



PAKISTAN KIDNEY AND LIVER  
INSTITUTE AND RESEARCH CENTER

# **Audited Financials**

## **2015**

Pakistan Kidney and Liver Institute and Research Center



## INDEPENDENT AUDITORS' REPORT TO THE BOARD OF GOVERNORS

We have audited the annexed financial statements of Pakistan Kidney and Liver Institute and Research Centre, which comprise of the balance sheet as at December 31, 2015, and the income and expenditure account, statement of changes in accumulated funds and cash flow statement for the period then ended, and notes comprising of summary of significant accounting policies and other explanatory information (hereinafter referred to as 'financial statements').

### *Management's Responsibility for the Financial Statements*

The Board of Governors are responsible for the preparation and fair presentation of these financial statements in accordance with the approved accounting standards as applicable in Pakistan, and for such internal control as the Board of Governors determine necessary to enable the preparation of the statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the statements based on our audit. We conducted our audit in accordance with the approved auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the financial statements give a true and fair view of the financial position of Pakistan Kidney and Liver Institute and Research Centre as at December 31, 2015, and of its financial performance and its cash flows for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

  
Chartered Accountants

Lahore, August 17, 2016

Name of engagement partner: Hammad Ali Ahmad

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**PAKISTAN KIDNEY AND LIVER INSTITUTE AND RESEARCH CENTER**  
**BALANCE SHEET**  
**AS AT DECEMBER 31, 2015**

	Note	General Fund Rupees	Restricted Funds Rupees	2015 Total Rupees
<b>FUNDS AND LIABILITIES</b>				
<b>FUNDS AND RESERVES</b>				
Fund balance		1,247,764,079	-	1,247,764,079
<b>LONG TERM LIABILITIES</b>				
Deferred income	5	701,434,623	-	701,434,623
<b>CURRENT LIABILITIES</b>				
Creditors, accrued and other liabilities	6	124,709,979	-	124,709,979
<b>TOTAL FUNDS AND LIABILITIES</b>		<b><u>2,073,908,681</u></b>	<b><u>-</u></b>	<b><u>2,073,908,681</u></b>
<b>ASSETS</b>				
<b>NON-CURRENT ASSETS</b>				
Property, plant and equipment	7	705,383,491	-	705,383,491
Long term deposits	8	335,163,863	-	335,163,863
Capital work in progress	9	295,470,049	-	295,470,049
<b>CURRENT ASSETS</b>				
Advances and other receivables	10	10,403,762	-	10,403,762
Short term investments	11	623,000,000	-	623,000,000
Cash and bank balances	12	104,487,516	-	104,487,516
		<b>737,891,278</b>	<b>-</b>	<b>737,891,278</b>
Contingencies and commitments	13			
<b>TOTAL ASSETS</b>		<b><u>2,073,908,681</u></b>	<b><u>-</u></b>	<b><u>2,073,908,681</u></b>

The annexed notes from 1 to 20 form an integral part of these financial statements.

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*Mohammed Amin*  
**MEMBER**

*Sandhu*  
**PRESIDENT**

**PAKISTAN KIDNEY AND LIVER INSTITUTE AND RESEARCH CENTER**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE PERIOD DECEMBER 31, 2015**

	Note	General Fund Rupees	Restricted Funds Rupees	2015 Total Rupees
<b>INCOME</b>				
Return on investments	14	24,024,035	-	24,024,035
Other Income		255,670	-	255,670
		<u>24,279,705</u>	<u>-</u>	<u>24,279,705</u>
<b>EXPENDITURE</b>				
Administrative expenses	15	33,369,633	-	33,369,633
Bank charges		4,993	-	4,993
		<u>33,374,626</u>	<u>-</u>	<u>33,374,626</u>
Deficit before taxation		<u>(9,094,921)</u>	<u>-</u>	<u>(9,094,921)</u>
Taxation	16	-	-	-
Deficit after taxation		<u><u>(9,094,921)</u></u>	<u><u>-</u></u>	<u><u>(9,094,921)</u></u>

The annexed notes from 1 to 20 form an integral part of these financial statements.

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*Mohammad Amir*

**MEMBER**

*Sami Akh*

**PRESIDENT**

**PAKISTAN KIDNEY AND LIVER INSTITUTE AND RESEARCH CENTER**  
**CASH FLOW STATEMENT**  
**FOR THE PERIOD DECEMBER 31, 2015**

	Note	2015 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Deficit after taxation		(9,094,921)
Adjustments for:		
Depreciation		706,588
Bank charges		4,993
<b>Cash flows before working capital changes</b>		<u>(8,383,340)</u>
Increase in advances and other receivables		<u>(9,237,756)</u>
Increase in trade payables		<u>53,546,295</u>
		<u>44,308,539</u>
		<u>35,925,199</u>
<b>Cash used in operations</b>		
Finance cost paid		(4,993)
Income tax paid		(1,166,006)
<b>Net cash generated from operating activities</b>		<u>34,754,200</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased		<u>(4,655,456)</u>
Payment of long term deposits		<u>(335,163,863)</u>
Payment to contractors		<u>(224,306,365)</u>
<b>Net cash used in investing activities</b>		(564,125,684)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Grant received		<u>1,256,859,000</u>
Short term investments		<u>(623,000,000)</u>
<b>Net cash generated from financing activities</b>		633,859,000
<b>Net increase in cash and cash equivalents</b>		<u>104,487,516</u>
<b>Cash and cash equivalents at the beginning of period</b>		-
<b>Cash and cash equivalents at the end of period</b>	12	<u><u>104,487,516</u></u>

The annexed notes from 1 to 20 form an integral part of these financial statements.

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*Mohammad Anwar*

**MEMBER**

*Sanaullah*

**PRESIDENT**

**PAKISTAN KIDNEY AND LIVER INSTITUTE AND RESEARCH CENTER**  
**STATEMENT OF CHANGES IN ACCUMULATED FUND**  
**FOR THE PERIOD DECEMBER 31, 2015**

	General Fund Rupees	Restricted Fund Rupees	2015 Total Rupees
Balance as at December 8, 2014	-	-	-
Grant received	1,256,859,000	-	1,256,859,000
Deficit for the period	(9,094,921)	-	(9,094,921)
<b>Balance as at December 31, 2015</b>	<u>1,247,764,079</u>	<u>-</u>	<u>1,247,764,079</u>

The annexed notes from 1 to 20 form an integral part of these financial statements.

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*Mohammed Hussain*

**MEMBER**

*Sandhu*

**PRESIDENT**