



Hasan Associates

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT THE KAGHAN MEMORIAL TRUST

Opinion

We have audited the accompanying financial statements of THE KAGHAN MEMORIAL TRUST (the Trust) which comprise of balance sheet as at June 30, 2020, income and expenditure account, cash flow statement and the statement of changes in accumulated fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Trust as at June 30, 2020 and of its financial performance, cash flows and changes in accumulated fund for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Trust in accordance with the International Ethics Standard 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 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.

Management's Responsibility for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with the approved accounting standards as applicable in Pakistan, and for such internal controls as the Management determines to be 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, Trustees are responsible for assessing the ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to liquidate the Trust or to cease operations, or has not realistic alternative but to do so. Trustees are responsible for overseeing the Trust for financial reporting process.

Auditors' Responsibility

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 auditor's 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, 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 entity'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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the disclosures in the financial statements about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial statements. Our conclusions are based on information available to us at the date of the auditor's report. However, future events or conditions may cause an 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 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.

Rawalpindi
September 30, 2020



Hasan Associates
Chartered Accountants
Engagement Partner: Shahzad Ul Hasan



THE KAGHAN MEMORIAL TRUST
BALANCE SHEET
AS AT JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	4	56,859,449	46,943,773
Capital work in progress	5	10,792,774	11,994,359
Intangible assets	6	6,784	9,691
		67,659,007	58,947,823
CURRENT ASSETS			
Short term advance	7	26,674	161,219
Advances, deposits and prepayments	8	55,209	1,798,907
Cash and bank balances	9	3,786,617	4,303,637
		3,868,500	6,263,763
		71,527,507	65,211,586
FUNDS AND LIABILITIES			
FUNDS - GENERAL			
General funds	10	(17,469,715)	(15,583,058)
Deferred grants	11	82,464,483	75,069,304
		64,994,768	59,486,246
CURRENT LIABILITIES			
Short term loans	12	3,354,036	4,235,731
Accrued and other liabilities	13	3,178,703	1,489,609
		6,532,739	5,725,340
		71,527,507	65,211,586

The annexed notes 1 to 21 form an integral part of these financial statements.

Islamabad





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**THE KAGHAN MEMORIAL TRUST
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2020**

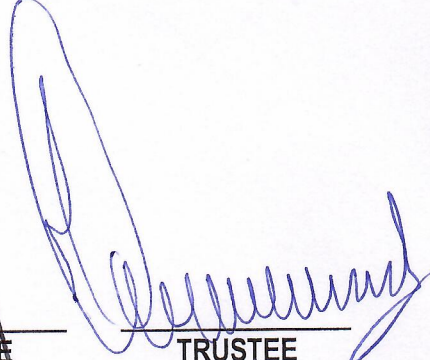
	Note	2020 Rupees	2019 Rupees
INCOME	14	27,886,567	29,904,873
EXPENDITURES			
Fund raising	15	-	72,912
Head office	16	3,081,954	2,774,210
The Kaghan Memorial School	17	26,691,270	26,147,542
		(29,773,224)	(28,994,664)
Surplus / (Deficit) for the year		<u>(1,886,657)</u>	<u>910,209</u>

The annexed notes 1 to 21 form an integral part of these financial statements.

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**THE KAGHAN MEMORIAL TRUST
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2020**


	Note	2020 Rupees	2019 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Surplus / (Deficit) for the year		(1,886,657)	910,209
Adjustments for:			
Depreciation	4	6,072,808	5,447,379
Amortization of income	11	(13,218,421)	(11,318,529)
Amortization of intangible assets	6	2,907	4,154
Operating surplus / (deficit) before working capital changes		(9,029,363)	(4,956,787)
Changes in working capital			
(Increase)/decrease in current assets:			
Advances and deposits		1,743,698	(1,326,597)
Increase in current liabilities:			
Accrued and other liabilities		1,689,094	938,084
Net change in working capital		3,432,792	(388,513)
Net cash generated from/(used) in operating activities		(5,596,571)	(5,345,299.76)
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditures (fixed assets/intangibles)			
Capital work in progress		(10,792,774)	(2,314,615)
Addition of fixed assets		(3,994,125)	(4,924,135)
Advance lease rentals		134,545	(74,997)
Net cash generated from/(used) in investing activities		(14,652,354)	(7,313,747)
CASH FLOW FROM FINANCING ACTIVITIES			
Deferred building and vehicle grants received		20,613,600	4,049,720
Short term loan repaid		(881,695)	(388,830)
Net cash generated from/(used) in financing activities		19,731,905	3,660,890
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS		(517,019)	(8,998,157)
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		4,303,637	13,301,794
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR		3,786,617	4,303,637

