

ہمارا عزم، ہیپاٹائٹس سے
پاک پاکستان



Annual Report
2023-24



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Chairman Message



I am pleased to present The Health Foundation's (THF) annual report for 2023-2024, highlighting our significant progress in the fight to eliminate Hepatitis B and C from Pakistan through the THF Hepatitis Community Free Model.

This year, THF screened approximately 231,910 individuals across Sindh and Punjab for Hepatitis B and C. These efforts have been crucial in identifying those affected and ensuring they receive the necessary treatment and care. As a result, 21,500 individuals were vaccinated or treated in the year.

In addition to screening and treatment, THF has been at the forefront of raising awareness about Hepatitis, reaching 315,000+ individuals with critical information on disease, prevention and management.

Our strong partnerships with the Sindh Government and key stakeholders have been instrumental in securing and distributing life-saving medications, especially in remote and underserved areas. We remain steadfast in our commitment to expanding our reach, particularly in high-prevalence rural communities where such services are often inadequate or non-existent.

THF has also continued its efforts to engage with Federal and Provincial Governments, healthcare professionals, and other decision-makers to advocate for increased resources dedicated to the prevention and treatment of Hepatitis B and C.

I extend my deepest gratitude to our partners, donors, volunteers, and the dedicated employees of THF for their unwavering support and commitment. Together, we are making a significant difference in the lives of millions. We look forward to continuing this vital work with your ongoing trust, encouragement, and support.

Dr. Farid Khan
Chairman



VISION

The Health Foundation aims to create awareness and promote healthy practices for management of various diseases in the general public, with an initial focus on Hepatitis B and Hepatitis C.



MISSION

Our goal is the attainment of Community Health through the elimination of Hepatitis B and C through set strategies being implemented in the Hepatitis Free Community Model.

THF is thus aimed to invest in social change and help alleviate the sufferings related to this preventable diseases in destitute communities in Pakistan



VALUES

Living an Enterprise Culture - We believe in Trust, truth, and outstanding teamwork. The provision of an enabling environment is given grave importance.

Making a Better World - We care about and actively contribute to the community in which we live.

STORY OF THE HEALTH FOUNDATION

The Health Foundation (THF) was born from the passion and dedication of a group of concerned citizens who saw a pressing need to combat hepatitis. Founded in 2007, THF emerged as a beacon of hope in the fight against Hepatitis B and C, driven by the belief that every individual deserves access to effective treatment and prevention.

As a leading non-profit civil society organization, THF is committed to advancing awareness, providing critical treatment, and fostering prevention efforts throughout Pakistan. Our mission is to eradicate hepatitis and transform lives.

THF is officially registered with the Securities and Exchange Commission of Pakistan (SECP) under Section 42 of the Companies Ordinance, 1984.





THE HEALTH FOUNDATION
for a Healthy - Free Pakistan



Your donation can help us **SAVE LIVES**
Every day in the fight against

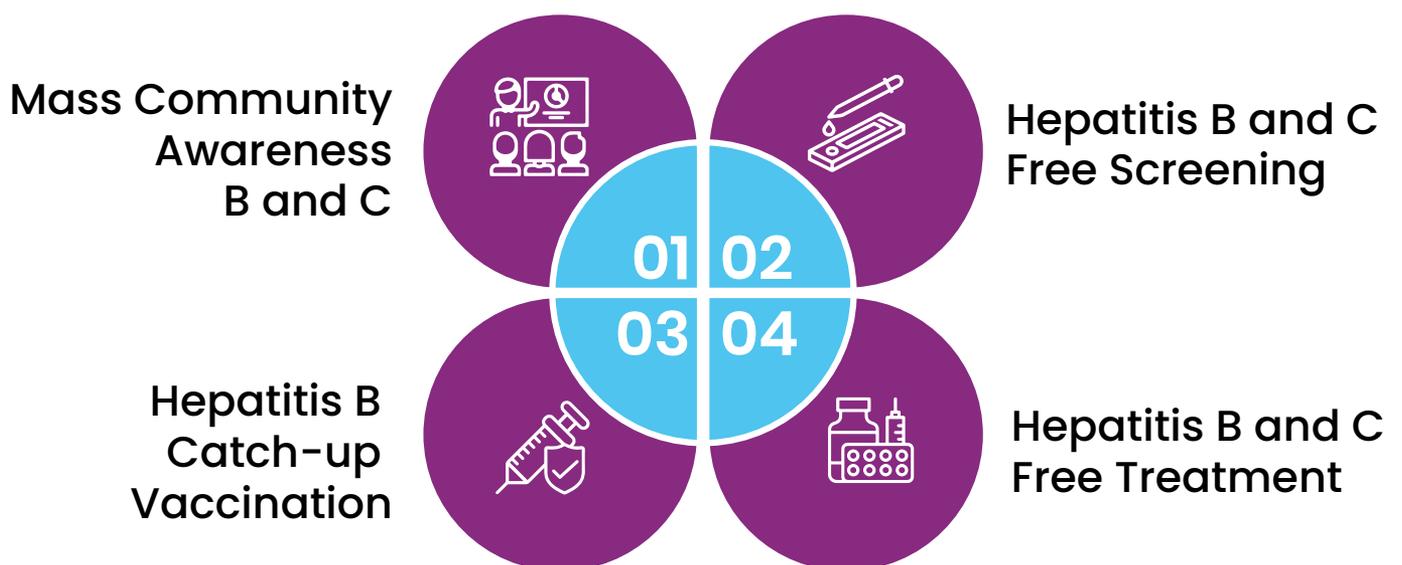
آپ کا دیا گیا عطیہ

THE HEALTH FOUNDATION
for a Healthy - Free Pakistan

THF HEPATITIS FREE COMMUNITY MODEL

THF is at the forefront of the effort to make Pakistan hepatitis-free, guided by our vision of implementing the THF Hepatitis Community-Free Model.

This approach has enabled us to reach millions of individuals, assisting thousands and screening hundreds of thousands. Our model is a prime example of effective micro-elimination for an infection-based disease, demonstrating excellence in achieving comprehensive public health outcomes.





Number of people suffering from Hepatitis in Pakistan

9.8 Million

2.8 Million

No of Patients Requiring Hepatitis Treatment

10 Million approx.



Pakistan ranking in Hepatitis prevalence



New cases of Hepatitis Annually in Pakistan

15,000

New HBV infections

110,000

New HCV infections

Prevalence of Hepatitis in Pakistan

7.7%

Hepatitis C

1.1%

Hepatitis B

Number of annual deaths in Pakistan due to Hepatitis

37,000

HBV and HCV Deaths

Number of daily deaths in Pakistan due to Hepatitis

100

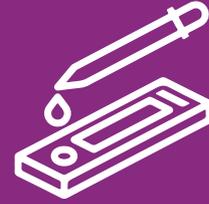
HBV and HCV Deaths



Impact Since Inception



1,000,000+
SENSITIZED



600,000+
SCREENED





32,000+
CURED



580,000+
IMMUNIZED



The Health Foundation Partners

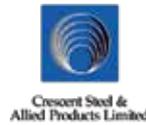
Our Corporate Donors



Our Sponsors



Our Corporate Partners



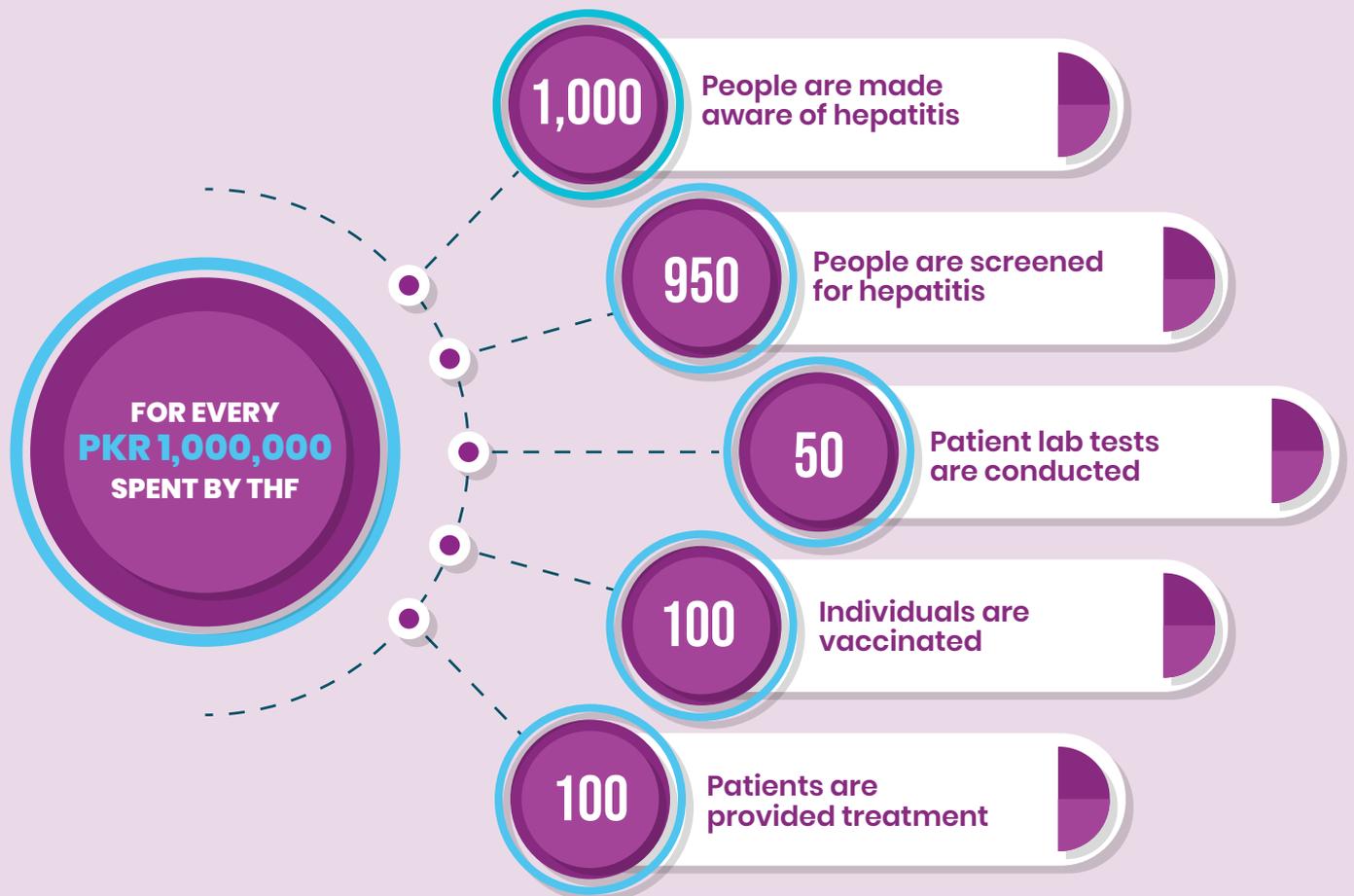
Our Partners



Our Gift Partners



Economic Impact of Donation



The economic burden of Hepatitis is around
Rs. 250,000 Per year per patient,

So, for a donation of Rs. 1 Million, the overall
impact is approximately

Rs. 7.5 Million
(30 X 250,000)

