

AUDITORS' REPORT TO THE BOARD OF DIRECTORS


We have audited the annexed balance sheet of **PUNJAB EDUCATION FOUNDATION** as at June 30, 2017 and the related income and expenditure account, statement of comprehensive income, statement of cash flows & statement of changes in fund balances together with the notes forming part thereof, for the period then ended 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 our audit.

It is the responsibility of the Foundation's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards as applicable in Pakistan and the requirements of the Punjab Education Foundation Act, 2004 (as amended in 2016) and the Punjab Education Foundation Rules, 2005. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- (a) in our opinion, proper books of account have been kept by the Foundation as required by the Punjab Education Foundation Act, 2004 (as amended in 2016) and the Punjab Education Foundation Rules, 2005;
- (b) in our opinion:
 - (i) the balance sheet and income and expenditure account together with the notes thereon have been drawn up in conformity with the Punjab Education Foundation Act, 2004 (as amended in 2016) and the Punjab Education Foundation Rules, 2005 and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;
 - (ii) the expenditure incurred during the period was for the purpose of the Foundation's operations; and
 - (iii) the operations conducted, investments made and the expenditure incurred during the period were in accordance with the Punjab Education Foundation Act, 2004 (as amended in 2016) and the Punjab Education Foundation Rules, 2005;
- (c) in our opinion and to the best of our information and according to the explanations given to us, the balance sheet, income and expenditure account, statement of comprehensive income, statement of cash flows & statement of changes in fund balances together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Punjab Education Foundation Act, 2004 (as amended in 2016) and the Punjab Education Foundation Rules, 2005, in the manner so required and respectively give true and fair view of the state of the Foundation's affairs as at June 30, 2017 and of the deficit, its comprehensive loss, cash flows & changes in fund balances for the year then ended; and
- (d) In our opinion, no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Date : 16th May 2018
Place: Lahore



NAVEED ZAFAR ASHFAQ JAFFERY & CO.
Chartered Accountants
Engagement Partner: Shahid Mohsin Shaikh