



Grant Thornton

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INDEPENDENT AUDITOR'S REPORT

To the members of Taskeen Health Initiative

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of *Taskeen Health Initiative* (the Company), which comprise the statement of financial position as at June 30, 2020, and the income and expenditure statement, the statement of changes in funds, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, (here-in-after referred to as "the financial statements") 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 the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, income and expenditure statement, the statement of changes in funds and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017, in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2020 and of the surplus, the changes in funds and its cash flows for the year then ended.

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 Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (the Code)* as adopted by the Institute of Chartered Accountants of Pakistan (the institute) 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.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Chartered Accountants

Member of Grant Thornton International Ltd

Offices in Karachi & Islamabad

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Board of directors are responsible for overseeing the Company'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 Company'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 Company'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 Company 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.



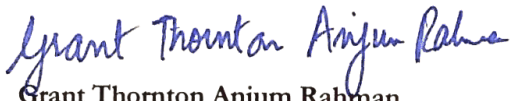
We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017;
- b) the statement of financial position, the income and expenditure statement, the statement of changes in funds and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

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



Grant Thornton Anjum Rahman

Chartered Accountants

Lahore.

Date: October 23, 2020.

TASKEEN HEALTH INITIATIVE
 (A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
 STATEMENT OF FINANCIAL POSITION
 AS AT JUNE 30, 2020

	<u>Note</u>	June 30, 2020 (Rupees)
NON-CURRENT ASSETS		
Fixed asset	7	37,112
CURRENT ASSETS		
Cash and bank balances	8	4,407,742
		<u>4,444,854</u>
FUND AND LIABILITIES		
FUNDS		
Members initial contribution		800,000
Surplus of income over expenditure		2,826,783
CURRENT LIABILITIES		
Creditors, accrued & other liabilities	9	818,071
Contingencies & commitments	10	
		<u>4,444,854</u>

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

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CHIEF EXECUTIVE

DIRECTOR

TASKEEN HEALTH INITIATIVE
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
STATEMENT OF INCOME & EXPENDITURE AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

From October 02,
2019 to June 30,
2020

	<u>Note</u>	<u>(Rupees)</u>
INCOME		
General donation - Local	11	6,497,207
General donation - Foreign		658,800
Zakat donation - Local		195,000
Zakat donation - Foreign		658,800
		8,009,807
EXPENDITURE		
Salaries & benefits	12	1,449,133
Video production cost	13	1,346,163
Consultancy charges	14	886,000
Marketing		296,665
Foreign travelling		283,797
Rent		244,700
Legal and professional charges		408,750
Audit remuneration	15	111,000
Fuel allowance		54,680
Website maintenance		39,200
Office expenses		60,965
Depreciation		1,553
Bank charges		418
		5,183,024
Surplus for the period		2,826,783
Other Comprehensive Income		-
Total Surplus for the period		2,826,783

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

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CHIEF EXECUTIVE


DIRECTOR

TASKEEN HEALTH INITIATIVE
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

	<u>Note</u>	From October 02, 2019 to June 30, 2020 (Rupees)
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus for the period		2,826,783
Adjustments for :		
Depreciation		1,553
Operating surplus before working capital changes		<u>2,828,336</u>
Changes in working capital:		
Increase in Creditors, accrued and other liabilities		818,071
Net cash inflow from operating activities		<u>3,646,407</u>
Cash flow from investing activities:		
Purchase of equipment		(38,665)
Net cash outflow from operating activities		<u>(38,665)</u>
Cash flow from financing activities:		
Members initial contribution		800,000
Net cash inflow from financing activities		<u>800,000</u>
Net increase in cash and cash equivalents		4,407,742
Cash and cash equivalent at beginning of the period		-
Cash and cash equivalent at the end of the period	8	<u><u>4,407,742</u></u>

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


CHIEF EXECUTIVE


DIRECTOR

TASKEEN HEALTH INITIATIVE
 (A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
 STATEMENT OF CHANGES IN FUNDS
 FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

	<u>Members Initial Contribution</u>	<u>Accumulated Surplus</u>	Total
Amounts in Rupees.....		
Opening balance	-	-	-
Initial contribution	800,000	-	800,000
Surplus for the period	-	2,826,783	2,826,783
Balance as at June 30, 2020	<u>800,000</u>	<u>2,826,783</u>	<u>3,626,783</u>

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

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CHIEF EXECUTIVE



DIRECTOR

TASKEEN HEALTH INITIATIVE

(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

1 Status and nature of business

Taskcen Health Initiative ("the Company") was incorporated in Pakistan as a Company Limited by Guarantee on October 02, 2019 under section 42 of the Companies Act, 2017. The registered address of the Company is 142 B/1, Khayaban-e- Badar, Phase 7, DHA, Karachi, Pakistan.

