861	363,656	48,257	448,062	-	156,172,947
<b>Year ended June 30, 2019</b>												
Opening net book value	126,361,434	-	1,358,941	-	22,536,735	-	5,055,861	363,656	48,257	448,062	-	156,172,947
Addition	-	-	3,270,000	-	-	-	295,500	3,223,300	-	103,000	2,050,000	11,127,441
Transferred from CWIP	-	-	-	-	-	-	-	-	-	-	-	140,900,746
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
-cost	-	-	-	-	-	-	-	-	-	-	-	-
-depreciation	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation charge	-	-	576,341	-	3,380,510	-	765,948	121,896	7,239	80,684	25,625	6,738,449
Closing net book value	126,361,434	-	4,052,600	-	19,156,225	-	4,585,413	3,465,060	41,019	470,378	2,024,375	301,462,685
<b>At July 01, 2019</b>												
Cost	126,361,434	-	5,397,904	-	31,420,630	-	6,093,700	3,695,730	90,800	665,600	2,050,000	318,862,185
Accumulated depreciation	-	-	1,345,304	-	12,264,405	-	1,508,287	230,670	49,781	195,222	25,625	17,399,500
Net book amount	126,361,434	-	4,052,600	-	19,156,225	-	4,585,413	3,465,060	41,019	470,378	2,024,375	301,462,685
<b>Year ended June 30, 2020</b>												
Opening net book value	126,361,434	-	4,052,600	-	19,156,225	-	4,585,413	3,465,060	41,019	470,378	2,024,375	301,462,685
Addition	34,500,000	-	2,192,702	-	10,600,000	-	1,707,750	4,052,009	1,788,800	288,800	54,900	55,184,961
Transferred from CWIP	-	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
-cost	-	-	-	-	-	-	-	-	-	-	-	-
-depreciation	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation charge	-	-	936,795	-	1,590,000	-	943,974	1,127,560	274,473	113,877	311,891	82,431,163
Closing net book value	160,861,434	-	5,308,506	-	28,746,225	-	5,349,189	4,592,620	41,492	645,301	1,767,384	706,281,397
Depreciation rate (%)	-	10	15	15	15	15	15	15	15	15	15	15

## 4.2 Depreciation charge for the year has been allocated as follows:

	2020	2019
	Rupees	Rupees
General fund	79,557,730	3,357,938
Endowment fund	2,873,434	3,380,510
Total	82,431,163	6,738,449
<b>4.21 General fund</b>		
Clinical expenses	81,201,221	6,237,753
Administrative expenses	737,965	300,418
Marketing expenses	491,977	200,278
	82,431,163	6,738,449

- 1 Professor Dr. Shaharyar, President of M/s. Cancer Research and Treatment Foundation (CRTF) has entered in an "Agreement to Sell" a piece of land measuring 170 Kanals located in Tehsil Raiwind Lahore, at Rs. 1,000,000/- per Kanal i.e. amounting Rs. 170,000,000/- in total.  
During 2014 President, Professor Dr. Shaharyar has got registered 119,443 Kanals of land in the name of Cancer Care Hospital & Research Centre (CCHRC) against partial payment of Rs. 73,000,000/- to date.  
Beside, the above noted main clauses of agreement to sell, the seller is also bound to get transferred free of any extra cost, the land measuring approximately 17 Kanals with 45 feet wide road running adjacent to the plot under consideration.

- 2 The trust received medical equipment (Mammography Machine) as a donation in kind and has delivered to Hijaz Hospital to install in their premises and operate under MOU between two parties, but the ownership of medical equipment remains with the trust, the detail of respective asset is given below:-

Sr.No	Description	Cost	Under possession of	Address
1	Digital Mammography Machine	9,116,667	M/s Hijaz Hospital	Sir Syed Road, Gulberg-III Lahore
2	UPS	261,780	M/s Hijaz Hospital	Sir Syed Road, Gulberg-III Lahore

## 5.1 Capital work in progress

	General funds			Endowment fund		Total
	Building & Construction	Electric Equipment	Medical Equipments	Vehicles	Medical Equipments	
<b>At July 01, 2018</b>	269,140,479	25,201,219	11,544,156	-	-	305,885,854
Additions during the year	103,824,113	1,121,510	318,669,221	-	-	423,614,844
Transfers to operating fixed assets (note 4.1)	-	-	(140,900,746)	-	-	(140,900,746)
<b>Balance as at June 30, 2019</b>	<u>372,964,592</u>	<u>26,322,729</u>	<u>189,312,631</u>	-	-	<u>588,599,952</u>
<b>At July 01, 2019</b>	372,964,592	26,322,729	189,312,631	-	-	588,599,952
Additions during the year	62,237,589	3,633,108	220,275,908	-	-	286,146,605
Transfers to operating fixed assets (note 4.1)	(234,930,113)	-	(197,134,802)	-	-	(432,064,915)
<b>Balance as at June 30, 2020</b>	<u>200,272,069</u>	<u>29,955,837</u>	<u>212,453,737</u>	-	-	<u>442,681,642</u>