

**ABDUL KHALIQ & CO.**  
*(Chartered Accountants)*

**CANCER CARE HOSPITAL AND RESEARCH  
CENTRE FOUNDATION  
STATEMENTS OF FINANCIAL  
POSITION AS AT JUNE 30, 2022**



**AUDITORS' REPORT TO THE BOARD OF TRUSTEES**

**Opinion**

We have audited the financial statements of CANCER CARE HOSPITAL AND RESEARCH CENTRE FOUNDATION ('theTrust'), which comprises the statement of financial position as at June 30, 2022, 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 FOUNDATION ('theTrust') as at June 30, 2022, 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

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.

**Other matter:**

The financial statements of the Company for the year ended 30, June 2021, were audited by another auditor who expressed an unmodified opinion on those financials' statements on 30 October 2021.

CHARTERED ACCOUNTANTS  
LAHORE

DATED: 31 OCT 2022






**CANCER CARE HOSPITAL AND RESEARCH CENTRE FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2022**

		General fund	Endowment fund	2022	2021
	Note	Rupees	Rupees	Rupees	Rupees
<b>NON CURRENT ASSETS</b>					
Property, plant and equipment	4	824,468,880	11,236,700	835,705,580	827,559,581
Capital work in progress	5	681,325,959	-	681,325,959	342,014,535
Long term deposits and prepayments	6	12,313,077	-	12,313,077	10,343,077
Long term investments	7	-	140,000,000	140,000,000	140,000,000
		1,518,107,916	151,236,700	1,669,344,616	1,319,917,193
<b>CURRENT ASSETS</b>					
Stock		3,904,678	-	3,904,678	3,589,041
Short term investment		73,899,509	505,887,410	579,786,918	210,001,653
Short Term Deposits and Advances	9	29,227,807	-	29,227,807	14,654,289
Cash and bank balances	10	215,165,578	-	215,165,578	166,187,188
		322,197,573	505,887,410	828,084,982	394,432,171
<b>LESS: CURRENT LIABILITIES</b>					
Creditors, accruals & other liabilities	11	34,007,394	-	34,007,394	33,000,897
Current portion of long term liabilities		2,207,341	-	2,207,341	4,727,000
<b>LESS: NON -CURRENT LIABILITIES</b>					
Long term loan	12	-	-	-	1,895,017
Contingencies and commitments	13	-	-	-	-
<b>Net assets</b>		<u>1,804,090,753</u>	<u>657,124,110</u>	<u>2,461,214,863</u>	<u>1,674,726,450</u>
<b>REPRESENTED BY</b>					
<b>Capital fund</b>					
Surplus of income over expenditure		<u>1,804,090,754</u>	<u>657,124,110</u>	<u>2,461,214,864</u>	<u>1,674,726,450</u>
		<u>1,804,090,754</u>	<u>657,124,110</u>	<u>2,461,214,864</u>	<u>1,674,726,450</u>

The annexed notes (1 to 28) form an integral part of these financial statements.

  
**CHAIRPERSON**

  
**TRUSTEE**

**CANCER CARE HOSPITAL AND RESEARCH CENTRE FOUNDATION**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

		General fund	Endowment fund	2022 Rupees	2021 Rupees
	Note				
<b>INCOME</b>					
Clinical income	14	12,548,938	-	12,548,938	-
Local donations	15	868,672,756	-	868,672,756	564,738,411
Foreign donations		98,668,250	-	98,668,250	22,380,151
Donation in kind	16	112,660,591	-	112,660,591	3,019,627
Other Income	17	7,033,868	25,264,632	32,298,500	12,444,153
		1,099,584,403	25,264,632	1,124,849,035	602,582,341
<b>EXPENDITURE</b>					
Clinical expenses	18	248,462,315	1,982,947	250,445,262	164,056,945
Administrative expenses	19	58,194,286	-	58,194,286	30,303,595
Marketing expenses	20	28,091,500	-	28,091,500	26,577,130
Finance cost	21	1,629,574	-	1,629,574	665,985
Donations expenses	22	-	-	-	-
		336,377,675	1,982,947	338,360,622	221,603,655
Surplus before taxation		763,206,729	23,281,685	786,488,414	380,978,686
Provision for taxation		-	-	-	-
Surplus of income over expenditure for the year		763,206,729	23,281,685	786,488,414	380,978,686

The annexed notes (1 to 28) form an integral part of these financial statements.

