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PKF F.R.A.N.T.S.
Chartered Accountants

PAKISTAN SPORTS GOOD MANUFACTURERS AND EXPORTERS ASSOCIATION

FINANCIAL STATEMENTS FOR THE YEAR ENDED 2022

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INDEPENDENT AUDITORS' REPORT

To the members of PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION**, which comprise the statement of financial position as at **June 30, 2022** , and the statement of income and expenditure, the statement of changes in fund, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the 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, 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 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 *Auditors' 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 Auditors' 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 auditors' report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management Committee and Members 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.

Secretary General is responsible for overseeing the Company's financial reporting process.

Auditors' 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 auditors' 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 auditors' 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 auditors' 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 Secretary General 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 comprehensive income, the statement of changes in equity 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 Mr. Zulfiqar Ahmed Nasir, FCA.

PKF F.R.A.N.T.S.
Chartered Accountants

Sialkot

Date: 15th August 2022

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PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022

	Note	2022	2021
		----------Rupees----------	
ASSETS			
NON CURRENT ASSETS			
Property,plant and equipment	5	101,560,005	108,427,935
Intangible asset	6	-	-
		101,560,005	108,427,935
CURRENT ASSETS			
Advances and sundry receivables	7	695,566	623,114
Cash and bank balances	8	13,343,037	17,561,921
		14,038,603	18,185,035
TOTAL ASSETS		115,598,608	126,612,970
FUNDS AND LIABILITIES			
FUNDS			
Unrestricted funds	9.1	11,989,157	12,195,542
Restricted funds	9.2	100,712,128	110,416,409
TOTAL FUNDS		112,701,285	122,611,951
NON CURRENT LIABILITIES			
Security against building		-	500,000
CURRENT LIABILITIES			
Creditors and other liabilities	11	2,627,503	2,627,503
Accrued expenses and other liabilities	10	269,820	873,516
TOTAL LIABILITIES		2,897,323	4,001,019
CONTINGENCIES AND COMMITMENTS	12	-	-
TOTAL FUNDS AND LIABILITIES		115,598,608	126,612,970

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

CHAIRMAN

SECRETARY GENERAL

PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022			2021
		----------Rupees----------			
		Restricted funds	Un-restricted funds	Total funds	Total funds
INCOME					
Annual subscription		-	1,073,500	1,073,500	1,100,900
Other income and charges	13	-	1,413,316	1,413,316	562,300
Profit on bank accounts		-	831,533	831,533	1,075,624
DLTL claim fee		-	1,180,000	1,180,000	1,760,000
Advertisment fund		-	80,000	80,000	-
Sports goods traning and facility centre		-	870,000	870,000	989,470
Rental income		-	1,384,708	1,384,708	1,637,022
		-	6,833,057	6,833,057	7,125,316
EXPENDITURES					
Staff salaries and benefits		-	2,503,700	2,503,700	2,132,175
Fee and subscription		-	95,500	95,500	110,500
Utilities		-	951,343	951,343	707,030
Communication		-	81,574	81,574	88,305
Repair and maintenance		-	860,275	860,275	595,970
Newspaper and periodicals		-	-	-	10,493
Postage expense		-	30,463	30,463	23,655
Printing and stationery		-	277,210	277,210	154,430
Audit fee		-	52,500	52,500	52,500
Traveling and conveyance		-	30,320	30,320	41,090
Entertainment		-	635,861	635,861	243,239
Advertisement		-	5,000	5,000	9,500
Rent, rates and taxes		-	150,000	150,000	153,893
Legal and professional charges		-	79,020	79,020	144,060
Gift and hospitality		-	130,450	130,450	88,960
ISPO advertisment		3,122,437	-	3,122,437	-
Depreciation	5.2	6,581,844	286,086	6,867,930	7,452,820
Miscellaneous expenses		-	592,388	592,388	229,605
		9,704,281	6,761,690	16,465,971	12,238,225
(Deficit)/surplus for the year before tax		(9,704,281)	71,367	(9,632,914)	(5,112,909)
Provision for taxation	14	-	(277,752)	(277,752)	(748,379)
(Deficit)/surplus for the year after tax		(9,704,281)	(206,385)	(9,910,666)	(5,861,288)

