



The Institute of  
Chartered Accountants  
of Pakistan

CA  
PAKISTAN

# THE NORTHERN REGIONAL COMMITTEE

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ANNUAL REPORT 2018



(From Left to Right): Mr. Farooq Hameed, Mr. Ali Saif Cheema, Mr. Asad Feroze, Mr. Shahid Iqbal, Mr. Rafqat Hussain and Mr. Jehan Zeb Amin.

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# ABOUT THE NORTHERN REGIONAL COMMITTEE (NRC)

The Northern Regional Committee “The Committee” is formed under the Chartered Accountants Bye - Laws, 1983, The Committee is represented by six elected members: five members from Zone A and one member from Zone B. The Zone “A” of northern region comprises of the Province of Punjab and Federal Capital Territory while the Zone “B” comprises of Khyber Pakhtunkhwa, Northern & Tribal Areas and Azad Kashmir.

The Committee is obliged to support the ICAP’s council in achieving its aims and objectives, to make representation to the Council in connection with matters of professional and business interest in the region, to organize seminars, workshops, symposia and conferences for Continuing Professional Development of the members in the region, to maintain libraries and reading rooms for the use of the members and students in the region and to arrange for regular meetings and get together of the members.

## OUR MISSION

Our mission at NRC is to achieve excellence in facilitating continued professional development and learning; add value to personal competencies, professional growth and skills development : up-holding ethical conventions while recognizing the needs of professionals.

## MANAGEMENT

### **The Regional Committee**

Mr. Asad Feroze	Chairman NRC
M. Jehan Zeb Amin	Secretary NRC
Mr. Ali Saif Cheema	Chairman CASA, Chairman Practice Support Committee NRC
Mr. Farooq Hameed	Member NRC, Chairman Industry Placement Committee NRC
Mr. Rafqat Hussain	Member NRC
Mr. Shahid Iqbal	Member NRC, Convener CPD and Library North Zone B.

### **Auditor**

Syed Aftab Hameed

### **Bankers**

MCB Bank Limited, Silk Bank Limited, UBL Bank.  
Habib Metropolitan Bank, National Bank of Pakistan

# CPD COMMITTEES 2017 - 2018

## LAHORE

Farooq Hameed	(Chairman)	R. 3503
Ali Saif Cheema		R. 4881
Sohail Ahmed Nisar		R. 2992
Sajjad Hussain Gill		R. 3119
Muhammad Mubashar Bashir		R. 3142
Faisal Iqbal Khawaja		R. 3374
Muhammad Usman Hanif		R. 3439
Mustafa Ahmed Khan		R. 3856
Asad Ismail		R. 4584
Muhammad Ali Khan		R. 4903
Sajjad Iftikhar		R. 4909
Aleem Zubair		R. 5801
Aruj Ashraff		R. 6250
Saqib Riaz		R. 6364
Usman Ali		R. 6432
Mirza Zunair Zafar		R. 7302
Fouzia Quttab		R. 7409
Shafiq ur Rahman Bhatti		R. 7783
Talha Ahmed		R. 8073
Fahad Alamgir		R. 8403
Latif Ahmed Saqi		R. 8444
Ms. Ammara Shamim		R. 8615

## GUJRANWALA

Asjad Amin	(Chairman)	R. 5062
Iyaz Ahmed		R. 3736
Marryam Balouch		R. 4938
Waqas Firdaus		R. 5023
Muhammad Arslan Anwar		R. 7525

## FAISALABAD

Ahmed Jabbar	(Chairman)	R. 3440
Khan Mohammad		R. 2304
Muhammad Zeeshan Abid		R. 3909
Haroon Suleman		R. 5178
Muhammad Saqib Iqbal		R. 5827
Usman Ahsan		R. 5957
Usman Ghani		R. 6157
Ahsan Rasheed		R. 6693
Muhammad Labeeb Subhani		R. 7007
Bilal Khalid		R. 8525
Asif Ali		R. 8866

