

**PAKISTAN SOCIETY OF CIVIL ENGINEERS**  
**Financial Statements**  
**For the year ended June 30, 2024**

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**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF PAKISTAN SOCIETY OF CIVIL ENGINEERS**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the annexed financial statements **PAKISTAN SOCIETY OF CIVIL ENGINEERS** (the Society), which comprise the statement of financial position as at June 30, 2024 and the statement of income and expenditure, the statement of cash flows, the statement of changes in funds for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, 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 purpose 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, the statement of income and expenditure, and the statement of cash flows and the statement of changes in funds 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 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Society's affairs as at June 30, 2024 and of the deficit, cash flows and the changes in funds for the year then ended.

**Basis for Opinion**

We conducted our audit in accordance with the 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 (the Code) 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 annual report, but those 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.

**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 (XIX of 2017) and such internal control as management

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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 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.

Board of directors is responsible 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 IASs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk 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 audit evidence obtained up to the date of our auditor's report. However, future events are 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.

We communicate with those charged with governance and the board of directors, 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 accounts have been kept by the Society as required by the Companies Act, 2017 (XIX of 2017);
- b) The statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of accounts and returns;
- c) Investment made, expenditure incurred and guarantees extended during the year were for the purpose of the Society's business; and
- d) No zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

### Other Matter

The financial statements of the Society for the year ended June 30, 2023 were audited by Alam and Aulakh Chartered Accountants who had expressed unmodified opinion thereon vide their report dated 7 Oct, 2023.

The engagement partner on audit resulting in this independent auditor's report is Shan Ibrahim (FCA).

SHAN IBRAHIM & Co.  
CHARTERED ACCOUNTANTS

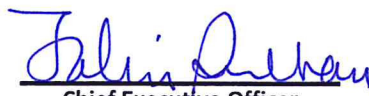
Place: Lahore  
Date: 29 Nov 2024

UDIN: AR202410049WLX1IBdux

**PAKISTAN SOCIETY OF CIVIL ENGINEERS**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>ASSETS</b>			
<b>Non current assets</b>		-	-
<b>Current assets</b>			
Advances, deposits and prepayments	4	11,205	-
Cash and bank balances	5	69,576	110,959
<b>Total assets</b>		<b>80,781</b>	<b>110,959</b>
<b>FUNDS AND LIABILITIES</b>			
<b>Funds</b>			
Accumulated (deficit)/surplus		(20,051)	58,802
		<b>(20,051)</b>	<b>58,802</b>
<b>Current liabilities</b>			
Loan from associated company	6	70,832	-
Accruals and other payables	7	30,000	25,000
Provision for taxation		-	27,157
		<b>100,832</b>	<b>52,157</b>
<b>Total funds and liabilities</b>		<b>80,781</b>	<b>110,959</b>
<b>Contingencies and commitments</b>	8	-	-

*The annexed notes 1 to 17 form an integral part of these financial statements.*

  
Chief Executive Officer



  
Director


**PAKISTAN SOCIETY OF CIVIL ENGINEERS  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>Income</b>			
Fee	9	76,500	-
Donations	10	-	2,172,523
		<b>76,500</b>	<b>2,172,523</b>
<b>EXPENDITURE</b>			
Printing and stationery expenses		33,000	41,750
Entertainment expenses		4,650	13,792
Donations		-	47,450
Legal and professional charges		17,350	-
IT and website expenses		10,000	-
Postage and courier		60,353	-
Audit fee		30,000	25,000
Miscellaneous expense		-	39,000
		155,353	166,992
<b>(DEFICIT)/ SURPLUS BEFORE TAXATION</b>		<b>(78,853)</b>	<b>2,005,531</b>
Taxation		-	(27,157)
<b>DEFICIT/ SURPLUS AFTER TAXATION</b>		<b>(78,853)</b>	<b>1,978,374</b>

*The annexed notes 1 to 17 form an integral part of these financial statements.*

  
Chief Executive Officer



  
Director

**PAKISTAN SOCIETY OF CIVIL ENGINEERS  
STATEMENT OF CHANGES IN FUNDS  
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Rupees</u>
Balance as on July 1, 2022	(1,919,572)
Surplus for the year ended June 30-2023	1,978,374
Balance as on June 30, 2023	<u>58,802</u>
Deficit for the year	(78,853)
Balance as on June 30, 2024	<u><u>(20,051)</u></u>

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*The annexed notes 1 to 17 form an integral part of these financial statements.*

  
Chief Executive Officer



  
Director

**PAKISTAN SOCIETY OF CIVIL ENGINEERS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2024**


	Note	2024 Rupees	2023 Rupees
<b>Cash flows from operating activities</b>			
(Deficit)/ surplus for the year		(78,853)	2,005,531
<b>Adjustments for non-cash items</b>			
Financial charges		-	-
<b>Operating (loss)/profit before working capital changes</b>		<b>(78,853)</b>	<b>2,005,531</b>
(Increase) in advances, deposits and prepayments		(11,205)	-
Increase/ (decrease) in accruals and other payables		5,000	(96,629)
<b>Net cash (used in)/ generated from operations</b>		<b>(85,058)</b>	<b>1,908,902</b>
Income tax paid		(27,157)	-
<b>Net cash (used in) / generated from operating activities</b>		<b>(112,215)</b>	<b>1,908,902</b>
<b>Cash flows from investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
Increase /(decrease) in loan from associated company		70,832	(1,877,352)
<b>Cash generated from financing Activities</b>		<b>70,832</b>	<b>(1,877,352)</b>
<b>Net cash and cash equivalents (used in) / generated during the year</b>		<b>(41,383)</b>	<b>31,550</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>110,959</b>	<b>79,409</b>
<b>Cash and cash equivalents at the end of the year</b>	5	<b>69,576</b>	<b>110,959</b>



The annexed notes 1 to 17 form an integral part of these financial statements.

