

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ICARE.**

### **Report on the Audit of The Financial Statements**

#### **Opinion**

We have audited the annexed financial statements of **ICARE**, which comprise the statement of financial position as at June 30, 2022, and the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan, in the manner so required and respectively give a true and fair view of the state of the Partnership's affairs as at June 30, 2022 and of the loss and other comprehensive income, the changes in equity and its cash flows for the year then ended.

#### **Basis for Opinion**

We conducted our audit in accordance with 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 Partnership in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Cost and Management Accountants of Pakistan 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.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### **Information Other than the Financial Statements and Auditors' Report Thereon**

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in

the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Responsibilities of Management and Board of Directors for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Partnership's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Partnership or to cease operations, or has no realistic alternative but to do so. Board of directors are responsible for overseeing the Partnership's financial reporting process.

#### **Auditors' 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:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Partnership's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Partnership's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our

opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Partnership to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors 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.

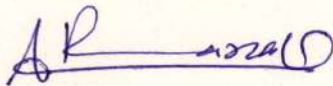
We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters.

We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Partnership;
- b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Partnership's business; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).



A. R. & CO.  
Cost and Management Accountants  
Abdul Razzaq FCMA  
Lahore; September 10, 2022



ICARE  
STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2022

	Note	2022 Rupees	2021 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	54,007	63,538
<b>CURRENT ASSETS</b>			
Advance income tax		47,701	47,701
Cash and bank balances	6	2,252,010	2,512,132
		2,299,711	2,559,833
<b>Total Assets</b>		<b>2,353,718</b>	<b>2,623,371</b>
<b>CURRENT LIABILITIES</b>			
Audit fee payable		(25,000)	(20,000)
<b>CONTINGENCIES AND COMMITMENTS</b>			
<b>Net Assets</b>	7	<b>2,328,718</b>	<b>2,603,371</b>
<b>Represented by</b>			
General fund		<b>2,328,718</b>	<b>2,603,371</b>

The annexed notes from 1 to 13 form an integral part of these financial statements.



*[Signature]*  
CHAIRPERSON

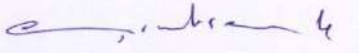
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FINANCE SECRETARY

ICARE  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
Income		-	-
Expenditures	8	(274,531)	(271,213)
Finance cost	9	(122)	(911)
<b>(Deficit) before taxation</b>		<b>(274,653)</b>	<b>(272,124)</b>
Taxation		-	-
<b>(Deficit) after taxation</b>		<b>(274,653)</b>	<b>(272,124)</b>

*The annexed notes from 1 to 13 form an integral part of these financial statements.*



  
CHAIRPERSON

  
FINANCE SECRETARY

ICARE  
 STATEMENT OF CHANGES IN FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

Description	General Fund	Total
Balance as at July 01, 2020	2,875,495	2,875,495
(Deficit) for the year	(272,124)	(272,124)
<b>Balance as at June 30, 2021</b>	<b>2,603,371</b>	<b>2,603,371</b>
Balance as at July 1, 2021	2,603,371	2,603,371
(Deficit) for the year	(274,653)	(274,653)
<b>Balance as at June 30, 2022</b>	<b>2,328,718</b>	<b>2,328,718</b>

*The annexed notes from 1 to 13 form an integral part of these financial statements.*



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CHAIRPERSON

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FINANCE SECRETARY

ICARE  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
(Deficit) before taxation		(274,653)	(272,124)
Adjustments for:			
Depreciation	5	9,531	11,213
Finance cost	9	122	911
<b>Operating (loss) before working capital changes</b>		<b>(265,000)</b>	<b>(260,000)</b>
<b>Changes in working capital</b>			
<b>(Decrease) /increase in current liabilities</b>			
Audit fee payable		5,000	-
<b>Net cash (used) in operations</b>		<b>(260,000)</b>	<b>(260,000)</b>
Taxes paid		-	(15,855)
Finance cost		(122)	(911)
<b>Net cash (outflow) from operating activities</b>	<b>A</b>	<b>(260,122)</b>	<b>(276,766)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property, plant and equipment		-	-
<b>Net cash flow from investing activities</b>	<b>B</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Loan paid during the year		-	-
<b>Net cash inflow from financing activities</b>	<b>C</b>	<b>-</b>	<b>-</b>
Net increase/(decrease) in cash and cash equivalents	[A+B+C]	(260,122)	(276,766)
Cash and cash equivalents at the beginning of the year		2,512,132	2,788,897
<b>Cash and cash equivalents at the end of the year</b>		<b>2,252,010</b>	<b>2,512,131</b>

The annexed notes from 1 to 13 form an integral part of these financial statements.



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CHAIRPERSON

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FINANCE SECRETARY