


PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023

		(Unaudited) March 31, 2023 Rupees	(Audited) June 30, 2022 Rupees
	Note		
ASSETS			
Non-current assets			
Property and equipment		3,523,274	2,311,115
Right-of-use assets		7,794,923	7,670,924
Financial Assets at amortised cost - Long term	4	90,171,566	134,705,139
Long term deposits	5	1,540,470	1,540,470
		<u>103,030,233</u>	<u>146,227,648</u>
Current assets			
Receivables	6	17,474,674	9,684,757
Short-term prepayments and advances		678,596	1,046,011
Financial Assets at amortised cost - Short term	7	68,260,702	6,121,791
Tax refunds due from Government	8	13,128,679	8,146,937
Cash and bank balances	9	14,432,985	13,646,823
		<u>113,975,636</u>	<u>38,646,319</u>
Total assets		<u><u>217,005,869</u></u>	<u><u>184,873,967</u></u>
FUND BALANCE & LIABILITIES			
Fund Balance			
Accumulated Fund		167,708,974	150,945,411
Non-current Liabilities			
Lease Liability against Right-of-use assets		2,881,676	4,141,833
Current Liabilities			
Fees in advance		26,949,450	13,637,340
Accrued expenses		4,299,947	3,933,032
Other payables		9,345,649	7,964,339
Current portion of Lease liability		5,820,173	4,252,013
		<u>46,415,219</u>	<u>29,786,723</u>
Total liabilities		<u>49,296,895</u>	<u>33,928,556</u>
Total Fund Balance and Liabilities		<u><u>217,005,869</u></u>	<u><u>184,873,967</u></u>

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


Chief Executive Officer


Director

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
CONDENSED INTERIM STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENS
FOR 9 MONTHS ENDED MARCH 31, 2023

	Note	March 31, 2023 Rupees	March 31, 2022 Rupees
INCOME			
Revenue from services	10	79,503,700	73,266,983
EXPENDITURE			
Salaries, allowances and benefits		38,359,766	30,875,902
Professional service fee		26,998,503	16,747,580
Depreciation on property and equipment		407,464	354,759
Depreciation on Right-of-use asset		2,529,701	3,095,052
Travelling and conveyance		478,001	629,415
Communication and utilities		1,536,827	559,361
Printing and stationery		643,077	663,751
Insurance		348,117	133,074
Repair and maintenance		680,144	640,827
Other expenditure	11	4,385,560	1,288,595
Expected Credit Losses		1,012,500	1,811,020
		77,379,660	56,799,336
Operating surplus		2,124,040	16,467,647
Return on bank balances and investments		15,647,418	9,331,519
Finance cost		(1,007,895)	(1,444,667)
Surplus for the period		16,763,563	24,354,499
Other comprehensive income		-	-
Total comprehensive income		16,763,563	24,354,499

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


Chief Executive Officer


Director

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR 9 MONTHS ENDED MARCH 31, 2023

	Note	March 31, 2023 Rupees	March 31, 2022 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the period		16,763,563	24,354,499
Adjustment for:			
Return on bank balances and investments		(15,647,418)	(9,331,519)
Depreciation on Right-of-use assets		2,529,701	354,759
Depreciation on Property and equipment		407,464	3,095,052
Finance cost on lease liability		1,007,895	1,444,667
Gain on disposal of fixed assets		-	-
Expected Credit Losses		1,012,500	1,811,020
Surplus before working capital changes		6,073,705	21,728,478
Increase in current assets:			
Receivables		(8,802,417)	(11,170,844)
Short term prepayments and advances		367,415	(1,621,554)
		(8,435,002)	(12,792,398)
Increase in current liabilities:			
Fees in advance		13,312,110	1,820,239
Accrued expenses		366,915	(1,165,467)
Other payables		1,381,309	2,849,328
		15,060,334	3,504,100
Cash generated from / (used in) operations		12,699,037	12,440,179
Withholding tax (deducted) / received		(4,981,742)	(2,089,813)
Net cash generated from operating activities		7,717,295	10,350,366
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments		(5,982,035)	(29,080,969)
Purchase of operating fixed assets		(1,619,622)	-
Proceeds from disposal of fixed assets		-	-
Return on bank balances and investments received		4,024,115	8,341,357
Net cash used in investing activities		(3,577,542)	(20,739,612)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment against lease liabilities		(3,353,593)	(3,856,533)
Net cash used in financing activities		(3,353,593)	(3,856,533)
Net decrease in cash and cash equivalents		786,160	(14,245,779)
Cash and cash equivalents at beginning of the period		13,646,823	61,299,536
Cash and cash equivalents at end of the period	12	14,432,983	47,053,757

