

**HYDERABAD CHAMBER
OF SMALL TRADERS
AND SMALL INDUSTRY**

**AUDITED
FINANCIAL STATEMENTS
AS AT JUNE 30, 2024**



SYED HASAN & CO.

Chartered Accountants

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Syed Hasan & Co.

Chartered Accountants

AUDITOR'S REPORT

We have audited the annexed statement of balance sheet **M/S HYDERABAD CHAMBER OF SMALL TRADERS AND SMALL INDUSTRY** for the year ended **30 JUNE 2024** and the related Profit and Loss Account, cash flow statement together with the notes forming part thereof (herein-after referred to as the financial statements for the year then ended).

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements.

In our opinion and to the best of our information and according to the explanations and record given to us, the financial statements present fairly, in all material respects, the financial position of entity's affairs as at **30 JUNE 2024** and of its Profit for the year then ended.

Dated: 18 SEPTEMBER 2024

Karachi

Syed Hasan & Co.

Chartered Accountants



**HYDERABAD CHAMBER OF SMALL
TRADERS AND SMALL INDUSTRY**

Limited by Guarantee

A Company set up under section 32 of the Companies Ordinance, 1984
(Now Companies Act, 2017)

**STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024**

	Notes	RUPEES 2024	RUPEES 2023
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	306,611	298,261
Capital work in process - Advance for elevator	6	-	-
Long term advance	7	360,000	480,000
		<u>666,611</u>	<u>778,261</u>
CURRENT ASSETS			
Advances and deposits	8	195,000	170,000
Cash and bank balances	9	573,754	349,209
		<u>768,754</u>	<u>519,209</u>
		1,435,365	1,297,470
FUNDS AND LIABILITIES			
Accrued and other liabilities	10	111,625	524,608
		<u>1,323,740</u>	<u>772,862</u>
NET ASSETS REPRESENTED BY			
General Fund			
Opening balance		772,862	585,518
Surplus for the year		550,878	187,344
		<u>1,323,740</u>	<u>772,862</u>

NOTE:

1. Auditors' report is attached
2. The annexed notes from 1 to 16 form an integral part of these financial statements.

PRESIDENT

**SENIOR VICE
PRESIDENT**

VICE PRESIDENT

**GENERAL
SECRETARY**

**PRESIDENT
HYDERABAD CHAMBER OF
SMALL TRADERS AND SMALL INDUSTRY**

**SENIOR VICE PRESIDENT
HYDERABAD CHAMBER OF
SMALL TRADERS AND SMALL INDUSTRY**

**VICE PRESIDENT
HYDERABAD CHAMBER OF
SMALL TRADERS AND SMALL INDUSTRY**

**SECRETARY GENERAL
HYDERABAD CHAMBER OF SMALL TRADERS
& SMALL INDUSTRY**



**HYDERABAD CHAMBER OF SMALL
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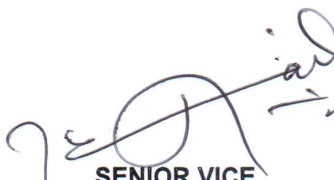
**A Company set up under section 32 of the Companies Ordinance, 1984
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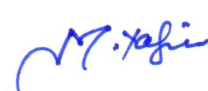
**STATEMENT OF INCOME AND EXPENDITURE
AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2024**

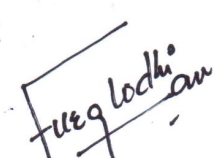
	Notes	RUPEES 2024	RUPEES 2023
INCOME			
Revenue	11	4,536,550	4,768,860
EXPENDITURE			
Administrative expenses	12	3,985,672	4,581,516
Surplus for the year carried to statement of financial position		550,878	187,344
OTHER COMPREHENSIVE INCOME:			
Other comprehensive income		-	-
Total comprehensive income for the year		550,878	187,344

NOTE: The annexed notes from 1 to 16 form an integral part of these financial statements.


