

**THE SARAN EDUCATIONAL TRUST  
(SET)  
ACCOUNTS FOR THE YEAR ENDED  
June 30, 2019**

# FEROZ AZIZ & COMPANY

Chartered Accountants

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## AUDITORS' REPORT

We have examined the annexed balance sheet of **The Set School** as at June 30, 2019 and related income & expenditure account for the year ended June 30, 2019 together with the notes forming part thereof.

It is the responsibility of the Executive committee of the school to establish and maintain a system of internal control, and prepare and present the above said statement in conformity with the approved accounting standards. 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 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.

In our opinion and to the best of our information and according to the explanations given to us, the balance sheet, income & expenditure account and receipt & payment account together with the notes forming part thereof conform to approved accounting standards as applicable in Pakistan.

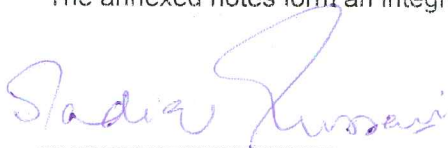
December 02, 2019  
Karachi


  
CHARTERED ACCOUNTANTS  

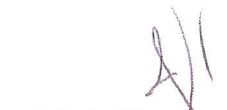

**THE SARAN EDUCATIONAL TRUST (SET)  
STATEMENT OF FINANCIAL POSITION  
AS ON JUNE 30, 2019**

	Note	2019 Rupees	2018 Rupees
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets	3	29,988,180	28,717,575
Intangible assets	4	27,539	39,342
CWIP		920,000	4,110,676
		30,935,719	32,867,593
<b>Current assets</b>			
Fee receivables		1,328,230	921,730
Loan to employees		31,000	23,500
Advance Tax		185,824	151,226
Short term investment	5	11,683,363	10,537,070
Other receivables	6	41,481	41,440
Cash & bank balances	7	255,119	896,064
		13,525,017	12,571,030
Total assets		44,460,736	45,438,623
<b>GENERAL FUNDS AND LIABILITIES</b>			
<b>General fund</b>			
Opening balance		15,430,599	16,404,768
Deficit for the year		(782,215)	(974,169)
		14,648,384	15,430,599
Endowment fund	8	10,853,799	10,252,873
<b>Current liabilities</b>			
Salary & security deposit payable		3,367,126	3,396,383
Student security deposit payable		513,400	-
Advance fee		285,350	1,170,850
Accounts payable & other liabilities	9	14,792,677	15,187,918
		18,958,553	19,755,151
Total general funds and liabilities		44,460,736	45,438,623

The annexed notes form an integral part of these accounts.

  
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Managing Trustee

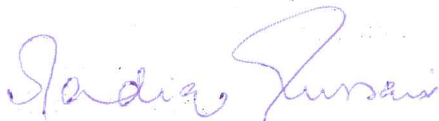
  
\_\_\_\_\_  
Secretary

  
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Treasurer

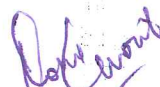
**THE SARAN EDUCATIONAL TRUST (SET)**  
**INCOME & EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	2019 Rupees	2018 Rupees
<b>Revenue</b>		
Fee	20,524,382	17,891,702
Donation	15,030,458	18,725,599
Others	1,952,539	1,210,498
	37,507,379	37,827,799
<b>Expenditures</b>		
Salaries	25,896,902	24,010,496
Leave encashment	-	322,897
Rent, rate & taxes	1,588,500	1,980,000
Utilities	1,371,172	1,246,851
Printing & publications	59,860	177,886
Advertisement	-	20,650
Stationery	480,436	589,837
Repair & maintenance - school	987,566	2,715,077
Software	132,000	123,000
EOBI	640,918	658,296
SESSI	172,800	172,800
Training & development	341,027	231,740
Legal & professional charges	12,500	12,500
Conveyance	95,978	93,500
Entertainment	124,543	43,130
Transportation	418,700	244,150
Bank charges	8,220	7,483
Depreciation & Amortization	2,975,318	2,908,199
Fee write off	354,950	400,800
Security service charges	1,706,125	1,803,957
Others	922,079	1,038,720
Total expenditure for the year	38,289,594	38,801,969
Net deficit transferred to general fund	<b>(782,215)</b>	<b>(974,169)</b>

The annexed notes form an integral part of these accounts.



**Managing Trustee**



**Secretary**



**Treasurer**

**THE SARAN EDUCATIONAL TRUST (SET)**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

**1. AIMS & OBJECTIVE**

The SET School is administered under the management of the Saran Education Trust. The main objective of the Trust is to establish education institutions in Pakistan on Charitable basis and to take other steps to promote the cause of Education, Social Welfare, Sports and Culture for the benefit of General Public and to raise funds from all available sources and to take other measure necessary to fulfill the objects of the Trust. The SET School was formed towards achieving the above objective. The School operates three campus at C-70, Block 10, Federal B Area, Karachi & D-08, Block 5, Federal B Area, Karachi & Sector 17-A/4, KDA Scheme 33 Gwalior Society, Karachi.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Principal accounting policies which have been adopted in the preparation of these accounts are as follows.

**2.1 Accounting convention**

These accounts have been prepared on historical cost convention except certain donations received in kind, if any, are stated at fair market value determined by the management.

**2.2 Fixed Assets**

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged to income and expenditure account applying the reducing balance method whereby the cost of an asset is written-off over its estimated useful life at the rates stated in relevant note to the financial statements. Full year's depreciation is charged in the year of addition whereas no depreciation is charged in the year of disposal. Maintenance and normal repairs are charged to profit and loss account as and when incurred; whereas major renewals and improvements are capitalized and the assets so replaced, if any, are retired. Any gains and losses on disposal of assets are taken to the profit and loss account.