Taskcen is a mental health initiative that aims to alleviate suffering of people those affected by mental illness. Taskcen is focused on conducting mental health promotion campaigns and mental illness prevention drives using different mediums such as community workers, social media, mass media and publicity events.

2 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise:

-International Financial Reporting Standards For SMEs and Accounting Standards For NPOs issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

3 Basis of measurement

These financial statements have been prepared under historical cost convention.

4 Functional and presentation currency

These financial statements are presented in Pakistan Rupee (Rs. / Rupees) which is the Company's functional currency. Amounts presented in financial statements have been rounded off to nearest of Rs. / Rupees, unless otherwise stated.

5 Use of estimates and judgements

The preparation of financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that effect the application of accounting policies and reported amounts of assets and liabilities, income and expenditure at the end of reporting period. The estimates and associated assumptions and judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgement about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revision to the accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The area where various assumptions and estimates are significant to Company's financial statements or where judgements were exercised in application of accounting policies was

- determining the recoverable amount, residual values and useful lives of equipment.

6 Summary Of Significant Accounting Policies

6.1 Fixed assets

All items of fixed assets are initially recorded at cost. Items of fixed assets are measured at cost less accumulated depreciation and impairment loss (if any). Depreciation is charged so as to write off the cost over their estimated useful lives, using the reducing balance method at rates specified in note 7 to the financial statements. Depreciation is charged on additions of fixed assets from the date on which an asset is available for use as intended by the management and ceased when an asset is derecognized. The gain or loss arising on disposal of equipment is determined as the difference between the sales proceeds and the carrying amounts of the asset and is recognized as other income in the statement of income and expenditure. Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate. The effect of any adjustments to residual values and useful lives is recognized prospectively as a change in estimate in statement of income and expenditure.

6.2 Donation

Donation is recognized when there is reasonable assurance that entity will comply with the relevant conditions if any, and donation will be received. Donations where no conditions are associated by the donor with its utilization are recognized as income in the period as and when received.

6.3 Taxation

The company is entitled to one hundred percent tax credit of income tax payable, including minimum tax and final taxes payable under section 100 C of Income Tax Ordinance, 2001. Therefore, no provision of income tax has been accounted for in these financial statements

TASKEEN HEALTH INITIATIVE
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

6.4 Provisions

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

6.5 Impairment

At each balance sheet date the organization assesses whether there is any indication that assets may be impaired. If such indication exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying values exceed the respective recoverable amount, assets are written down to their recoverable amounts and the resulting impairment loss is recognized in profit and loss account. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Where impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of carrying amount that would have been determined had no impairment loss been recognized for that asset. Reversal of impairment loss is recognized as income.

6.6 Financial assets

All financial assets are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Financial assets are initially recognized at fair value, except for certain non-arm's length transactions. Financial assets are derecognized when the rights to receive cash flows from the assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership. All financial assets are subsequently carried at amortized cost using the effective interest method except for investments in equity instruments. Investments in equity instruments that are quoted in an active market shall be measured at fair value and investments in equity instruments that do not have active market are carried at cost less impairment loss, if any. Changes in fair value are recognized in profit and loss account in the period in which they arise. Financial assets measured at amortized cost include other receivables, advances and, cash and bank balances. Dividend income from financial assets is recognized in the profit and loss account when the company's right to receive payments is established. Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of write-down as a result of impairment is recognized in profit and loss account. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of reversal will be recognized in profit and loss account.

6.7 Financial liabilities

All financial liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities at amortized costs are initially measured at fair value minus transaction costs. Financial liabilities at fair value through profit or loss are initially recognized at fair value and transaction costs are expensed in the profit or loss. Financial liabilities, other than those at fair value through profit or loss, are subsequently measured at amortized cost using the effective yield method. A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in respective carrying amounts is recognized in the profit and loss account.

6.8 Offsetting of financial assets and liabilities

A financial asset and a financial liability is offset and the net amount is reported in the balance sheet, if the Company has a legally enforceable right to set off the recognized amounts and intends either to settle on a net basis or to realize asset and settle the liability simultaneously.

6.9 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of cash flow statement, cash and cash equivalent comprise of cash in hand and bank balances.

6.10 Foreign currency transactions and translations

Transactions in foreign currencies are recorded initially at the rates of exchange ruling on the date of transaction. All monetary assets and liabilities dominated in foreign currencies are translated into Pakistan Rupees at the rate of exchange ruling on balance sheet date and exchange differences, if any, are charged in the statement of income and expenditure.