Hepatitis and its Economic Burden

01

Long-term Symptoms:

If undetected, it can take 20–25 years for symptoms to appear, such as liver damage, cirrhosis, or cancer.

02

Reduced Working Life:

Hepatitis can shorten a person's working life by approximately 10 years.

03

Economic Loss:

Annual wage loss can be Rs 300,000, pushing many families into poverty.

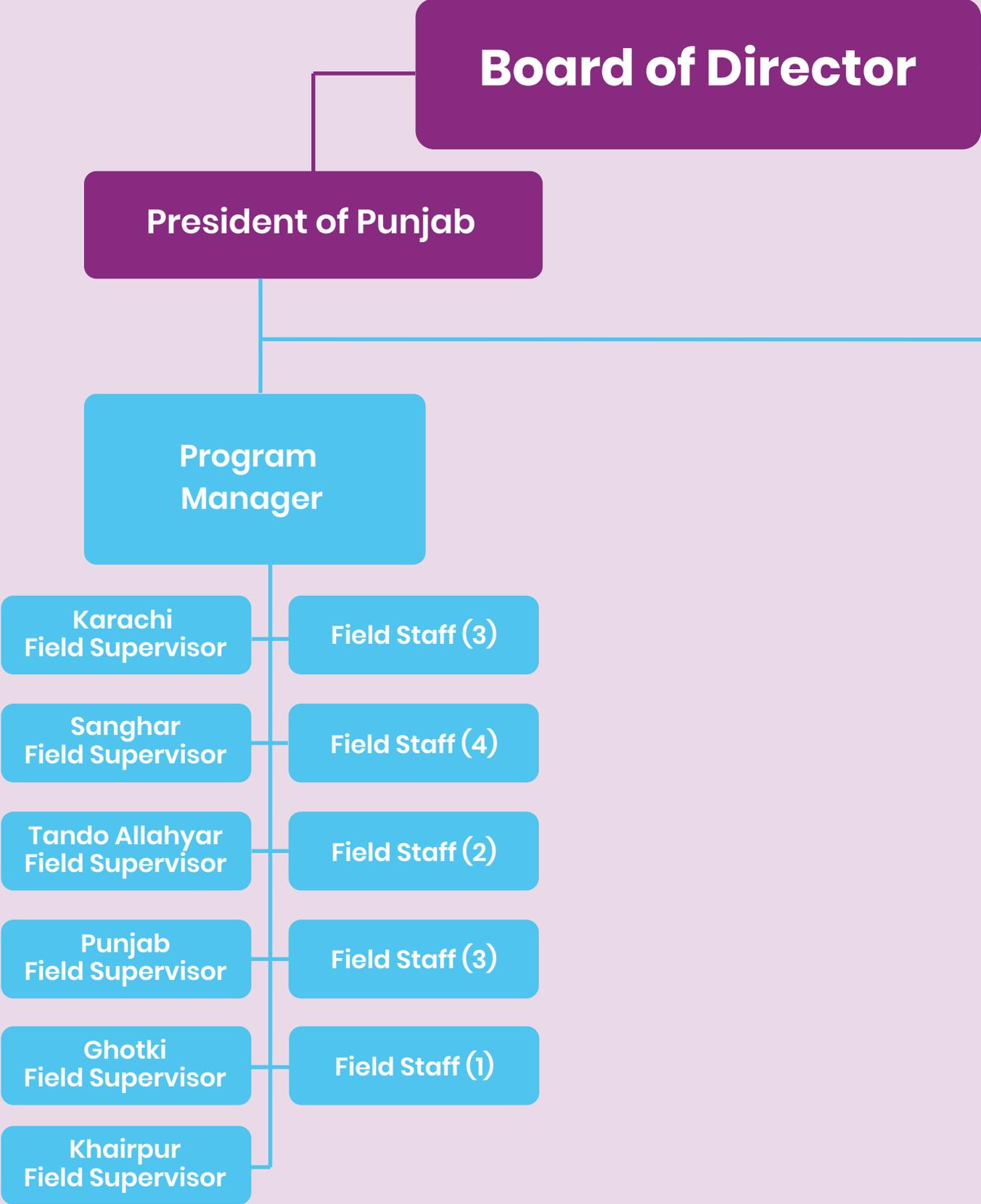
04

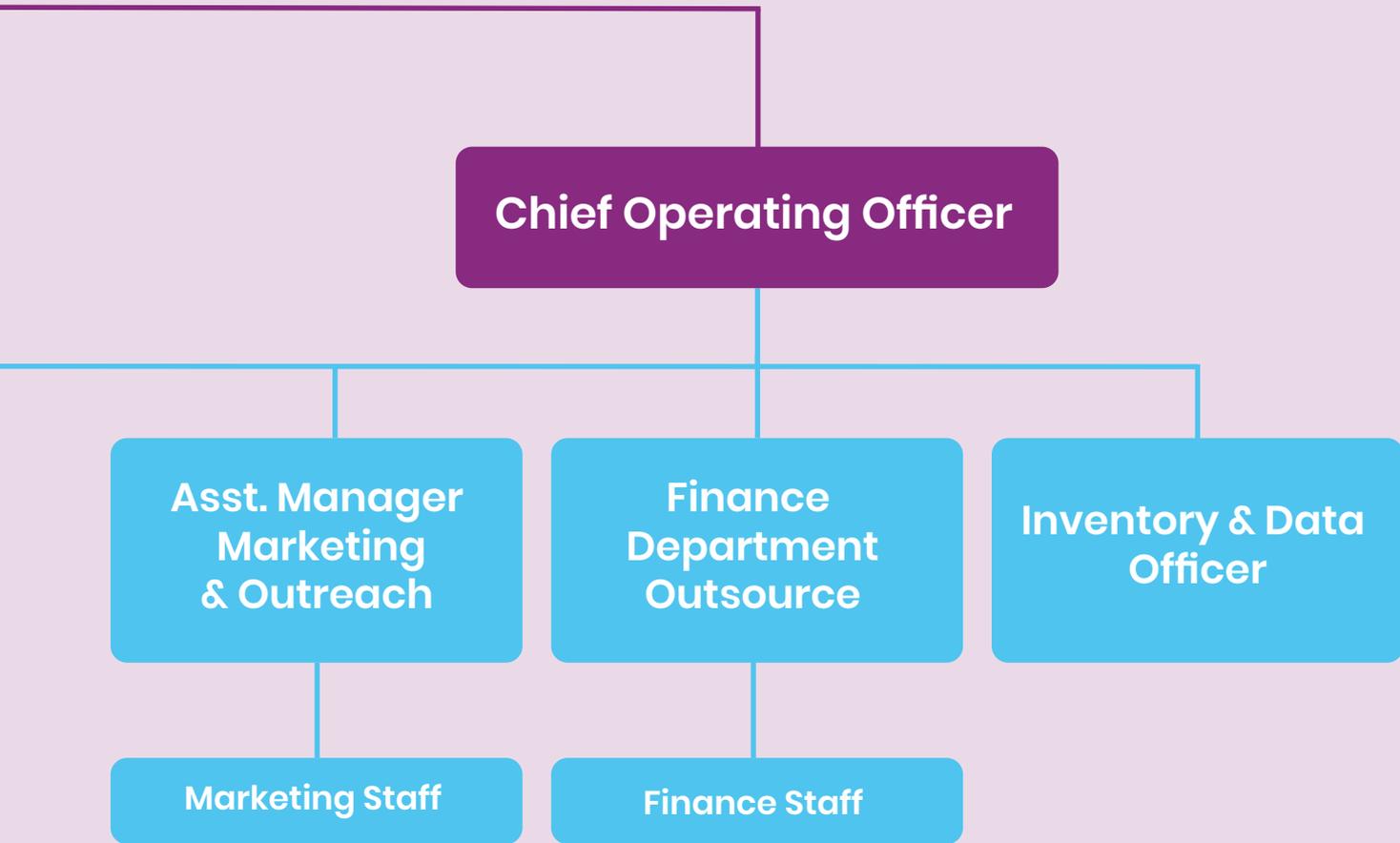
Treatment Costs:

The one-time treatment cost per patient is Rs 30,000.

The economic burden of hepatitis is immense, impacting not just health but also financial stability and workforce productivity. Early detection and affordable treatment can mitigate these costs.

Organogram





Total Staff
25

Operations Staff
20

THF GOLF TOURNAMENT 2024

THF Golf Tournament 2024 was a resounding success, held on Sunday, 10th March 2024, at the prestigious Karachi Golf Club.