  
**CHAIRPERSON**

  
**TRUSTEE**

**CANCER CARE HOSPITAL AND RESEARCH CENTRE FOUNDATION**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	General fund	Endowment fund	2022	2021
	Rupees	Rupees	Rupees	Rupees
Surplus of income over expenditure for the year	763,206,729	23,281,685	786,488,414	380,978,686
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>763,206,729</u>	<u>23,281,685</u>	<u>786,488,414</u>	<u>380,978,686</u>

The annexed notes (1 to 28) form an integral part of these financial statements.

  
 CHAIRPERSON

  
 TRUSTEE

**CANCER CARE HOSPITAL AND RESEARCH CENTRE FOUNDATION  
STATEMENT OF CHANGES IN FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>General fund</b>	<b>Endowment fund</b>	
	<b>Accumulated Surplus of income over expenditure</b>	<b>Accumulated Surplus of income over expenditure</b>	<b>Total</b>
	<b>Rupees</b>		
<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>
<b>Balance as at July 01, 2020</b>	1,137,464,973	156,282,791	1,293,747,764
Surplus of income over expenditure for the period	371,235,105	9,743,581	380,978,686
Capital fund transfer	-	-	-
Transfer of General fund to Endowment	(197,815,653)	197,815,653	-
<b>Balance as at June 30, 2021</b>	<u>1,310,884,425</u>	<u>363,842,025</u>	<u>1,674,726,450</u>
<b>Balance as at July 01, 2021</b>	1,310,884,425	363,842,025	1,674,726,450
Surplus of income over expenditure for the period	763,206,729	23,281,685	786,488,414
Capital fund transfer	-	-	-
Transfer of General fund to Endowment	(270,000,400)	270,000,400	-
<b>Balance as at June 30, 2022</b>	<u>1,804,090,754</u>	<u>657,124,110</u>	<u>2,461,214,864</u>

The annexed notes (1 to 28) form an integral part of these financial statements.

  
CHAIRPERSON

  
TRUSTEE

**CANCER CARE HOSPITAL AND RESEARCH CENTRE FOUNDATION**  
**STATEMENT OF CASH FLOW**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<b>2022</b>	<b>2021</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Excess / (deficit) of income over expenditure for the period	786,488,414	380,978,686
<b>Adjustments for non cash charges and other items:</b>		
Depreciation	107,247,168	104,620,383
(Gain) / loss on sale of fixed assets	(1,367,286)	(297,003)
Income before working capital changes	892,368,296	485,302,067
<b>(Increase) / decrease in current assets</b>		
Decrease/ (Increase) in loans and advances and short term prepayments	(14,086,905)	3,298,934
Decrease/ (Increase) in Short term investment	(369,785,265)	(210,001,653)
Decrease/ (Increase) in stocks	(315,638)	(766,854)
<b>Increase / (decrease) in current liabilities</b>		
Other payables	1,006,497	(18,400,276)
<b>Working capital changes</b>	(383,181,311)	(225,869,849)
<b>Cash generated from/(used in) operations</b>	509,186,985	259,432,218
Less: Taxes paid	(486,613)	(289,433)
<b>Net cash generated from/(used in) operating activities</b>	508,700,372	259,142,785
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(116,325,881)	(23,634,549)
Capital work in progress	(339,311,424)	(103,749,908)
Proceeds from sale of assets	2,300,000	2,450,000
Long term deposits and prepayments	(1,970,000)	(2,691,600)
<b>Net cash flow generated from/(used in) investing activities</b>	(455,307,305)	(127,626,058)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term loan	(4,414,676)	3,692,406
<b>Net cash generated from/(used in) financing activities</b>	(4,414,676)	3,692,406
<b>Net increase / (decrease) in cash and cash equivalents</b>	48,978,391	135,209,133
Cash and cash equivalents at beginning of the year	166,187,188	30,978,054
<b>Cash and cash equivalents at end of the year</b>	215,165,578	166,187,188

The annexed notes (1 to 28) form an integral part of these financial statements.