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TASKEEN HEALTH INITIATIVE
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

7 Fixed assets

Sr.#	Description	Cost			Rate	Depreciation			W.D.V June 30, 2020
		October 02, 2019	Addition/ Deletion	June 30, 2020		October 02, 2019	Charge For the year	June 30, 2020	
i)	IT Equipments	-	38,665	38,665	30%	-	1,553	1,553	37,112
	June 30, 2020	-	38,665	38,665		-	1,553	1,553	37,112

-----Rupees-----

Note

8 Cash and bank balances

Cash in hand	6,227
Cash at bank - current account	4,401,515
	<u>4,407,742</u>

9 Creditors, accrued & other liabilities

Creditors	176,500
Salary payable	433,333
Payable to director	2,606
Payable to employees	24,000
Audit fee payable	111,000
Withholding taxes payable	70,632
	<u>818,071</u>

9.1 This is payable to director against expenses done on behalf of the company.

10 Contingencies and commitments

There are no known contingencies and commitments as at June 30, 2020.

11 General donation - Local

From October
02, 2019 to June
30, 2020
(Rupees)

Note

11.1 This represents donations by local individuals, groups and companies and includes donation amounting to Rs. 800,000/- from Mr. Irfan Mustafa (CEO of company)

12 Salaries & benefits

Salary & benefits - executives	12.1	383,200
Salary & benefits - non executives		1,065,933
		<u>1,449,133</u>

12.1 Salary & benefits - executives

Amount in Rupees		
2020		
CEO/Director	Directors	Executives
Managerial remuneration	-	383,200
Other Benefits	-	-
	-	383,200
1	3	2

No remuneration or other benefits are available to the Chief Executive and Directors of the Company.

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TASKEEN HEALTH INITIATIVE

(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

	Note	From October 02, 2019 to June 30, 2020 (Rupees)
13 Video production cost	13.1	<u>1,346,163</u>

13.1 This represents the cost of producing the videos for social media and mass media for mental health promotion campaigns.

	Note	From October 02, 2019 to June 30, 2020 (Rupees)
14 Consultancy charges	14.1	<u>886,000</u>

14.1 This represents the cost regarding consultancy taken on developing a school mental health program

	Note	From October 02, 2019 to June 30, 2020 (Rupees)
15 Audit remuneration		

Audit fee for the period	108,000
Out of pocket expenses	<u>3,000</u>
	<u>111,000</u>

	Note	June 30, 2020 (Rupees)
16 Financial Instruments by categories		
Financial assets at amortized cost		
Cash and bank balances	8	<u>4,407,742</u>
Total		<u>4,407,742</u>
Financial Liabilities at amortized cost		
Creditors, accrued & other liabilities	9	<u>818,071</u>
Total		<u>818,071</u>

17 Related parties transaction

Related parties comprise of companies with common directorship, directors and key management personnel. Nature and description of transaction with related parties during the period along with monetary values are as follows:

Party Name	Relationship	Nature of Transaction	2020 (Rupees)
Irfan Mustafa	Key Management Personnel	Opening balance	-
		Donation received	800,000
		Initial contribution on behalf of all promoters	800,000
		Receivable/(Payable) at year end	-
Taha Sabri	Key Management Personnel	Opening balance	-
		Donation received	44,207
		Expenses incurred	371,505
		Expenses reimbursement	368,899
		Receivable/(Payable) at year end	(2,606)
Packages group	Associated undertaking by virtue of common directorship	Opening balance	
		Donation received	1,000,000
		Receivable/(Payable) at year end	

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TASKEEN HEALTH INITIATIVE
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM OCTOBER 02, 2019 TO JUNE 30, 2020

18 Impact of COVID-19

The spread of COVID-19 as a pandemic caused imposition of lock down by Federal and Provincial Governments of Pakistan (Authorities). However, management has evaluated and concluded that there are no material implications of COVID-19 that requires specific disclosure in these financial statements. The management had analyzed the events as these are indicative of conditions for a review of recoverable amounts of assets of the Company and consequently concluded that there is no change in recoverable amounts of Company's assets and liabilities at the reporting date.

June 30, 2020

19 Number of employees

Average number of employees for the period
Number of employees at the period end

7
10

20 Date of authorization for issue

These financial statements have been authorized for issue by the board of directors of the Company on October 23, 2020.

21 Corresponding figures

Corresponding figures are not applicable as these are the first financial statements of the company.

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CHIEF EXECUTIVE



DIRECTOR