This milestone event brought together participants and sponsors united in the mission to eliminate hepatitis from Pakistan. Thanks to your support, The Health Foundation is one step closer to providing vital treatment to those battling the "Silent Killer" hepatitis.

The **day was filled with camaraderie, joy, and spirited competition**, all contributing to our shared goal of a Hepatitis-Free Pakistan. Your participation not only made this event memorable but also played a crucial role in supporting a healthier and more productive future for Pakistan.

It's great to be back at the Karachi Golf Club (KGC). Playing golf here is always fun, and I'm proud to be part of The Health Foundation. They do a wonderful job in rural areas across Pakistan. I wish them all the best in their efforts—it's truly a great cause. I'm very happy with the way they are contributing. Please be kind and donate because it's important to support those in need.

Waqar Younis





Sponsored by ATCO Laboratories, a leader in the pharmaceutical industry, recognized for their unwavering commitment to the fight against hepatitis and their support of this important initiative. This event is also generously sponsored by Indigo, Sukaina Education and Medical Trust, and Delta Energy.



The tournament featured a **four-ball scramble**, fostering camaraderie among participants. The following teams took part in the event: Bank Alfalah, Interwood, Interloop, Meezan Bank, Habib Metro, Dubai Islamic Bank, Delta Power, Delta Energy, Abbott, Team Nazim Haji, Team Criticare Pharmaceuticals, Team SIB Insurance, Team ATCO, Team Martin Dow, Team Sapphire, Team Faysal Bank, and Team Bank Al Habib.



THE ANNUAL FUNDRAISING DINNER

Unwavering support of our donors was celebrated at The Health Foundation's Annual Fundraising Dinner, hosted by Ms Saba Rasheed an event dedicated to expressing our heartfelt gratitude for their continued generosity over the years.

It was an evening filled with joy and laughter, where the talented Saad Haroon lit up the night with his sharp wit and humor. The event culminated in an auction and pledge ceremony, where our donors once again demonstrated their incredible generosity, furthering our mission to eliminate hepatitis.



We extend our deepest thanks to President Alvi and First Lady Ms. Samina Alvi for their unwavering support of The Health Foundation and our cause. Their presence and commitment are truly invaluable to our mission.



A special mention goes to our General Body Member, **Mr. Abrar Hassan**, whose initiative to reauction items greatly elevated the spirit of the evening.

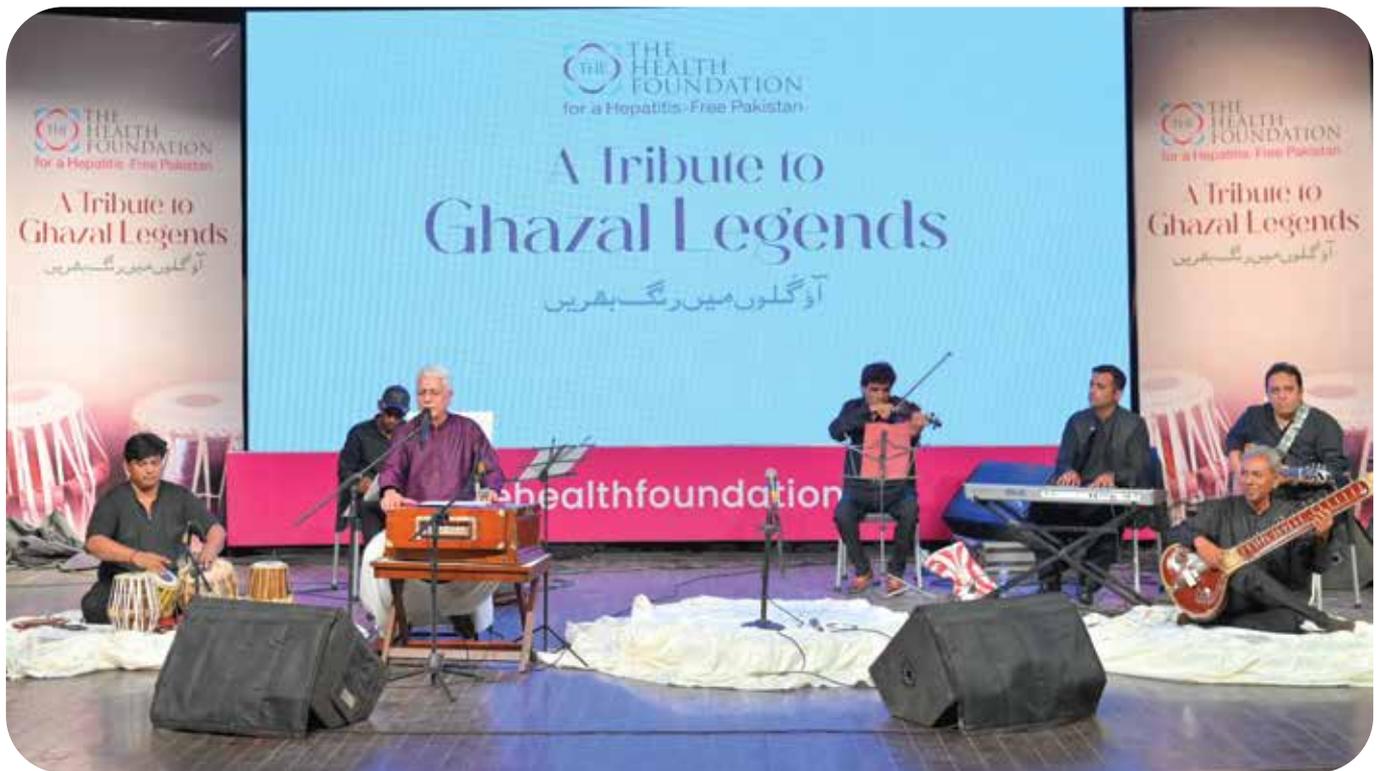


We also express our heartfelt gratitude to the generous sponsors of the event—Hilton Pharma, State Life, Changan Motors, and National Foods. Your support made this evening possible and helped further our cause.



THE GHAZAL NIGHT

Our Ghazal Night was a truly magical experience, where attendees were captivated by the soulful performances of Pride of Performance winner Salman Alvi, Sajar Nafees, Mazhar Iqbal, Rosemary Mushtaq and Karam Abbas Khan. More than just an evening of music, this event directly supported our mission, with every ticket purchased contributing to life-saving hepatitis treatment for those in need.



The evening was graced by distinguished guests of honor, including Ahmed Shah, Javed Allahditta, Akbar Allahditta, Azhar Hussain, Mohammed Ifrahim, and Asad Ashraf Malik, whose presence underscored the importance of our cause. Together, we continue to make a powerful impact in the fight against hepatitis.



THE FOUNDATION FOR HEALTHCARE (TFH) HIGHLIGHTS

The Health Foundation Pakistan (THF) has been a leader in the fight against hepatitis for the past seventeen years, with Pakistan now ranking among the highest globally in hepatitis prevalence, according to the World Health Organization's Global Hepatitis Report 2024. The report highlights the urgent need for medication for nearly 10 million patients in Pakistan to prevent liver cancer and fatalities.





The symposium highlighted that Pakistan must learn from Egypt's model, but the task is formidable, given the country's already overburdened health infrastructure. Implementing partners like THF are crucial in advancing the mission of a 'Hepatitis-Free Pakistan.' The Pakistani diaspora is also called upon to contribute through advocacy and fundraising efforts to support hepatitis elimination activities in Pakistan.

The need for immediate action is paramount to prevent a potential hepatitis pandemic from worsening.





THE HEALTH FOUNDATION
for a Hepatitis-Free Pakistan

... donation can
help us
SAVE LIVES
... day in the fight against Hepatitis

آپ کا دیا گیا عطیہ
زندگی بچاؤ

Your generous
DONATION
eliminate
from Po
and we wo
Thank
YOUR LIFE

Adopt a Patient

Adopt a Patient

Rs30,000

This amount covers the cost of screening, testing, and treatment.

Sponsor Screening of 100 People

Rs300,000

Help us screen 100 patients monthly in Sindh and Punjab.

Sponsor a Project

Rs1,500,000

Help us treat 50 patients through sponsoring a project/site.

WAYS IN WHICH YOU CAN DONATE:



Donate Online



Direct Bank Deposit



Drop Box Donation



Pay by Cheque

General Donation



Account No:
007101058932

Branch Code:
0071

Swift Code:
UNILPKKA

IBAN:
PK78-UNIL-0112-0071-0105-8932

Zakat Only



Meezan Bank
The Premier Islamic Bank

Account No:
0100177391

Branch Code:
0108

Swift Code:
MEZNPKKA

IBAN:
PK06-MEZN-0001-0801-0017-7391

For Donation in Punjab



Account No:
0102228849018

Branch Code:
0312-Lahore

Swift Code:
AIINPKKA

IBAN:
PK43-AIIN-0000-1022-2884-9018

THE HEALTH FOUNDATION'S INITIATIVES

Our initiatives highlight The Health Foundation's (THF) commitment to eradicating Hepatitis C through strategic partnerships, community outreach, and targeted programs. By engaging with corporate sectors, collaborating with diagnostic centers and blood banks, and integrating government-led healthcare programs, THF has significantly expanded its reach and impact across Pakistan.







Partnership to Eliminate Hepatitis C in Punjab and Islamabad

COLLABORATION WITH QJ DIAGNOSTICS ISLAMABAD FOR HEPATITIS C ERADICATION

Our Operation in Islamabad in our effort to eradicate Hepatitis C, we partnered with QJ Diagnostics to provide free screening and diagnostic services across the city. This collaboration aims to increase early detection and ensure timely treatment for those affected. List of corporate sectors covered by The Health Foundation.



Screenings:



Screened more than 8,000 individuals in Islamabad at no cost.