The annexed notes 1 to 21 form an integral part of these financial statements.

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THE KAGHAN MEMORIAL TRUST
STATEMENT OF CHANGES IN ACCUMULATED FUND
FOR THE YEAR ENDED JUNE 30, 2020

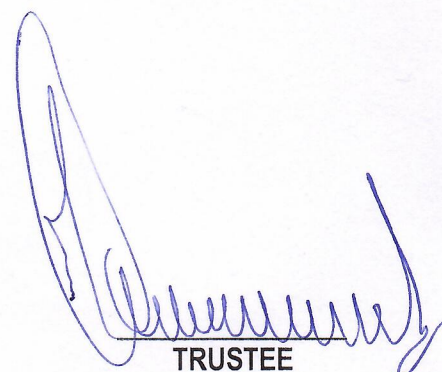
	GENERAL FUNDS	RESTRICTED FUNDS	TOTAL ACCUMULATED FUNDS
	------(Rupees)-----		
Balance as on June 30, 2018	(16,493,267)	82,338,113	65,844,846
Surplus for the year ended June 30, 2019	910,209	-	910,209
Restricted fund received during the year	-	4,049,720	4,049,720
Amortized during the year	-	(11,318,529)	(11,318,529)
Balance as on June 30, 2019	(15,583,058)	75,069,304	59,486,246
Deficit for the year ended June 30, 2020	(1,886,657)	-	(1,886,657)
Restricted fund received during the year	-	20,613,600	20,613,600
Amortized during the year	-	(13,218,421)	(13,218,421)
Balance as on June 30, 2020	(17,469,715)	82,464,483	64,994,768

The annexed notes 1 to 21 form an integral part of these financial statements.

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THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

1 STATUS AND OPERATIONS

The Kaghan Memorial Trust (the Trust) was registered in March 2006 under Trust Act of 1882, with the objective to build and run a school in the earthquake affected Kaghan Valley, in order to provide free education of a high quality. The Trust receives funds from cross sections of society within and outside Pakistan for building of primary and secondary schools as well as for operation of schools. These donations are made by organizations, institutions and individuals. The registered office of the Trust is situated at House # 1, Old Firing Range Drive, Main Bani Gala Road, Bani Gala, Islamabad.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 Guidelines for Accounting and Financial Reporting Standards for Small-Sized Entities (SSEs) issued by the Institute of Chartered Accountants of Pakistan.

2.2 BASIS OF PREPARATION

These accounts have been prepared under the historical cost conventions without any adjustments to the effects of inflation or current values, except where stated in relevant policies and notes.

2.3 MANAGEMENT RESPONSIBILITY FOR FINANCIAL STATEMENTS

The Board of Trustees is responsible for the preparation and presentation of financial statements. The reporting currency of the financial statements is the Pakistani Rupee. These financial statements of the Trust have been prepared for the year from July 01, 2019 to June 30, 2020.

2.4 PROPERTY, PLANT AND EQUIPMENT (PPE)

PPE are stated at cost less accumulated depreciation and impairment losses. PPE received free of cost is stated at a nominal value of rupee 1. Depreciation is provided on reducing balance method at the rates specified in note 4. Depreciation is charged on additions from the month in which an asset is acquired, while no depreciation is charged in the month of disposal.

2.5 INTANGIBLE ASSETS

Intangible Assets are stated at cost less accumulated amortization and accumulated impairment losses, if any. Amortization is charged on a reducing balance method over the estimated useful lives of intangible assets. The estimated useful life and amortization method are reviewed at the end of each annual reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. The Trust charges amortization on all additions from the month in which an asset is acquired or capitalized, while no amortization is charged in the month of disposal.

