



**Grant Thornton**

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

**GRANT THORNTON ANJUM RAHMAN**

1st & 3rd Floor,  
Modern Motor's House  
Beaumont Road,  
Karachi 75530

T +92 021 3567 2951-56  
F +92 021 3568 8834  
www.gtpak.com

We have audited the annexed balance sheet of TAF Foundation (Formerly Abbasciy Foundation) (the Foundation) as at June 30, 2016 and the related income and expenditure account, statement of comprehensive surplus, statement of changes in fund account, and cash flow statement together with the notes forming part thereof, for the year then ended 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 our audit.

It is the responsibility of the Foundation's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

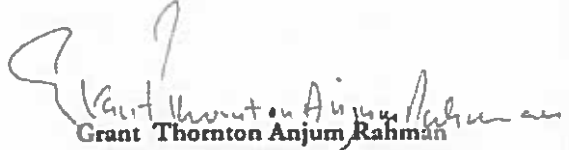
We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- (a) in our opinion, proper books of accounts have been kept by the Company as required by the Companies Ordinance, 1984;
- (b) in our opinion:
  - (i) the balance sheet and income and expenditure account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of accounts and are further in accordance with accounting policies consistently applied;
  - (ii) the expenditure incurred during the year was for the purpose of the Foundation's business; and

- (iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the Foundation;
- (c) in our opinion and to the best of our information and according to the explanations given to us, the balance sheet, income and expenditure account, statement of changes in funds and cash flow statement together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, in the manner so required and respectively give a true and fair view of the state of the Foundation's affairs as at June 30, 2016 and of the surplus, its cash flows and changes in funds for the year then ended; and
- (d) in our opinion, no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The financial statements of the Foundation for the year ended June 30, 2015 were audited by another firm of chartered accountants, who through their report dated October 01, 2015 expressed a modified opinion thereon.

Date: December 09, 2016  
Karachi

  
**Grant Thornton Anjum Rahman**  
Chartered Accountants  
**Muhammad Shaukat Naseeb**  
Engagement Partner

**TAF Foundation (Formerly Abbassciy Foundation)**  
**Financial Statements**  
*For the year ended June 30, 2016*


**TAF FOUNDATION (FORMERLY ABBASSCIY FOUNDATION)  
BALANCE SHEET  
AS AT JUNE 30, 2016**

	Note	2016 -----Rupees-----	2015
<b>ASSETS</b>			
<b>Non - current assets</b>			
Property and equipment	4	3,532,124	-
Intangible assets	5	171,513	-
<b>Total non - current assets</b>		<b>3,703,637</b>	<b>-</b>
<b>Current assets</b>			
Loans and advances	6	-	3,645,000
Prepayments	7	344,828	-
Cash and bank balances	8	75,233,035	12,521,837
<b>Total current assets</b>		<b>75,577,863</b>	<b>16,166,837</b>
<b>Total Assets</b>		<b>79,281,500</b>	<b>16,166,837</b>
<b>FUNDS AND LIABILITIES</b>			
<b>FUNDS</b>			
Capital fund		800,000	600,000
Unrestricted fund		75,505,082	15,034,683
		<b>76,305,082</b>	<b>15,634,683</b>
<b>Non - current liabilities</b>			
Deferred income	9	1,915,366	-
<b>Total non - current liabilities</b>		<b>1,915,366</b>	<b>-</b>
<b>Current liabilities</b>			
Accrued and other liabilities	10	1,061,052	532,154
<b>Total current liabilities</b>		<b>1,061,052</b>	<b>532,154</b>
<b>Total Liabilities</b>		<b>2,976,418</b>	<b>532,154</b>
<b>Total Funds And Liabilities</b>		<b>79,281,500</b>	<b>16,166,837</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	11		

