

**THE MULTAN CHAMBER OF COMMERCE AND INDUSTRY**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>ACCUMULATED FUND AND LIABILITIES</b>			
<b>Funds</b>			
Accumulated fund	4	59,712,810	44,179,411
<b>Capital reserves</b>			
Surplus on revaluation of freehold land and building	5	126,161,360	58,547,389
		185,874,170	102,726,800
<b>Current liabilities</b>			
Accrued and other liabilities	6	2,251,417	1,022,196
<b>Total accumulated funds and liabilities</b>		<b>188,125,587</b>	<b>103,748,996</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	7	136,532,143	69,499,834
<b>Current assets</b>			
Loans and advances	8	359,500	202,000
Tax refunds due from the Government	9	4,529,133	3,281,979
Cash and bank balances	10	46,704,811	30,765,183
		51,593,444	34,249,162
<b>Total assets</b>		<b>188,125,587</b>	<b>103,748,996</b>
<b>Contingencies and commitments</b>	11		

The annexed notes from 1 to 19 form an integral part of these financial statements.

**PRESIDENT**

**MEMBER EXECUTIVE COMMITTEE**

**SECRETARY GENERAL**

**THE MULTAN CHAMBER OF COMMERCE AND INDUSTRY**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
Gross receipts	12	26,394,799	17,192,450
Administrative expenses	13	(18,452,678)	(15,612,890)
Finance cost	14	(13,949)	(8,286)
Other income	15	7,350,640	3,831,124
Surplus for the year		15,278,812	5,402,398
<b>Other comprehensive income</b>			
Other comprehensive income for the year	5	67,868,558	-
<b>Total comprehensive income during the year</b>		<b>83,147,370</b>	<b>5,402,398</b>

The annexed notes from 1 to 19 form an integral part of these financial statements.

**THE MULTAN CHAMBER OF COMMERCE AND INDUSTRY  
STATEMENT OF CHANGES IN ACCUMULATED FUNDS  
FOR THE YEAR ENDED JUNE 30, 2024**

	<b>Capital Reserve - Surplus on revaluation of freehold land and building</b>	<b>Revenue Reserve - accumulated fund</b>	<b>Total</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
<b>Balance as at June 30, 2022</b>	58,815,376	38,509,026	97,324,402
Surplus for the year	-	5,402,398	5,402,398
Transfer to accumulated profits on account of incremental depreciation	(267,987)	267,987	-
<b>Balance as at June 30, 2023</b>	58,547,389	44,179,411	102,726,800
Surplus for the year	-	15,278,812	15,278,812
Other comprehensive income for the year	67,868,558	-	67,868,558
	67,868,558	15,278,812	83,147,370
Transfer to accumulated profits on account of incremental depreciation	(254,587)	254,587	-
<b>Balance as at June 30, 2024</b>	<b>126,161,360</b>	<b>59,712,810</b>	<b>185,874,170</b>

The annexed notes from 1 to 19 form an integral part of these financial statements.

**THE MULTAN CHAMBER OF COMMERCE AND INDUSTRY  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2024**

	<b>2024</b>	<b>2023</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Surplus for the year</b>	15,278,812	5,402,398
Adjustment for:		
Depreciation on property and equipment	867,148	933,419
Operating cash flows before movements in working capital	16,145,960	6,335,817
<b>Changes in working capital</b>		
(Increase) / decrease in current assets		
Loans and advances	(157,500)	250,000
Tax refunds due from the government	(1,247,154)	(772,213)
(Decrease) / increase in current liabilities		
Accrued and other liabilities	1,229,221	(815,254)
	(175,433)	(1,337,467)
<b>Net cash generated from operating activities</b>	15,970,527	4,998,350
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(39,899)	(576,170)
Proceeds from sale of property and equipment	9,000	-
Long term investments	-	15,000,000
<b>Net cash (used in) / generated from investing activities</b>	(30,899)	14,423,830
Net increase in cash and cash equivalents (A+B)	15,939,628	19,422,180
Cash and cash equivalent at the beginning of the year	30,765,183	11,343,003
Cash and cash equivalent at the end of the year	<b>46,704,811</b>	<b>30,765,183</b>

The annexed notes from 1 to 19 form an integral part of these financial statements.