Treatment:



Identified more than 250 positive cases and connected them with free treatment options.



By leveraging the expertise and facilities of QJ Diagnostics, we are making significant strides toward eliminating Hepatitis C in Islamabad, improving public health outcomes for the community.

PARTNERSHIP WITH IPAC FOUNDATION FOR FREE HEPATITIS C SCREENING AND TREATMENT

To further our mission of eliminating Hepatitis C, we have partnered with the IPAC Foundation to provide free Hepatitis C screening and treatment across Sindh and Punjab. This collaboration aims to enhance access to healthcare services in both urban and rural areas, ensuring that individuals at risk can receive early diagnosis and effective treatment at no cost. By joining forces with the IPAC Foundation, we are working to reduce the prevalence of Hepatitis C and improve the quality of life for thousands of people. This partnership reflects our commitment to public health and our strategic approach to combating Hepatitis C through comprehensive, community-based healthcare initiatives.

Screenings:



Successfully screened more than 14,000 blood donors for Hepatitis C.

Treatment:



Connected 379 positive cases to free treatment, ensuring immediate care.



PARTNERSHIP WITH TRANSPARENT HANDS PAKISTAN: FINANCIAL SUPPORT FOR HEPATITIS C PATIENTS

We are pleased to feature our partnership with Transparent Hands Pakistan, which has provided vital financial support for Hepatitis C patients in Sindh. Through this collaboration, we allocated Rs. 10,000 per patient to 500 individuals over a six-month period. This support was instrumental in covering essential costs associated with the diagnosis and treatment of Hepatitis C, helping to alleviate the financial burden on patients and ensuring they receive the care they need. This partnership reflects our commitment to enhancing healthcare access and improving outcomes for those affected by Hepatitis C in Sindh. The collaboration with Transparent Hands Pakistan demonstrates the power of strategic partnerships in advancing our mission to combat Hepatitis C and support vulnerable populations.

Education:



Reached over 50,000 people through awareness campaigns on Hepatitis C prevention and care.

Treatment:



Provided treatment to 249 diagnosed patients, with 50% showing positive outcomes.



By leveraging the expertise and facilities of QJ Diagnostics, we are making significant strides toward eliminating Hepatitis C in Islamabad, improving public health outcomes for the community.



Partnership to Eliminate Hepatitis C in Sindh

CORPORATE SCREENING INITIATIVE TO ERADICATE HEPATITIS C

This year, we enhanced our efforts to create healthier work environments through the Corporate Hepatitis C Screening Initiative. This program focuses on increasing Hepatitis C awareness and early detection within corporate settings.

Key Highlights:

Screenings:



Hepatitis C screening services to more than 7 corporate partners



Hepatitis C screening 22,000 employees.



Crescent Steel & Allied Products Limited



Education:



workshops on Hepatitis C prevention and treatment to 434 employees.

Treatment:

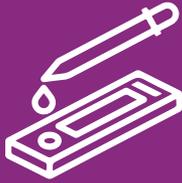
Ensured that employees who tested positive were provided with free access to treatment and care.

This initiative plays a crucial role in fostering a healthier workplace and supports our overarching goal of eliminating Hepatitis C.

PARTNERSHIP WITH ZUBAIDA MACHİYARA TRUST KARACHI FOR FREE HEPATITIS C SCREENING AND TREATMENT

In a concerted effort to address the Hepatitis C burden in Karachi, we partnered with the Zubaida Machiyara Trust to provide free Hepatitis C screening and treatment across 18 centers in the city. This initiative aims to increase access to diagnostic services and ensure that individuals who test positive receive timely and effective treatment. By offering these services free of charge, we are helping to reduce barriers to care and improve health outcomes for vulnerable populations. This collaboration demonstrates our ongoing commitment to public health and our dedication to eradicating Hepatitis C in Karachi. Together, we are making a tangible impact in the fight against this preventable and curable disease.

Screenings:



Screened more than 60,000 blood donors for Hepatitis C.

Treatment:



Connected 770 positive cases to free treatment, ensuring immediate care.



PARTNERSHIP WITH AL-MUSTAFA TRUST FOR FREE HEPATITIS C SCREENING AND TREATMENT

We expanded our efforts to combat Hepatitis C through a strategic partnership with Al-Mustafa Trust in Karachi and Lahore. This collaboration provides free Hepatitis C screening and treatment services, significantly enhancing access to care for at-risk populations in both cities. By leveraging the extensive network of Al-Mustafa Trust's healthcare facilities, we aim to identify and treat individuals with Hepatitis C early, thereby reducing transmission rates and improving patient outcomes. This initiative is a testament to our commitment to public health and our proactive approach to eradicating Hepatitis C. Together with Al-Mustafa Trust, we are making meaningful progress in the fight against this preventable and treatable disease.

Screenings:



Successfully screened more than 5,000 blood donors for Hepatitis C.

Treatment:



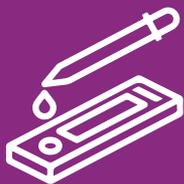
Connected 61 positive cases to free treatment, ensuring immediate care.



PARTNERSHIP WITH BEHBUD ASSOCIATION FOR FREE HEPATITIS C SCREENING AND TREATMENT

This year, we strengthened our efforts to eliminate Hepatitis C by partnering with the Behbud Association to provide free Hepatitis C screening and treatment in Shirin Jinnah and Mehmoodabad, Karachi. This initiative focuses on reaching underserved communities by offering comprehensive diagnostic and treatment services at no cost, ensuring that individuals with Hepatitis C receive the care they need. By collaborating with Behbud Association, we are increasing awareness, early detection, and access to effective treatment, which are crucial steps towards eradicating Hepatitis C. This partnership underscores our ongoing commitment to public health and demonstrates our dedication to improving the lives of vulnerable populations in Karachi.

Screenings:



Successfully screened more than 2,500 blood donors for Hepatitis C.

Treatment:



Connected 107 positive cases to free treatment, ensuring immediate care.



PARTNERSHIP WITH SINA HEALTH CENTERS FOR FREE HEPATITIS C SCREENING AND TREATMENT

Our collaboration with 15 Sina Health Centers in Karachi represents a major step forward in our mission to combat Hepatitis C. Through this partnership, we provide free Hepatitis C screening and treatment, reaching a broad segment of the city's population. By offering these essential services at no cost, we are significantly lowering the barriers to healthcare access and ensuring that individuals affected by Hepatitis C can receive timely diagnosis and treatment. This initiative enhances community health and contributes to the broader goal of eradicating Hepatitis C in Karachi. Our partnership with Sina Health Centers underscores our commitment to public health and demonstrates the impact of collaborative efforts in fighting preventable and treatable diseases.

Screenings:



Successfully screened more than 8,000 blood donors for Hepatitis C.

Treatment:



Connected 132 positive cases to free treatment, ensuring immediate care.



LAUNCH OF FREE HEPATITIS C COMMUNITY PROJECT IN DISTRICT KHAIRPUR, SINDH

With the support of the Sindh Hepatitis Control Program, we launched the Free Hepatitis C Community Project in District Khairpur, Sindh. This initiative focuses on comprehensive community outreach, offering free screenings, educational sessions, and treatment services for Hepatitis C.

Key Highlights:

Screenings:



Delivered free Hepatitis C screenings to more than 18,000 residents.



Education:



More than 50,000 community members about Hepatitis C prevention and treatment.

Treatment:

Provided free treatment and care to individuals who tested positive.

This project, supported by the Sindh Hepatitis Control Program, plays a vital role in reducing Hepatitis C prevalence and improving health outcomes in Khairpur.

PARTNERSHIP WITH MURSHID HOSPITAL FOR FREE HEPATITIS C SCREENING AND TREATMENT

We are proud to highlight our partnership with Murshid Hospital, which has been instrumental in advancing our efforts to combat Hepatitis C. This collaboration enabled us to offer free Hepatitis C screening and treatment services, targeting communities that face significant barriers to healthcare access. By providing these critical services at no cost, we have worked to ensure early detection and effective treatment for individuals at risk. This initiative reflects our commitment to improving public health outcomes and demonstrates how strategic partnerships can drive meaningful progress in the fight against Hepatitis C. Our collaboration with Murshid Hospital stands as a testament to our dedication to addressing pressing health issues and delivering essential care to those who need it most.

Screenings:



Successfully screened more than 11,000 blood donors for Hepatitis C.

Treatment:



Connected 189 positive cases to free treatment, ensuring immediate care.



My name is Aminah Sheikh. Did you know that Pakistan has the highest number of Hepatitis cases in the world? Nearly 100 people die every single day from this silent disease. The Health Foundation (THF) took responsibility in 2007 and has made the treatment of this deadly disease its mission by providing vaccination and free medications to millions of patients across the country.



PARTNERSHIP WITH SIAG CIVIL HOSPITAL FOR FREE HEPATITIS C SCREENING AND TREATMENT

We are excited to showcase our partnership with SIAG Civil Hospital, which has been pivotal in our efforts to combat Hepatitis C. This collaboration provided free Hepatitis C screening and treatment services to communities in need, ensuring that individuals who might otherwise face barriers to care could receive essential diagnostic and therapeutic services at no cost. By working with SIAG Civil Hospital, we have expanded access to healthcare and supported the early detection and management of Hepatitis C. This initiative highlights our ongoing commitment to improving public health outcomes and demonstrates the impact of collaborative efforts in addressing critical health issues.

Screenings:



Successfully screened more than 3,000 blood donors for Hepatitis C.

Treatment:



Connected 47 positive cases to free treatment, ensuring immediate care.



