



Parker Russell-A.J.S.
CHARTERED ACCOUNTANTS

Pakistan Institute of Public Finance
Accountants (PIPFA)
Condensed Interim Financial Statements
for the period ended
December 31. 2023



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INDEPENDENT AUDITORS' REVIEW REPORT

To the members of Pakistan Institute of Public Finance Accountants (PIPFA)

Report On Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA) (the Institute)** as at December 31, 2023 and the related condensed interim statement of income and expenditure, condensed interim statement of comprehensive income, condensed interim statement of changes in funds, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of the review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters; and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is **Mr. Junaid Subhani - FCA.**

CHARTERED ACCOUNTANTS
FAISALABAD

DATE:

UDIN:



PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

		Un-Audited Dec 31, 2023	Audited June 30, 2023
	Note	----- (Rupees) -----	
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	4	29,642,392	29,490,846
Intangibles		195,391	235,599
Investment property	5	-	-
Long term deposit		660,000	660,000
		30,497,783	30,386,445
CURRENT ASSETS			
Loans and advances		134,030	190,880
Deposits, prepayments and other receivables	6	16,807,833	8,488,993
Short term investments	7	40,880,000	40,880,000
Tax refund due from the Government		761,591	536,504
Cash and bank balances	8	9,521,414	6,452,324
		68,104,868	56,548,701
TOTAL ASSETS		98,602,651	86,935,146
LIABILITIES			
NON-CURRENT LIABILITIES			
Members' subscription		3,601,254	3,569,555
Staff retirement gratuity		11,882,404	10,855,336
		15,483,658	14,424,891
CURRENT LIABILITIES			
Current maturity of members' subscription		373,807	362,004
Accrued and other liabilities		4,158,274	4,990,895
		4,532,081	5,352,899
CONTINGENCIES AND COMMITMENTS	9	-	-
TOTAL LIABILITIES		20,015,739	19,777,790
NET ASSETS		78,586,912	67,157,356
REPRESENTED BY:			
General Fund		78,186,912	66,757,356
Endowment Fund		400,000	400,000
TOTAL FUNDS		78,586,912	67,157,356

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.


MEMBER, BOARD OF GOVERNORS


PRESIDENT

PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
CONDENSED INTERIM STATEMENT OF INCOME AND EXPENDITURE (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

		Half year ended	
		Dec 31, 2023	Dec 31, 2022
		----- (Rupees) -----	
	Note		
INCOME			
Students' registration and annual subscription fee		5,347,280	3,888,050
Examination and exemption fee		14,847,100	13,022,650
Members' registration and annual subscription fee		4,778,678	3,777,152
Coaching fee		22,532,821	17,489,022
Other income	10	5,200,309	28,171,626
		52,706,188	66,348,500
SERVICE / OPERATIONAL EXPENDITURE			
Examination department		11,290,796	9,159,475
Members' department		2,039,006	1,341,500
Coaching department		18,080,646	15,929,290
		31,410,448	26,430,265
ADMINISTRATIVE / MANAGERIAL EXPENDITURE			
Staff salaries' and benefits		4,139,191	3,337,671
Staff retirement benefit - gratuity		55,260	24,750
Wages		55,000	50,000
Rent		576,490	2,096,325
Fees and subscription		769,217	562,545
Printing and stationery		379,001	336,009
Depreciation		204,446	218,002
Utilities		1,520,271	1,058,032
Repairs and maintenance		340,762	289,256
Legal and professional		177,290	420,612
Entertainment		238,427	188,858
Postage		633,792	497,630
Auditor's remuneration		25,000	25,000
Internet charges		60,920	80,334
Vehicle insurance		10,755	15,985
Conveyance and travelling		273,801	174,948
Supplies		67,098	48,571
Advertisement		16,950	34,666
Meetings		68,934	8,457
Bank charges		46,523	7,763
Boarding and lodging		-	56,976
Insurance		120,762	98,207
Others		86,294	69,474
		9,866,184	9,700,071
Total Expenditure		41,276,632	36,130,336
Surplus transferred to General Fund		11,429,556	30,218,164

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.