PRESIDENT
**HYDERABAD CHAMBER OF
SMALL TRADERS AND SMALL INDUSTRY**


**SENIOR VICE
PRESIDENT**
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**VICE
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**GENERAL
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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2024

	RUPEES 2024	RUPEES 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus for the year	550,878	187,344
Adjustment for:-		
Depreciation	51,650	57,346
Cash generated before working capital changes	602,528	244,690
Changes in working capital:-		
(Increase)/ decrease in current assets:		
Advances and deposits	(25,000)	45,800
Increase/(Decrease) in current Liabilities		
Accrued Liabilities	(412,983)	12,405
Cash generated/ (used) in operation	(437,983)	58,205
NET CASH GENERATED / (USED) IN OPERATING ACTIVITIES	164,545	302,895
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(60,000)	(32,000)
	(60,000)	(32,000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term advance	120,000	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	224,545	270,895
CASH AND ITS EQUIVALENTS		
AT THE BEGINNING OF THE YEAR	349,209	78,314
AT THE END OF THE YEAR	573,754	349,209

NOTE: The annexed notes form an integral part of these accounts.

PRESIDENT

PRESIDENT

HYDERABAD CHAMBER OF
SMALL TRADERS AND SMALL INDUSTRY

**SENIOR VICE
PRESIDENT**

SENIOR VICE PRESIDENT

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SMALL TRADERS AND SMALL INDUSTRY

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

1 STATUS AND NATURE OF BUSINESS

- 1.1** Hyderabad Chamber of Small Traders and Small Industry was incorporated in Pakistan as a Limited by Guarantee Company under Section 32 of the Companies Ordinance, 1984 (Now Companies Act, 2017) on 1st February, 2017.

The Company has obtained License bearing no. 203 dated January 15, 2016 issued by Regulator of Trade Organizations, Government of Pakistan Ministry of Commerce granted under section 3(2)(f) of the Trade Organizations Act, 2013.

The aim of the Chamber, which is non-political, is advancement, development and to safeguard and promote the rights of members, traders and industrialists of Hyderabad. The operations of the entity were commenced in January, 2016.

The registered office of the Company is situated at Naz & Bilal Shopping Mall, 41/499/1, First Floor, Saddar Hyderabad.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Accounting and reporting standards comprises of such International Financial Reporting Standards for Small and Medium-Sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB) and Accounting Standards for NPOs issued by Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017 (the Act), 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 and Accounting Standards for NPOs, the provisions of and directives issued under the Companies Act, 2017 have been followed.



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

3 NEW AND REVISED STANDARDS AND INTERPRETATIONS

3.1 New and amended standards and interpretations that are effective in the current year and are not relevant

New standards, amendments and interpretations that are mandatory for accounting periods beginning on July 1, 2023 are considered not to be relevant for the Company's financial statements and hence have not been detailed in these financial statements.

3.2 Standards, interpretations and amendments to publish approved accounting standards that are not yet effective but relevant

There are no other standards, amendments to existing approved accounting standards and new interpretations that are not yet effective that would be expected to have a material impact on the financial statements of the Company.

3.3 Significant accounting estimates and judgments

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Basis of measurement

These financial statements have been prepared under the "historical cost" convention except as otherwise disclosed in the accounting policies below. The company has not adopted any procedure to determine the impact on account of inflation or changes in the general price level.

4.2 Property, plant and equipment

Property, plant and equipment are stated at cost less depreciation. Depreciation is charged on pro-rata basis at the rates mentioned in note 5 under reducing balance method. Normal repair and maintenance are charged to expense as and when incurred. However, major repair and improvements are capitalized.

4.3 Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and balance with bank.

4.4 Accrued and other payables

Accrued and other payables are carried at cost which is the fair value of the consideration to be paid or given in future for services received or any other amount of liability accruing, whether or not billed to the company.



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

4.5 Taxation

In accordance with section 100C of the Income Tax Ordinance, 2001 (the Ordinance), the Company is allowed a tax credit equal to one hundred percent of the tax payable, including minimum tax and final tax payable, under any of the provisions of the Ordinance, subject to conditions as outlined in section 100C.

Accordingly, no provision for tax has been recognized in the financial statements of the Company.