PARTNERSHIP WITH THE RANGOONWALA TRUST: DONATION FOR HEPATITIS C SCREENING KITS

We are proud to highlight our partnership with Murshid Hospital, which has been instrumental in advancing our efforts to combat Hepatitis C. This collaboration enabled us to offer free Hepatitis C screening and treatment services, targeting communities that face significant barriers to healthcare access. By providing these critical services at no cost, we have worked to ensure early detection and effective treatment for individuals at risk. This initiative reflects our commitment to improving public health outcomes and demonstrates how strategic partnerships can drive meaningful progress in the fight against Hepatitis C. Our collaboration with Murshid Hospital stands as a testament to our dedication to addressing pressing health issues and delivering essential care to those who need it most.

Screenings:



Successfully screened more than 15,000 blood donors for Hepatitis C.

Treatment:



Connected 1,094 positive cases to free treatment, ensuring immediate care.



PARTNERSHIP WITH HUSSAINI BLOOD BANK FOR HEPATITIS C SCREENING AND TREATMENT

In our ongoing efforts to eliminate Hepatitis C, we have partnered with Hussaini Blood Bank to provide free Hepatitis C screening for blood donors. Under this collaboration, all donors are screened at no cost, and individuals who test positive are linked to our network for free Hepatitis C treatment.

Screenings:



Successfully screened more than 33,000 blood donors for Hepatitis C.

Treatment:



Connected 49 positive cases to free treatment, ensuring immediate care.

This partnership has strengthened our initiative by increasing early detection and providing free treatment to those in need, furthering our goal of eliminating Hepatitis C in the community.

COLLABORATION WITH THE NIGHEBAN WELFARE ASSOCIATION:

Collaborated extensively with Nigheban Welfare Association, with a strategic focus on technical support/ Services provided by The Health Foundation to facilitate them to penetrate deeper layers of highly prevalent strata of District Kambar Shahdadkot and Kemari Town Karachi.

INDUCTION OF SINDH LADY HEALTH WORKER PROGRAM FOR COMMUNITY SCREENING

We have integrated the Sindh Lady Health Worker Program into our Hepatitis C eradication strategy, enhancing our ability to reach and screen communities effectively.

Expanded Reach



Utilized the network of lady health workers to conduct Hepatitis C screenings in more than 18,000 communities in Union Councils of District Khairpur.

Enhanced Education



Delivered vital information on Hepatitis C prevention and treatment directly to community members.

Treatment Access



Facilitated access to free treatment for individuals who tested positive, ensuring they receive timely care.

This initiative significantly improves community outreach and contributes to our goal of eliminating Hepatitis C in the region.



WORLD HEPATITIS DAY 2023: AWARENESS AND SCREENING SESSION AT SIAG

On July 25, 2023, The Health Foundation (THF) commenced its World Hepatitis Day activities at the Sindh Institute of Advanced Endoscopy & Gastroenterology (SIAG). The session, facilitated by renowned gastroenterologist Dr. Saad Khalid Niaz, provided an in-depth overview of the hepatitis burden in Pakistan, with a particular focus on the prevalence of hepatitis B and C. Dr. Niaz highlighted the challenges in combating these diseases, such as the lack of awareness and inadequate healthcare infrastructure, while also acknowledging the critical role of THF in leading national efforts toward disease prevention and elimination.



Following the informative session, THF offered free on-site hepatitis C screenings to all attendees, underscoring the Foundation's commitment to early detection and intervention as key strategies in reducing the spread of the disease. This event was part of a broader campaign by THF aimed at raising awareness and promoting regular screenings as vital steps in the fight against hepatitis.



HIGHLIGHTS FROM HEALTHCARE EXPO 2024

Our three-day activation at Healthcare Expo 2024, held from May 21 to 23, was a resounding success, showcasing our commitment to hepatitis awareness and early detection. During this event, we conducted screenings for hepatitis B and C, reaching approximately 418 individuals.



We extend our heartfelt gratitude to all the donors and supporters who visited our booth and recognized the importance of our mass screening efforts. Your support is crucial in empowering our initiatives and ensuring their effectiveness.



FINANCIAL STATEMENTS

- Director's Report
- Auditor's Report
- Statement of financial positions
- Income and Expenditure Statement
- Statement of Changes in Net Assets
- Statement of Cash Flows
- Notes to and forming part of the Financial Statements

DIRECTOR'S REPORT

Dear Members

The directors of our foundation are pleased to present their Annual Report together with the company's audited financial statements for the year ended on June 30, 2024.

We would like to thank all THF donors and supporters who have helped us come this far. Our valued patrons are spreading awareness about hepatitis related issues across the country, highlighting THF's efforts towards addressing this burden.

Financial Results

Financial Results for the year are as follows:

Financial Highlights (PKR)	2024	2023
Government Grants	182,668,102	182,179,497
Donation in Kind	1,403,687	703,223
Specific Donations	7,927,704	7,863,942
Zakat	43,277,760	42,507,993
General Donations	27,052,057	20,220,691
Fund Raising Event	14,218,724	10,419,800
Total Assets	135,541,766	127,277,849
Current Ratio (Current Assets / Current Liabilities)	18.4	22.8
Cash to Current Liabilities (Cash & Bank / Current Liabilities)	0.6	1.6

Company's Performance

THF's performance for the reporting period has been as follows:

Performance Indicators	2024	2023	Variance (%)
Individuals made aware	315,000	250,000	26%
Screenings conducted	231,910	201,724	15%
Patients registered	4,808	4,393	9%
Individuals vaccinated	21,500	25,505	-16%

THF initiatives/actions during the year

Continued collaboration with the Hepatitis Control Programs of Sindh and Punjab to provide screening kits, laboratory tests, medicines, and vaccines for deserving hepatitis patients.

THF Annual Fundraising Dinner: The Health Foundation's Annual Fundraising Dinner, hosted by Ms. Saba Rasheed, featured Saad Haroon and raised significant support through pledges and an auction, with heartfelt gratitude extended to President Alvi, First Lady Ms. Samina Alvi, and key sponsors.

THF Golf Tournament 2024: Held at Karachi Golf Club, the THF Golf Tournament united participants in the fight against hepatitis, with generous sponsorship from ATCO Laboratories and others, contributing to a healthier future for Pakistan.

THF Ghazal Night 2024: A mesmerizing musical evening featuring Salman Alvi and other artists, where all proceeds supported hepatitis treatment, attended by distinguished guests to champion the cause of a Hepatitis-Free Pakistan.

Transparent Hands, ZMT Clinics Networks, Behbud Association, Mahmooda Medical Center, Kohi Goth Women Hospital, Hussaini Blood Bank and Infection Prevention and Control Foundation (IPAC).

Expansion of THF activities in Sanghar in new union council of Loon Khan and in Tando Allahyar in Union council Shah Inayat Rizvi.

Expansion of THF on screening of corporate sector employees, particularly in Islamabad. This year THF screened over 8,000 employees and Community individuals of UC Rawat in Rawalpindi for hepatitis C.

Added emphasis on screening of corporate sector employees, particularly the labor. This year THF screened over 23,000 employees for hepatitis C.

Expansion of interventions out of Karachi, and moving out into new union councils/areas across interior Sindh and Punjab

Future Prospects

Expansion of THF network and scope of operations in interior Sindh including Jamshoro with Indus Hospital Network, Jacobabad and in Afiyah Clinic at Karachi.

Expansion of already running collaborative activities with centers like Hussaini Blood Bank.

Collaboration of screening and treatment of positive Hepatitis B and C patients with Chughtai Lab initially in Lahore and further expansion in Chughtai Labs throughout Pakistan.

Expansion of existing operation at Khairpur (Sind) to additional Union Councils.

Establishment of THF own hepatitis center in Punjab providing free of cost screening, lab tests and treatment to deserving patients.

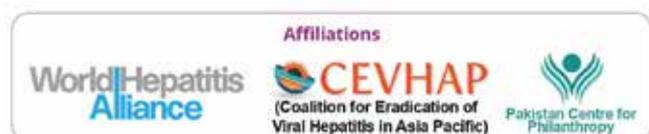
THF Head Office
 First Floor, C-10/D, Street 1, Badar Commercial, DHA Phase V, Karachi-75500

 021-37443616  0300-0555021

 communication@thehealthfoundation.org

 www.thehealthfoundation.org

A company set up under section 42 of the Companies Ordinance, 1984.



Board of Directors

The Board of Directors govern the organization by establishing broad policies and setting out strategic objectives with commitment and ambition to achieve goals of performance. The board currently consists of 11 elected directors.

The Board is collectively responsible for the success of the organization. Its role is to provide entrepreneurial leadership within a framework of prudent and effective controls which enables risk to be assessed and managed. The board sets strategic aims, ensures that the necessary financial and human resources are in place for attainment of objectives and reviews management performance. It also sets the organization's values and standards and ensures that its obligations are understood and met.

a. Directors' Remuneration

All the Directors of THF are honorary and are given no remuneration for their services.

Audit

The auditors, A.F. Ferguson & Co. retire and offer themselves for re-appointment. The audit firm has been given a satisfactory rating under the Quality Control Review Program of Institute of Chartered Accountants of Pakistan (ICAP) and the firm is fully compliant with the International Federation of Accountants' guideline on codes of ethics, as adopted by ICAP. The Board of Directors of the Foundation have endorsed their appointment for members' consideration at the forthcoming Annual General Meeting.

Acknowledgment

We would like to acknowledge the continued support of our employees, bankers & suppliers for their dedication and contribution to the Company.

For and on behalf of The Health Foundation



Chief Executive / Director
Saeed Allawala



Director
Dr. Farid Khan

INDEPENDENT AUDITOR'S REPORT

To the members of The Health Foundation

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of The Health Foundation (the Company), which comprise the statement of financial position as at June 30, 2024, and the income and expenditure statement, the statement of changes in net assets, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information 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 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, the income and expenditure statement, the statement of changes in net assets 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 (XIX of 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, 2024 and of the deficit, the changes in net assets 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 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 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.



● KARACHI ● LAHORE ● 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 (XIX of 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 judgement 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 (XIX of 2017);
- (b) the statement of financial position, the income and expenditure statement, the statement of changes in net assets and the statement of cash flows 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 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 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Syed Muhammad Hasnain.