MEMBER, BOARD OF GOVERNORS


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PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended	
	Dec 31, 2023	Dec 31, 2022
	----- (Rupees) -----	
Surplus for the period	11,429,556	30,218,164
Other comprehensive income	-	-
Total comprehensive income for the period	<u>11,429,556</u>	<u>30,218,164</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



MEMBER, BOARD OF GOVERNORS



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PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	General Fund	Endowment Fund	Total
	-----Rupees-----		
Balance as at June 30, 2022 (Audited)	41,613,998	400,000	42,013,998
Surplus for the period	30,218,164	-	30,218,164
Other comprehensive income	-	-	-
Balance as at December 31, 2022 (Un-Audited)	<u>71,832,162</u>	<u>400,000</u>	<u>72,232,162</u>
Balance as at June 30, 2023 (Audited)	66,757,356	400,000	67,157,356
Surplus for the period	11,429,556	-	11,429,556
Other comprehensive income	-	-	-
Balance as at December 31, 2023 (Un-Audited)	<u>78,186,912</u>	<u>400,000</u>	<u>78,586,912</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



MEMBER, BOARD OF GOVERNORS



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PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended	
	Dec 31, 2023	Dec 31, 2022
	----- (Rupees) -----	
A) CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus for the period	11,429,556	30,218,164
Adjustment for non-cash items:		
Depreciation - operating assets	438,802	430,339
Depreciation - investment property	-	10,953
Amortization	40,208	1,607
Staff retirement gratuity	1,027,068	825,000
Gain on disposal on property	-	(25,585,918)
	1,506,078	(24,318,019)
Surplus before working capital changes	12,935,634	5,948,253
Working capital changes		
(Increase) / decrease in current assets		
Loans and advances	56,850	(56,000)
Trade deposits, prepayments and other receivables	(8,318,840)	2,303,985
	(8,261,990)	2,247,985
(Decrease) / increase in current liabilities		
Accrued and other liabilities	(832,621)	2,603,599
Members' subscription - advance	43,502	48,108
B) Cash generated from operating activities	3,884,525	10,799,837
Income tax paid	(225,087)	(114,499)
Staff retirement gratuity paid	-	(169,829)
Net cash generated from operating activities	3,659,438	10,515,509
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for purchase of operating fixed assets	(540,348)	(83,350)
Payment for the capital work in progress	(50,000)	(6,250,973)
Payment made for website development	-	(110,000)
Proceeds from disposal of property	-	26,451,196
Short term investment	-	(12,000,000)
Net cash (used in) / generated from investing activities	(590,348)	8,006,873
Net increase in cash and cash equivalents (A+B)	3,069,090	18,522,382
Cash and cash equivalents at the beginning of the period	6,452,324	7,152,316
Cash and cash equivalents at the end of the period	9,521,414	25,674,698

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



MEMBER, BOARD OF GOVERNORS



PRESIDENT

PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1. INSTITUTE AND GENERAL INFORMATION

1.1 Legal status and operation

Pakistan Institute of Public Finance Accountants (PIPFA) (the Institute) was incorporated on 28th of October, 1993 as a public company limited by guarantee under section 42 of the Companies Ordinance, 1984 (Repealed with the enactment of Companies Act, 2017 on May 30, 2017).

PIPFA was established jointly by the Institute of Chartered Accountants of Pakistan (ICAP), Institute of Cost and Management Accountants of Pakistan (ICMAP) and Department of Auditor General of Pakistan (AGP). At inception, the name of the Institute was 'The Association of Accounting Technicians of Pakistan' (AAT) which was changed to the present name in August 2000. PIPFA is a non-profit organization wholly committed to providing accounting education and development.

The head office and registered office of the Institute is situated at M1 & M2, Park Avenue, Mezzanine Floor, Block-6, P.E.C.H.S., Shahra-e-Faisal, Karachi while its regional offices are situated as follows:

- i) Ajmal Center-1, Second floor, 289-1, Batala Colony, Faisalabad.
- ii) Office No. 27 & 28, 3rd Floor, Rehmat Centre, Plot No. 07, I-8 Markaz, Islamabad.
- iii) 6-Atta Turk Block, New Garden Town, Lahore.