  
Chief Executive Officer



  
Director



**PAKISTAN SOCIETY OF CIVIL ENGINEERS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1 The society and its activities**

Pakistan Society of Civil Engineers (the Society) was incorporated in Pakistan on 7th June, 2016 under section 42 of the repealed Companies Ordinance 1984 (repealed with enactment of the Companies Act 2017, on 30 May 2017) as a company limited by guarantee not having share capital.

The purpose of the Society is to foster the advancement of the discipline of civil engineering by enhancing knowledge, competitiveness, quality ethics and sustainability, also the purpose of the society is to encourage and provide the means of continued professional learning and growth of its members and also to make efforts for enhancing the stature of civil engineers and to contribute toward public policy and issues related to civil engineering.

**1.2 Geographical location and address of business are as follows:**

Offices	Address
Registered office	38, Sector-1 B-1 Township Lahore, in the province of Punjab.

**2 Summary of significant accounting policies**

The significant accounting policies applied in preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated:

**2.1 Statement of compliance**

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

- International Financial Reporting Standard for small and medium size entities (IFRS for SMEs) issued for International Accounting Standard Board (IASB) as notified under the companies act, 2017;
- Accounting standard not for profit organisation (Accounting Standard for NPOs) issued by the Institute of Chartered Accountants of Pakistan as notified 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 differs from the IFRS stands for SMEs or Accounting standard for NPOs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**2.2 Accounting convention**

These financial statements have been prepared under the historical cost convention basis.

**2.3 Accrual basis of accounting**

These financial statements have been prepared on accrual basis.

**3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**3.1 Advances, deposits and prepayments**

These are recognized and carried at original invoice amount on transaction date less provision for any uncollectable amount. Advances, deposits and prepayments from the related parties are recognized and carried at cost.

An estimate for doubtful debts is made when collection of full amount is no longer probable. Bad debts (if any) are written off to profit or loss statement as and when identified.

**PAKISTAN SOCIETY OF CIVIL ENGINEERS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2024**

**3.2 Cash and bank balances**

Cash and cash equivalents comprise cash in hand and cash at bank on current account.

**3.3 Loan from associated company**

Working capital requirement of the society is initially fulfilled by the associated company. Loan is repayable on demand. The society intends to repay the loan before the next financial reporting period. Loan is interest free and unsecured.

**3.4 Accrual and other payables**

Accruals and other payables are carried at cost, which is the fair value of consideration to be paid in the future for the goods and services received by the society.

**3.5 Income recognition**

Donation from members and other sources is recognized when a cheque received from members and others.

**3.6 Expenditure**

Expenditure incurred are in accordance with the objectives of the Society and relates to current reporting period.

**3.7 Provisions**

Provisions are recognized when the Society has a present obligation (legal or constructive) as a result of past events, if it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

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**3.8 Provision for taxation**

**Current taxation**

Provision for current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income after taking into account applicable tax credit, rebates and exemption available if any or minimum taxation at the rate of one half percent of the turnover whichever is based on applicable tax rates under such regime.

**3.9 Related party transactions**

All transactions between company and related parties are accounted for in the normal course of business carried out on non-arms length basis. These transactions are done with prior approval from board of directors.



**PAKISTAN SOCIETY OF CIVIL ENGINEERS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	2024	2023		
	Rupees	Rupees		
4 Advances,deposits and prepayments				
Advance against expenses	11,205	-		
	11,205	-		
5 Cash and bank				
Cash at bank-Current	69,576	110,959		
	69,576	110,959		
6 Loan from associated company				
Loan from associated company	70,832	-		
	70,832	-		
6.1 Working capital requirement of the company is initially fulfilled by the associated company. Loan is repayable on demand (2023: same as mentioned). Company intends to repay the loan before the next financial reporting period. Loan is interest free and unsecured (2023: same as mentioned)				
7 Accruals and other payable				
Audit fee payable	30,000	25,000		
	30,000	25,000		
8 Contingencies and commitments				
There is no contingencies and commitments as at June 30, 2024 (2023: Nil).				
9 Fee				
Registration fee	63,000	-		
Lecture Fee	13,500	-		
	76,500	-		
10 Donations				
Donations	-	2,172,523		
	-	2,172,523		
	2024	2023		
	Number	Number		
11 Number of employees				
At year end/average during the year	-	-		
12 Remuneration of chief executive, directors and other executives				
No remuneration were paid to chief executive, directors and other executives during the year.(2023: same as menioned)				
13 Related party transactions				
The Company entered into following transactions with related parties during the year under review:				
Party Name	Relationship	Amount of transaction	Payable as on 30 June, 2024	Payable as on 30 June, 2023
			PKR	PKR
Associate	Associated Company	70,832	70,832	-

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**PAKISTAN SOCIETY OF CIVIL ENGINEERS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2024**

**13.1** Maximum aggregate of loan payable to associated company in any month during the year reached in June 2024 that is equal to Rs 70,832 (In 2023: maximum aggregate in any month during the year reached in July 2022 is equal to Rs 1,877,352)

**14 Subsequent Events**

There have been no material subsequent events that would require disclosure or adjustment to these financial statements.

**15 Reporting Year**


These financial statements have been prepared for the year from July 01, 2023 to June 30, 2024.

**16 General**

**16.1** Figures have been rounded off to nearest rupee.

**16.2** The reporting currency of these financial statements is Pakistani Rupee denoted as 'Rupees'.

**17 Date of Authorization**

These financial statements were authorized for issue as on 29 NOV 2024 by the board of directors of the company. 

  
Chief Executive Officer



  
Director