A. F. Ferguson & Co.
Chartered Accountants
Karachi

Date: October 7, 2024

UDIN: AR202410073Xlx9ZVcw0

THE HEALTH FOUNDATION

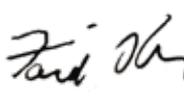
STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2024

	Note	2024 Rupees	2023 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	3	2,420,598	3,537,378
CURRENT ASSETS			
Inventories	4	68,233,504	43,047,630
Loans to employees	5	171,182	84,799
Prepayments		176,096	80,071
Accrued mark-up		71,825	314,631
Other receivables	6	3,816,801	2,612,140
Short term investments	7	55,999,153	68,898,322
Cash and bank balances	8	4,652,607	8,702,878
		133,121,168	123,740,471
TOTAL ASSETS		135,541,766	127,277,849
LIABILITIES			
NON-CURRENT LIABILITIES			
Grants related to asset		-	102,399
CURRENT LIABILITIES			
Deferred income	9	133,190,070	124,758,764
Accrued and other liabilities	10	7,248,498	5,429,684
		140,438,568	130,188,448
TOTAL LIABILITIES		140,438,568	130,290,847
CONTINGENCIES			
	11		
NET ASSETS		(4,896,802)	(3,012,998)
NET ASSETS			
Sponsors' fund		160,100	160,100
Deficit		(5,056,902)	(3,173,098)
		(4,896,802)	(3,012,998)

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




Chief Executive


Director

THE HEALTH FOUNDATION

INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024 Rupees	2023 Rupees
INCOME			
Government grants		182,668,102	182,179,497
Specific donations		7,927,704	7,863,942
Donations in kind		1,403,687	703,223
Zakat		43,277,760	42,507,993
General donations	12	27,052,057	20,220,691
Fund raising event		14,218,724	10,419,800
Net gain on investments	13	3,031,369	1,702,373
Gain on disposal of property and equipment		-	586,471
Profit on Term Deposit Receipts		-	404,693
		279,579,403	266,588,683
EXPENDITURE			
Medicines and vaccines utilised from			
- Government grants		182,668,102	182,179,497
- Own purchases	14	34,351,557	34,443,537
- Donations in kind		1,403,687	703,223
Salaries and allowances		22,797,518	20,699,667
Treatment expense		10,593,359	9,393,039
Fund raising event expense		8,561,675	6,303,289
Advertisement and promotion		1,680,660	3,232,832
Vehicle running expenses		3,314,979	2,824,592
Legal and professional charges		5,152,461	3,017,773
Auditors' remuneration	15	466,648	1,752,463
Depreciation		1,745,230	1,734,893
Maintenance charges		2,088,623	1,530,101
Printing and stationary		427,173	1,285,943
Utilities expense		2,106,557	783,843
Travelling and conveyance		1,597,687	749,838
Communication		632,798	605,585
Waste management expense		-	70,000
Bank charges		53,977	41,559
Others		1,820,516	995,560
		281,463,207	272,347,234
Deficit for the year		(1,883,804)	(5,758,551)

There is no other comprehensive income item.

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


Chief Executive


Director

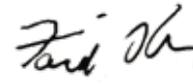
THE HEALTH FOUNDATION
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2024

	Sponsors' fund	(Deficit) / Unrestricted General Donation (Rupees)	Total
Balance as at July 1, 2022	160,100	2,585,453	2,745,553
Deficit for the year ended June 30, 2023	-	(5,758,551)	(5,758,551)
Balance as at June 30, 2023	<u>160,100</u>	<u>(3,173,098)</u>	<u>(3,012,998)</u>
Deficit for the year ended June 30, 2024	-	(1,883,804)	(1,883,804)
Balance as at June 30, 2024	<u><u>160,100</u></u>	<u><u>(5,056,902)</u></u>	<u><u>(4,896,802)</u></u>

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




Chief Executive


Director

THE HEALTH FOUNDATION

STATEMENT OF CASH FLOW FOR THE YEAR ENDED JUNE 30, 2024

	2024 Rupees	2023 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Deficit for the year	(1,883,804)	(5,758,551)
Adjustment for non-cash expense:		
Depreciation	1,745,230	1,734,893
Amortisation of grants related to asset	(102,399)	(204,800)
Gain on disposal of property and equipment	-	(586,471)
	<u>1,642,831</u>	<u>943,622</u>
	(240,973)	(4,814,929)
Changes in working capital:		
(Increase) / decrease in current assets		
Inventories	(25,185,874)	85,889,939
Accrued mark-up	242,806	883,290
Loans to employees	(86,383)	(41,799)
Short term investments	12,899,169	(68,898,322)
Prepayments	(96,025)	(24,597)
Other receivables	(1,204,661)	(54,984)
	<u>(13,430,968)</u>	<u>17,753,527</u>
Increase / (decrease) in current liabilities		
Accrued and other liabilities	1,818,814	98,912
Deferred income	8,431,306	(94,704,431)
	<u>10,250,120</u>	<u>(94,605,519)</u>
Net cash used in operating activities	<u>(3,421,821)</u>	<u>(81,666,921)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for acquisition of property and equipment	(628,450)	(842,889)
Proceeds from disposal of property and equipment	-	630,000
Net cash used in investing activities	<u>(628,450)</u>	<u>(212,889)</u>
Net decrease in cash and cash equivalents	<u>(4,050,271)</u>	<u>(81,879,810)</u>
Cash and cash equivalents at beginning of the year	8,702,878	90,582,688
Cash and cash equivalents at end of the year	<u><u>4,652,607</u></u>	<u><u>8,702,878</u></u>

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


Chief Executive


Director



THE HEALTH FOUNDATION

NOTES TO AND FORMING PART OF THE

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

1. THE COMPANY AND ITS OPERATIONS

1.1 The Health Foundation (the Company) was incorporated in Pakistan on August 24, 2007 under section 42 of the repealed Companies Ordinance, 1984 as a company limited by guarantee not having share capital, having its registered office at B-18, S.I.T.E. Mangopir Road, Karachi. The Company is formed with the primary objective to develop, establish, setup, maintain, operate, administrate and run clinics, hospital, health center for creating awareness about prevention and treatment of all kind of infectious diseases like Acquired Immune Deficiency Syndrome (AIDS), Hepatitis, Typhoid and Tuberculosis and assisting in diagnosing of and providing medicines for the treatment of these diseases.

The Company's initial focus is on awareness, prevention, collaboration and treatment of Hepatitis. It receives vaccines and syringes from Hepatitis Prevention and Control Program of the Government of Sindh, free of cost. The Company runs various programs / campaigns in order to create awareness about Hepatitis and also provides medicines and vaccinations to the needy, free of cost. Further, the Company arranges free Hepatitis treatment for the needy patients.

In order to achieve this, the Company invites / solicits specific donations in order to run the aforementioned programs / campaigns. Moreover, the Company invites general donations and organises fund raising events. Currently, the Company is running projects in Sanghar, Ghotki, Rashidabad, Naseerabad and Lahore and treatment sentinel sites in Karachi.

The geographical locations and addresses of the Company's head office, storage facility, treatment sentinel sites and project offices are as under:

- Head office - First Floor, C-10/D, Street no. 1, Badar Commercial Area, Phase V, D.H.A., Karachi;
- Treatment sentinel sites - Pakistan Health Research Council (PHRC), Jinnah Postgraduate Medical Center, Karachi, Patel Hospital, ST-18, Block 4, Gulshan-e-Iqbal, Karachi, Karachi Central Hospital, platform st. 1/8, Block 17 F.B Area, Karachi, Kohi Goth Women Hospital, Bin Qasim Town, Karachi, Behbood Association, Clifton and Mehmoodabad, Al Mustufa Trust, Korangi Coast Guard Chowrangi, Karachi, KPT Hospital, Kemari, Karachi, Hussaini Blood bank, Qalandri Chowk, Karachi, Sylani Welfare Trust, near Disco bakery, Gulshan e Iqbal, ZMT Clinic Network, FL6/6 Block 4, Gulshan-e-Iqbal, Community Health Solution, 903 - Al- Tijarah Centre, Shahrah-e-Faisal, SINA Health, Education & Welfare Trust, Plot # 1, D - 21, Sector 30, Korangi.
- Lahore projects - Office No. 3, 2nd Floor, Pakistan Medical Research Council Building, Lahore, Fatima Memorial Hospital, Shadman Road, Ichra, Lahore, and Mozang Hospital, Mozang Road, Lahore;
- Sanghar project - THF office, Village Khair Muhammad Junejo, Perumal road, Kandiyari, taluka, District Sanghar;
- Ghotki project - Near Engro Fertilizers Limited's plant, Daharki, District Ghotki;
- Rashidabad project - 1st Floor, Bilquis Mushaf Medical Complex, Rashidabad, Tando Allahyar;
- Kemari project - Karachi Port Trust Hospital, Plot no. 33, Kemari, Karachi.

1.2 The directors of the Company have confirmed their commitment, for its operations to enable it to continue as a going concern.



2. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented.

2.1 Basis of preparation

2.1.1 Statement of compliance

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

- International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Accounting Standards for Not for Profit Organisations (Accounting Standards for NPOs) issued by the Institute of Chartered Accountants of Pakistan 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 the Accounting Standards for NPOs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.2 Changes in accounting standards, interpretations and pronouncements

(a) Standards, interpretations and amendments to published approved accounting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2023. However, these do not have any significant impact on the Company's financial reporting.

(b) Standards and amendments to published approved accounting standards that are not yet effective

There are certain other amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2024. However, these are considered either not to be relevant or to have any significant impact on the Company's financial statements and operations and, therefore, have not been disclosed in these financial statements except for an accounting standard issued by the Institute of Chartered Accountants of Pakistan (ICAP) on 'Financial Statement Disclosure of Zakat received by an entity' and notified by SECP vide SRO 240(1)/2024 which shall be followed by companies that receive zakat, and are required to prepare their financial statements in conformity with the financial reporting standards as applicable in Pakistan. The new standard is effective for the Foundation effective July 1, 2024.