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

CHAIRMAN

SECRETARY GENERAL

PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2022

	Note	2021			2020
		----------Rupees----------			
		Restricted funds	Un-restricted funds	Total funds	Total funds
INCOME					
Annual subscription		-	1,100,900	1,100,900	958,500
Other fee and charges	13	-	562,300	562,300	340,200
Profit on bank accounts		-	1,075,624	1,075,624	2,755,448
DLTL claim fee		-	1,760,000	1,760,000	995,000
ISPO advertisment fund		-	-	-	10,000
Sports goods traning and facility centre		-	989,470	989,470	897,000
Rental income		-	1,637,022	1,637,022	2,475,250
		-	7,125,316	7,125,316	8,431,398
EXPENDITURES					
Staff salaries and benefits		-	2,132,175	2,132,175	2,066,600
Fee and subscription		-	110,500	110,500	102,000
Utilities		-	707,030	707,030	599,903
Communication		-	88,305	88,305	63,704
Repair and maintenance		-	595,970	595,970	134,720
Newspaper and periodicals		-	10,493	10,493	9,900
Postage expense		-	23,655	23,655	13,315
Printing and stationery		-	154,430	154,430	116,765
Audit fee		-	52,500	52,500	47,250
Traveling and conveyance		-	41,090	41,090	34,750
Entertainment		-	243,239	243,239	271,488
Advertisement		-	9,500	9,500	11,500
Rent, rates and taxes		-	153,893	153,893	142,198
Legal and professional charges		-	144,060	144,060	138,925
Gift and hospitality		-	88,960	88,960	12,015
Depreciation	5.2	7,353,362	99,458	7,452,820	8,124,831
Amortization	6	-	-	-	3,800
Miscellaneous expenses		-	229,605	229,605	153,284
		7,353,362	4,884,863	12,238,225	12,046,948
(Deficit)/surplus for the year before tax		(7,353,362)	2,240,453	(5,112,909)	(3,615,550)
Provision for taxation	14	-	748,379	748,379	544,621
(Deficit)/surplus for the year after tax		(7,353,362)	1,492,074	(5,861,288)	(4,160,171)

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

CHAIRMAN

SECRETARY GENERAL

PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED JUNE 30, 2022

	2022	2021
	----------Rupees----------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus before tax	**71,367**	2,240,453
Adjustments for non cash and non operating items:		
Depreciation	**6,867,930**	7,452,820
Amortization	**-**	-
Profit on bank accounts	**(831,533)**	(1,075,624)
Surplus before working capital changes	**6,107,764**	8,617,649
Working capital changes:		
Decrease / (increase) in advances and sundry receivables	**-**	924,000
(Decrease) in accrued expenses and other liabilities	**(1,103,696)**	5,250
	(1,103,696)	929,250
Net cash generated / (used) in operations	**5,004,068**	9,546,899
Tax paid	**(350,204)**	(762,950)
Net cash generated / (used) in operating activities	**4,653,864**	8,783,949
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure for operating fixed assets	**-**	(511,235)
Profit on bank accounts	**831,533**	1,075,624
Net cash generated from investing activities	**831,533**	564,389
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in funds	**(9,704,281)**	(7,353,362)
Net cash used in investing activities	**(9,704,281)**	(7,353,362)
Net decrease in cash and cash equivalents	**(4,218,884)**	1,994,976
Cash and cash equivalents at the beginning of the year	**17,561,921**	15,566,945
Cash and cash equivalents at the end of the year	**13,343,037**	17,561,921

