

**Rising Sun Education & Welfare Society**  
**Financial Statement**  
**For the year ended 30<sup>th</sup> June 2023**

## INDEPENDENT AUDITOR'S REPORT

To the Executive Committee of Rising Sun Education & Welfare Society

Report on Audit of Financial Statements

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**Grant Thornton Anjum  
Rahman**

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Lahore, Pakistan.

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### Opinion

We have audited the annexed financial statements of **Rising Sun Education and Welfare Society** (the Society), which comprise the statement of financial position as at June 30, 2023, and the income and expenditure account, the statement of changes in accumulated funds, the statement of cash flows 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 Society as at June 30, 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium Sized Entities issued by International Accounting Standard Board as applicable in Pakistan and Accounting standard for Not-for-Profit Organizations issued by the Institute of Chartered Accountants of Pakistan.

### 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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Society in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered 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.

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

The Executive Committee is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of International Financial Reporting Standard for small and medium sized entities issued by International Accounting Standard Board as applicable in Pakistan and Accounting standard for Not for Profit Organization issued by the Institute of Chartered Accountants of Pakistan, and for such internal controls as the society determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

*GRM*



In preparing the financial statements, the Executive Committee is responsible for assessing the Society'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 Society or to cease operations or has no realistic alternative but to do so.

Those charged with Governance for overseeing the Society's financial reporting process.

### **Auditor's 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 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 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 Society'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 Society'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 auditor's report. However, future events or conditions may cause the Society 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.

*WMC*



We communicate with those charged with governance, 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.

The engagement partner on the audit resulting in this independent auditor's report is Imran Afzal.

*Grant Thornton Ayman Rulman*

Chartered Accountants

Lahore

Date: November 22, 2023

UDIN: AR202310212RhuKCl0vU

Rising Sun Education & Welfare Society  
Statement of Financial Position  
As at 30 June 2023

	Note	2023 Rupees	2022 Rupees
<b>ASSETS</b>			
<u>Non-current assets</u>			
Property and equipment	4	256,012,829	261,333,561
		256,012,829	261,333,561
<u>Current assets</u>			
Advances, deposits and other receivables	5	10,875,712	6,741,144
Short term investments	6	161,994,000	98,715,589
Cash and bank balances	7	9,445,323	23,628,937
		182,315,035	129,085,670
		<b>438,327,864</b>	<b>390,419,231</b>
<b>FUNDS AND LIABILITIES</b>			
<u>Funds</u>			
General Fund		52,232,121	53,073,784
Restricted Fund		101,129,716	59,529,485
Endowment Fund		50,184,595	23,401,301
		203,546,432	136,004,570
<u>Non Current liabilities</u>			
Deferred Grants-capital assets	8	221,749,442	232,931,662
<u>Current liabilities</u>			
Trade and other payables	9	13,031,990	21,482,999
		<b>438,327,864</b>	<b>390,419,231</b>
<b>Contingencies and Commitments</b>	10		

The annexed notes 1 to 22 form an integral part of these financial statements.

*Signature*

Lahore

*Pervez Tawwab*  
President

*Shahid Tawwab*  
General Secretary



# Rising Sun Education & Welfare Society

## Income and Expenditure Account

For the year ended 30 June 2023

		2023			2022	
Note	General Fund	Restricted Fund (DHA & Other)	Restricted Fund (Zakat)	Total	Total	
	Rupees	Rupees	Rupees	Rupees	Rupees	
<b>Income</b>						
	Grants - restricted	-	12,282,977	-	12,282,977	7,754,099
12	Grants - Punjab Welfare Trust	3,214,640	-	-	3,214,640	2,275,000
13	Dónations	86,516,185	20,002,600	-	106,518,785	98,064,618
14	Zakat- restricted	-	-	60,874,031	60,874,031	44,778,865
	Parents contribution	17,973,252	-	-	17,973,252	16,113,375
15	Other income	30,323,402	-	-	30,323,402	14,309,333
4.2	Amortization of deferred grants	11,182,220	-	-	11,182,220	11,130,284
		149,209,699	32,285,577	60,874,031	242,369,307	194,425,574
16	Direct expenses	(125,430,307)	(14,902,600)	(19,273,800)	(159,606,707)	(144,191,974)
	<b>Gross Surplus</b>	23,779,392	17,382,977	41,600,231	82,762,600	50,233,600
17	Administrative expenses	(7,691,979)	(17,382,977)	-	(25,074,956)	(19,124,315)
18	Other expenses	(1,145,782)	-	-	(1,145,782)	(910,281)
	<b>Net Surplus for year</b>	14,941,631	-	41,600,231	56,541,862	30,199,004

The annexed notes 1 to 22 form an integral part of these financial statements.

GADK

Lahore

*Perveen Tawwal*  
President

*Sahbaz Tawwal*  
General Secretary