2.1.3 Critical accounting estimates and judgements

The preparation of financial statements in conformity with the above requirements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Management believes that there are no such matters involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There have been no critical estimates and judgements made by the Company's management in applying the accounting policies that would have significant effect on the amounts recognised in the financial statements.

2.2 Overall valuation policy

These financial statements have been prepared under the historical cost convention except as otherwise disclosed in the accounting policies below.

2.3 Foreign currencies

Transactions in foreign currencies are recorded in Pak Rupees at the rates of exchange approximating those prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into Pak Rupees using the exchange rates approximating those prevailing at the statement of financial position date. Exchange differences are taken to income and expenditure statement

2.4 Functional and presentation currency

The financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency and figures are rounded off to the nearest Rupees.

2.5 Property and equipment

Property and equipment is stated at historical cost less accumulated depreciation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. A contributed asset is recognised at nominal value in the financial statements when its fair value at the date of contribution can not be reasonably determined.

The Company adds to the carrying amount of an item of property and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to income and expenditure statement during the period in which they are incurred.

Depreciation on acquisition is charged from the month of addition whereas no depreciation is charged in the month of disposal.



The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the income and expenditure statement.

2.6 Inventories

Inventories includes goods donated by the Provincial Government and donors for nil consideration and is initially recorded at retail price with a corresponding credit to deferred income. The carrying value of inventory is charged to the income and expenditure statement when it is distributed, with the corresponding credit released from deferred

Provision made against expired inventory is deducted from inventories with a corresponding deduction from deferred income (government grant).

Inventories also include medicines purchased from Zakat and donations. These are valued at lower of cost and current replacement cost, as the inventory is held for treatment of patients at no charge. Cost is determined using first-in-first-out method.

2.7 Investments - at fair value

Investments are initially recognised and carried at fair values, with any changes in the fair values taken to Income and Expenditure Account if the investments have been made from general donations and to deferred income in case of investments made from zakat and specific donations. Investments are derecognised when the right to receive cash flows from the investments has expired or has been transferred and the Company has transferred substantially all the risks and rewards associated with ownership. Gains and losses on disposal of investments are included in the Income and Expenditure Account in case of investments made from general donations and to deferred income in case of investments made from zakat and specific donations in the period in which these arise.

2.8 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of the statement of cash flows, cash and cash equivalents comprise cash in hand, balances with banks on current, savings and deposit accounts with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.9 Accrued and other liabilities

Accrued and other liabilities are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method.

2.10 Donations, zakat and government grants

Donations not restricted in its use by the donor (general donations) are accounted for on receipt basis in the income and expenditure statement. Donations restricted in its use by the donor (specific donations) and zakat are utilised for the specified purpose and classified as deferred income. Any income earned from investments made from such specific donations and zakat are also credited directly in deferred income.

Government grants are recorded on receipt basis at retail price when there is reasonable assurance that all attaching condition will be complied with.



When the grant relates to an expense item, it is recognised as income over the periods in which the entity recognises as expenses the related costs for which the grant is intended to compensate whereas unspent grants at the end of the year are disclosed separately in the statement of financial position as deferred income.

Where the grant received is in the form of an asset, it is recorded as deferred revenue and charged to income and expenditure statement in equal amounts over the expected useful life of the related asset through depreciation, amortisation and / or disposal.

2.11 Deferred income

Specific donations and zakat contributed by donors are initially recognised as deferred income on receipt. Subsequently, these are recognised in the income and expenditure statement to match the costs and expenses incurred in respect of the same.

Government grants consists of medicines, vaccines and screening kits donated by the Provincial Governments for nil consideration and is initially recorded at retail price with a corresponding debit to inventories. The carrying value of deferred income is recorded as income when such stock is distributed, with the corresponding debit released from inventories and recorded as expenditure in the income and expenditure statement.

2.12 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each statement of financial position date and adjusted to reflect current best estimate.

2.13 Taxation

The Company is registered with the income tax authorities as a not for profit organisation under section 2(36)(c) of the Income Tax Ordinance, 2001 read with Rule 212 of the Income Tax Rules, 2002. The Company does not account for taxation, as not for profit organisations are allowed a tax credit equal to one hundred percent (100%) of the tax payable including minimum tax and final tax payable, under Section 100C of the Income Tax Ordinance,

2.14 Revenue recognition

General donations received are recorded as income in the year of receipt.

Specific donations and zakat are initially recognised as deferred income in the statement of financial position and, subsequently as income, in the income and expenditure statement, by matching the costs and expenses incurred in respect of the same.

Government grants and donation in kind are recognised in income and expenditure statement on a systematic basis over the periods in which the entity recognises as expenses the related costs for which the grants are intended to compensate.

Income on investments and return on deposits are recognised on time proportionate basis by reference to the principal outstanding and the applicable rate of return.



3. PROPERTY AND EQUIPMENT

	Office equipment	Furniture & fixtures	Computer equipment	Vehicles	Container	Total
	← Rupees →					
Net carrying value basis						
Year ended June 30, 2024						
Opening net book value (NBV)	1,136,089	1,333,242	867,056	105,703	95,288	3,537,378
Additions	71,000	-	557,450	-	-	628,450
Disposals						
- Cost	-	-	-	-	-	-
- Accumulated depreciation	-	-	-	-	-	-
Depreciation charge for the year	(463,809)	(532,961)	(547,469)	(105,703)	(95,288)	(1,745,230)
Closing net book value (NBV)	743,280	800,281	877,037	-	-	2,420,598
Gross carrying value basis						
At June 30, 2024						
Cost	2,917,545	2,898,227	2,440,571	2,107,040	900,000	11,263,383
Accumulated depreciation	(2,174,265)	(2,097,946)	(1,563,534)	(2,107,040)	(900,000)	(8,842,785)
Net book value (NBV)	743,280	800,281	877,037	-	-	2,420,598
Net carrying value basis						
Year ended June 30, 2023						
Opening net book value (NBV)	1,533,859	1,870,755	554,328	418,681	95,288	4,472,911
Additions	68,889	-	774,000	-	-	842,889
Disposals						
- Cost	-	-	-	(870,600)	-	(870,600)
- Accumulated depreciation	-	-	-	827,071	-	827,071
Depreciation charge for the year	(466,659)	(537,513)	(461,272)	(269,449)	-	(1,734,893)
Closing net book value (NBV)	1,136,089	1,333,242	867,056	105,703	95,288	3,537,378
Gross carrying value basis						
At June 30, 2023						
Cost	2,846,545	2,898,227	1,883,121	2,107,040	900,000	10,634,933
Accumulated depreciation	(1,710,456)	(1,564,985)	(1,016,066)	(2,001,337)	(804,712)	(7,097,555)
Net book value (NBV)	1,136,089	1,333,242	867,056	105,703	95,288	3,537,378
Rate of depreciation	20%	20%	30%	20%	10%	

4. INVENTORIES

	2024 Rupees	2023 Rupees
Vaccines	9,737,847	3,153,002
Medicines	44,644,887	30,463,927
Screening kits	13,850,770	9,430,701
	68,233,504	43,047,630

5. LOANS TO EMPLOYEES - considered good

These represent short term interest free loans provided to employees.

6. OTHER RECEIVABLES

6.1 These include tax deducted at source on bank profits and cash withdrawals amounting to Rs. 3.26 million (2023: Rs. 2.06 million) for tax years 2018, 2019, 2020, 2021, 2022, 2023 and 2024 as the Company did not have the tax exemptions certificates at the time of receipt of above mentioned amounts. The Company received the tax exemption certificates for the tax years 2018, 2019, 2020, 2021, 2022, 2023 and 2024 after some delay due to procedural issues. The Company intends to claim the tax deducted at source on bank profits and cash withdrawals in consultation with tax consultant.

6.2 These also include Rs. 0.54 million (2023: Rs. 0.54 million) representing ten percent of the tax demanded through assessment orders issued by the Additional Commissioner Inland Revenue under section 122(5A) of Income Tax Ordinance, 2001 for tax years 2015, 2016 and 2017. The said amount was paid under protest so that no recovery proceedings are initiated by the tax department until Commissioner Inland Revenue (Appeals)'s decision in the appeals as explained in note 11.

SHORT TERM INVESTMENTS

At fair value through profit or loss

Open-end mutual funds

2024 (Number of units)	2023		2024 Rupees	2023 Rupees
3,879,369	5,010,336	NBP Islamic Daily Dividend Fund	38,793,690	50,103,360
863,904	1,271,851	NBP Financial Sector Income Fund	9,205,586	13,516,085
542,161	272,358	NBP Money Market Fund	5,426,054	2,718,054
25,287	25,286	AL Habib Cash Fund	2,573,823	2,560,823
<u>5,310,721</u>	<u>6,579,831</u>		<u>55,999,153</u>	<u>68,898,322</u>

These investments are stated at fair value at the year-end, using the year-end Net Asset Value.

8. CASH AND BANK BALANCES

	2023 Rupees	2022 Rupees
Cash in hand	97,044	26,988
Balance with banks on:		
- Current accounts	3,293,719	4,462,113
- Savings accounts - notes 8.1 & 8.3	1,261,844	3,213,777
- Term Deposit Receipts having 3 months maturity - notes 8.2	-	1,000,000
	<u>4,652,607</u>	<u>8,702,878</u>

- 8.1 At June 30, 2024, the mark-up rate of savings account is 10% - 11% per annum (2023: 10% per annum).
- 8.2 This represents investment in Term Deposit Receipts held with United Bank Limited. The rate of profit on this investment is 13.2% per annum (2023: 20.5% per annum) and will mature on 7 days notice.
- 8.3 Savings account for zakat purposes is maintained with Meezan Bank Limited.