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



CHIEF EXECUTIVE OFFICER



DIRECTOR

**TAF FOUNDATION (FORMERLY ABBASSIY FOUNDATION)  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2016**

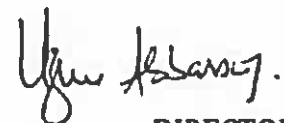
	Note	2016 -----Rupees-----	2015
<b>INCOME</b>			
Donations	12	100,005,957	27,280,624
Amortisation of deferred income	9	98,094	-
		<u>100,104,051</u>	<u>27,280,624</u>
<b>EXPENDITURE</b>			
Donations	13	15,443,227	25,358,492
General and administrative expenses	14	24,190,425	494,365
		<u>39,633,652</u>	<u>25,852,857</u>
<b>SURPLUS FOR THE YEAR BEFORE TAX</b>		<u>60,470,399</u>	<u>1,427,767</u>
Taxation	15	-	-
<b>SURPLUS FOR THE YEAR</b>		<u>60,470,399</u>	<u>1,427,767</u>

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

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**CHIEF EXECUTIVE OFFICER**

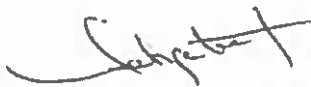


**DIRECTOR**

**TAF FOUNDATION (FORMERLY ABBASSCIY FOUNDATION)  
STATEMENT OF COMPREHENSIVE SURPLUS  
FOR THE YEAR ENDED JUNE 30, 2016**

	2015	2014
	-----Rupees-----	
Surplus for the year	60,470,399	1,427,767
Other comprehensive surplus	-	-
<b>TOTAL COMPREHENSIVE SURPLUS</b>	<u>60,470,399</u>	<u>1,427,767</u>

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



**CHIEF EXECUTIVE OFFICER**



**DIRECTOR**

**TAF FOUNDATION (FORMERLY ABBASSCIY FOUNDATION)  
STATEMENT OF CHANGES IN FUND ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2016**

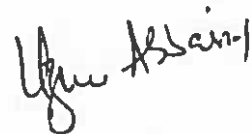
	* Capital Fund	Unrestricted Fund	Total
	-----Rupees-----		
Balance as at June 30, 2014	600,000	13,606,916	14,206,916
Surplus for the year	-	1,427,767	1,427,767
<b>Balance as at June 30, 2015</b>	<b>600,000</b>	<b>15,034,683</b>	<b>15,634,683</b>
Surplus for the year	-	60,470,399	60,470,399
<b>Transaction with members</b>			
Funds received for admission as member	200,000	-	200,000
<b>Balance as at June 30, 2016</b>	<b>800,000</b>	<b>75,505,082</b>	<b>76,305,082</b>

\* This represents contribution by the members when they joined the Foundation in terms of Article "8" of Articles of Association of the fund.

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



**CHIEF EXECUTIVE OFFICER**



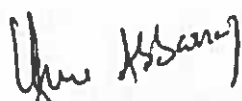
**DIRECTOR**

**TAF FOUNDATION (FORMERLY ABBASSCIY FOUNDATION)  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2016**

	Note	2016 -----Rupees-----	2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus for the year		60,470,399	1,427,767
<b>Adjustments non-cash items:</b>			
Depreciation	4	240,777	-
Amortization	5	24,501	-
Amortization of deferred income	9	(98,094)	-
Loan and advances expensed out		2,867,500	-
Donation in kind expensed out		18,500	-
		<u>3,053,184</u>	-
<b>Working capital changes:</b>			
<b>Increase in current assets</b>			
Prepayments		(344,828)	-
<b>Increase in current liabilities</b>			
Accrued and other liabilities		528,898	455,554
		<u>184,070</u>	<u>455,554</u>
<i>Net cash generated from operating activities</i>		<u>63,707,653</u>	<u>1,883,321</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of fixed assets	4	(1,777,941)	-
Purchase of intangible assets	5	(196,014)	-
<i>Net cash used in investing activities</i>		<u>(1,973,955)</u>	-
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Funds received from member		200,000	-
Amount received against loan advanced		777,500	-
Loans advanced		-	(3,645,000)
<i>Net cash generated from / (used in) financing activities</i>		<u>977,500</u>	<u>(3,645,000)</u>
Net increase / (decrease) in cash and cash equivalent		<u>62,711,198</u>	<u>(1,761,679)</u>
Cash and cash equivalent at the beginning of the year		<u>12,521,837</u>	<u>14,283,516</u>
Cash and cash equivalent at the end of the year	8	<u>75,233,035</u>	<u>12,521,837</u>

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR