

**SINDH INTEGRATED EMERGENCY
AND HEALTH SERVICES**

**FINANCIAL STATEMENTS FOR THE
PERIOD FROM AUGUST 9, 2021
(DATE OF INCORPORATION)
TO JUNE 30, 2022**



INDEPENDENT AUDITOR'S REPORT

To the members of Sindh Integrated Emergency and Health Services

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of Sindh Integrated Emergency and Health Services (the Company), which comprise the statement of financial position as at June 30, 2022, the statement of income and expenditure and other comprehensive income, the statement of changes in fund, the statement of cash flows for the period from August 9, 2021 to June 30, 2022, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the 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 statement of income and expenditure and other comprehensive income, the statement of changes in fund 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, 2022 and of the deficit, the changes in fund and its cash flows for the period 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 directors' report, but does not include the financial statements and our auditor's reports thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

98

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>



In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and 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 judgment 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 statement of income and expenditure and other comprehensive income, the statement of changes in fund 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 period 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 Khurshid Hasan.


A. F. Ferguson & Co
Chartered Accountants
Karachi

Date: November 28, 2022

UDIN: AR202210160SBK216Wtg

**SINDH INTEGRATED EMERGENCY AND HEALTH SERVICES
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022**

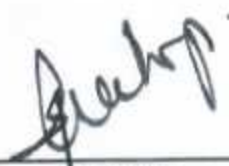
	Note	June 30, 2022 --- Rupees ---
ASSETS		
NON-CURRENT ASSETS		
Property and equipment	3	132,212,896
Right-of-use assets	4	306,915,487
Intangible assets	5	7,145,838
Long-term deposits	6	7,287,711
		<u>453,561,932</u>
CURRENT ASSETS		
Medicines, stationery and other supplies	7	9,697,833
Accrued interest		2,840,013
Advances and prepayments	8	7,548,573
Taxation	9	1,085,525
Cash and bank balances	10	574,025,899
		<u>595,197,843</u>
TOTAL ASSETS		<u><u>1,048,759,775</u></u>
FUND AND LIABILITIES		
FUND		
Accumulated deficit		(53,230,013)
NON-CURRENT LIABILITIES		
Provision for gratuity	11	22,255,118
Lease liabilities	12	227,358,775
Deferred capital grant	14	139,358,734
		<u>388,972,627</u>
CURRENT LIABILITIES		
Current portion of lease liabilities	12	84,623,433
Deferred income	13	-
Payable to Aman Health Care Services - a related party	15	4,565,551
Payable to Government of Sindh - Health Department	13	560,876,677
Creditors, accrued and other liabilities	16	62,951,500
		<u>713,017,161</u>
TOTAL FUND AND LIABILITIES		<u><u>1,048,759,775</u></u>
CONTINGENCIES AND COMMITMENTS	17	

The annexed notes 1 to 26 form an integral part of these financial statements.

abb



Chief Executive Officer



Director



Chief Financial Officer

**SINDH INTEGRATED EMERGENCY AND HEALTH SERVICES
STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD FROM AUGUST 9, 2021 (DATE OF INCORPORATION) TO JUNE 30, 2022**

		August 9, 2021 (date of incorporation) to June 30, 2022
INCOME	Note	----- Rupees -----
Amortisation of deferred income	13	816,352,674
Amortisation of deferred capital grant	14	27,500,673
Other income	18	10,440,951
		<hr/>
		854,294,298
 EXPENDITURE		
Salaries and other benefits		406,757,978
Gratuity expense	11	28,620,484
Rent, rates and taxes		8,300,935
Vehicle running and maintenance		176,490,693
Travelling and conveyance		5,026,187
Utilities		12,649,545
Printing and stationery		3,557,030
Medicine and medical supplies		39,325,039
Office and other supplies		12,997,206
Legal and professional charges	19	5,865,416
Training cost		2,893,233
Depreciation on property and equipment	3	25,041,349
Depreciation on right-of-use assets	4	79,835,431
Amortisation on intangible assets	5	2,459,324
Interest expense on lease liabilities	12	20,691,457
Insurance		23,407,777
Communication		12,336,770
Repairs and maintenance		15,908,563
Marketing and sponsorship		4,431,415
Bank charges		192,097
Janitorial and security expense		16,541,908
Auditor's remuneration	20	2,690,000
Others		1,504,474
		<hr/>
		907,524,311
Deficit of income over expenditure for the period		<hr/>
		(53,230,013)
Other comprehensive income for the period		-
Total comprehensive loss		<hr/>
		<u>(53,230,013)</u>

