

## **INDEPENDENT AUDITORS' REPORT TO THE MANAGEMENT**

### **Opinion**

We have audited the annexed financial statements of **COMPREHENSIVE DISASTER RESPONSE SERVICES (CDRS)** (the Entity), which comprise the statement of financial position as at June 30, 2020 and the related statement of income and expenditure, statement of cash flows, Statement of changes in fund for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at June 30, 2020 and its financial performance, its cash flows for the year then ended in accordance with the approved International Financial Reporting Standards as applicable in Pakistan.

### **Basis of our Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of Financial Statements section of our report. We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Pakistan and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the approved International Financial Reporting Standards as applicable in Pakistan and for such internal control as management determines is necessary to enable the preparation of the 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 Entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

### **Auditor's Responsibilities for 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 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, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error,

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as fraud may involve collusion, forgery. Intentional omissions, misrepresentations, or the override of internal control.

- 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 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, 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 Entity's 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 related 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 up to the date of our auditors' report. However, future events or conditions may cause the Entity 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 transaction and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Date: 17/11/2023  
Place: Rawalpindi





**COMPREHENSIVE DISASTER RESPONSE SERVICES (CDRS)**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2020**

	Note	2020		2019	
		PAK Rupees	US Dollars	PAK Rupees	US Dollars
<b>PROPERTY AND ASSETS</b>					
<b>NON-CURRENT ASSETS</b>					
Operating fixed assets	4	2,088,850	12,433	797,346	4,937
		<u>2,088,850</u>	<u>12,433</u>	<u>797,346</u>	<u>4,937</u>
<b>CURRENT ASSETS</b>					
General stock- medicines		1,095,636	6,521	295,695	1,831
General stock- lab regents		141,197	840	-	-
Advances, deposits and prepayments	5	8,734,001	51,986	4,813,908	29,807
Cash and bank balances	6	14,550,109	86,605	9,461,971	58,588
		<u>24,520,943</u>	<u>145,953</u>	<u>14,571,574</u>	<u>90,226</u>
<b>TOTAL ASSETS</b>		<u><u>26,609,792</u></u>	<u><u>158,386</u></u>	<u><u>15,368,920</u></u>	<u><u>95,164</u></u>
<b>CURRENT LIABILITIES</b>					
Accrued expenses and other payables	7	1,419,357	8448	1,131,855	7,008
<b>NET ASSETS</b>		<u><u>25,190,436</u></u>	<u><u>149,938</u></u>	<u><u>14,237,065</u></u>	<u><u>88,155</u></u>
<b>REPRESENTED BY:</b>					
Retained funds		25,190,436	149,938	14,237,065	88,155
<b>CONTINGENCIES AND COMMITMENT</b>	8	-	-	-	-
		<u><u>25,190,436</u></u>	<u><u>149,938</u></u>	<u><u>14,237,065</u></u>	<u><u>88,155</u></u>

The annexed notes 1 to 17 form an integral part of these financial statements.





**CHAIRMAN**



**TRUSTEE**

**COMPREHENSIVE DISASTER RESPONSE SERVICES (CDRS)**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Note	2020		2019	
		PAK Rupees	US Dollars	PAK Rupees	US Dollars
INCOME					
Donations	9	113,458,045	702,831	54,026,339	387,576
Other income	10	-	-	303,545	2,357
		113,458,045	702,831	54,329,884	389,932
EXPENDITURE					
Program expenses	11	95,750,646	593,140	41,525,324	302,855
Administration expenses	12	6,754,029	41,839	5,444,307	40,265
		102,504,675	634,979	46,969,631	343,120
SURPLUS FOR THE YEAR		10,953,370	67,852	7,360,253	46,812

The annexed notes 1 to 17 form an integral part of these financial statements.



  
**CHAIRMAN**

  
**TRUSTEE**

**COMPREHENSIVE DISASTER RESPONSE SERVICES (CDRS)**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	<b>2020</b>		<b>2019</b>	
	<b>PAK Rupees</b>	<b>US Dollars</b>	<b>PAK Rupees</b>	<b>US Dollars</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Surplus for the year	10,953,370	65,196	7,360,253	45,574
Depreciation for the year	410,518	2,443	177,798	1,101
Cash flow before working capital change	11,363,889	67,640	7,538,051	46,675
<b>CHANGES IN WORKING CAPITAL</b>				
(Increase)/decrease in inventories-Medicines	(799,941)	(4,761)	103,380	640
(Increase)/decrease in inventories-Lab Regents	(141,197)	(840)	-	-
(Increase)/decrease in advances, deposits & prepayments	(3,920,093)	(23,333)	(1,402,731)	(8,686)
Increase/(decrease) in accrued expense & other payable	287,502	1,711	158,929	984
	(4,573,729)	(27,224)	(1,140,422)	(7,061)
Net cash generated from operating activities	<b>6,790,160</b>	<b>40,416</b>	<b>6,397,628</b>	<b>39,614</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Payment for capital expenditure	(1,702,022)	(10,131)	(203,295)	(1,259)
Net cash from investing activities	<b>(1,702,022)</b>	<b>(10,131)</b>	<b>(203,295)</b>	<b>(1,259)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Net increase in cash and cash equivalents	<b>5,088,138</b>	<b>30,285</b>	<b>6,194,333</b>	<b>38,355</b>
Cash & cash equivalents at beginning of the year	9,461,971	56,319	3,267,637	20,233
Cash & cash equivalents at end of the year	<b>14,550,108</b>	<b>86,605</b>	<b>9,461,971</b>	<b>58,588</b>

The annexed notes 1 to 17 form an integral part of these financial statements.



  
**CHAIRMAN**

  
**TRUSTEE**

**COMPREHENSIVE DISASTER RESPONSE SERVICES (CDRS)**  
**STATEMENT OF OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2020**

Note	2020		2019	
	PAK Rupees	US Dollars	PAK Rupees	US Dollars
Surplus for the year	10,953,370	67,852	7,360,253	46,812
Other comprehensive income	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>10,953,370</b>	<b>67,852</b>	<b>7,360,253</b>	<b>46,812</b>

The annexed notes 1 to 17 form an integral part of these financial statements.



  
**CHAIRMAN**

  
**TRUSTEE**



**COMPREHENSIVE DISASTER RESPONSE SERVICES (CDRS)**  
**STATEMENT OF CHANGES IN RETAINED FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Note	PAK Rupees	US Dollars
<b>Balance as at June 30, 2018</b>		<u>6,876,812</u>	<u>56,698</u>
Total comprehensive income for the year		7,360,253	46,812
Adjustment on translation		-	(15,293)
<b>Balance as at June 30, 2019</b>		<u>14,237,065</u>	<u>88,217</u>
Total comprehensive income for the year		10,953,370	67,852
Adjustment on translation		-	(6,132)
<b>Balance as at June 30, 2020</b>		<u>25,190,436</u>	<u>149,938</u>

The annexed notes 1 to 17 form an integral part of these financial statements.

  
**CHAIRMAN**

  
**TRUSTEE**



**COMPREHENSIVE DISASTER RESPONSE SERVICES (CDRS)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

**1. LEGAL STATUS AND OPERATIONS**

The Comprehensive Disaster Response Services - CDRS (the Trust) was registered on October 10, 2016 under the Trust Act 1882 vide Registration No 2273. The primary objectives of the Trust is to aid, assist, set up, maintain, administer and run hospitals, nursing homes, laboratories, mother and child care centers, clinics or other centers concerned directly or indirectly with the care of human body, food and medical support of animals and promoting welfare of public at large at any place or places within Pakistan including Gilgit Baltistan, FATA and PATA and Azad Jammu and Kashmir.

The registered office of the Trust is situated at House No 27B, Street No 687, Sector G-13/3, Islamabad.