**THE MULTAN CHAMBER OF COMMERCE AND INDUSTRY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**1 CORPORATE AND GENERAL INFORMATION**

**1.1 Legal status and operations**

The Multan Chamber of Commerce and Industry (MCCI) was registered in Pakistan as company limited by guarantee incorporated on September 15, 1959 under the Companies Act, 1913 (now Companies Act, 2017).

MCCI enjoys singular distinction of being the premier Chamber of Southern Punjab representing economic activities by virtue of its location in industrial and commercial companies of Southern Punjab and is affiliated with the Federation of Pakistan Chamber of Commerce and Industry. The objective of MCCI is to promote and protect the interest of Trade & Industry.

**Geographical location and address of the Company**

The registered office of MCCI is situated at Shahrah-e-Aiwane-e-Tijarat-o-Sannat, Multan.

**2 BASIS OF PREPARATION**

**2.1 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:

- Revised Accounting and Financial Reporting Standard for Small-Sized Entities (Revised AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017;
- Accounting Standard for Not for Profit Organizations (Accounting Standard for NPOs) 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 Revised AFRS for SSEs or the Accounting Standard for NPOs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**2.2 Basis of preparation**

These financial statements have been prepared under the historical cost convention without any adjustment for the effect of inflation or fair values, except for land and building which have been measured at revalued amount.

**2.3 Functional and presentation currency**

These financial statements are presented in Pak Rupees which is MCCI's functional currency.

**3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

**3.1 Property and equipment**

Property, plant and equipment are stated at written down value except for land and building which is stated at revalued amount. Depreciation is recognized as an expense and is determined by applying the reducing balance method at the rates prescribed in the note 7 to these financial statements, in order to write off the cost over the useful lives of the assets, except for Crockery and Cutlery which is depreciated by using the straight line method.

Surplus on revaluation of land and building is credited to the surplus on revaluation account. Revaluation is carried out with sufficient regularity to ensure that the carrying amount of assets does not differ materially from the fair value.

In respect of additions and disposals during the year, depreciation is charged for the whole year in which the asset is available for use and no depreciation is charged in the year of disposal.

Minor repair and maintenance expenditure are recognized in the year in which they are incurred but major repair and maintenance expenditure are capitalized. Gains or losses on the disposal of assets are recognized as an income in the year in which they are incurred.

### 3.2 Accrued and other liabilities

Liabilities in respect of accrued and other liabilities are carried at cost, which is the fair value of the consideration to be paid in future for goods and services received.

### 3.3 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of statement of cash flow, cash equivalents are short term highly liquid instruments that are readily convertible to known amounts of cash which are subject to insignificant changes.

### 3.4 Revenue recognition

Revenue from all sources of income are recognized on actual receipts basis.

	Note	2024 Rupees	2023 Rupees
<b>4 ACCUMULATED FUND</b>			
Opening balance		44,179,411	38,509,026
Surplus for the year		15,278,812	5,402,398
Incremental depreciation		254,587	267,987
Closing balance		<b>59,712,811</b>	<b>44,179,411</b>
<b>5 SURPLUS ON REVALUATION OF FREEHOLD LAND AND BUILDING</b>			
Land		53,455,644	53,455,644
Building		6,979,660	6,979,660
		60,435,304	60,435,304
<b>Surplus on revaluation during the year:</b>			
Land		56,000,000	-
Building		11,868,558	-
		67,868,558	-
<b>Incremental depreciation on buildings:</b>			
Opening balance		(1,887,915)	(1,619,928)
for the year		(254,587)	(267,987)
		(2,142,502)	(1,887,915)
		<b>126,161,360</b>	<b>58,547,389</b>
<b>6 ACCRUED AND OTHER LIABILITIES</b>			
Audit fee payable		75,000	63,000
Other payable	6.1	957,964	512,084
Payable to vendors		199,853	151,060
E.O.B.I payable		11,200	12,000
Advance from companies	6.2	333,000	277,000
Salaries payable		674,400	-
Tax payable on salaries		-	7,052
		<b>2,251,417</b>	<b>1,022,196</b>

**6.1** This represents amount received as donations to provide medicines, free education, food to needy people, and is maintained in separate bank account.

