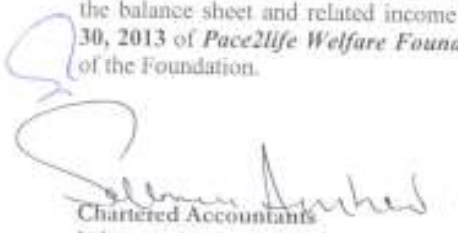


REPORT TO MEMBERS

We have examined the annexed balance sheet of the **Pace2life Welfare Foundation** as at **June 30, 2013** and the related income and expenditure account, together with the notes forming part thereof (here-in-after referred to as the financial statements for the year then ended).

It is the responsibility of the management of Foundation to establish and maintain a system of control and prepare and present the financial statements.

In our opinion and to best of our information and according the explanation given to us; the balance sheet and related income and expenditure account for the year ended **June 30, 2013** of **Pace2life Welfare Foundation** are in agreement with the books of accounts of the Foundation.



Chartered Accountants
Lahore

Pace2life Welfare Foundation

Balance Sheet

For the year ended June 30, 2013

	Note	2013 Rupees	2012 Rupees
Non current assets			
Property and equipment	\$	47,334	22,304
		47,334	22,304
Current assets			
Cash and bank balances	\$	39,888	42,817
		39,888	42,817
Net Assets		87,202	65,121
Represented by:			
Accumulated surplus		87,202	65,121
		87,202	65,121

The attached notes 1 to 9 form an integral part of these financial statements.


CHAIRMAN


PRESIDENT

Pace2life Welfare Foundation

Income and expenditure account
For the year ended June 30, 2013

	Note	2013 Rupees	2012 Rupees
Income			
Donations	7	268,448	181,620
Bank profits		2,124	543
		370,572	182,163
Expenditure			
Project cost	8	347,397	159,354
Bank charges		1,094	513
		348,491	159,867
Net surplus for the year		22,081	22,296

The annexed notes 1 to 9 form an integral part of these financial statements.

Muqas Ahmed
CHAIRMAN

Shabir Siddiqi
PRESIDENT

Notes to the financial statements For the year ended June 30, 2013

1 NATURE AND DETAIL OF PROJECT

Pace2life Welfare Foundation was established as a non-profit, non-religious, non-ethnic NGO. Pace2life was registered in September 2009 under the Voluntary Social Welfare Agencies (Registration and Control Ordinance, 1961). The main objectives of Pace2life is to revolutionize the point of view of disabled persons about themselves and the behaviour of society about the disabled persons.
It is situated at 1712-A, Kohn Behemat Raj, Tehsil Bazar, Bhat Gate Lahore.

2 ACCOUNTING CONVENTION

These financial statements have been prepared under historical cost convention.

3 BASIS OF PREPARATION

These financial statements have been prepared on the accrual basis of accounting.

4 SIGNIFICANT ACCOUNTING POLICIES

4.1 Property, plant and equipment

Operating assets - Owned

Property, plant and equipment is stated at cost or assessed values less accumulated depreciation and accumulated impairment losses, if any. Freehold land and capital work-in-progress are stated at cost or assessed values less impairment loss, if any.

Repairs and maintenance is charged to income and expenditure statement as and when incurred. Major renewals and improvements are capitalized and the assets so replaced, if any, are retired. Gains and losses on disposals of assets, if any, are charged to income currently.

Depreciation

Depreciation on property, plant and equipment is charged on the reducing balance method so as to write off the depreciable amount of the assets over their expected useful lives at the rates mentioned in Note 6 to the financial statements. Residual values and the useful life of property, plant and equipment are reviewed at least at each financial year-end.

Full month's depreciation is charged in the month of purchase while no depreciation is charged in the month of disposal.

De-recognition

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset is charged to income in the year the asset is de-recognized.

4.2 Provisions

Provisions are recognized when the Foundation has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect current best estimate if any.

4.3 Impairment

The carrying amounts of the Foundation's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated and impairment losses are recognized in the statement of income and expenditure. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of income and expenditure.

Notes to the financial statements For the year ended June 30, 2013

4.4 Donations

Donations are recognized as income over the periods necessary to match them with the related cost which they are intended to compensate, on a systematic basis.

4.5 Taxation

Tax charge for current taxation is based on taxable income at the current rates of taxation after taking into account the applicable tax credits and tax rebates realized, if any. Provision for taxation has not been made during the year as the Foundation is in the process of obtaining exemption from tax authorities.

4.6 Project costs

These are stated at cost as and when actual expenses are incurred on projects.

5 PROPERTY AND EQUIPMENT

Description	Equipment	Computers and Accessories	Furniture and Fixtures	Total
	Rupees			
Cost				
Balance as at July 01, 2012	5,400	17,100	14,200	36,700
Additions	20,500	-	12,000	32,500
Balance as at June 30, 2013	25,900	17,100	26,200	69,200
Depreciation				
Balance as at July 01, 2012	1,548	6,764	6,087	14,399
Charge for the year	1,669	3,411	2,390	7,470
Balance as at June 30, 2013	3,215	10,175	8,476	21,866
Written down value as at 2013	22,685	6,925	17,724	47,334
Written down value as at 2012	3,854	10,336	8,115	22,304
Rate of depreciation (%)	30	33	20	

	Note	2013 Rupees	2012 Rupees
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6 CASH AND BANK BALANCES

Cash in hand	-	-
Cash at bank - pts account	39,868	42,817
Total	39,868	42,817

7 Donations

Donations (in Cash)	303,448	162,120
Donations (in Kind)	65,000	29,700
Total	368,448	191,820

Pace2life Welfare Foundation

Notes to the financial statements

For the year ended June 30, 2013

	Note	2013 Rupees	2012 Rupees
8 Expenditure			
Office rent			
Wheat Chery Distributed		26,200	22,800
Distribution of awareness literature		183,000	75,000
Catering expenses		4,300	-
Utilities		38,800	-
Aid to food victims		28,744	23,068
Postage, Telephone & Telegram		-	6,000
Repair and Maintenance		18,100	10,700
Conveyance, Traveling & Carriage		2,000	1,800
Printing & Stationery		15,630	3,120
Brochures printing		19,825	2,305
Miscellaneous		4,000	3,885
Website charges		1,000	800
Depreciation		1,200	1,000
Total	6	7,470	8,103
		347,337	109,304

9 GENERAL

Figures have been rounded off to the nearest rupees.

M. Jagas Ahmed
CHAIRMAN

Shahar Adnan
PRESIDENT