  
**CHAIRPERSON**

  
**TRUSTEE**



**CANCER CARE HOSPITAL AND RESEARCH CENTRE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

*Note 1*

**LEGAL STATUS AND NATURE OF OPERATIONS**

Cancer Care Hospital & Research Centre Foundation was registered as a Trust on January 18, 2014 and the document was also got entered with the Sub-Registrar, Allama Iqbal Town, Lahore, and get registered with the enactment of the Punjab Trust Act 2020, with Reg no 042/08/Trust/DLR Dated 04-08-2022 with Director Land Record Punjab. 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**

**2.1 Statement of compliance**

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 historical 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 statement's 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**

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.

Profit on bank deposits is recognized on a time proportion basis taking into account, the principal outstanding and rates of profits applicable thereon.

**3.4 Endowment fund**

This is a form of restricted fund which is held on trust to be retained for the benefit of trust as a capital fund. The income generated from this capital fund is also credited to this fund. The main objective is to generate income for the operating expenses of Trust.

**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 date 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**

	General fund	Endowment fund	2022	2021
	Rupees	Rupees	Rupees	Rupees
Operating fixed assets (Note 4.1)	824,468,880	11,236,700	835,705,580	827,559,581

Note 5

**CAPITAL WORK IN PROGRESS**

	2022	2021
	Rupees	Rupees
Capital work in progress (Note 5.1)	681,325,959	342,014,535

Note 6

**LONG TERM DEPOSITS AND PREPAYMENTS**

	2022	2021
	Rupees	Rupees
Security deposits considered good by the management.		
Utilities	12,302,077	10,332,077
Others	11,000	11,000
	12,313,077	10,343,077



Note 7

**LONG TERM INVESTMENT IN RIC'S**General fund      Endowment  
fund

			<b>2022</b>	<b>2021</b>
		<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
Regular income certificates(RIC's)	7.1	-	140,000,000	140,000,000
		-	140,000,000	140,000,000

**7.1 Regular income certificates(RIC's)**

	Certificate date		
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	January 16, 2019	5,000,000	5,000,000
RIC's	February 13, 2019	10,000,000	10,000,000
RIC's	July 9, 2019	5,000,000	5,000,000
RIC's	July 9, 2019	5,000,000	5,000,000
RIC's	December 5, 2019	10,000,000	10,000,000
RIC's	May 7, 2020	10,000,000	10,000,000
RIC's	May 21, 2020	10,000,000	10,000,000
RIC's	June 19, 2020	10,000,000	10,000,000
RIC's	June 19, 2020	10,000,000	10,000,000
RIC's	June 30, 2020	10,000,000	10,000,000
RIC's	June 30, 2020	5,000,000	5,000,000
RIC's	June 30, 2020	5,000,000	5,000,000
		<u>140,000,000</u>	<u>140,000,000</u>

These certificates carried profit rates ranging from 7.44 % to 12.00% (June 2021 7.44% to 12.00% ) per annum receivable on monthly basis and are maturing on dates upto June 26, 2025

Note 8

General fund      Endowment  
fund**SHORT TERM INVESTMENT**

		<b>2022</b>	<b>2021</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
Treasury bills	73,899,509	505,887,410	579,786,918
			210,001,653

These have maturity / settlement date from one to three months from the reporting date and the effective interest rate 13.19% to 14.42% (2021 : 7.34% to 7.37%)



Note 9

**SHORT TERM DEPOSITS AND ADVANCES**

		<b>2022</b>	<b>2021</b>
		<b>Rupees</b>	<b>Rupees</b>
Security deposits		2,593,000	2,493,000
Tax refunds due from government -net	8.1	4,503,842	4,017,229
Advances to employees		10,416,689	3,421,860
Advances to suppliers		7,978,960	2,580,700
Other advances		3,735,316	2,141,500
		<u>29,227,807</u>	<u>14,654,289</u>
<b>8.1 Tax refunds due from government -net</b>			
Refund due		4,017,229	3,727,797
Advance income tax		486,613	289,433
		<u>4,503,842</u>	<u>4,017,229</u>

