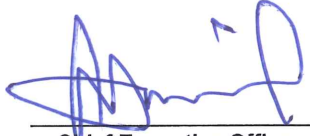



PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE  
CONDENSED INTERIM STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2022

	March 31, 2022 Note Rupees	March 31, 2021 Rupees
<b>INCOME</b>		
Revenue from services	10 73,266,983	54,963,183
<b>EXPENDITURE</b>		
Salaries, allowances and benefits	30,875,902	24,127,107
Professional service fee	16,747,580	12,012,033
Depreciation on property and equipment	354,759	433,056
Depreciation on Right-of-use asset	3,095,052	3,197,037
Travelling and conveyance	629,415	382,147
Utilities	559,361	840,741
Printing and stationery	663,751	212,773
Insurance	133,074	134,597
Repair and maintenance	640,827	769,371
Other expenditure	11 1,288,595	1,026,717
Expected Credit Losses	1,811,020	1,318,315
	<u>56,799,336</u>	<u>44,453,894</u>
<b>Operating surplus</b>	<u>16,467,647</u>	<u>10,509,289</u>
Return on bank balances and investments	9,331,519	7,972,065
Finance cost	(1,444,667)	(2,473,646)
<b>Surplus for the period</b>	<u>24,354,499</u>	<u>16,007,708</u>
Other comprehensive income	-	-
<b>Total comprehensive income</b>	<u>24,354,499</u>	<u>16,007,708</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

  
BAC Chairman

  
Chief Executive Officer

  
Director

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2022

	Note	(Unaudited) March 31, 2022 Rupees	(Audited) June 30, 2021 Rupees
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment		1,802,949	2,157,708
Right-of-use assets		9,285,156	12,380,208
Financial Assets at amortised cost - Long term	4	104,104,361	74,033,230
Long term deposits	5	1,540,470	1,540,470
		<u>116,732,936</u>	<u>90,111,616</u>
<b>Current assets</b>			
Receivables	6	16,930,406	7,570,582
Short-term prepayments and advances		1,947,601	326,047
Financial Assets at amortised cost - Short term	7	5,955,285	57,727,325
Tax refunds due from Government	8	7,345,367	5,255,554
Cash and bank balances	9	41,098,472	3,572,211
		<u>73,277,132</u>	<u>74,451,719</u>
<b>Total assets</b>		<u><u>190,010,068</u></u>	<u><u>164,563,335</u></u>
<b>FUND BALANCE &amp; LIABILITIES</b>			
<b>Fund Balance</b>			
Accumulated Fund		154,982,937	130,628,438
<b>Non-current Liabilities</b>			
Lease Liability against Right-of-use assets		3,565,594	7,602,401
<b>Current Liabilities</b>			
Fees in advance		13,482,138	11,661,899
Accrued expenses		5,657,455	6,822,922
Other payables		5,221,090	2,371,761
Current portion of Lease liability		7,100,855	5,475,914
		<u>31,461,537</u>	<u>26,332,496</u>
<b>Total liabilities</b>		<u>35,027,131</u>	<u>33,934,897</u>
<b>Total Fund Balance and Liabilities</b>		<u><u>190,010,068</u></u>	<u><u>164,563,335</u></u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

BAC Chairman

Chief Executive Officer

Director

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE  
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2022