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

CHAIRMAN

SECRETARY GENERAL

PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Restricted funds	Un restricted funds	Total funds
	----------Rupees----------		
Balance as at June 30, 2020	117,769,771	10,703,468	128,473,239
(Deficit)/Surplus for the year	(7,353,362)	1,492,074	(5,861,288)
Balance as at June 30, 2021	110,416,409	12,195,542	122,611,951
(Deficit)/Surplus for the year	**(9,704,281)**	**(206,385)**	**(9,910,666)**
Balance as at June 30, 2022	100,712,128	11,989,157	112,701,285

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

CHAIRMAN

SECRETARY GENERAL

PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

The association was incorporated in Pakistan as on December 28th, 1959 as a company limited by guarantee under the provisions of the Repealed Companies Act, 1913 (now Companies Act, 2017). The main object of the association is to protect, promote and develop the sports goods manufacturing in Pakistan and their exports. The registered office of the association is situated Old Sui gas office road, S.I.E Shahabpura, Sialkot.

2 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 Standard for Small and Medium-sized entities issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Accounting Standard for Not-for-Profit Organizations 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 Standard for NPOs, the provisions of and directives issued under the Companies Act ,2017 have been followed.

3 BASIS OF MEASUREMENT

3.1 Basis of preparation

These financial statements have been prepared under the historical cost convention. Further these financial statements have been prepared under the accrual basis of accounting.

4 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are consistent to all the years presented, unless otherwise stated and are as follows:

4.1 Property and equipment

Property and equipments are stated at cost less accumulated depreciation and impairment loss, if any, except land held for business use is stated at cost.

Subsequent costs are included in the asset's carring amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefit associated with the fixed asset will flow to the company and cost can be measured reliably. Normal repairs and maintenance are charged to expenses as and when incurred.

Depreciation is provided on reducing balance method over the estimated useful lives of the assets at rates specified in note 5.1.

Depreciation on additions is charged from the day of acquisition and on disposals up to the day the asset is in use. Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized. Gain/loss on disposal of fixed assets is taken to the profit and loss account.

Gains or losses on disposal or retirement of operating fixed assets are determined as the difference between the sale proceeds and the carrying amount of assets and are included in the income and expenditure account.

The company assesses at each reporting date whether there is any indication that property and equipment may be impaired. If such indication exists the carrying amount of such assets are reviewed to assess whether they are recorded in excess of there recoverable amount. Where carrying values exceed the respective recoverable amount, assets are written down to there recoverable amounts and the resulting impairment loss is taken to income and expenditure account.

4.2 Intangible assets

Expenditure incurred to acquire website and license are capitalized as intangible assets and stated at cost less accumulated amortization and any identified impairment loss. Cost of intangible assets is amortized using straight line method at rate of 10% for website and at rate of 20% for license.

4.2 Intangible assets (continued)

Amortization on additions to intangible assets is charged from the month in which an asset is acquired or capitalized while no amortization is charged for the month in which the asset is disposed off.

The Company assesses at each balance sheet date whether there is any indication that intangible assets may be impaired. If such indication exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying amounts exceed the respective recoverable amount, assets are written down to their recoverable amounts and the resulting impairment loss is recognized in profit and loss account. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Where an impairment loss is recognized, the amortization charge is adjusted in the future periods to allocate the asset's revised carrying amount over its estimated useful life.

4.3 Capital work-in-progress

Capital work-in-progress (CWIP) is stated at cost less any recognized impairment loss. All expenditures connected to the specific assets incurred during installation and construction period are carried under CWIP. These are transferred to specific assets as and when assets are available for use.

4.4 Financial assets

Advances and sundry receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the end of reporting period, in which case, these are classified as non current assets.

4.5 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand and balances with banks in current and savings accounts.

4.6 Accrued and other liabilities

Accrued and other liabilities are carried at their cost, which is the fair value of the consideration to be paid in the furture for goods and services received, whether or not billed to the company.

4.7 Taxation

Provision for current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the year, if enacted. The charge for current tax also includes adjustments, where considered necessary, to provision for taxation made in previous years arising from assessments framed during the year for such years.