**2. STATEMENT OF COMPLIANCE AND SIGNIFICANT ESTIMATES**

**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 Revised Accounting and Financial Reporting Standards for "Small-Sized Entities" (SSEs) and Accounting Standard for Not for Profit Organizations (NPOs) issued by the Institute of Chartered Accountants of Pakistan.

**2.2 Significant estimates**

The preparation of these financial statements in conformity with Accounting and Financial Reporting Standards for SSEs requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgment about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which estimates are revised if the revision affects only that year, or in the year of the revision and any future year affected.

**2.2.1 Property and equipment**

The Trust reviews the useful lives of property and equipment on regular basis. Any change in the estimates in future years might affect the carrying amounts of the respective items of property and equipment with a corresponding effect on the depreciation charge and impairment.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**3.1 Basis of preparation**

These financial statements have been prepared under the historical cost convention except as other wise stated in the respective policies and notes given hereunder.





### 3.2 Taxation

The Trust is eligible for hundred percent (100%) tax credit on taxes payable under clause (a) of sub-section 2 of section 100C of the Income Tax Ordinance, 2001, introduced under the Finance Act, 2014.

### 3.3 Operating fixed assets

Operating fixed assets are stated at cost less accumulated depreciation and impairment. Depreciation on all operating fixed assets is charged using diminishing balance method at the rate specified in note 4 without taking in account the residual value. Depreciation is charged on additions and deletions from and upto the month in which such addition or deletion takes place.

Maintenance and normal repairs are charged to revenue as and when incurred. Major renewals and improvements are capitalised and the assets so replaced, if any, are retired.

Gains or losses on disposal of property and equipment are charged to the income and expenditure account.

### 3.4 Cash and cash equivalent

Cash and cash equivalents are carried at cost and comprise of cash in hand and balances with

### 3.5 Provisions

Provisions are recognised when the Trust has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

### 3.6 Unrestricted Fund

Fund that is not subject to donor-imposed restrictions, normally used to meet the working capital requirements of the Trust.

Unrestricted grants are recognized on receipt basis directly in the income and expenditure account.

### 3.7 Restricted Fund

Fund that is subject to donor-imposed restrictions may require the passage of time or the occurrence of a specific event to become available for use.

### 3.8 Foreign currency translations

Foreign currency transactions are accounted for at the exchange rate prevailing at the date of the transaction or the average monthly rate. Monetary assets and liabilities in foreign currencies at the balance sheet date are translated into rupees at exchange rates prevailing at that date. Exchange gains and losses are charged to income and expenditure account.

### 3.9 Grants and Income recognition

- a) Voluntary donations and contributions are recognized on receipt basis.
- b) Income on bank placements is recognized on accrual basis.



4 OPERATING FIXED ASSETS - YEAR 2020

	COST			DEPRECIATION			Net value as at June 30, 2020			
	Opening	Additions	Disposal	As at June 30, 2020	Rate	Opening		For the year	Disposal	As at June 30, 2020
			</							

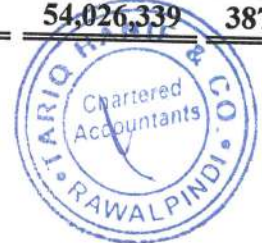
4 OPERATING FIXED ASSETS - YEAR 2019

	COST			DEPRECIATION			Net value as at June 30, 2019			
	Opening	Additions	Disposal	As at June 30, 2019	Rate	Opening		For the year	Disposal	As at June 30, 2019