6.2 This represents amount received as advance from companies for visa letter recommendation fee and certificates attestation fee.

## 7 PROPERTY AND EQUIPMENT

Particulars	Cost / revalued amount			Accumulated depreciation			Net book value as at June 30, 2024	Rate	
	As at July 01, 2023	Additions / (Disposals)	Surplus on revaluation	As at June 30, 2024	As at July 01, 2023	Charge for the year			As at June 30, 2024
----- Rupees -----								%	
Freehold land	56,000,000	-	56,000,000	112,000,000	-	-	-	112,000,000	-
Building	12,621,200	-	11,868,558	24,489,758	2,855,156	488,302	3,343,458	21,146,300	5%
Furniture and fixtures	1,396,939	-	-	1,396,939	1,199,420	19,752	1,219,172	177,767	10%
Electrical appliances	7,019,105	39,899	-	7,050,004	4,277,744	276,326	4,554,070	2,495,934	10%
		9,000	-						
Vehicles	1,770,500	-	-	1,770,500	1,008,358	76,214	1,084,572	685,928	10%
Motor cycles	80,000	-	-	80,000	47,232	6,554	53,786	26,214	20%
	<b>78,887,744</b>	<b>30,899</b>	<b>67,868,558</b>	<b>146,787,201</b>	<b>9,387,910</b>	<b>867,148</b>	<b>10,255,058</b>	<b>136,532,143</b>	

### For comparative year

Particulars	Cost / revalued amount			Accumulated depreciation			Net book value as at June 30, 2023	Rate
	As at July 01, 2022	Additions / (Disposals)	As at June 30, 2023	As at July 01, 2022	Charge for the year	As at June 30, 2023		
----- Rupees -----								%
Freehold land	56,000,000	-	56,000,000	-	-	-	56,000,000	-
Building	12,621,200	-	12,621,200	2,341,154	514,002	2,855,156	9,766,044	5%
Furniture and fixtures	1,396,939	-	1,396,939	1,177,473	21,947	1,199,420	197,519	10%
Electrical appliances	6,442,935	576,170	7,019,105	3,973,148	304,596	4,277,744	2,741,361	10%
Vehicles	1,770,500	-	1,770,500	923,676	84,682	1,008,358	762,142	10%
Motor cycles	80,000	-	80,000	39,040	8,192	47,232	32,768	20%
	<b>78,311,574</b>	<b>576,170</b>	<b>78,887,744</b>	<b>8,454,491</b>	<b>933,419</b>	<b>9,387,910</b>	<b>69,499,834</b>	

7.1 On July 01, 2011, MCCI elected to measure its freehold land and building (Classified as property and equipment) using the revaluation model. Previous revaluation was carried out on June 30, 2018.

Latest revaluation of MCCI's freehold land, buildings was determined at June 30, 2024 by an independent professionally qualified valuer Sama Engineers Associates listed on the panel of the Pakistan Bank Association. The valuation is based on an open market value.

The activity in the property markets in which these assets are located provides observable market data on which reliable fair value estimates can be derived. In determining the valuation, the valuer refers to current market conditions and recent sales transactions of similar properties.

The forced sale value of the revalued freehold land and building has been assessed at Rs. 95.200 million and Rs. 17.974 million respectively.