4.8 Revenue recognition

Unrestricted fund

Revenue from admission, subscription and other receipts collected from members are recognized on accrual basis.

Return on deposits is accrued on a time proportion basis by refrence to the principle outstanding and the applicable rate of return.

Restricted Funds

The organisaiton follows the restricted fund method for recognition of its funds, as prescribed by ICAP in " Accounting Standards for Non for Profit Organisations (NPOs). Under this method grants are recognized as revenue of the fund when received, irrespective of the expenses incurred.

4.9 Figures

Figures have been rounded off to the nearest rupee; whereas figures relating to previous years have been rearranged wherever necessary for the purpose of comparison.

4.10 Reclassification

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications had no effect on the reported results of the operations.

5 PROPERTY,PLANT AND EQUIPMENT

	Note	2022	2021
		---------Rupees---------	
Operating fixed assets	5.1	101,560,005	108,427,935

5.1 Operating fixed assets

Particulars	2022									Net book value as at June 30, 2022
	Cost				Depreciation rates	Accumulated depreciation				
	As at 1 July, 2021	Additions	Deletions	As at 30 June, 2022		As at 1 July, 2021	Charge for the year	Adjustments	As at 30 June, 2022	
	----------Rupees----------				%	----------Rupees----------				
Land	18,426,152	-	-	18,426,152	-	-	-	-	-	18,426,152
Building	53,060,748	-	-	53,060,748	5	9,635,422	2,171,266	-	11,806,688	41,254,060
Machinery	58,250,024	-	-	58,250,024	10	12,489,443	4,576,058	-	17,065,501	41,184,523
Office Equipment	1,366,537	-	-	1,366,537	10	678,148	96,173	-	774,321	592,216
Computer systems	315,600	-	-	315,600	30	257,177	17,527	-	274,704	40,896
Vehicles	144,500	-	-	144,500	10	75,436	6,906	-	82,342	62,158
	131,563,561	**-**	**-**	**131,563,561**		**23,135,626**	**6,867,930**	**-**	**30,003,556**	**101,560,005**

5.1 Operating fixed assets (continue)

Particulars	2021									Net book value as at June 30, 2021
	Cost				Depreciation rates	Accumulated depreciation				
	As at 1 July, 2020	Additions	Deletions	As at 30 June, 2021		As at 1 July, 2020	Charge for the year	Adjustments	As at 30 June, 2021	
	----------Rupees----------				%	----------Rupees----------				
Land	18,426,152	-	-	18,426,152	-	-	-	-	-	18,426,152
Building	53,060,748	-	-	53,060,748	5	7,349,879	2,285,543	-	9,635,422	43,425,326
Machinery	58,250,024	-	-	58,250,024	10	7,404,934	5,084,509	-	12,489,443	45,760,581
Office Equipment	855,302	511,235	-	1,366,537	10	628,093	50,055	-	678,148	688,389
Computer systems	315,600	-	-	315,600	30	232,138	25,039	-	257,177	58,423
Vehicles	144,500	-	-	144,500	10	67,762	7,674	-	75,436	69,064
	131,052,326	511,235	-	131,563,561		15,682,806	7,452,820	-	23,135,626	108,427,935

		Note	2022	2021
			----------Rupees----------	
5.2	**Depreciation for the year has been allocated as follows:**			
	Un-restricted funds		286,086	99,458
	Restricted funds	9.2.1	6,581,844	7,353,362
			6,867,930	7,452,820
6	**INTANGIBLE ASSETS**			
	Carrying value as at June 30	6.1	-	-
	Cost			
	Balance as at June 30		84,500	84,500
	Amortization			
	Balance as at July 01		84,500	84,500
	Balance as at June 30		84,500	84,500
6.1	Intangible assets represent website cost and license fee.			
7	**ADVANCES AND SUNDRY RECEIVABLES**			
	Income tax refundable	7.1	695,566	623,114
			695,566	623,114
7.1	**Income tax refundable**			
	Balance as at July 01		623,114	608,543
	Paid/ deducted during the year		350,204	636,689
	Paid under section 137		-	126,261
			973,318	1,371,493
	Provision for tax		(277,752)	(380,877)
	Prior year		-	(367,502)
	Balance as at June 30		695,566	623,114
8	**CASH AND BANK BALANCES**			
	Cash in hand		145,986	69,243
	Cash at banks:			
	-PLS account		13,197,051	17,492,678
			13,343,037	17,561,921
9	**FUNDS**			
	Un-restricted fund (represents general fund)	9.1	11,989,157	12,195,542
	Restricted fund (represents donors fund)	9.2	100,712,128	110,416,409
			112,701,285	122,611,951