	2024 Rupees	2023 Rupees
9. DEFERRED INCOME		
Externally restricted		
Government grants	60,596,591	27,694,813
Specific donations	27,865,624	30,906,478
Zakat including profit thereon - note 9.1	44,727,855	66,157,473
	<u>133,190,070</u>	<u>124,758,764</u>

- 9.1 This includes profit earned on savings account and Term Deposit Receipts maintained with Meezan Bank Limited for zakat purposes.

	2024 Rupees	2023 Rupees
9.2 Movement in deferred income		
Balance at the beginning of the year	124,758,764	219,463,195
Funding received during the year - notes 9.3 & 9.4	243,708,559	138,550,224
Funding utilised during the year	<u>(235,277,253)</u>	<u>(233,254,655)</u>
Balance at the end of the year	<u>133,190,070</u>	<u>124,758,764</u>

9.3 Comprise of:		
- Government grants	215,569,880	91,502,590
- Zakat	23,086,484	31,109,958
- Specific donations	4,886,850	13,966,051
- Donations in kind	165,345	1,971,625
	<u>243,708,559</u>	<u>138,550,224</u>

- 9.4 The names of donors have not been disclosed as per the understanding of the management with the donors.

	2024 Rupees	2023 Rupees
10. ACCRUED AND OTHER LIABILITIES		
Liability against treatment expenses	1,244,890	1,833,519
Salaries payable	2,006,828	1,489,114
Accrued liabilities	1,596,760	599,635
Tax deducted at source and payable	1,227,751	302,601
Others	1,172,269	1,204,815
	<u>7,248,498</u>	<u>5,429,684</u>

11. CONTINGENCIES

	Description of factual basis of the proceeding and relief sought	Name of the Authority	Principal Party	Date instituted	Tax Year
11.1.	For tax years 2015 and 2017, the Company had filed appeals before the Commissioner Inland Revenue (Appeals) (CIRA) and paid ten percent of the tax demand amounting to Rs. 0.54 million for a relief against recovery of demand till the decision of the CIRA under section 140 of the Ordinance. The appeals for the said tax years were decided in favour of the Company. The Company filed an appeal with the Appellate Tribunal Inland Revenue (ATIR) against the decision for tax year 2015 which was also decided in favour of the Company. For the matter relating to tax year 2016, the CIRA decided the matter against the Company. The Company filed an appeal before the Appellate Tribunal and requested for the stay of recovery of the said tax demand which was granted vide stay order No. 1631/KB/2022 dated August 2, 2022, for sixty days and further extended vide order No. 2044/KB/2022 dated September 28, 2022 till the decision of the main appeal.	Commissioner Inland Revenue (Appeals)	Additional Commissioner Inland Revenue	May 5, 2021	2015, 2016 & 2017
11.2.	During the prior year, Additional Commissioner Inland Revenue (ACIR) issued assessment orders under section 122(5A) of the Income Tax Ordinance, 2001 (Ordinance) for Tax Year 2018 determining tax demand amounting to Rs. 5.06 million on the grounds of wrongful claim of tax credit under section 100C of the Ordinance. The Company filed an appeal before the Appellate Tribunal Inland Revenue (ATIR) and requested for the stay against the recovery of the said tax demand for tax year 2018 which was granted vide stay order No. 2467/KB/2023 dated August 16, 2023, for thirty days and was further extended vide order No. 2826/KB/2023 dated September 13, 2023 for thirty days. The appeal was heard by ATIR and has been reserved for order on legality of the proceedings. The management, based on the advice of the tax advisors, believes that there is a likelihood that the above mentioned cases will be decided in the Company's favour.	Commissioner Inland Revenue (Appeals)	Additional Commissioner Inland Revenue	Feb 16, 2023	2018

12. GENERAL DONATIONS

The names of donors have not been disclosed as per the understanding of the management with the donors.

	2024 Rupees	2023 Rupees
13. NET GAIN ON INVESTMENTS		
Net realised gain	2,997,098	1,876,351
Net unrealised gain	34,271	(173,978)
	<u>3,031,369</u>	<u>1,702,373</u>

14. MEDICINE AND VACCINES UTILISED – OWN PURCHASES

These medicines are purchased by the Company from zakat to meet its requirements.

	2024 Rupees	2023 Rupees
15. AUDITORS' REMUNERATION		
Audit fee	25,000	25,000
Taxation Services	376,648	1,533,750
Out of pocket expenses	65,000	193,713
	<u>466,648</u>	<u>1,752,463</u>

16. CASH AND CASH EQUIVALENTS

Cash in hand	97,044	26,988
Balance with banks on:		
- Current accounts	3,293,719	4,462,113
- Savings account	1,261,844	3,213,777
- Term Deposit Receipts - note 16.1	-	1,000,000
	<u>4,652,607</u>	<u>8,702,878</u>

16.1 This includes Term Deposit Receipts having maturity of 3 months only.

	2024 Rupees	2023 Rupees
17. FINANCIAL INSTRUMENTS		
Financial assets measured at fair value through profit or loss	<u>55,999,153</u>	<u>68,898,322</u>
Financial assets measured at amortised cost	<u>4,895,614</u>	<u>9,249,149</u>
Financial liabilities measured at amortised cost	<u>6,020,747</u>	<u>5,127,083</u>

18. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of entities under common control / directorship and key management personnel including directors. Significant transactions with related parties are as follows:

Name and particulars	Nature of transactions	2024 Rupees	2023 Rupees
Associated companies	Donations received	3,100,000	6,067,980
Directors and their close family members	Donations received	11,820,000	16,034,134

18.1 Following are the related parties including associated companies with whom the Company has entered into transactions or have arrangements / agreements in place.

S. No.	Company Name	Basis of Relationship	Aggregate % of Shareholding
1.	M/s ATCO Laboratories Limited	Common Directorship	N/A
2.	M/s ATCO Healthcare (Pvt) Limited	Common Directorship	N/A
3.	M/s Burque Corporation (Private) Limited	Common Directorship	N/A
4.	M/s Medinostic Health Care (Pvt.) Ltd	Common Directorship	N/A
5.	M/s Criticare Pharmaceuticals	Common Directorship	N/A
6.	M/s Brandit Private Limited	Common Directorship	N/A
7.	M/s Softronic System Private Limited	Common Directorship	N/A
8.	M/s The Foundation For Healthcare	Common Directorship	N/A
9.	Mr. Saeed Allawala	Director	N/A
10.	Mr. Salman Alvi	Director	N/A
11.	Dr. Huma Qureshi	Director	N/A
12.	Mr. Tariq Allawala	Close family member of a Key Management Personnel	N/A
13.	Dr. Saad Khalid Niaz	Director	N/A
14.	Dr. Muhammad Yahya Chawla	Director	N/A
15.	Muniza Aftab Shah	Director	N/A
16.	Dr. Munir Ahmed	Director	N/A
17.	Ali Ahmed Allawala	Close family member of a Key Management Personnel	N/A
18.	Dr. Farid Khan	Director	N/A
19.	Fatima Bilal Habib	Director	N/A
20.	Abdul Latif Sheikh	Director	N/A
21.	Kashif Shafi	Director	N/A
22.	Mr. Shahid Qadri	Chief Operating Officer	N/A
23.	Mr. Adil Allawala	Close family member of a Key Management Personnel	N/A
24.	Mr. Ismail Allawala	Close family member of a Key Management Personnel	N/A
25.	Mrs. Akhtarunnisa	Close family member of a Key Management Personnel	N/A
26.	Mrs. Gul-e-Rana Saeed	Close family member of a Key Management Personnel	N/A
27.	Mrs. Gul-e-Rana Saeed	Close family member of a Key Management Personnel	N/A
28.	Ms. Marium Usman	Close family member of a Key Management Personnel	N/A
29.	Mr. Qasim Bashir Habib / Mrs. Aliya Qasim Habib	Close family member of a Key Management Personnel	N/A
30.	Mrs. Afroza Sultan	Close family member of a Key Management Personnel	N/A
31.	Mrs. Sarah Adil Allawala	Close family member of a Key Management Personnel	N/A
32.	Ms. Aleena Usman Allawala	Close family member of a Key Management Personnel	N/A
33.	Mr. Asher Usman Allawala	Close family member of a Key Management Personnel	N/A
34.	Ms. Hannah Rahman	Close family member of a Key Management Personnel	N/A
35.	Mr. Rafay Karim Rahman	Close family member of a Key Management Personnel	N/A
36.	Mr. Shaikh Sultan Ahmed	Close family member of a Key Management Personnel	N/A

19. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVE

The aggregate amounts charged in the financial statements for the year in respect of remuneration, including benefits, to the Chief Executive, Directors and Executive of the Company are as follows:

	CHIEF EXECUTIVE		DIRECTORS		EXECUTIVE	
	(Rupees)					
	2024	2023	2024	2023	2024	2023
Managerial remuneration	-	-	-	-	6,559,500	5,895,000
Allowance	-	-	-	-	240,000	240,000
Others	-	-	-	-	17,800	611,892
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,817,300</u>	<u>6,746,892</u>
Number of person(s)	<u>1</u>	<u>1</u>	<u>11</u>	<u>11</u>	<u>1</u>	<u>1</u>

19.1 An Executive is also provided with Company maintained car having net book value of Rs. Nil.

20. NUMBER OF EMPLOYEES

The average and total number of employees as at June 30, 2024 and 2023 respectively are as follows:

	2024	2023
Number of employees as at June 30	<u>21</u>	<u>23</u>
Average number of employees during the year	<u>24</u>	<u>24</u>

21. DATE OF AUTHORISATION

The financial statements were authorised for issue on **7-Oct-2024** by the Board of Directors of the Company.


Chief Executive


Director



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