## 8 LOANS AND ADVANCES

	2024 Rupees	2023 Rupees
Loans and advances to staff	609,500	452,000
Provision for doubtful loans and advances to staff	(250,000)	(250,000)
	<b>359,500</b>	<b>202,000</b>

	Note	2024 Rupees	2023 Rupees
<b>9 TAX REFUNDS DUE FROM GOVERNMENT</b>			
Opening balance		3,281,979	2,509,766
<b>Withholding tax deducted during the year on:</b>			
Profit from fixed deposits		963,782	512,596
Banks		132,955	143,389
Vehicles-GLI		1,750	1,750
Telephone bills		17,134	4,134
Electricity bills		131,533	110,344
		1,247,154	772,213
		<b>4,529,133</b>	<b>3,281,979</b>
<b>10 CASH AND BANK BALANCES</b>			
Cash in hand		14,005	7,707
Cash at banks:			
- current accounts		13,730,042	432,601
- deposit account	11.1	32,960,764	30,324,875
		<b>46,704,811</b>	<b>30,765,183</b>
<b>11.1</b>	Deposit account carried profit at the rate of 18% to 22 % (2023: 16.6% to 21.5 %) per annum.		
<b>11 CONTINGENCIES AND COMMITMENTS</b>			
There are no known contingencies and commitments as at June 30, 2024 ( 2023: nil).			
	Note	2024 Rupees	2023 Rupees
<b>12 GROSS RECEIPTS</b>			
Admission & membership fee		2,200,000	8,192,450
Annual subscription		15,292,000	2,829,000
Rental income		25,000	25,000
Visa letter recommendation fee		4,328,000	2,257,500
Certificates attestation fee		2,894,500	2,898,500
Membership card fee		407,799	-
Other contribution / donations		1,247,500	990,000
		<b>26,394,799</b>	<b>17,192,450</b>
<b>13 ADMINISTRATIVE EXPENSES</b>			
Salaries and other benefits		9,597,001	7,446,497
Utility charges		1,584,715	1,169,836
Printing and stationary		229,387	437,187
Entertainment		2,876,958	2,628,392
Legal and professional charges		321,425	383,486
Fee & subscription		68,200	64,228
Repair and maintenance		215,460	261,681
Audit fee		97,630	84,110
Travelling and conveyance		1,156,457	531,610
Rent charges		56,910	-
Depreciation charge	7	867,148	933,419
Advertisement / communication expenses		241,336	188,521
Vehicle insurance		36,450	36,450
Crockery & cutlery expenses		2,250	40,036
Computer & electric expenses		399,750	256,550
Newspaper, periodicals & postage		99,387	54,460
Daily allowance		69,000	33,999
Miscellaneous expenses		533,214	730,588
Media coordination charges		-	331,840
		<b>18,452,678</b>	<b>15,612,890</b>



	<b>2024</b> <b>Rupees</b>	<b>2023</b> <b>Rupees</b>
<b>14 FINANCE COST</b>		
Bank charges	<u>13,949</u>	<u>8,286</u>
<b>15 OTHER INCOME</b>		
Profit on fixed deposit account	-	2,981,272
Profit on bank deposits	7,290,539	807,639
Miscellaneous income	60,101	42,213
	<u>7,350,640</u>	<u>3,831,124</u>
	<b>2024</b>	<b>2023</b>
	<b>Executives</b>	<b>Executives</b>
<b>16 REMUNERATION OF EXECUTIVES</b>		
Basic salary	2,226,818	1,843,182
Medical allowance	222,682	184,318
	<u>2,449,500</u>	<u>2,027,500</u>
<b>Number of Executives</b>	<u>1</u>	<u>1</u>
<b>17 NUMBER OF EMPLOYEES</b>		
Number of employees as at June 30,	<u>11</u>	<u>11</u>
Average number of employees during the year	<u>11</u>	<u>11</u>
<b>18 DATE OF AUTHORIZATION</b>		
These financial statements were authorized for issue on September _____, 2024 by the executive committee of MCCI.		
<b>19 GENERAL</b>		
These financial statements have been rounded off to the nearest of Rupee.		