1.2 Endowment Fund

The Board of Governance in its 123rd meeting held on September 29, 2018, established an Endowment Fund to provide financial assistance to the deserving students. Balance of fund includes transfer from General Fund and contribution made by members during the year.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements of the Institute for the half year ended December 31, 2023 have been prepared in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34, 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and
- Where the provisions of and directives issued under the Companies Act, 2017.

Where the provisions of or directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Institute's annual audited financial statements for the year ended June 30, 2023.

2.2 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention following accrual basis of accounting except for revenue as disclosed in the relevant notes of these financial statements and cash flow information.

2.3 Functional and presentation currency

Items included in the condensed interim financial statements of the Institute are measured using the currency of the primary economic environment in which the Institute operates (the functional currency). These financial statements are presented in Pakistan Rupee (Rs.), which is the Institute's functional and presentation currency.

PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

2.4 Significant accounting estimates and judgments

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the annual audited financial statements of the Institute for the year ended June 30, 2023.

3 Summary of significant accounting policies

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2023 except those which are disclosed in these condensed financial statements.

3.1 Related party transactions

Parties are considered to be related party if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	NOTE	Un-Audited Dec 31, 2023	Audited June 30, 2023
		(Rupees)	
4 PROPERTY AND EQUIPMENT			
Operating fixed assets		23,341,419	23,239,873
Capital work-in-progress		6,300,973	6,250,973
		<u>29,642,392</u>	<u>29,490,846</u>
4.1 Operating fixed asset			
Net book value at the beginning of period / year		23,239,873	23,764,862
Additions during the period / year	4.1.1	540,348	364,085
		<u>23,780,221</u>	<u>24,128,947</u>
Depreciation charged for the period / year	4.1.2	(438,802)	(889,074)
Net book value at the end of the period / year		<u>23,341,419</u>	<u>23,239,873</u>
4.1.1 Additions during the period / year			
Electrical equipment		-	29,500
Office equipment		518,748	334,585
Vehicles		21,600	-
		<u>540,348</u>	<u>364,085</u>
4.1.2 Depreciation for the period / year has been allocated as under:			
Coaching department expenses		234,356	455,578
Administrative expenses		204,446	433,496
		<u>438,802</u>	<u>889,074</u>
5 INVESTMENT PROPERTY			
At cost model			
Net book value			
Opening balance		-	876,231
Depreciation charge for the period		-	(10,953)
Carrying amount of disposal		-	(865,278)
Closing balance		<u>-</u>	<u>-</u>
Gross carrying value			
Opening balance		-	2,572,901
Accumulated depreciation		-	(1,707,623)
Deletion		-	(2,572,901)
Accumulated depreciation on disposal		-	1,707,623
Closing balance		<u>-</u>	<u>-</u>
Depreciation rate (% per annum)		<u>5%</u>	<u>5%</u>

PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

		Un-Audited Dec 31, 2023	Audited June 30, 2023
	NOTE	----- (Rupees) -----	
6 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Deposits			
Security deposits against rent		590,000	590,000
Prepayments			
Insurance		275,387	10,757
Fee and subscription		-	703,028
		275,387	713,785
Other receivables - considered good			
Un-secured			
Due from related parties:			
Auditor General Pakistan (AGP) - related party	6.1	333,025	677,575
Other than related parties		15,609,421	6,507,633
		15,942,446	7,185,208
		16,807,833	8,488,993

6.1 The maximum outstanding balance from Auditor General of Pakistan (AGP) during the year was:

1,218,325 1,078,675

6.2 The aging of other receivables is as follows:

	Related party		Other than related party	
	Dec 31, 2023	June 30, 2023	Dec 31, 2023	June 30, 2023
	-----Rupees-----			
Past due 1-30 days	-	-	-	7,100
Past due 31-90days	-	344,550	-	193,200
Past due above 90 days	333,025	333,025	15,609,421	6,307,333
	333,025	677,575	15,609,421	6,507,633
			Un-Audited Dec 31, 2023	Audited June 30, 2023

7 SHORT TERM INVESTMENTS

At amortized cost

Term deposits receipts 7.1 40,880,000 40,880,000

7.1 This includes investment made in Term Deposit Receipts amounting to Rs.40,880,000/- million (June 30, 2023: 40,880,000/-). The rate of profit on these investment is ranging from 14.5% to 21.1% (June 30, 2023: from 12% to 14%).

PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

		Un-Audited Dec 31, 2023	Audited June 30, 2023
	NOTE	----- (Rupees) -----	
8 CASH AND BANK BALANCES			
Cash in hand		87,022	-
Balance with banks			
- in current accounts		6,526,908	3,201,454
- in saving accounts	8.1	<u>2,907,484</u>	<u>3,250,870</u>
		<u>9,521,414</u>	<u>6,452,324</u>

8.1 The rate of profit on these saving accounts is ranging from 16% to 21%

9 CONTINGENCIES AND COMMITMENTS

9.1 There were no contingencies or commitments as at December 31, 2023 (June 30, 2023: Nil).

	Un-Audited Dec 31, 2023	Un-Audited Dec 31, 2022
10 OTHER INCOME		
From financial assets		
Interest income from saving accounts	4,366,249	1,990,316
From non - financial assets		
CCPT, coaching and other fee	379,500	183,200
Gain on disposal on property	-	25,585,918
Others	454,560	412,192
	<u>5,200,309</u>	<u>28,171,626</u>

11 TRANSACTIONS WITH RELATED PARTIES

Name of related party	Basis of relationship
Institute of Chartered Accountants of Pakistan (ICAP)	Sponsoring body
Institute of Cost and Management Accountants of Pakistan (ICMAP)	Sponsoring body
Auditor General of Pakistan (AGP)	Sponsoring body
SKANS School of Accountancy	Common key management personnel
Name of related party	Basis of relationship
Mr. Muhammad Ali Latif	Member, Board of Governors
Mr. Usman Ahsan	Member, Board of Governors
Mr. Muhammad Kamran Khan	Member, Board of Governors
Mr. Muhammad Sharif	Member, Board of Governors
Mr. Shaham Ahmed	Member, Board of Governors
Mr. Shahab Qadir	Member, Board of Governors
Mr. Zia-ul Mustafa Awan	Member, Board of Governors
Mr. Awais Yasin	Member, Board of Governors
Ms. Khursheed Kotwal	Member, Board of Governors
Mr. Nazar Muhammad Ranjha	Member, Board of Governors
Mr. Sajid Hussain	Member, Board of Governors
Ms. Namana Gulrukh Fareed	Member, Board of Governors
Mr. Imdad Ali Shaikh	Key management personnel
Ms. Rana Nazir Fatima	Key management personnel
Mr. Imran Ahmed	Key management personnel
Mr. Kashif Ullah	Key management personnel
Mr. M. Naeem Akhtar	Key management personnel
Mr. Atiq-ur-Rehman	Key management personnel
Mr. Jamshaid Riaz	Key management personnel
Mr. Khuwaja Syed Muhammad Tariq Zafar	Key management personnel

PAKISTAN INSTITUTE OF PUBLIC FINANCE ACCOUNTANTS (PIPFA)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Details of transaction with related parties, other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

Name of related party	Basis of relationship	Nature of transaction	Unaudited	
			Dec 31, 2023	Dec 31, 2022
			-----Rupees-----	
SKANS School of Accountancy	Common key management personnel	Share of fees paid to CBE centers	332,800	444,600
Auditor General of Pakistan (AGP)	Sponsoring body	Services rendered	1,145,700	1,026,750
Institute of Cost and Mangement Accountants of Pakistan	Sponsoring body	Services received	297,917	466,430
Executive Director, Chief Financial Officer and others	Key management personnel	Management compensation	10,528,442	8,294,300

12 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on _____ by the Board of Governors of the Institute.

13 GENERAL

- Figures have been rounded off the nearest of Pakistan Rupee.
- Nomenclature of bank balances has been changed to cash and bank balances during the period.


MEMBER, BOARD OF GOVERNORS


PRESIDENT