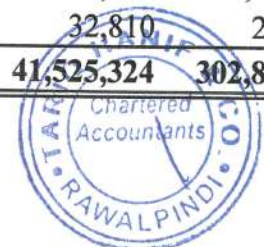


		2020		2019	
		PKR	USD	PKR	USD
<b>5</b>	<b>ADVANCES, DEPOSITS AND PREPAYMENTS</b>				
	Advances for expenses	8,358,367	49,750	4,321,897	26,761
	Security deposit - office	170,000	1,012	90,000	557
	Loan to employees	139,760	832	325,000	2,012
	Withholding income tax - Banks	61,793	368	72,930	452
	Withholding income tax - PTCL	4,081	24	4,081	25
		<b>8,734,001</b>	<b>51,986</b>	<b>4,813,908</b>	<b>29,807</b>
<b>6</b>	<b>CASH AND BANK BALANCES</b>				
	Cash in hand	683,572	4,069	659,835	4,086
	Cash at bank - note 6.1	13,866,537	82,536	8,802,136	54,502
		<b>14,550,109</b>	<b>86,605</b>	<b>9,461,971</b>	<b>58,588</b>
<b>6.1</b>	This represents balance with JS Bank Limited on current account number 877752 .				
<b>7</b>	<b>ACCRUED EXPENSES AND OTHER PAYABLES</b>				
	Salary payable	496,679	2,956	1,026,275	6,355
	Audit fee payable	90,000	536	90,000	557
	Withholding income tax - employees	14,000	83	1,092	7
	Withholding income tax - vendors	818,678	4,873	14,488	90
		<b>1,419,357</b>	<b>8,448</b>	<b>1,131,855</b>	<b>7,008</b>
<b>8</b>	<b>CONTINGENCIES AND COMMITMENTS</b>				
	No significant contingencies or commitments existed on the balance sheet date.				
<b>9</b>	<b>DONATIONS</b>				
	Donations from funds raising events outside Pakistan	69,009,901	427,491	43,069,747	307,286
	Donations received from individuals within Pakistan	6,791,205	42,069	2,434,858	17,258
	Donations from Pakistani Community outside Paksitan	25,848,917	160,125	-	-
	Donations from UK Medical Aid to Pakistan	3,413,215	21,144	2,741,565	20,685
	Donation from Brig. Sahib Dad Khan Welfare Trust	4,215,328	26,112	2,924,707	21,973
	Donation from Shehnaz and Bashir Malik Educational Trust	4,179,480	25,890	2,855,462	20,374
		<b>113,458,045</b>	<b>702,831</b>	<b>54,026,339</b>	<b>387,576</b>
<b>10</b>	<b>OTHER INCOME</b>				
	This represents income received from Swat OPD.				





	2020		2019	
	PKR	USD	PKR	USD
<b>11 PROGRAM EXPENSES</b>				
Salaries and benefits	11,709,966	72,539	10,118,236	74,419
Donation of medicines and medical supplies	4,110,991	25,466	2,024,551	15,074
Donation of clothing for poor	75,463	467	572,680	4,490
Donations in kind	135,000	836	42,000	317
Donation for food aid	24,863,838	154,022	500,640	3,430
Donation for arts and culture	30,000	186	65,271	525
Donation for animal welfare projects	5,110,211	31,656	1,009,510	7,156
Donation of cows and calves for widows	-	-	593,200	4,326
Donations for school construction	6,371,961	39,472	6,430,080	45,004
Donations for shelter construction	-	-	1,773,394	12,953
Donation for clean water projects	9,345,878	57,894	7,820,188	57,521
Donation for livelihood support	1,130,910	7,006	483,584	3,467
Donation for orphanage support	2,349,762	14,556	104,100	701
Educational support - individual and schools	4,186,220	25,932	618,597	4,838
Donation to individuals and family support	1,946,556	12,058	3,093,376	22,476
Donation for special patient support	169,820	1,052	48,700	340
Donation for other construction projects	15,370,873	95,217	591,500	4,374
Medication for the poor	-	-	17,308	125
Food for employees, volunteers and guests	1,948,780	12,072	1,471,024	10,724
Hotel accommodation in field	757,221	4,691	284,970	2,046
Vehicle rent	919,093	5,693	591,780	4,326
Facility Rent	973,000	6,027	-	-
Vehicle rent of ambulance / others	2,000	12	131,870	913
Vehicle fuel	881,530	5,461	694,132	5,120
Repair and maintenance	66,672	413	64,240	476
General supplies	748,915	4,639	205,224	1,529
Generator fuel	26,730	166	11,860	84
Cleaning supplies	93,056	576	57,765	415
Depreciation	205,259	1,272	88,899	573
Transportation	204,381	1,266	133,980	958
Highway toll and parking fee	21,686	134	23,947	176
Air fare	67,305	417	31,150	231
Labor charges	311,727	1,931	12,963	100
Travelling - bus and cabs	391,976	2,428	485,155	3,556
Printing and stationery	78,800	488	70,199	506
Utilities	482,756	2,990	249,898	1,810
Communication	253,883	1,573	265,378	1,948
Janitorial services	69,450	430	76,766	564
Professional fee	338,976	2,100	634,400	5,040
Miscellaneous	-	-	32,810	223
	<b>95,750,646</b>	<b>593,140</b>	<b>41,525,324</b>	<b>302,855</b>