## MULTAN

Javed Anjum	(Chairman)	R. 3278
Talat Javed		R. 1861
Muhammad Waqas Khalid		R. 3194
Muhammad Zubair Mahmood		R. 5502
Ejaz Hussain		R. 6015
Kanwar Abid Ali		R. 7051
Asad Mustafa		R. 7295
Sultan Shahid		R. 7776

## PESHAWAR

Zeeshan Ali	(Chairman)	R. 3836
Shahid Iqbal		R. 4423
Muhammad Ahmad Shahid		R. 1943
Abdus Salam Jan		R. 3266
S M Arshad Hussain		R. 5152

## RAWALPINDI / ISLAMABAD

Jehan Zeb Amin	(Chairman)	R. 3437
Shibli Islam Rehan		R. 1495
Masoom Akhtar		R. 1954
Ravi Shankar		R. 2507
Asad Azam		R. 2636
Mohammad Anas Farook		R. 3082
Asad Rabbani		R. 3386
Khawar Mustafa		R. 4348
Bilal Khalid Khan		R. 4884
Muhammad Ahsan Shahzad		R. 5238
Syed Safdar Abbas Zaidi		R. 5515
Mudassar Ghulam Nabi		R. 6036
Kashif Zaman		R. 6381
Mursaleen		R. 6699
Naveed Amjad		R. 7488
Farhia Wajid		R. 7517

## LAHORE

Kamran Iqbal Butt	(Chairman)	R. 2453
Salah-Ud-Din		R. 2597
Fawad Ahmad		R. 3848
Muhammad Ali Qamar		R. 4288
Hafiz Abdul Rauf		R. 5280
Zanib Mubarik		R. 6322
Mian Bilal Zia		R. 6463
Shaukat Hussain		R. 7200
Shaffiqe Ur Rahman Bhatti		R. 7783
Sh. Muhammad Ali Wajid		R. 8937

## MULTAN

Muhammad Talib	(Chairman)	R. 2657
Muhammad Wasim Anwar		R. 5197
Muhammad Aamer Rasul		R. 5456
Hafiz Muhammad Arif		R. 7914

## FAISALABAD

Rana Muhammad Ather	(Chairman)	R. 2159
Muhammad Zeeshan Abid		R. 3909
Usman Ghani		R. 6157
Kashif Saleem		R. 7859
Bilal Ahmed		R. 8439
Waleed Afzal		R. 8536
Saad Manzoor Bhatti		R. 8740

## RAWALPINDI / ISLAMABAD

Masood Pervaiz	(Chairman)	R. 4212
Salman Amin		R. 3928
Muhammad Uzair		R. 4122
Saad Sohail		R. 5219
Rao Sabir Ali		R. 5326
Shahid Saud-UI-Hassan		R. 5775
Adil Farooq Qureshi		R. 5804
Atif Riaz		R. 7423
Fahad Bin Tufail		R. 7609
Mudassar Mehmood Malik		R. 8600

## PESHAWAR

Shuja-UI-Mulk	(Chairman)	R. 5352
Safdar Shabir Awan		R. 4746
Muhammad Asif Jamil		R. 5604
Ayesha Ahmad Murtaza		R. 4728
Eid Rehman		R. 8554
Ahsan ur Rehman		R. 9038

## GUJRANWALA

Sheikh Ghazanfar Mahmood	(Chairman)	R. 2286
Muhammad Iqbal		R. 3306
Shafaqat Ali		R. 4339
Umer Farooq		R. 7038
Shakir Saeed		R. 8262
Zafar Ullah		R. 8324

# Practice Support Committee of NRC ICAP 2017-18

Ali Saif Cheema Chairman R. 4881  
**Lahore**  
 Rafqat Hussain R. 5536  
 Asad Feroze R. 4882  
 Saqib Bashir R. 2184  
 Muhammad Ayub R. 2580  
 Faisal Iqbal Khawaja R. 3374  
 Osman Hameed Chaudhri R. 5938  
 Rizwan Bashir R. 2361  
 Nouman Razaq Khan R. 3001  
 Nadeem Butt R. 2875  
 Mohsin Nusrullah R. 3722  
 Muhammad Nasir Muneer R. 3641  
 Muhammad Daoud R. 3499  
 Aamir Shahbaz R. 5222  
 Ahmad Salman Arshad R. 6574  
 Aamer Waqar Chaudhry R. 2381  
 Syed Muhammad Hassan Ali R. 7119  
 Shahid Mehmood R. 4010

