

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
STATEMENT OF FINANCIAL POSITION
As at September 30, 2024

	Note	September 30, 2024 Rupees	June 30, 2024 Rupees
ASSETS			
Non-current assets			
Property and equipment		4,690,093	4,459,194
Right-of-use assets		15,131,983	16,429,219
Financial Assets at amortised cost - Long term	4	-	22,574,977
Long term deposits	5	1,540,470	1,540,470
		<u>21,362,545</u>	<u>45,003,860</u>
Current assets			
Receivables	6	11,193,709	4,507,892
Investments - short term		151,749,911	191,547,160
Short-term prepayments and advances		1,950,356	3,132,499
Tax refunds due from Government	7	32,846,808	28,516,955
Cash and bank balances	8	92,084,786	20,258,082
		<u>289,825,569</u>	<u>247,962,588</u>
Total assets		<u><u>311,188,114</u></u>	<u><u>292,966,448</u></u>
FUND BALANCE & LIABILITIES			
Fund Balance			
Accumulated Fund		227,693,154	221,089,774
Non-current Liabilities			
Lease Liability against Right-of-use assets		9,711,923	12,859,219
Current Liabilities			
Fees in advance		28,515,296	15,452,795
Advance against services		3,299,748	3,299,748
Accrued expenses		9,820,740	12,294,828
Other payables		26,453,453	23,380,443
Current portion of Lease liability		5,693,799	4,589,641
		<u>73,783,037</u>	<u>59,017,455</u>
Total liabilities		<u>83,494,960</u>	<u>59,017,455</u>
Total Fund Balance and Liabilities		<u><u>311,188,114</u></u>	<u><u>292,966,448</u></u>

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


Chief Executive Officer

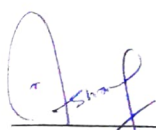

Director

PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Note	September 30, 2024 Rupees	September 30, 2023 Rupees
INCOME			
Revenue from services	10	36,970,127	24,410,750
EXPENDITURE			
Salaries, allowances and benefits		16,737,222	15,165,511
Professional service fee		16,982,345	8,081,571
Depreciation on property and equipment		368,472	296,245
Depreciation on Right-of-use asset		1,297,236	887,833
Travelling and conveyance		74,011	135,507
Utilities		344,774	389,017
Printing and stationery		147,661	60,163
Insuran		180,346	142,953
Repair and maintenance		369,893	297,338
Other expenditure		989,942	774,849
Legal and Professional		1,312,728	1,035,880
Expected Credit Losses		250,000	700,000
		39,054,630	27,966,867
Operating surplus		(2,084,503)	(3,556,117)
Return on bank balances and investments		9,293,430	8,501,278
Finance cost		(605,546)	(257,065)
Surplus for the period		6,603,381	4,688,097
Other comprehensive income		-	-
Total comprehensive income		6,603,381	4,688,097

The annexed notes 1 to 13 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 THE QUARTER ENDED SEPTEMBER 30, 2024

	Note	September 30, 2024 Rupees	September 30, 2023 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the period		6,603,381	4,688,097
Adjustment for:			
Return on bank balances and investments		(9,293,430)	(8,501,278)
Depreciation on Right-of-use assets		1,297,236	887,833
Depreciation on Property and equipment		368,472	296,245
Finance cost on lease liability		605,546	257,065
Gain on disposal of fixed assets		-	-
Expected Credit Losses		250,000	700,000
Surplus before working capital changes		(168,795)	(1,672,039)
Increase in current assets:			
Receivables		(6,935,817)	4,994,966
Short term prepayments and a		1,182,143	(1,198,439)
		(5,753,674)	3,796,527
Increase in current liabilities:			
Fees in advance		13,062,502	(2,251,750)
Advance against services		-	-
Accrued expenses		(2,474,088)	(2,140,045)
Other payables		3,073,010	350,262
		13,661,424	(4,041,533)
Cash generated from / (used in) operations		7,738,955	(1,917,046)
Withholding tax (deducted) / received		(4,329,853)	(2,557,671)
Net cash generated from operating activities		3,409,102	(4,474,717)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments		(4,665,106)	(29,928,593)
Proceeds from investments		62,600,000	15,000,000
Purchase of operating fixed assets		(599,370)	(822,533)
Proceeds from disposal of fixed assets		-	-
Return on bank balances and investments received		13,730,763	8,753,615
Net cash used in investing activities		71,066,287	(6,997,511)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment against lease liabilities		(2,648,684)	(2,312,407)
Net cash used in financing activities		(2,648,684)	(2,312,407)
Net decrease in cash and cash equivalents		71,826,705	(13,784,634)
Cash and cash equivalents at beginning of the period		20,258,082	52,498,314
Cash and cash equivalents at end of the period	8	92,084,786	38,713,680