4.6 Related Party Transactions

Transactions between the company and related parties are made at arm's length prices determined in accordance with the comparable uncontrolled price method which sets the price by reference to comparable goods purchased and services received etc. provided in an economically comparable market to a unrelated seller. In case when comparable prices from the market are not available, approval of the Executive Committee is obtained.

4.7 Functional and presentation currency

Items included in the financial statements of the company are measured using the currency of the primary economic environment in which the company operates (the functional currency). The financial statements are presented in Pak Rupees, which is the company's functional and presentation currency.

4.8 Financial Assets and Liabilities

All financial assets and liabilities are initially recognized at cost which is fair value for the consideration received or given. These financial assets and liabilities are subsequently measured at fair value.

4.9 Offsetting

Financial assets and financial liabilities are only offset and the net amount reported in the balance sheet when there is a legally enforceable right to set-off the recognized amount and the company intends to either settle on a net basis or to realize the asset and settle the liability simultaneously.

4.10 Revenue recognition

Revenue is recognized on actual receipt of subscription and donations from members.

4.11 Figures

Figures have been rounded off to the nearest rupee.



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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

5. PROPERTY, PLANT AND EQUIPMENT

PARTICULARS	COST			DEPRECIATION				WDV as at 30-June-2024
	As On 01-July-2023	Additions / (Deletions)	As On 30-June-2024	Accumulated as at 01-July-2023	Charged for the year	Accumulated as at 30-June-2024	Rate	
Air conditioners	255,600	47,000	302,600	165,225	14,773	179,998	15%	122,602
Computers and accessories	92,100	-	92,100	57,406	10,408	67,814	30%	24,286
Furniture, fixtures and fittings	369,534	-	369,534	233,156	20,457	253,613	15%	115,921
Office equipments	89,000	13,000	102,000	54,488	5,321	59,809	15%	42,191
Crockery and decoration items	22,360	-	22,360	20,058	691	20,749	30%	1,611
30-June-2024	828,594	60,000	888,594	530,333	51,650	581,983		306,611

PARTICULARS	COST			DEPRECIATION				WDV as at 30-June-2023
	As On 01-July-2022	Additions / (Deletions)	As On 30-June-2023	Accumulated as at 01-July-2022	Charged for the year	Accumulated as at 30-June-2023	Rate	
Air conditioners	255,600	-	255,600	149,277	15,948	165,225	15%	90,375
Computers and accessories	60,100	32,000	92,100	51,261	6,145	57,406	30%	34,694
Furniture, fixtures and fittings	369,534	-	369,534	209,089	24,067	233,156	15%	136,378
Office equipments	89,000	-	89,000	44,288	10,200	54,488	15%	34,512
Crockery and decoration items	22,360	-	22,360	19,072	986	20,058	30%	2,302
30-June-2023	796,594	32,000	828,594	472,987	57,346	530,333		298,261



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

	RUPEES 2024	RUPEES 2023
6 CAPITAL WORK IN PROCESS - ADVANCE FOR ELEVATOR		
Opening balance	-	600,000
Transferred to long term advance	6.1 -	(600,000)
	<u>-</u>	<u>-</u>
6.1 This represents advance given to landlord in November 2017 for installation of elevator and same was adjustable against rent. Due to least-occupancy in plaza building, the elevator not installed till the date of finalization of these accounts. During the last year management of the chamber has decided to transfer this amount to long term advance to the landlord with the prior approval from the owner of the building and the amount will be adjustable against rent from the year 2023-2024.		
7 LONG TERM ADVANCE		
Opening balance	480,000	-
Transferred during the year	6.1 -	600,000
Current portion - Grouped under advances and deposits	(120,000)	(120,000)
	<u>360,000</u>	<u>480,000</u>
This represents advance given to landlord (a related party)		
8 ADVANCES AND DEPOSITS		
Security deposit against rent	50,000	50,000
Advance against expenses	25,000	-
Current portion of long term advance	120,000	120,000
	<u>195,000</u>	<u>170,000</u>
9 CASH AND BANK BALANCES		
Cash in hand	570,694	96,326
Meezan Bank Limited A/c # 0102156159	3,060	252,883
	<u>573,754</u>	<u>349,209</u>
10 ACCRUED AND OTHER LIABILITIES		
Utilities payable	71,625	39,108
Audit fee payable	40,000	40,000
Loan from members	10.1 -	445,500
	<u>111,625</u>	<u>524,608</u>
10.1 This loan was been obtained from member to meet routine expenditure and payment of liabilities. The loan was unsecured, interest free and repayable on demand.		