Aamir Younas R. 3583  
 Laeeq Ahmed Rana R. 4487  
 Hasnain Adam Ali R. 5628  
 Zeeshan Aslam R. 4015  
 Muhammad Asim Iftikhar R. 4582  
**Islamabad**  
 Zahid Farooq Convener R. 3988  
 Jehan Zeb Amin R. 3437  
 Chaudhury Ahmed Habib R. 1752  
 Ejaz Hussain Rathore R. 1789  
 Agha Mujeeb Ahmed Khan R. 3374  
 Shah Naveed Saeed R. 5938  
 Kamil Fatah R. 2361  
 Sharif Ud Din Khilji R. 3001  
 Zia Ullah R. 2875  
 Asad Azam R. 3722  
 Omer Adil R. 3641  
 Muhammad Faheem Piracha R. 3202

Imran Ilyas R. 1295  
 Mahmood Saeed R. 7382  
 Ghazanfar Nauman R. 5007  
 Asad Ijaz R. 4218  
**Faisalabad**  
 Mohammad Suleman Zahid Convener R. 0463  
 Ahmed Jabbar R. 3440  
 Hamid Masood R. 1811  
 Khan Mohammad R. 2304  
 Rana Muhammad Ather R. 2159  
 Junaid Subhani R. 4875  
 Usman Ghani R. 6157  
 Faheem Shaukat R. 6955  
**Multan**  
 Mohammad Younas Ghazi Convener R. 1213  
 Abdul Sattar R. 1879  
 Talat Javed R. 1861  
 Muhammad Waqas Khalid R. 3194



# Industry Members' Placement Committee of NRC ICAP 2017-18

Farooq Hameed	Chairman	R. 3503	Mansoor Zaighum	R. 4412	<b>Faisalabad</b>	
<b>Lahore</b>			Muhammad Imran Salik	R. 6764	Muhammad Tayyab	R. 7606
Ali Saif Cheema		R. 4881	Muhammad Raheel Farooq	R. 3346	Shah zaib	R. 8532
Asad Feroze		R. 4882	Muhammad Ali Rehmat	R. 7824	Ahsan Rasheed	R. 6693
Muhammad Farooq Wasi		R. 4471	Muhammad Azhar Nisar	R. 5040	Usman Ahsan	R. 5957
Fawad ul Hassan Zubairi		R. 4135	Muhammad Jehanzeb Zafar	R. 3698	Saad Waqas	R. 5405
Sheikh Muhammad Salmaan Ali		R. 5195				
Khawaja Eraj Pervaiz		R. 4589	<b>Islamabad</b>		<b>Member from abroad</b>	
Raza Nazir Khawaja		R. 4441	Jehan Zeb Amin	R. 3437	Mian Ahmad Farhan	R. 3148
Mustaqeem Talish		R. 7048	Salman Amin	R. 3928	Asif Iqbal	R. 4949
Zeeshan Malik Bhutta		R. 4844	Malik Mirza	R. 4471	Sheraz Abdullah	R. 5666
Amir Waheed Ahmed		R. 2045	Hammad Rabbani	R. 4127	Bilal Ahsan	R. 3512
Harris Mahmood		R. 4484	Imran Ashraf	R. 2359	Qamar Mohyud Din Sheikh	R. 4805
Omer Khan Ghaznavi		R. 5066	Ali Vijdan	R. 7504	Usman Arshad	R. 6601
Farrukh Munir		R. 8495	Muhammad Naveed Akhtar	R. 3297		
Faisal Ahmed Nisar		R. 2859	Muhammad Nadeem Farooq	R. 6713		
Muhammad Nasir		R. 6908	Mazhar Iqbal	R. 4930		
Sarmad Saleem		R. 3696				