	Note	March 31, 2022 Rupees	March 31, 2021 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus for the period		24,354,499	16,007,008
Adjustment for:			
Return on bank balances and investments		(9,331,519)	(7,972,065)
Depreciation on Right-of-use assets		354,759	3,197,037
Depreciation on Property and equipment		3,095,052	433,056
Finance cost on lease liability		1,444,667	2,469,699
Gain on disposal of fixed assets		-	(424,116)
Expected Credit Losses		1,811,020	1,318,315
<b>Surplus before working capital changes</b>		<b>21,728,478</b>	<b>15,028,934</b>
<b>Increase in current assets:</b>			
Receivables		(11,170,844)	(2,995,006)
Short term prepayments and advances		(1,621,554)	119,886
		(12,792,398)	(2,875,120)
<b>Increase in current liabilities:</b>			
Fees in advance		1,820,239	6,956,725
Accrued expenses		(1,165,467)	661,765
Other payables		2,849,328	237,041
		3,504,100	7,855,531
Cash generated from / (used in) operations		12,440,179	20,009,345
Withholding tax (deducted) / received		(2,089,813)	7,916,507
<b>Net cash generated from operating activities</b>		<b>10,350,366</b>	<b>27,925,852</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of investments		(29,080,969)	(29,288,471)
Purchase of operating fixed assets		-	(41,885)
Proceeds from disposal of fixed assets			3,400,000
Return on bank balances and investments received		8,341,357	7,996,990
<b>Net cash used in investing activities</b>		<b>(20,739,612)</b>	<b>(17,933,366)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payment against lease liabilities		(3,856,533)	(3,811,680)
<b>Net cash used in financing activities</b>		<b>(3,856,533)</b>	<b>(3,811,680)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(14,245,779)</b>	<b>6,180,806</b>
Cash and cash equivalents at beginning of the period		61,299,536	77,434,683
<b>Cash and cash equivalents at end of the period</b>	12	<b>47,053,757</b>	<b>83,615,489</b>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

  
BAC Chairman

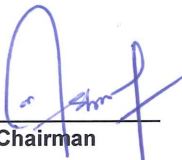
  
Chief Executive Officer


  
Director


PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE  
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2022

	Accumulated Fund Rupees
Balance at July 01, 2020	105,606,404
Total comprehensive income for the quarter ended March 31, 2021	16,007,708
<b>Balance at March 31, 2021</b>	<b><u>121,614,112</u></b>
Balance at July 01, 2021	130,628,438
Total comprehensive income for the quarter ended March 31, 2022	24,354,499
<b>Balance at March 31, 2022</b>	<b><u>154,982,937</u></b>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

  
BAC Chairman

  
Chief Executive Officer

  
Director

**PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2022**

**1 THE INSTITUTE AND ITS OPERATIONS**

**1.1** Pakistan Institute of Corporate Governance (the Institute) was incorporated in Pakistan as a company limited by guarantee without share capital on December 01, 2004 under section 42 of the repealed Companies Ordinance, 1984 (now section 42 of the Companies Act, 2017). Its members include 99 (June 30, 2021: 97) Corporate, 47 (June 30, 2020: 41) Individual and the following founding members:

- Securities & Exchange Commission of Pakistan
- The State Bank of Pakistan
- The Pakistan Stock Exchange Limited
- Institute of Business Administration
- Lahore University of Management Sciences
- Institute of Chartered Accountants of Pakistan
- Institute of Corporate Secretaries of Pakistan
- Institute of Cost and Management Accountants of Pakistan
- Overseas Investors Chamber of Commerce and Industry
- Federation of Pakistan Chambers of Commerce and Industry
- Insurance Association of Pakistan
- Mutual Funds Association of Pakistan
- Pakistan Banks Association

**1.2** The main objective of the Institute is to promote awareness of corporate governance and encourage compliance with good corporate governance practices by corporate bodies and professionals. In this regard, the Institute also conducts Directors' Training Program based on a standard curricula for which the Institute has arrangements with foreign organisations.

**1.3** The registered office of the Institute is situated at Office Suite 316, "The Forum", Clifton, Karachi, Pakistan.

**2 BASIS OF PREPARATION**

**2.1** These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as 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 (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**2.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the audited annual financial statements of the Institute for the year ended June 30, 2021.

**2.3** These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the external auditors.

**3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the institute for the year ended June 30, 2021.

**3.1 ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of these condensed interim financial statements in conformity with approved accounting standards, as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are same as those applied in the Institute's annual financial statements for the year ended June 30, 2021.

### 3.2 Standards, interpretations and amendments to accounting and reporting standards that are effective in the current period

There are certain amendments to standards that are mandatory for the Institute's accounting period beginning on July 1, 2021. However, these are either not relevant or do not have any significant impact on the Institute's operations and, therefore, have not been detailed in these condensed interim financial statements.