**2.3 Receipts**

These are recognized on cash basis except certain donations, if any, received in kind that are valued and accounted for at fair market value determined by the management.

**2.4 Expenditures**

These are recorded as and when paid except for salaries that are recorded on accrual basis

**2.5 Donations**

Donation of fixed assets, if received, are recorded at their fair market value.

### 3 FIXED ASSETS

Particulars	Cost			Rate %	Depreciation			Written Down Value as on June 30, 2019
	As at July 01, 2018	Addition / (Deletion) During the Year	As at June 30, 2019		As at July 01, 2018	For the Year	As at June 30, 2019	
Land	4,597,830	-	4,597,830	-	-	-	-	4,597,830
Building	31,492,573	3,327,176	34,819,749	10	10,527,757	2,429,199	12,956,956	21,862,793
Furniture & fixture	2,436,963	906,944	3,343,907	10	734,396	260,951	995,347	2,348,560
Montessori equipment	83,197	-	83,197	25	82,967	58	83,025	172
Non Montessori equipment	5,000	-	5,000	25	5,000	-	5,000	-
Baby swing	142,000	-	142,000	10	60,030	8,197	68,227	73,773
Computer	1,132,843	-	1,132,843	35	715,935	145,918	861,853	270,990
Office equipment	612,078	-	612,078	20	406,995	41,017	448,012	164,066
Computer lab	90,500	-	90,500	10	76,916	1,358	78,274	12,226
Digital camera & printer	105,090	-	105,090	10	83,287	2,180	85,467	19,623
Generator	102,500	-	102,500	20	68,913	6,717	75,630	26,870
UPS	768,720	-	768,720	10	89,523	67,920	157,443	611,277
<b>Total Rupees - 2019</b>	<b>41,569,294</b>	<b>4,234,120</b>	<b>45,803,414</b>		<b>12,851,719</b>	<b>2,963,515</b>	<b>15,815,234</b>	<b>29,988,180</b>
<b>Total Rupees - 2018</b>	<b>39,766,103</b>	<b>1,803,191</b>	<b>41,569,294</b>		<b>9,960,381</b>	<b>2,891,338</b>	<b>12,851,719</b>	<b>28,717,575</b>

### 4 INTANGIBLE ASSETS

Particulars	Cost			Rate %	Depreciation			Written Down Value as on June 30, 2019
	As at July 01, 2018	Addition / (Deletion) During the Year	As at June 30, 2019		As at July 01, 2018	For the Year	As at June 30, 2019	
Software	134,500	-	134,500	30	95,158	11,803	106,961	27,539
<b>Total Rupees - 2019</b>	<b>134,500</b>	<b>-</b>	<b>134,500</b>		<b>95,158</b>	<b>11,803</b>	<b>106,961</b>	<b>27,539</b>
<b>Total Rupees - 2018</b>	<b>134,500</b>	<b>-</b>	<b>134,500</b>		<b>78,297</b>	<b>16,861</b>	<b>95,158</b>	<b>39,342</b>

*Sadia Juman*

Managing Trustee

*D. K. J. J.*

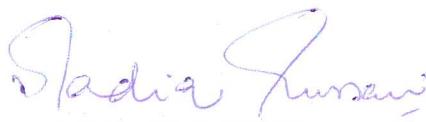
Secretary

*J. J.*

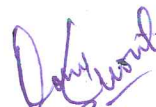
Treasurer

	Note	2019 Rupees	2018 Rupees
<b>5</b>			
<b><u>SHORT TERM INVESTMENT</u></b>			
Telenor term deposits		10,853,000	10,253,000
Accrued profit		830,363	284,070
		<u>11,683,363</u>	<u>10,537,070</u>
<b>6</b>			
<b><u>OTHER RECIVABLES</u></b>			
Advance against expense		31,481	31,440
Advance Against repair and maintenance		10,000	10,000
		<u>41,481</u>	<u>41,440</u>
<b>7</b>			
<b><u>CASH &amp; BANK BALANCES</u></b>			
Cash in hand		39,107	-
<b>Cash at banks</b>			
current accounts		216,012	896,064
		216,012	896,064
		<u>255,119</u>	<u>896,064</u>
<b>8</b>			
<b><u>ENDOWMENT FUNDS</u></b>			
Opening Balance		10,252,873	7,000,000
Fund received from donor	8.1	600,926	3,252,873
Closing balance		10,853,799	10,252,873
<b>8.1</b>			
Saran Educational Trust passed the Board of resolution on dated 15-06-2017 for establishing Endowment Fund			
<b>9</b>			
<b><u>ACCOUNTS PAYABLE &amp; OTHER LAIBILITIES</u></b>			
Account payable		14,654,830	14,505,126
Other payable		77,252	598,882
Accrued utility expense		59,154	61,654
Withholding tax payable		1,441	22,256
		<u>14,792,677</u>	<u>15,187,918</u>
<b>10</b>			
<b><u>DONATION</u></b>			
Donation for construction		1,333,750	10,088,111
Donation financial assistance		13,665,708	8,178,628
Other donation		31,000	458,860
		<u>15,030,458</u>	<u>18,725,599</u>
<b>11</b>			
<b><u>OTHER INCOME</u></b>			
Other Income		1,060,264	327,797
Endowment fund income		892,275	882,701
		<u>1,952,539</u>	<u>1,210,498</u>
<b>12</b>			
<b><u>GENERAL</u></b>			

Figures have been rounded off to nearest rupee



Managing Trustee



Secretary



Treasurer