## LIST OF DEMISED MEMBERS DURING THE YEAR

DURING THE YEAR SOME OF OUR MEMBERS LEFT US. THE INSTITUTE SHARES THE LOSS AND DEEPLY EMPATHIZES WITH THE PAIN OF THE FAMILIES OF THE FOLLOWING DEPARTED MEMBERS:

S-N	R-No.	NAME OF MEMBER	REGION
1	0078	IQBAL OMAR	North
2	0079	ABDUL HAMEED CHAUDHRI	North
3	0437	ZIA AHMAD SHEIKH	North
4	0444	ABDUL RAUF	North
5	0460	ZAHEER KHALID	North
6	0583	AFTAB AHMAD	North
7	1146	HASAN SAQIB	North
8	1500	IRFAN REHMAN MALIK	North
9	5497	USMAN AZIZ SHAH	North



# YEAR AT A GLANCE

## ICAP Conference 2018

### CPEC – Myth & Realities

The Institute of Chartered Accountants of Pakistan (ICAP) organized a conference on the theme, CPEC – Myths & Realities held on February 17, 2018 in a private hotel in Lahore. Federal minister for Interior/Planning, Development & Reforms Ahsan Iqbal honored the conference as chief guest. Asad Feroze, Chairman Northern Regional Committee welcomed the distinguished guests and speakers.

Riaz A. Rehman Chamdia, president ICAP spoke on the topic ICAP & CPEC – The value driver. He said, “China Pakistan Economic Corridor (CPEC) will help build a robust and stable economy in Pakistan and will create a significant opportunity for the country to revive its industry and advance its economic interests. It will also help in overcoming the psychological barriers to flows of foreign investment from other sources. Peace and prosperity can be achieved with economic advancement.”

Federal minister Ahsan Iqbal, highlighting the importance of the venture, said that CPEC offers Pakistan an excellent opportunity to upgrade basic infrastructure of all provinces as the corridor essentially passes through whole of Pakistan. New roads, highways, railways, airports and Gwadar port is to be built and developed according to the blue print of this ambitious project. Pakistan will be a major connecting link with various Asian economies.

Other speeches that set the tone of the conference were delivered by Abdul Razak Dawood, chief executive officer of Descon, Mr. Muhammad Saleem Ahmed Ranjha, Executive Director General, Board of Investment and Mr. Mustafa Syed, Executive Director - Pakistan China Institute.

One of the two panel discussions revolved around myths and realities of CPEC. Shahid Iqbal Khattak, Ex CFO KP Economic Zones Development and Management Company moderated the panel that comprised Dr. Shahid Rashid, executive director Center of Excellence CPEC, Hassan Daud Butt, Project Director/CPEC Coordinator, Zulfiqar Ali, Director BOI Punjab and Abdul Samie, Director CPEC BOI Islamabad.



Salman Amin, Senior Advisor Tariff, NEPRA Govt. of Pakistan talked about role of NEPRA in CPEC. Former governor SBP and ex dean Institute of Business Administration (IBA) Dr. Ishrat Hussain focused on making this mega project a success and suggested that the success of this program depends very much on the consensus, commitment, continuity and collaboration of the political parties, all the tiers of government, public sector organizations, private sector, military and civil society. Other plenary sessions addressed topics such as Role of Punjab Government in CPEC, Role of Pakistan China Chamber in CPEC and Security and Economic perspective of CPEC. S.M. Naveed, President Pak China Joint Chamber of Commerce and Industry briefly elaborated role of Pakistan china Chamber in CPEC.

The second panel discussion topic was Strategic matters of CPEC and impact of CPEC on Business Community and the panelists were Syed Yawar Ali, Chairman Nestle Pakistan Ltd., S.M. Naveed, - president Pakistan China Chamber of Commerce and Chinese businesspersons. Mr. Sajjad Iftikhar CIO Packages moderated the panel.

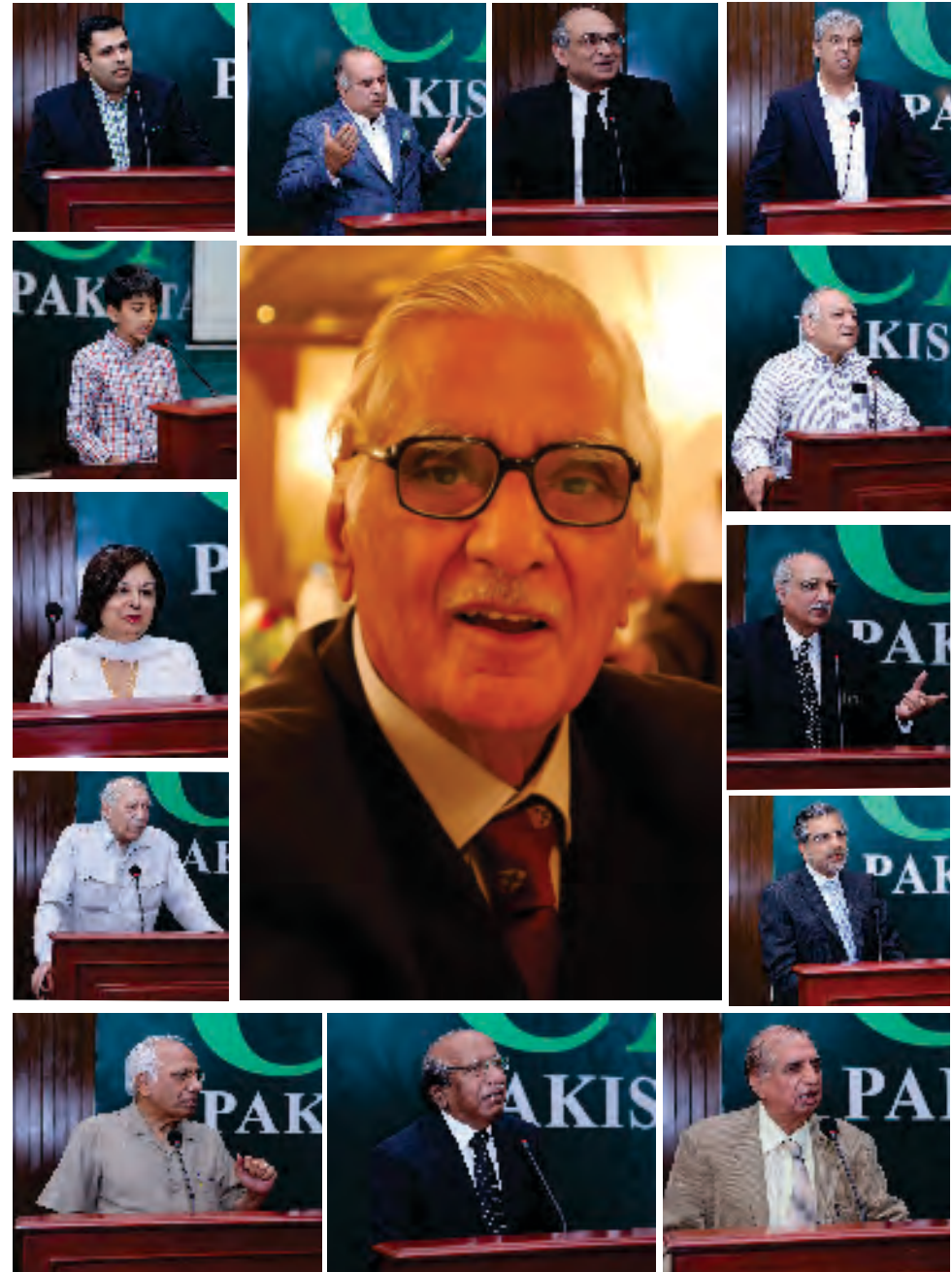
Dr. Salman Shah, former finance Minister and Dr. Jawad Syed, Dean SDSB LUMS talked about Economic Perspective of CPEC and A Critical Business Perspective on CPEC respectively.