2.6 INCOME

Income is recognized when it is received.

2.7 GRANT

Grants received for capital assets are deferred and recognized as income to the extent at which the capital asset is depreciated over its useful life.

2.8 EXPENSES

All expenses are recognized in the income and expenditure account on accrual basis.

2.9 CAPITAL WORK IN PROGRESS

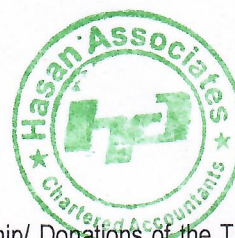
Capital work in progress is stated at cost.

3 TAXATION

No provision for taxation has been made in these accounts as the Income/ Sponsorship/ Donations of the Trust are exempt from levy of income tax under clause (a) of sub-section 2 of section 100C of the Income Tax Ordinance, 2001, introduced under the Finance Act, 2014. Previously the income of the Trust was exempt under section 60 and 92 of the 2nd Schedule to the Income Tax Ordinance, 2001 being an educational and charitable institution solely for educational and charitable purposes and not for the purpose of making profit.

3.1 FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are translated into Pak Rupees at exchange rates prevailing on the date of transactions. All monetary assets and liabilities in foreign currencies on the balance sheet date are translated into Pak Rupees at the rates of exchange prevailing on the balance sheet date. Exchange differences, if any, are included in income and expenditure account currently.



THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

4. PROPERTY, PLANT AND EQUIPMENT

Particulars	Building	Computers & Accessories	Office Equipments	Motor Vehicle	Furniture & Fixtures	Books & Sports Items	Electric Equipments	Other Assets	Total
	-----RUPEES-----								

4.1 HEAD OFFICE

As at July 01, 2018

Cost	-	962,248	168,600	-	781,963	-	585,846	72,853	2,571,510
Accumulated Depreciation	-	(638,700)	(135,067)	-	(449,520)	-	(414,963)	(59,440)	(1,697,690)
	-	323,548	33,533	-	332,443	-	170,883	13,413	873,820

For the year ended June 30, 2019

Opening written down value	-	323,548	33,533	-	332,443	-	170,883	13,413	873,820
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Additions/ transfers in

Cost	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-	-	-	-	-

Deletion/ transfers out

Cost	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-	-	-	-	-

Depreciation for the year

	-	(48,532)	(5,030)	-	(33,244)	-	(25,632)	(2,683)	(115,121)
	-	275,016	28,503	-	299,199	-	145,251	10,730	758,699

As at July 01, 2019

Cost	-	962,248	168,600	-	781,963	-	585,846	72,853	2,571,510
Accumulated Depreciation	-	(687,232)	(140,097)	-	(482,764)	-	(440,595)	(62,123)	(1,812,811)
	-	275,016	28,503	-	299,199	-	145,251	10,730	758,699

For the year ended June 30, 2020

Opening written down value	-	275,016	28,503	-	299,199	-	145,251	10,730	758,699
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Additions/ transfers in

Cost	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-	-	-	-	-

Deletion/ transfers out

Cost	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-	-	-	-	-

Depreciation for the year

	-	(41,252)	(4,275)	-	(29,920)	-	(21,788)	(2,146)	(99,381)
	-	233,764	24,228	-	269,279	-	123,463	8,584	659,318

As at July 01, 2020

Cost	-	962,248	168,600	-	781,963	-	585,846	72,853	2,571,510
Accumulated Depreciation	-	(728,484)	(144,372)	-	(512,684)	-	(462,383)	(64,269)	(1,912,192)
	-	233,764	24,228	-	269,279	-	123,463	8,584	659,318

Depreciation rate

5%	15%	15%	20%	10%	10%	15%	20%
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THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

4. PROPERTY, PLANT AND EQUIPMENT

Particulars	Building	Computers & Accessories	Office Equipments	Motor Vehicle	Furniture & Fixtures	Books & Sports Items	Electric Equipments	Other Assets	Total
	-----RUPEES-----								