	2020		2019	
	PKR	USD	PKR	USD
<b>12 ADMINISTRATION EXPENSES</b>				
Salaries and benefits	1,166,160	7,224	1,019,774	7,478
Office rent	1,403,300	8,693	1,255,500	9,252
Food for employees, volunteers and guests	487,195	3,018	367,756	2,681
Medication for employees	89,413	554	47,049	337
Professional fee	301,144	1,865	794,164	6,443
Highway toll and parking fee	2,410	15	2,661	20
Audit fee	90,000	558	90,000	515
General supplies	499,276	3,093	136,816	1,020
Cleaning supplies	62,038	384	38,510	277
Communication	28,209	175	29,486	216
Eidi to volunteers	-	-	25,000	161
Depreciation	205,259	1,272	88,899	573
Vehicle rent	393,897	2,440	253,620	1,854
Vehicle fuel	377,799	2,340	297,485	2,194
Repair and maintenance	70,888	439	38,760	289
Travelling - bus and cabs	-	-	53,906	395
CDRS promo expenses	121,215	751	140,476	1,000
Janitorial services	69,700	432	78,796	579
Air fare	67,305	417	31,150	231
Labor charges	727,363	4,506	30,247	233
Office cost and supplies	-	-	57,010	407
Postage and delivery	15,707	97	29,889	221
Utility bills	271,398	1,681	62,475	453
Printing and stationery	183,866	1,139	163,797	1,181
Miscellaneous	-	-	63,661	459
Bank charges	120,489	746	247,420	1,797
	<b>6,754,029</b>	<b>41,839</b>	<b>5,444,307</b>	<b>40,265</b>

### 13 TRANSACTIONS WITH RELATED PARTIES

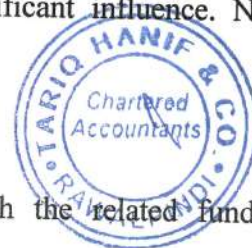
The related parties comprise of affiliates of the Trust, chairman, trustee, key management personnel and entities over which the chairman or trustees are able to exercise significant influence. No transactions with the related parties occurred during the year.

### 14 FUND MANAGEMENT

The Board of Trustees of the Trust monitors the performance along with the related funds requirement. The Trust is not subject to externally imposed fund requirements.

### 15 NUMBER OF EMPLOYEES

	2020	2019
Number of employees at the end of the year	29	33
Average number of employees during the year	32	34



**16 GENERAL**

- (i) All figures in the financial statements have been rounded off to the nearest rupee/dollar.
- (ii) Corresponding figures have been re-arranged, where necessary, for the purpose of comparison. However, no significant re-classifications have been made.

**17 DATE OF AUTHORISATION**

These financial statements have been authorised for issue by the Board of Trustees on

17-11-2023



CHAIRMAN



TRUSTEE