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


Chief Executive Officer


Director

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
 CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
 FOR 9 MONTHS ENDED MARCH 31, 2023

	Accumulated Fund Rupees
Balance at July 01, 2021	130,628,438
Total comprehensive income for 9 months ended March 31, 2022	24,354,499
Balance at March 31, 2022	<u>154,982,937</u>
Balance at July 01, 2022	150,945,411
Total comprehensive income for 9 months ended March 31, 2023	16,763,563
Balance at March 31, 2023	<u>167,708,974</u>

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


 Chief Executive Officer


 Director

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR 9 MONTH ENDED MARCH 31, 2023

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). It's members include 98 (June 30, 2022: 99) Corporate, 43 (June 30, 2022: 47) 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, 2022.

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, 2022.

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, 2022.

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, 2022. 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, 2022 Rupees
4 FINANCIAL ASSETS AT AMORTISED COST - LONG TERM			
Pakistan Investment Bonds	4.1	<u>158,432,268</u>	<u>140,826,930</u>
4.1 These carry yield of 8.01% - 12.30% (June 30, 2022: 7.83% - 13.20%) per annum payable at three month intervals, maturing on August 05, 2024 and October 07, 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, 2023 Rupees	(Audited) June 30, 2022 Rupees
6 RECEIVABLE - UNSECURED			
From members			
- Annual subscription		3,900,908	4,705,550
- Directors' Training Program		16,092,385	9,639,203
- Fee from Specialised Workshops		1,093,380	2,321,831
- Entrance fees		9,500	72,500
- Board Evaluations and Advisory Services		<u>3,912,800</u>	<u>-</u>
		25,008,972	16,739,084
Other receivables		<u>532,527</u>	<u>-</u>
		25,541,499	16,739,084
Less: Provision for Expected Credit Losses		<u>(8,066,827)</u>	<u>(7,054,327)</u>
		(8,066,827)	(7,054,327)
		<u>17,474,672</u>	<u>9,684,757</u>
7 FINANCIAL ASSETS AT AMORTISED COST - SHORT TERM			
Pakistan Investment Bonds	7.1	<u>68,260,702</u>	<u>6,121,791</u>
		<u>68,260,702</u>	<u>5,955,285</u>
7.1 These carry yield of 7.00% - 15.57% (June 30, 2022: 7.83% - 13.20%) per annum payable at three month interval, maturing on June 18, 2023, August 20, 2023, October 22, 2023.			

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, 2023 Rupees	Audited June 30, 2022 Rupees
9 CASH AND BANK BALANCES	Note		
Cash in hand		50,000	40,000
Balances with bank in savings account	9.1	14,382,985	13,606,823
		<u>14,432,985</u>	<u>13,646,823</u>

9.1 This carries mark up at the rate of 10.5% per annum (June 30, 2022: 10% per annum).

		(Unaudited) March 31, 2023 Rupees	March 31, 2022 Rupees
10 REVENUE			
Entrance fee from members		340,000	1,140,500
Annual subscription and application fee		12,825,000	13,402,500
Fees from Directors' Training Program		41,485,250	32,608,053
Fees from Specialized Workshops		3,603,200	8,492,056
Advisory fees for Board Evaluations		21,250,250	17,623,874
Sale of publications		-	-
Gain on disposal of fixed assets		-	-
		<u>79,503,700</u>	<u>73,266,983</u>
11 OTHER EXPENDITURE			
Marketing and advertisement		958,570	61,500
Publication expenses		-	84,540
Canteen supplies		39,794	154,742
Others		3,387,196	987,813
		<u>4,385,560</u>	<u>1,288,595</u>

12 CASH AND CASH EQUIVALENTS

Cash and bank balances	14,432,985	13,646,823
	<u>14,432,985</u>	<u>13,646,823</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 08/07/23 by the Board of Directors of the Company.

15 GENERAL

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


Chief Executive Officer


Director