4.2 THE KAGHAN MEMORIAL SCHOOL

As at July 01, 2018

Cost	18,061,605	142,830	49,044	20,139,522	2,011,045	118,371	1,266,237	371,259	42,159,913
Accumulated Depreciation	(3,429,090)	(66,418)	(38,856)	(3,304,809)	(1,022,845)	(79,212)	(794,498)	(318,446)	(9,054,174)
	14,632,515	76,412	10,188	16,834,713	988,200	39,159	471,739	52,813	33,105,739

For the year ended June 30, 2019

Opening written down value	14,632,515	76,412	10,188	16,834,713	988,200	39,159	471,739	52,813	33,105,739
Additions/ transfers in									
Cost	13,487,459	2,249,720	-	2,556,100	-	-	-	118,315	18,411,594
Accumulated Depreciation	-	-	-	-	-	-	-	-	-
	13,487,459	2,249,720	-	2,556,100	-	-	-	118,315	18,411,594

Deletion/ transfers out

Cost	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-	-	-	-	-

Depreciation for the year

	(1,066,041)	(178,804)	(1,528)	(3,878,163)	(98,820)	(3,916)	(70,761)	(34,226)	(5,332,259)
	27,053,933	2,147,328	8,660	15,512,650	889,380	35,243	400,978	136,902	46,185,074

As at July 01, 2019

Cost	31,549,064	2,392,550	49,044	22,695,622	2,011,045	118,371	1,266,237	489,574	60,571,507
Accumulated Depreciation	(4,495,131)	(245,222)	(40,384)	(7,182,972)	(1,121,665)	(83,128)	(865,259)	(352,672)	(14,386,433)
	27,053,933	2,147,328	8,660	15,512,650	889,380	35,243	400,978	136,902	46,185,074

For the year ended June 30, 2020

Opening written down value	27,053,933	2,147,328	8,660	15,512,650	889,380	35,243	400,978	136,902	46,185,074
Additions/ transfers in									
Cost	11,994,359	14,000	-	-	3,830,300	-	-	149,825	15,988,484
Accumulated Depreciation	-	-	-	-	-	-	-	-	-
	11,994,359	14,000	-	-	3,830,300	-	-	149,825	15,988,484

Deletion/ transfers out

Cost	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-	-	-	-	-

Depreciation for the year

	(1,952,415)	(324,199)	(1,299)	(3,102,530)	(471,968)	(3,524)	(60,147)	(57,345)	(5,973,427)
	37,095,877	1,837,129	7,361	12,410,120	4,247,712	31,719	340,831	229,382	56,200,131

As at July 01, 2020

Cost	43,543,423	2,406,550	49,044	22,695,622	5,841,345	118,371	1,266,237	639,399	76,559,991
Accumulated Depreciation	(6,447,546)	(569,421)	(41,683)	(10,285,502)	(1,593,633)	(86,652)	(925,406)	(410,017)	(20,359,860)
	37,095,877	1,837,129	7,361	12,410,120	4,247,712	31,719	340,831	229,382	56,200,131

Depreciation rate

5%	15%	15%	20%	10%	10%	15%	20%
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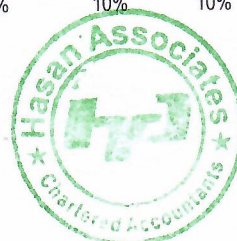
Property, Plant And Equipment (Combined)

As at July 01, 2020

Cost	43,543,423	3,368,798	217,644	22,695,622	6,623,308	118,371	1,852,083	712,252	79,131,501
Accumulated Depreciation	(6,447,546)	(1,297,905)	(186,055)	(10,285,502)	(2,106,317)	(86,652)	(1,387,789)	(474,286)	(22,272,052)
	37,095,877	2,070,893	31,589	12,410,120	4,516,991	31,719	464,294	237,966	56,859,449

Depreciation rate

5%	15%	15%	20%	10%	10%	15%	20%
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THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
5 CAPITAL WORK IN PROGRESS			
Opening balance		11,994,359	23,167,203
Additions during the year		10,792,774	2,314,615
Transfer to property, plant and equipment		(11,994,359)	(13,487,459)
		<u>10,792,774</u>	<u>11,994,359</u>

5.1 This represents cost incurred on construction of school building located at Revenue estate of Mouza Kawai, Tehsil Balakot, District Mansehra.