		Note	2022	2021
			----------Rupees----------	
9.1	**Un-restricted fund (represents general fund)**			
	Balance as at July 01		**12,195,542**	10,703,468
	Surplus during the year		**(206,385)**	1,492,074
	Balance as at June 30		**11,989,157**	12,195,542
9.2	**Restricted fund (represents donors fund)**			
	Balance as at July 01		**110,416,409**	117,769,771
	Utilized during the year		**(9,704,281)**	(7,353,362)
	Balance as at June 30	9.2.1	**100,712,128**	110,416,409

9.2.1

2022					
Particulars	Note	Opening Balance	Received during the year	Utilized / adjusted during the year	Closing balance
Building fund	9.2.1.1	37,510,988	-	(1,875,549)	35,635,439
Mosque fund	9.2.1.2	2,604,746	-	(130,237)	2,474,509
Capital fund	9.2.1.3	18,857,500	-	-	18,857,500
ISPO advertisment fund	9.2.1.4	4,265,114	-	(3,122,437)	1,142,677
Sports goods traning and facility centre (machinery funds)	9.2.1.5	45,760,581	-	(4,576,058)	41,184,523
		108,998,929	-	**(9,704,281)**	**99,294,648**

9.2.1.1 This fund was received from members for the construction of PSGMEA building.

9.2.1.2 This fund was received from members for the purpose of construction of PSGMEA building mosque.

9.2.1.3 This fund was received from members for the purpose of running of operations of PSGMEA office.

9.2.1.4 This amount pertains to the fund received for the purpose of ISPO advertisement in Germany.

9.2.1.5 These funds were received from TDAP. The purpose of acquiring the machinery is to assist the exporters with new advanced technology, as well as to earn income from these machines.

10	**ACCRUED EXPENSES AND OTHER LIABILITIES**		
	Staff salaries and benefits	**217,320**	-
	ISPO participation	**-**	128,000
	Adhoc relief payable	**-**	584,291
	Audit fee payable	**52,500**	52,500
	Other payables	**-**	108,725
		269,820	873,516
11	**Creditors and other liabilities**		
	Payable to Al-Murtaza Garment Machinery Co.	**2,627,503**	2,627,503
12	**CONTINGENCIES AND COMMITMENTS**		
	There are no contingencies and commitments as at year end (2021: Nil).		
13	**OTHER FEE AND CHARGES**		
	Admission fee	**22,800**	18,200
	Certificate fee	**105,700**	110,100
	Research and development fund	**192,800**	193,000
	Business visa recommendation fee	**50,000**	6,000
	Other income	**221,000**	235,000
	Liabilities written back	**821,016**	-
		1,413,316	562,300

PAKISTAN SPORTS GOODS MANUFACTURERS AND EXPORTERS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

		Note	2022	2021
			----------Rupees----------	
14	**TAXATION**			
	Taxation for the year - current		**277,752**	380,877
	- prior year		**-**	367,502
			277,752	748,379
15	**NUMBER OF EMPLOYEES**			
	Total number of employees as at June 30		**8**	8
	Average number of employees		**8**	8

16 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 15/08/2022 by the management committee of the Company.

CHAIRMAN

SECRETARY GENERAL

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passion • teamwork • clarity • quality • integrity

please contact us to start a conversation on how we can address your service needs in Pakistan:

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