

**RIZQ TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2020**

	Notes	2020 Rupees
ASSETS		
NON-CURRENT ASSETS		
Operating fixed assets	5	<u>1,404,700</u>
CURRENT ASSETS		
Advances, deposits and prepayments	6	33,991
Cash and bank balances	7	3,431,212
		<u>3,465,204</u>
		<u>4,869,904</u>
FUNDS & LIABILITIES		
FUNDS		
Accumulated fund		<u>4,723,654</u>
CURRENT LIABILITIES		
Other Liabilities	8	146,250
CONTINGENCIES AND COMMITMENTS		
	9	-
		<u>4,869,904</u>

The annexed notes from 1 to 18 form an integral part of these financial statements.

Fukharul Ghani
PRESIDENT

Mr. [Signature]
SECRETARY FINANCE



**RIZQ TRUST
INCOME AND EXPENDITURE
FOR THE PERIOD FROM FEBRAURY 13, 2020 TO JUNE 30, 2020**

	Notes	2020 Rupees
Donations - in cash	10	10,919,807
Donations - in kind	11	14,979,516
		<u>25,899,323</u>
Expenditures		
Food Items distribution	12	19,312,652
Operating and administrative expenses	13	1,743,788
Finance cost	14	119,229
		<u>21,175,669</u>
Surplus Before Taxation		<u>4,723,654</u>
Provision for taxation	15	-
Surplus For The Year		<u><u>4,723,654</u></u>

The annexed notes from 1 to 18 form an integral part of these financial statements.

Ruzsana Iqbal
PRESIDENT

Musa Amin
SECRETARY FINANCE



RIZQ TRUST
 STATEMENT OF CHANGES IN FUND
 FOR THE PERIOD FROM FEBRAURY 13, 2020 TO JUNE 30, 2020

	Accumulated fund	Total
	----- (Rs.) -----	
Balance as at Febraury 13, 2020	-	-
Surplus for the year	4,723,654	4,723,654
Balance as on June 30, 2020	4,723,654	4,723,654

The annexed notes from 1 to 18 form an integral part of these financial statements.

Rukhsana Jahan
 PRESIDENT

Munir Ahmad
 SECRETARY FINANCE



**RIZQ TRUST
CASH FLOW STATEMENT
FOR THE PERIOD FROM FEBRAURY 13, 2020 TO JUNE 30, 2020**

	2020 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES	
Operating surplus before tax	4,723,654
Adjustments for non-cash items:	
Increase in current assets	
Advances, deposits and prepayments	(33,991)
Increase in current liabilities	
Other Liabilities	146,250
Net cash generated from operating activities	<u>4,835,912</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Additions to operating fixed assets	(1,404,700)
Net cash used in investing activities	<u>(1,404,700)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Net cash generated from financing activities	<u>-</u>
Net increase in cash and cash equivalents	3,431,212
Cash and cash equivalents at the beginning of the year	<u>-</u>
Cash and cash equivalents at the end of the year	<u><u>3,431,212</u></u>

The annexed notes from 1 to 18 form an integral part of these financial statements.

Rutehsingh
PRESIDENT

GENERAL SECRETARY

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RIZQ TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM FEBRAURY 13, 2020 TO JUNE 30, 2020

1 LEGAL STATUS AND OPERATIONS

1.1 The Rizq Trust was registered on Febraury 13, 2020 under the Trust Act, 1882, with the objective of to establish, run and managed food points to distribute food at subsidized rates or free of cost to underprivileged people, provision of health awareness and health education and promotion especially among poor and oppressed communities, research into developing nutritious product to cater to malnourishment.

1.2 The trust seeks to work for:

- Distribution of food at subsidized rates
- Provision of food free of cost to underprivileged people
- Provision of health awareness and health education
- Social justice, good governance and Social mobilization
- Research into developing nutritious products

1.3 The registered office of the Rizq trust is located at 40-Commercial area, Calvalry Ground Lahore.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for Not for Profit Organizations (Accounting Standard for NPOs) issued by the institute of chartered Accountants of Pakistan as notified under the Companies Act, 2017

Where the provisions of and directives issued under the Companies Act, 2017 differ from the IFRS for SMEs or the accounting standards for NPOs, the provisions of and directives issued under the Companies Act , 2017 have been followed.

3 BASIS OF PREPARATION

3.1 Basis of measurement

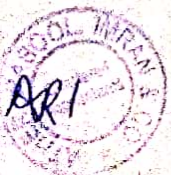
These financial statements have been prepared under historical cost convention.

3.2 Functional and presentation currency

These financial statements are presented in Pakistan Rupees (Pak Rupees), which is also the Trust's functional currency.

3.3 Going concern

These financial statements have been prepared on going concern basis without any adjustments to assets and liabilities based on operation results and future projections. The management is also confident of generating surplus fund through streamlining the operations of the trust.