### 3.3 Standards, interpretations and amendments to accounting and reporting standards that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Institutes's accounting periods beginning on or after July 1, 2022, but are considered to be not relevant or will not have any significant impact on the Institutes's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	(Unaudited) March 31, 2022 Rupees	(Audited) June 30, 2021 Rupees
<b>4 FINANCIAL ASSETS AT AMORTISED COST - LONG TERM</b>			
Pakistan Investment Bonds	4.1	<u>104,104,361</u>	<u>74,033,230</u>

- 4.1 These carry profit yield of 7.00% - 9.00% per annum (June 30, 2021: 7.25% - 9.00% per annum) payable at three months and three years intervals and are carried at amortised cost, maturing on September 19, 2022, June 19, 2023, August 20, 2023, August 5, 2024, October 22, 2023 and October 7, 2024

### 5 LONG TERM DEPOSITS

These represent security deposit paid to The Forum in accordance with Rental agreements for office suites 315 and 316.

	Notes	(Unaudited) March 31, 2022 Rupees	(Audited) June 30, 2021 Rupees
<b>6 RECEIVABLE - UNSECURED</b>			
From members			
- Annual subscription		6,082,600	1,417,250
- Directors' Training Program		9,297,280	1,092,000
- Fee from Specialised Workshops		2,906,853	1,546,220
- Entrance fees		<u>376,000</u>	<u>325,500</u>
		18,662,733	4,380,970
Other receivables		<u>2,421,752</u>	<u>5,532,671</u>
		21,084,485	9,913,641
Less: Provision for Expected Credit Losses		<u>(4,154,079)</u>	<u>(2,343,059)</u>
		(4,154,079)	(2,343,059)
		<u>16,930,406</u>	<u>7,570,582</u>

### 7 FINANCIAL ASSETS AT AMORTISED COST - SHORT TERM

Market treasury bills	7.1	-	8,435,517
Pakistan Investment Bonds	7.2	<u>5,955,285</u>	<u>49,291,808</u>
		<u>5,955,285</u>	<u>57,727,325</u>

- 7.1 This carries yield of 5.06% (June 30, 2020: 7.00% - 9.00%) per annum, maturing on January 13, 2022.

- 7.2 This carries interest rate of 9.00% (June 30, 2021: 7.67%) per annum, maturing on September 19, 2022.

## 8 TAX REFUNDS DUE FROM GOVERNMENT

This represents income tax refundable from income tax authorities on account of withholding tax deducted from payments made to the Institute. The institute is currently in the process of recovering the said balance from the authorities.

		Unaudited March 31, 2022 Rupees	Audited June 30, 2021 Rupees
<b>9 CASH AND BANK BALANCES</b>	<b>Note</b>		
Cash in hand		40,000	40,000
Balances with bank in savings account	9.1	41,058,472	3,532,511
		<u>41,098,472</u>	<u>3,572,511</u>

9.1 This carries mark up at the rate of 7.25% per annum (June 30, 2021: 5.5% per annum).

		(Unaudited)	
		March 31, 2022 Rupees	March 31, 2021 Rupees
<b>10 REVENUE</b>			
Entrance fee from members		1,140,500	2,000,000
Annual subscription and application fee		13,402,500	12,560,000
Fees from Directors' Training Program		32,608,053	28,965,750
Fees from Specialized Workshops		8,492,056	4,559,616
Advisory fees for Board Evaluations		17,623,874	6,428,701
Sale of publications		-	25,000
Gain on disposal of fixed assets		-	424,116
		<u>73,266,983</u>	<u>54,963,183</u>
<b>11 OTHER EXPENDITURE</b>			
Marketing and advertisement		61,500	215,966
Publication expenses		84,540	279,250
Canteen supplies		154,742	-
Membership fees		-	-
Others		987,813	-
		<u>1,288,595</u>	<u>495,216</u>
<b>12 CASH AND CASH EQUIVALENTS</b>			
Cash in hand		41,098,472	3,572,211
Short-term investments		5,955,285	57,727,325
		<u>47,053,757</u>	<u>61,299,536</u>

## 13 CORRESPONDING FIGURES


Corresponding figures have been rearranged or reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant reclassification or restatement were made in condensed interim financial statements during the period.

## 14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were approved and authorised for issue on Aug 16, 2022 by the Board of Directors of the Company.

## 15 GENERAL

Amounts have been rounded off to the nearest Rupee unless otherwise stated.

  
BAC Chairman

  
Chief Executive Officer

  
Director