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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

	RUPEES 2024	RUPEES 2023
11 REVENUE		
Membership, card and other income	3,806,550	3,582,550
Donation from members	725,000	1,156,660
Scrap sale	5,000	29,650
	4,536,550	4,768,860
12 ADMINISTRATIVE EXPENSES		
Salaries and other benefits	1,268,000	1,369,720
Advertisement	31,100	60,500
Communication and utilities	375,761	408,740
Entertainment and refreshment	90,731	107,021
Office rent	120,000	120,000
Fee and subscription	160,400	71,930
Meetings, conferences and events	382,301	341,860
Printing and stationery	114,389	198,644
Repair and renovation for office and conference hall	243,429	796,230
Printing of diaries and membership cards	951,800	765,550
Repair and maintenance	95,368	144,750
General expenses	5,270	63,380
Fuel expense	49,650	31,410
Audit fee	40,000	40,000
SRB tax	3,200	3,200
Bank Charges	2,623	1,235
Depreciation	51,650	57,346
	3,985,672	4,581,516

**13 REMUNERATION OF PRESIDENT, SENIOR VICE
PRESIDENT, VICE PRESIDENT AND OTHER EXECUTIVES**

Members of the Hyderabad Chamber of Small Traders and Small Industry do not receive any remuneration or benefits in return of their responsibilities:



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

14 RELATED PARTY DISCLOSURE AND TRANSACTIONS

S. #	Names	Designation
1)	Mr. Muhammad Farooq Shaikhani	President
2)	Dr. Muhammad Ismail Farouk Nami	Senior Vice President
3)	Mr. Muhammad Yaseen Khilji	Vice President
4)	Mr. Doulat Ram Lohana	Executive Member
5)	Mr. Muhammad Arif Memon	Executive Member
6)	Mr. Sikandar Ali Rajput	Executive Member
7)	Mr. Muhammad Usman	Executive Member
8)	Mr. Muhammad Farhan Iqbal	Executive Member
9)	Mr. Waseem Ahmed Qureshi	Executive Member
10)	Mr. Kishore Kumar Bhatia	Executive Member
11)	Mr. Muhammad Ayub Shaikh	Executive Member
12)	Mr. Zulfiqar Ahmed Farooqui	Executive Member
13)	Mr. Muhammad Kashif	Executive Member
14)	Mr. Muhammad Fahad Mian	Executive Member
15)	Mr. Irfan Arbani	Executive Member
16)	Mr. Abdul Jabbar Rajput	Executive Member
17)	Mr. Muhammad Idrees Memon	Executive Member
18)	Mr. Masroor Iqbal	Executive Member
19)	Mr. Muhammad Saleem Khan	Executive Member
20)	Mr. Shaikh Ahmed Hussain	Executive Member

14.1 Followings are the related party transactions except for membership
fee and donations from members:

	Rupees 2024	Rupees 2023
i) Goods and services providing	-	-
ii) Goods received and receiving of services	-	-
Mr. Saleem Uddin Qureshi - Rent	120,000	120,000
iii) Any other transaction	-	-

15 NUMBER OF EMPLOYEES

Total number of employees at the end of the year and average were 6 (2023 : 6).

16 DATE OF AUTHORIZATION OF FINANCIAL STATEMENTS

These financial statement were authorized for issue on _____
by the Executive Committee of the Chamber.

PRESIDENT

PRESIDENT

**HYDERABAD CHAMBER OF
SMALL TRADERS AND SMALL INDUSTRY**

SENIOR VICE
PRESIDENT

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