The annexed notes 1 to 26 form an integral part of these financial statements.



Chief Executive Officer



Director



Chief Financial Officer

**SINDH INTEGRATED EMERGENCY AND HEALTH SERVICES
STATEMENT OF CHANGES IN FUND**

FOR THE PERIOD FROM AUGUST 9, 2021 (DATE OF INCORPORATION) TO JUNE 30, 2022

August 9, 2021 (date of incorporation) to June 30, 2022
----- Rupees -----
-
(53,230,013)
-
(53,230,013)
<u>(53,230,013)</u>

Balance at the beginning of the period

Deficit of income over expenditure for the period

Other comprehensive income

Total comprehensive loss

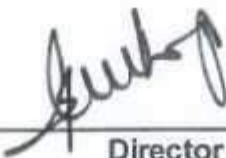
Balance at the end of the period

The annexed notes 1 to 26 form an integral part of these financial statements.

abb



Chief Executive Officer



Director



Chief Financial Officer

SINDH INTEGRATED EMERGENCY AND HEALTH SERVICES
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM AUGUST 9, 2021 (DATE OF INCORPORATION) TO JUNE 30, 2022

August 9, 2021
 (date of
 incorporation)
 to June 30,
 2022

Note ----- Rupees -----

CASH FLOWS FROM OPERATING ACTIVITIES

Deficit of income over expenditure for the period (53,230,013)

Adjustment for non-cash expenses and other items:

Depreciation on property and equipment	3	25,041,349
Depreciation on right-of-use assets	4	79,835,431
Amortisation on intangible assets	5	2,459,324
Interest expense on lease liabilities	12	20,691,457
Amortisation of deferred income	13	(816,352,674)
Donations-in-kind	18	(2,303,114)
Amortisation of deferred capital grant	14	(27,500,673)
Provision for gratuity	11	28,620,484
Provision for compensated absences		9,751,672
		(732,986,757)

Working capital changes:

Increase in current assets		
Medicines, stationery and other supplies	7	(7,394,719)
Accrued interest		(2,840,013)
Advances and prepayments	8	(7,548,573)
		(17,783,305)

Increase in current liabilities

Payable to Aman Health Care Services - a related party	15	4,565,551
Creditors, accrued and other liabilities	16	53,658,400
		58,223,951

Long-term deposits paid

Gratuity paid	6	(7,287,711)
Compensated absences paid	11.2	(6,365,366)
Taxes - net of deductions	9	(458,572)
		(1,085,525)
		(15,197,174)
		(707,743,285)

Net cash utilised in operating activities

CASH FLOWS FROM INVESTING ACTIVITIES

Capital expenditure (12,791,649)

Net cash utilised in investing activities (12,791,649)

CASH FLOWS FROM FINANCING ACTIVITIES

Lease payments	12	(83,600,939)
Lease payments made at the inception of the lease		(11,859,228)
Deferred receipts during the period	13	1,390,021,000

Net cash generated from financing activities 1,294,560,833

Net increase in cash and cash equivalents 574,025,899

Cash and cash equivalents at beginning of the period -

Cash and cash equivalents at end of the period 574,025,899

The annexed notes 1 to 26 form an integral part of these financial statements.


 Chief Executive Officer


 Director


 Chief Financial Officer