Jafar Husain, Vice President ICAP, in his closing remarks, said that fully functional corridor promises huge employment opportunities in all sections of society. CPEC has a lot of investment in different power projects. The energy aspect has been termed the biggest breakthrough of the project. Jehanzeb Amin, Secretary NRC thanked the speakers, participants, sponsors and the team for their efforts in putting together a successful event.



# MEMORIAL OF MR. ABDUL HAMEED CHAUDHRI (LATE)

To honour the services for the profession rendered by Mr. Abdul Hameed Chaudhri FCA (late), Past President & Council Member of the Institute of Chartered Accountants of Pakistan, the Northern Regional committee of the Institute arranged a gathering on Thursday 29 March 2018 at 5 pm at ICAP House, Lahore. This event was attended by Council members, Past Presidents, family of late Mr. Abdul Hameed Chaudhri, his colleagues and professionals who had close association with him. We were taken aback by sudden departure of our legend Mr. Abdul Hameed Chaudhri from this world. May Allah Almighty bless his soul. Mr. Abdul Hameed Chaudhri was a great man, a wonderful intellect, a great soul of matchless courage, super successful professional, a mentor of mentors for over six decades, a great teacher, with unmatched diligence, a picture perfect role model for youngsters, biggest icon of profession of accountancy in Pakistan – very soft hearted, extremely humble person with a fine sense of humour. Mr. Abdul Hameed Chaudhri was a Fellow Member of the Institute of Chartered Accountants of Pakistan and Founding Partner of Hameed Chaudhri & Company, Chartered Accountants. His registration no was 79. He was born on 25 October 1933 in Khanewal Pakistan. He was one of the founder members of the Institute of Chartered Accountants of Pakistan. He had been in practice for sixty years, a record which is un-paralled. He served the Institute of Chartered Accountants as a Council Member for over 25 years and was elected President of the Institute in 1991-1992.



## ICAP BUDGET DIALOUGE 2018

The CPD Committee Lahore of Northern Regional Committee of ICAP with support of Committee of Fiscal Laws of ICAP organized a special session for show casing budget proposals of ICAP. The ceremony was graced by the Chief Guest Chairman Federal Board of Revenue Mr. Tariq Mahmood Pasha, Jafar Husain, Vice President ICAP, Council members of ICAP, past presidents of ICAP, members of Northern Regional Committee of ICAP and senior chartered accountants from industry, and practice. Moreover, there was an exclusive question and answer session with the Chief Guest regarding the upcoming budget.



## Special discussion session on “Tax Amnesty Scheme”

The Continued Professional Development Committee (CPD) of Lahore of Northern Regional Committee of ICAP organized a special discussion session on “Tax Amnesty Scheme”. The objective of the session was to shed lights on the introduced tax amnesty scheme, its legislation, voluntary declaration of Domestic Assets act 2018 and foreign assets act 2018 for the better understanding and clarifications of the members. Imran Afzal Past President ICAP and Muhammad Awais Council Member-ICAP were the panellist of the sessions and Asad Feroze, Chairman Northern Regional Committee was the moderator of the session. This session was live telecasted through Video Conferencing with ICAP House Islamabad, Faisalabad & Gujranwala.



## Tax Amnesty Scheme- Session with Chief Commissioner Inland Revenue- RTO II Lahore

In continuation of the session Special discussion session on “Tax Amnesty Scheme”. The exclusive session with Honourable Chief Commissioner Inland Revenue Asim Majid Khan was held on June 26, 2018. A good number of participants attended the session. The objective of this session was to address the various queries being raised by the members from different sectors about the new amnesty scheme 2018 and its legislation.





## POST-BUDGET SEMINAR

A post-budget seminar was held on May 04, 2018 at a local hotel in Lahore and was attended by chartered accountants, financial experts and industry stakeholders.