	Note	Antivirus Rupees	Total Rupees
6 INTANGIBLE ASSETS			
As at July 01, 2018			
Cost		28,255	28,255
Accumulated amortization		(14,410)	(14,410)
		<u>13,845</u>	<u>13,845</u>
For the year ended June 30, 2019			
Opening written down value		13,845	13,845
Additions / transfers in		-	-
Deletions / transfers out		-	-
Amortization for the year		(4,154)	(4,154)
		<u>9,691</u>	<u>9,691</u>
As at July 01, 2019			
Cost		28,255	28,255
Accumulated amortization		(18,564)	(18,564)
		<u>9,691</u>	<u>9,691</u>
For the year ended June 30, 2020			
Opening written down value		9,691	9,691
Additions / transfers in		-	-
Deletions / transfers out		-	-
Amortization for the year		(2,907)	-
		<u>6,784</u>	<u>9,691</u>
As at July 01, 2020			
Cost		28,255	28,255
Accumulated amortization		(21,471)	(18,564)
		<u>6,784</u>	<u>9,691</u>
Amortization rate		30%	



THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
7 SHORT TERM ADVANCES			
Advance annual lease rental on land	7.1	26,674	161,219
Current portion of lease rental		-	-
		<u>26,674</u>	<u>161,219</u>

7.1 This represents advance lease rentals deposited in respect of land located at revenue estate of Mouza Kawai, Tehsil Balakot, District Mansehra. The land is utilized for the purpose of The Kaghan Memorial School.

	Note	2020 Rupees	2019 Rupees
8 ADVANCES, DEPOSITS AND PREPAYMENTS			
Advances to suppliers	8.1	-	1,781,687
Employees Advance		35,000	-
Advance tax		20,209	17,220
		<u>55,209</u>	<u>1,798,907</u>

8.1 This represents the advance payment to M/S HB Furniture, Blue area, Islamabad for purchase of furniture for school library.

	Note	2020 Rupees	2019 Rupees
9 CASH AND BANK BALANCES			
Cash in hand		1,161,557	1,225,356
Cash at bank - Current accounts			
- Meezan bank limited		2,615,898	3,069,119
- Faysal bank limited		4,438	4,438
- The Bank of Khyber limited		1,827	1,827
- United bank limited		2,898	2,898
		<u>3,786,617</u>	<u>4,303,637</u>

10 GENERAL FUNDS			
Opening balance		(15,583,058)	(16,493,267)
Surplus/ (Deficit) for the year		(1,886,657)	910,209
		<u>(17,469,715)</u>	<u>(15,583,058)</u>

11 DEFERRED GRANTS			
Opening balance		75,069,304	82,338,113
Grants received during the year	11.1	20,613,600	4,049,720
Amortization of grant		(13,218,421)	(11,318,529)
		<u>82,464,483</u>	<u>75,069,304</u>

11.1 For Building, Vehicles & Computers

Pakistan State Oil		15,000,000	-
Polish Embassy (Computers & Furniture)		2,565,000	2,249,720
Oceandusk Group		3,048,600	1,800,000
		<u>20,613,600</u>	<u>4,049,720</u>



THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
12 SHORT TERM LOANS			
Loans from:			
Arcadian Hotels & Resorts (Private) Limited		650,700	1,040,700
Ms. Meraj Humayun Khan		1,550,000	1,550,000
Mr. Khurram Khan (Managing Trustee)		853,336	853,336
Ms. Jennifer Ankrom (Trustee)		-	491,695
Ms. Maryam Khan (Trustee)		300,000	300,000
		<u>3,354,036</u>	<u>4,235,731</u>
12.1 This represents interest free loans for meeting the school construction cost of the building, school operations and other day-to-day expenses of the Trust.			
	Note	2020 Rupees	2019 Rupees
13 ACCRUED AND OTHER LIABILITIES			
Employees salary		3,051,482	1,222,160
Audit remuneration		80,000	80,000
Withholding tax payable		47,221	187,449
		<u>3,178,703</u>	<u>1,489,609</u>
14 INCOME			
Donations		1,226,457	2,737,518
Income from fundraising event	14.1	-	7,484,650
Income from child sponsorship		13,214,534	8,032,606
Amortization of deferred grants		13,218,421	11,318,529
Community contribution		-	110,880
Others - Donation collected in donation boxes		227,155	220,690
		<u>27,886,567</u>	<u>29,904,873</u>
14.1 Income from fund raising events			
Local fundraising event # 1 -Serena Hotel		-	5,645,000
Local fundraising event # 2 (Lucky draw 2018/2019)		-	1,839,650
		<u>-</u>	<u>7,484,650</u>
15 FUND RAISING EXPENDITURE			
Printing and promotion		-	33,912
Miscellaneous		-	39,000
		<u>-</u>	<u>72,912</u>



THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
16 KHAGAN MEMORIAL TRUST - HEAD OFFICE			
Staff salaries		1,832,136	1,571,118
Advertisement and website hosting charges		70,237	4,900
Supplies, printing and stationery		68,994	99,797
Postage and courier		860	3,445
Domestic travelling		173,507	115,550
Vehicle running		152,175	142,255
Communication		37,309	42,715
Equipment repairs and maintenance		82,200	114,570
Vehicle repair and maintenance		195,417	60,080
Meals for staff		240,106	277,205
Audit fee		80,000	80,000
Utilities		-	1,000
Bank charges		22,310	47,753
Miscellaneous		24,415	94,547
Depreciation	4.1	99,381	115,121
Amortization	6	2,907	4,154
		3,081,954	2,774,210
17 KAGHAN MEMORIAL SCHOOL			
Staff salaries		14,763,527	12,978,125
Classroom supplies		1,210,901	1,369,707
Office supplies, printing and stationery		80,405	53,480
Lease expenses		134,545	130,626
Domestic travelling		463,201	342,945
Vehicle running		1,545,550	2,507,386
Utilities		287,929	328,547
Communication		33,000	37,700
Building repairs and maintenance		54,000	91,466
Equipment repairs and maintenance		10,000	52,800
Vehicle repair and maintenance		929,185	774,690
Vehicle rental charges		273,720	745,290
Fuel for generator		24,000	65,110
Meals for staff		567,627	692,076
Sports day and annual day expense		304,916	367,073
Board fee		5,000	126,080
Miscellaneous		30,337	152,182
Depreciation	4.1	5,973,427	5,332,259
		26,691,270	26,147,542



THE KAGHAN MEMORIAL TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
18 RELATED PARTY TRANSACTIONS			
The Trust has obtained interest free loans for day to day operations.			
RELATIONSHIP	NATURE OF TRANSACTION		
Arcadian Hotels & Resorts (Pvt.) Limited	Interest free loan	650,700	1,040,700
Ms. Meraj Humayun Khan	Interest free loan	1,550,000	1,550,000
Mr. Khurram Khan (Managing Trustee)	Interest free loan	853,336	853,336
Ms. Jennifer Ankrom (Trustee)	Interest free loan	-	491,695
Ms. Maryam Khan (Trustee)	Interest free loan	300,000	300,000
19 NUMBER OF EMPLOYEES		Number	Number
Number of employees at year end		64	64
Average number of employees during the period		65	61

20 FIGURES


In these financial statements figures have been rounded off to the nearest rupee and of the previous year have been re- arranged and re-grouped wherever necessary to facilitate comparison.

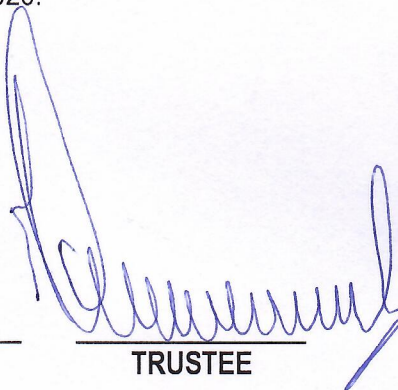
21 AUTHORIZATION FOR ISSUE

The Financial Statements were authorized for issue on the 30th day of September 2020.

Islamabad




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