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

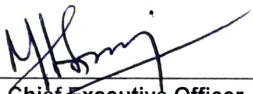

Chief Executive Officer


Director


PAKISTAN INSTITUTE OF CORPORATE GOVERNANCE
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
AS AT SEPTEMBER 30, 2024

	Accumulated Fund Rupees
Balance at July 01, 2023	150,945,411
Total comprehensive income for the quarter ended September 30, 2023	(3,245,895)
Balance at September 30, 2023	<u>147,699,516</u>
Balance at July 01, 2024	221,089,773
Total comprehensive income for the quarter ended September 30, 2024	6,603,381
Balance at September 30, 2024	<u>227,693,154</u>

The annexed notes 1 to 13 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)
AS AT SEPTEMBER 30, 2024

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 1, 2004 under section 42 of the repealed Companies Ordinance, 1984 (now section 42 of the Companies Act, 2017). Its members include 99 (June 30, 2023: 108) corporate, 34 (June 30, 2023: 39) 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
-
- 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, 2024.

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, 2024.

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, 2023. 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, 2024, but are considered to be not relevant or will not have any significant impact on the Insitutes's operations and, therefore, have not been detailed in these condensed interim financial statements.

	Note	Unaudited September 30, 2024 Rupees	Audited June 30, 2024 Rupees
4 FINANCIAL ASSETS AT AMORTISED COST - LONG TERM			
Pakistan Investment Bonds	4.1	-	-
GOP Ijarah Sukuks	4.2	-	22,574,977
		<u>-</u>	<u>22,574,977</u>

4.1 These carry profit / yield within a range of 7.00% to 22.40% per annum (June 30, 2023: 7.83% to 12.30% per annum) payable at three / six month interval and are carried at amortised cost maturing on August 05, 2024 and October 07, 2024.

4.2 These carry profit / yield within a range of 15.48% - 23.71% per annum (June 30, 2023: 15.45% - 17.65% per annum) payable at three / six month interval and are carried at amortised cost maturing on August 07, 2024 and July 29, 2025.

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 September 30, 2024 Rupees	Audited June 30, 2024 Rupees
6 RECEIVABLE - UNSECURED			
From members			
- Annual subscription		8,711,124	761,079
- Directors' Training Program		1,770,499	4,393,824
- Fee from Specialised Workshops		1,617,651	1,353,454
- Entrance fees		-	-
- Receivable against Board Evaluation		2,787,474	1,846,674
- Receivable against advisory services for Board Evaluation		-	-
- Other		404,100	-
		<u>15,290,848</u>	<u>8,355,031</u>
Less: Provision for Expected Credit Losses		<u>(4,097,139)</u>	<u>(3,847,139)</u>
		<u>11,193,709</u>	<u>4,507,892</u>

7 **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.

	Note	Unaudited September 30, 2024 Rupees	Audited June 30, 2024 Rupees
8 CASH AND BANK BALANCES			
Cash in hand		50,000	50,000
Balances with bank in savings account	8.1	<u>92,034,786</u>	<u>20,208,082</u>
		<u>92,084,786</u>	<u>20,258,082</u>

8.1 These represent savings accounts with a commercial bank carrying profit of 18.50% per annum (2023: 11.00% per annum).

9 **CASH AND CASH EQUIVALENTS**

Cash in hand	<u>92,084,786</u>	<u>20,208,082</u>
	<u>92,084,786</u>	<u>20,208,082</u>

	Unaudited September 30, 2024 Rupees	Unaudited September 30, 2023 Rupees
10 REVENUE		
Entrance fee from members	-	-
Annual subscription and application fee	4,000,000	4,362,500
Fees from Directors' Training Program	16,178,500	12,226,000
Fees from Specialized Workshops	2,682,000	4,721,000
Advisory fees for Board Evaluations	4,225,000	3,101,250
TDS Sponsorship and Tickets Revenue	9,884,627	-
	<u>36,970,127</u>	<u>24,410,750</u>

11 **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.

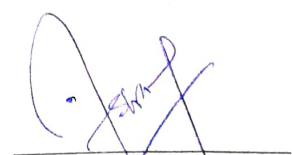
12 **DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were approved and authorised for issue on 30/10/24 by the Board of Directors of the Company.

13 **GENERAL**

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


Chief Executive Officer


Director