Note 10

**CASH AND BANK BALANCES**

	General fund	Endowment fund	<b>2022</b>	<b>2021</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
Cash in hand	329,563	-	329,563	67,264
Cash at bank				
- local currency (saving account)	100,330,271		100,330,271	137,875,285
- local currency (current account)	-	-	-	1,001,100
-Foreign currency	9.1 114,505,745	-	114,505,745	27,243,538
	<u>215,165,578</u>	<u>-</u>	<u>215,165,578</u>	<u>166,187,188</u>
<b>9.1</b>				
Wells Fargo (USD)	86,301,215	-	86,301,215	24,531,677
The Co-operative Bank (GBP)	245,587	-	245,587	2,711,862
-Foreign currency (saving account) (USD)	27,958,943		27,958,943	
	<u>114,505,745</u>	<u>-</u>	<u>114,505,745</u>	<u>24,531,677</u>

Note 11

**CREDITORS, ACCRUALS & OTHER LIABILITIES**

		<b>2022</b>	<b>2021</b>
		<b>Rupees</b>	<b>Rupees</b>
Creditors		21,520,117	8,212,305
Tender Security Deposit		1,276,721	3,986,721
Tax Deducted at Source		814,386	445,832
Others payables		9,373,000	19,373,000
Retention Money		253,229	253,229
Outstanding expenses	10.1	769,941	729,810
		<u>34,007,394</u>	<u>33,000,897</u>
<b>10.1 Outstanding expenses</b>			
Salaries payable			
Audit fees payable		240,125	207,900
Others		529,816	521,910
		<u>769,941</u>	<u>729,810</u>

## Note 12

**LONG TERM BORROWINGS**

		2022	2021
		Rupees	Rupees
Loan under payroll refinancing scheme	12.1	2,207,341	6,622,017
Less: current portion of long-term financing		2,207,341	4,727,000
		<u>-</u>	<u>1,895,017</u>

- 12.1 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 13

**CONTINGENCIES AND COMMITMENTS****13.1 Contingencies**

There are no contingencies existing on June, 30 2022 Nil (2021 Nil)

**13.2 Commitments**

Commitment in respect of letter of credit for capital expenditure amounted to Rs Nil (2021- Nil).

## Note 14

**CLINICAL INCOME**

	2022		
	No. of Cases / Patients	Rate	Total
		Rupees	
Free mammography services	2,136	9,488	20,266,368
Free biopsy / laboratory testings services	228	20,240	4,614,720
Free Ultra Sound, X-Ray, and CT Scan services	1,227	3,542	4,346,034
Free Major & Minor Surgeries services	711	86,250	61,323,750
Free Radiation services	1,554	74,463	115,715,502
Free Simulation services	1,955	5,750	11,241,250
Free Consultancy services	5,232	2,300	12,033,600
<b>Total income</b>			<u>229,541,224</u>
Less: Waived as free of cost services to indigent patients			(216,992,286)
<b>Net income</b>			<u><u>12,548,938</u></u>

Free mammography services  
Free biopsy / laboratory testings services  
Free breast examination & awareness campaigns  
Free Ultra Sound, X-Ray, and CT Scan services  
Free Major & Minor Surgeries services  
Free Radiation services  
Free Simulation services  
Free Consultancy services  
**Total income**

2021		
No. of Cases / Patients	Rate	Total
Rupees		
3,825	9,488	36,291,600
437	20,240	8,844,880
2,625	3,542	9,297,750
653	86,250	56,321,250
1,125	74,463	83,770,875
761	5,750	4,375,750
2,153	2,300	4,951,900
		<b>203,854,005</b>