4 SIGNIFICANT ACCOUNTING POLICIES

4.1 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprises cash in hand, cash at bank on current, saving and deposit accounts and other short term highly liquid investments that are readily convertible into known amount of cash and which are subject to an insignificant risk of changes in value.

4.2 ACCRUED AND OTHER PAYABLES

Liabilities for accrued and other payable are carried at cost, which is the fair value of the consideration to be paid in the future for goods and services received.

4.3 DONATION RECOGNITION

Donations are recognized when it is probable that the economic benefits associated with the transactions will flow to the trust and the amount of donation can be measured reliably.

4.4 EXPENDITURES

Expenditures on various social activities are recorded by the Trust when they are incurred.

4.5 RELATED PARTY TRANSACTIONS

Transactions with related parties are priced at comparable uncontrolled market price.

Parties are said to be related if they are able to influence the operating and financial decision of the Trust and vice versa keeping in view the definition of related party as defined in Guideline for Accounting and Financial Reporting by Non-Government Organisations (NGOs)/Non-Profit Organisations (NPOs).

4.6 ESTIMATION UNCERTAINTY

The preparation of financial statements, in conformity with the approved accounting standards, requires the use of certain critical accounting estimates. It also requires the management to examine its judgment in the process of applying the Trust's accounting policies. Estimates and judgments are continuously evaluated and are based on historical experiences, including expectation of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to the Trust's financial statements and where judgment was exercised in the application of relevant accounting policies are estimation of depreciation on operating fixed assets of the Trust.

4.7 TAXATION

Tax liability is the amount of tax payable on taxable income for the year using tax rates enacted or substantively enacted by the reporting date. Provision for taxation is based on current rates of taxation in Pakistan after taking into account tax credits, rebates and exemptions available, if any.

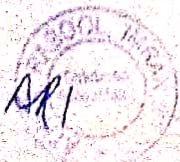
RIZQ TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM FEBRUARY 13, 2020 TO JUNE 30, 2020

5 Operating Fixed Assets

Particulars	Furniture and Fixture	IT Equipment	Office Equipment	Misc.	Total	Rupees					
Year ended June 2020											
Opening net book value	-	-	-	-	-						
Additions	437,500	626,000	278,000	63,200	1,404,700						
Depreciation charge	-	-	-	-	-						
Closing net book value	<u>437,500</u>	<u>626,000</u>	<u>278,000</u>	<u>63,200</u>	<u>1,404,700</u>						
Depreciation rate	15%	15%	15%	15%							



	Note	2020 Rupees
6 ADVANCES, DEPOSITS, AND PREPAYMENTS		
Advance income tax		<u>33,991</u>
7 CASH AND BANK BALANCES		
Safepay		2,814,675
Cash at bank - current account		<u>616,537</u>
		<u>3,431,212</u>
8 OTHER LIABILITIES		
Audit Fee Payable		<u>146,250</u>
		<u>146,250</u>
9 CONTINGENCIES AND COMMITMENTS		
No contingencies and commitments for the period ended from February 13, 2020 to June 30, 2020.		
10 DONATIONS - IN CASH		
Donations received in Bank		7,585,903
Donations received in Safepay		<u>3,333,904</u>
		<u>10,919,807</u>
11 DONATIONS - IN KIND		
Food items received from Fauji Fresh n Freeze Limited		9,317,795
Food items received from Nestle Pakistan Limited		4,257,021
Equipment received		<u>1,404,700</u>
		<u>14,979,516</u>
12 FOOD ITEMS DISTRIBUTION		
Ration procured for distribution		5,737,836
Fauji Fresh n Freeze Limited supplies distributed		9,317,795
Nestle Pakistan Limited supplies distributed		<u>4,257,021</u>
		<u>19,312,652</u>
13 OPERATING AND ADMINISTRATIVE EXPENSES		
Salaries, wages and other benefits		1,597,538
Audit fee		131,250
Other expenses		<u>15,000</u>
		<u>1,743,788</u>



14 FINANCE COST

Bank Charges

119,229

15 PROVISION FOR TAXATION

The tax liability of the organization is subject to hundred percent tax credit under section 100C of Income Tax Ordinance, 2001.

16 TRANSACTION WITH RELATED PARTIES

The related parties comprise of a related company, trustees and employees of the trust. Transaction with related parties are as follows

Transactions with related parties

Relation with the Trust	Nature of transaction	Amount
Trustees and employees	Donation in kind	1,404,700

17 DATE OF AUTHORIZATION FOR ISSUANCE

The financial statements were authorized for issuance by the Trustee in their meeting held on 20 Nov 2020.

18 GENERAL

Figures in these financial statements have been rounded off to nearest rupee.

Rutksana Qzhen
PRESIDENT

Musa Qzhen
SECRETARY FINANCE