Less : Waived as free of cost services to indigent patients

**(203,854,005)**

Net income

Note 15

#### LOCAL DONATION

General fund

Endowment fund

2022

2021

Rupees

Rupees

Rupees

Rupees

Donations

625,446,477

625,446,477

452,410,210

Zakat

243,226,279

243,226,279

112,328,201

868,672,756

868,672,756

564,738,411

Note 16

#### DONATION IN KIND

Construction materials

Auto Rickshaw

2022		
General fund	Endowment fund	Total
Rupees		
112,394,976	-	112,394,976
265,615	-	265,615
112,660,591	-	112,660,591

Construction materials (steel bar)

Construction materials

From CRTF

Building in process

2021		
General fund	Endowment fund	Total
Rupees		
2,760,000	-	2,760,000
39,717	-	39,717
219,910	-	219,910
3,019,627	-	3,019,627

Note 17

**OTHER INCOME**

	General fund	Endowment fund	2022	2021
	Rupees	Rupees	Rupees	Rupees
Profit on bank deposits	12,186,559	24,385,357	36,571,916	20,382,502
Tender Income	140,000	-	140,000	-
Profit on sale of fixed assets	488,011	879,275	1,367,286	297,003
Misc.Income	170,451	-	170,451	1,656,030
Exchange Loss ( gain) on foreign currency bank	-	-	-	(229,993)
Income from Cancer Care discount mart	(5,951,153)	-	(5,951,153)	(9,661,389)
	<u>7,033,868</u>	<u>25,264,632</u>	<u>32,298,500</u>	<u>12,444,153</u>

2022		
General fund	Endowment fund	Total
Rupees		

Income from Cancer Care discount mart

Sales	3,860,032	-	3,860,032
Cost of sales	9,811,185	-	9,811,185
	<u>(5,951,153)</u>	<u>-</u>	<u>(5,951,153)</u>
<b>Cost of sales</b>			
Finished goods - opening stock	3,589,041	-	3,589,041
Add: Purchases during the year	3,381,580	-	3,381,580
Less: Finished goods - closing stock	-	-	-
	<u>6,970,621</u>	<u>-</u>	<u>6,970,621</u>
Salaries	1,471,925	-	1,471,925
Utilities	708,223	-	708,223
Rent	660,416	-	660,416
Repair & Maintenance	-	-	-
	<u>9,811,185</u>	<u>-</u>	<u>9,811,185</u>

2021		
General fund	Endowment fund	Total
Rupees		

Income from Cancer Care discount mart

Sales	18,518,197	-	18,518,197
Cost of sales	28,179,586	-	28,179,586
	<u>(9,661,389)</u>	<u>-</u>	<u>(9,661,389)</u>
<b>Cost of sales</b>			
Finished goods - opening stock	2,822,186	-	2,822,186
Add: Purchases during the year	21,728,552	-	21,728,552
Less: Finished goods - closing stock	(3,589,041)	-	(3,589,041)
	<u>20,961,697</u>	<u>-</u>	<u>20,961,697</u>
Salaries	3,534,752	-	3,534,752
Utilities	630,961	-	630,961
Rent	2,632,746	-	2,632,746
Repair & Maintenance	419,430	-	419,430
	<u>28,179,586</u>	<u>-</u>	<u>28,179,586</u>



Note 18

**CLINICAL EXPENSES**

	General fund	Endowment fund	2022	2021
	Rupees	Rupees	Rupees	Rupees
*Salaries & honorarium	78,178,872	-	78,178,872	40,031,002
Outsourced medical services and expenses	24,159,166	-	24,159,166	9,201,262
Medicines, drugs and other supplies	27,611,392	-	27,611,392	2,062,731
Repair & maintenance	2,314,714	-	2,314,714	2,188,701
Utilities	14,044,702	-	14,044,702	7,447,941
Depreciation	102,153,469	1,982,947	104,136,417	103,125,308
	<u>248,462,315</u>	<u>1,982,947</u>	<u>250,445,262</u>	<u>164,056,945</u>

Note 19

**ADMINISTRATIVE EXPENSES**

		2022	2021
		Rupees	Rupees
Salaries & honorarium	19.1	27,664,019	15,120,827
Office cost	19.2	7,664,634	3,149,435
Auditors' remuneration		240,125	207,900
Accommodation & travelling		9,875,966	239,727
Legal & professional charges		4,038,683	4,494,501
Postage and telegram		199,768	31,768
Repair & maintenance		495,645	1,389,089
Insurance		294,000	305,000
Rent rate & taxes		1,471,300	1,310,000
Utilities		2,174,235	750,590
Security Service Charges		2,133,980	2,180,107
Depreciation		1,866,451	897,045
Rental Expenses (Faw Car)		75,480	227,605
		<u>58,194,286</u>	<u>30,303,595</u>
19.1 Office cost			
Printing and stationery		3,446,142	1,669,941
Entertainment - office		184,613	82,494
Miscellaneous expenses		4,033,879	1,397,000
		<u>7,664,634</u>	<u>3,149,435</u>
19.2 Auditors' remuneration			
Audit fee		240,125	169,400
Consultancy charges		-	38,500
		<u>240,125</u>	<u>207,900</u>

Note 20

**MARKETING EXPENSES**

	<b>2022</b>	<b>2021</b>
	<b>Rupees</b>	<b>Rupees</b>
Salaries & honorarium	11,791,959	9,680,609
Advertisement	6,736,223	8,249,863
Fund raising events	2,403,197	4,954,064
Travelling expenses	5,360,985	2,608,744
Donation Collection Expenses	554,835	485,820
Depreciation	1,244,301	598,030
	<u>28,091,500</u>	<u>26,577,130</u>

Note 21

**FINANCE COST**

	<b>2022</b>	<b>2021</b>
	<b>Rupees</b>	<b>Rupees</b>
Bank charges	1,480,443	542,254
Mark up on loans	149,131	123,731
	<u>1,629,574</u>	<u>665,985</u>

Note 22

**DONATIONS EXPENSES**

	<b>General fund</b>	<b>Endowment fund</b>	<b>2022</b>	<b>2021</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
To CRTF (an associate undertaking)	-	-	-	-

Note 23

**NUMBER OF EMPLOYEES**

	<b>2022</b>	<b>2021</b>
Total number of employee at year end	<u>125</u>	<u>58</u>

Note 24

**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>2022</b>	<b>2021</b>
		<b>Rupees</b>	<b>Rupees</b>
Associated undertaking	<b>24.1</b>	<u>17,000,000</u>	<u>1,719,910</u>
24.1 Nature and description			
Payment towards air Conditioning			
Payment towards building in process (from CRTF)		-	219,910
Donation in Bank (from CRTF)		<u>17,000,000</u>	<u>1,500,000</u>
		<u>17,000,000</u>	<u>1,719,910</u>

Note 25

**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:

	Chairperson		Trustees	
	2022 Rupees	2021 Rupees	2022 Rupees	2021 Rupees
Managerial remuneration	5,432,727	2,683,772	7,027,269	6,097,636
Medical allowance	543,273	268,377	702,727	609,764
	5,976,000	2,952,149	7,729,996	6,707,400
No of Persons	1	1	2	2

Note 26

**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 27

**GENERAL**

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

Note 28

**DATE OF AUTHORISATION**

These financial statements have been authorised for issue on 31 October 2022 by the Board of Trustees of the Centre.

  
CHAIRPERSON

  
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						

## At July 01, 2020

Cost  
Accumulated depreciation  
Net book amount

160,861,434	234,930,113	7,590,606	10,600,000	31,420,630	340,221,189	7,801,450	7,747,739	1,879,600	954,400	2,104,900	806,112,061
-	23,493,011	2,282,100	1,590,000	15,137,839	52,546,353	2,452,261	1,358,230	324,254	309,099	337,516	99,830,663
160,861,434	211,437,101	5,308,506	9,010,000	16,282,791	287,674,836	5,349,189	6,389,509	1,555,346	645,301	1,767,384	706,281,397

## Year ended June 30, 2021

Opening net book value  
Addition  
Transferred from CWIP

160,861,434	211,437,101	5,308,506	9,010,000	16,282,791	287,674,836	5,349,189	6,389,509	1,555,346	645,301	1,767,384	706,281,397
941,000	5,530,385	5,920,600	-	-	3,187,887	1,340,470	5,972,707	-	721,500	-	23,634,549
-	2,077,385	-	-	-	202,339,630	-	-	-	-	-	204,417,015

## Disposals

-cost  
-depreciation

-	-	-	-	-	-	-	-	-	-	-	-	2,700,000
-	-	-	-	-	-	-	-	-	-	-	-	(547,003)
-	-	-	-	-	-	-	-	-	-	-	-	2,152,997

## Depreciation charge

Closing net book value

161,802,434	21,906,487	1,684,366	1,351,500	2,442,419	73,980,353	1,003,449	1,548,380	233,302	205,020	265,108	104,620,383
161,802,434	197,158,385	9,544,740	7,658,500	13,840,373	419,222,000	5,686,210	8,660,839	1,332,044	1,161,781	1,502,276	827,559,581

## At July 01, 2021

Cost  
Accumulated depreciation  
Net book amount

161,802,434	242,557,883	13,511,206	10,600,000	31,420,630	545,748,706	9,141,920	11,020,446	1,879,600	1,675,900	2,104,900	1,031,463,625
-	45,399,498	3,966,466	2,941,500	17,580,257	126,526,706	3,455,710	2,359,607	557,556	514,119	602,624	203,904,044
161,802,434	197,158,385	9,544,740	7,658,500	13,840,373	419,222,000	5,686,210	8,660,839	1,332,044	1,161,781	1,502,276	827,559,581

## Year ended June 30, 2022

Opening net book value  
Addition  
Transferred from CWIP

161,802,434	197,158,385	9,544,740	7,658,500	13,840,373	419,222,000	5,686,210	8,660,839	1,332,044	1,161,781	1,502,276	827,559,581
376,430	219,910	11,190,665	-	-	77,193,065	9,076,127	13,392,624	73,500	2,103,560	2,700,000	116,325,881

## Disposals

-cost  
-depreciation

-	-	973,209	-	1,688,034	-	-	-	-	-	-	-	2,661,243
-	-	(661,230)	-	(1,067,309)	-	-	-	-	-	-	-	(1,728,529)
-	-	311,989	-	620,725	-	-	-	-	-	-	-	932,714

Depreciation charge  
(Closing net book value)

162,178,864	19,737,829	3,063,512	1,148,775	1,982,947	74,462,260	2,214,351	3,308,019	209,332	489,801	630,541	107,247,168
-	177,640,465	17,350,964	6,509,725	11,236,700	421,952,805	12,547,986	18,745,443	1,186,212	2,775,540	3,571,935	835,705,580

Depreciation rate (%)

-	10	15	15	15	18	15	15	15	15	15	-
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## 4.2 Depreciation charge for the year has been allocated as follows:

	2022	2021
	Rupees	Rupees
General fund	4.21	102,177,965
Endowment fund		2,442,419
Total		104,620,383

4.21	General fund	
	Chemical expenses	104,136,417
	Administrative expenses	1,866,451
	Marketing expenses	1,244,301
		107,247,168
		104,620,383

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 Foundation (CCHRCF) against partial payment of Rs. 119,443,000/- 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.

## 5.1 Capital work in progress

	General funds			Total
	Building & Construction	Electric Equipment	Medical Equipments	
<b>At July 01, 2020</b>	200,272,069	29,955,837	212,453,737	442,681,642
Additions during the year	101,942,265	1,610,766	196,877	103,749,908
Transfers to operating fixed assets (note 4.1)	(2,077,385)		(202,339,630)	(204,417,015)
<b>Balance as at June 30, 2021</b>	<u>300,136,949</u>	<u>31,566,603</u>	<u>10,310,984</u>	<u>342,014,535</u>
<b>At July 01, 2021</b>	300,136,949	31,566,603	10,310,984	342,014,535
Additions during the year	137,639,596	10,714,827	190,957,000	339,311,424
Transfers to operating fixed assets (note 4.1)				-
<b>Balance as at June 30, 2022</b>	<u>437,776,545</u>	<u>42,281,430</u>	<u>201,267,984</u>	<u>681,325,959</u>