Rana Muhammad Afzal, Federal Minister for State of Finance was chief guest on this occasion. Jafar Husain - Vice President ICAP, Council members ICAP, Members of Northern Regional Committee of ICAP, Ashfaq Tola, Chairman Fiscal Laws Committee (Council member ICAP), Muhammad Awais, (Council member ICAP), Asim Zulfiqar Ali, Asad Feroze, Chairman Northern Regional Committee ICAP, Farooq Hameed, Chairman CPD Committee Lahore and senior chartered accountants from industry and practice were also present.



Minister of State for Finance, Rana Muhammad Afzal said that government has realized that they should now have proposals from all stakeholders' traders, chambers, exporters etc. before presenting budget. We had hundreds of meetings, he told.



In his opening remarks, Vice President ICAP Jafar Husain, discussed the federal government budget and hoped that this will help boost industries and economic activities.

Muhammad Awais, Council member ICAP delivered his presentation on direct taxes and Asim Zulfiqar Ali, Partner A.F. Ferguson shared his views on indirect taxes.



A panel discussion with seasoned professionals was moderated by Asad Feroze. Panelists included Asim Zulfiqar Ali, Muhammad Awais, Sohail Nisar and Mansoor Zaighum. The speakers presented the thoughts on conceptual and practical issues faced by the tax payers & practitioners.

Ashfaq Tola said that government has accepted all of their suggestions for budget. This year this budget is special for ICAP. Institute is one of the biggest stakeholders in budget, he added.

In his closing note, Farooq Hameed extended his appreciations to Chief Guest and panellists for their kind participation and praised the efforts of all the eminent speakers for making this event successful.



## Seminar on Companies Act 2017

A “Seminar on Companies Act 2017” was organized at a local hotel in Lahore by Northern Regional Committee of ICAP. The aim of this seminar was to educate members on newly inserted provisions of Companies Act 2017. More than 400 ICAP members attended this event and gained insights from subject experts and seasoned professionals. Nazir Ahmed Chaudhri, Vice President ICAP welcomed the audience and all speakers and panelists. Bushra Aslam, Executive Director SECP was the first speaker of the event. Next presentation was made by Iftikhar Taj Mian, Council Member ICAP. Then members listened to presentation made by Asad Feroze, Chairman NRC-ICAP. The fourth session was presented by Farrukh Rehman, Council Member ICAP. Fifth presentation was made by Rana Muhammad Usman Khan, Council Member ICAP. Last presenter was Zulfikar Akthar. These sessions were followed up with a very high profile moderated panel discussion to take corporate view and effects on businesses after introduction of Companies Act 2017. Panellists included Farrukh Ifzal, Syed Manzar Hasan, Muhammad Aqib Zulfiqar, and moderated by Sajjad Iftikhar.



## Seminar/Discussion on AUDITORS’ REPORT – A PARADIGM SHIFT

Seminar/discussion on AUDITORS’ REPORT – A PARADIGM SHIFT on Saturday 7 July 2018 at ICAP Auditorium, Lahore. The objective of this seminar was to discuss and clarify about the Auditors (Reporting Obligations) Regulations, 2018 through S.R.O. 558 (I)/201 issued on 26th April, 2018 by Securities and Exchange Commission of Pakistan. The session was chaired by Rana Usman Khan, Chairman Auditing Standards and Ethics Committee ICAP, Council Member. Presentation on Changes in Auditors’ report delivered by Nasir Muneer, Member Auditing Standards & Ethics Committee of ICAP followed by the Group Discussion – “Changes in Auditors’ Report’. The Panelists of the group discussion were Sohail Nisar, Osman Hameed Chaudhri, Farooq Hameed, Nasir Muneer. At the end of ceremony, mementos were presented to speaker & Panelists. Farooq Hameed, shared his thoughts in concluding remarks. The program was followed by Hi-Tea.



## ICAP Gold Medal & Certificate Distribution Ceremony 2018

Keeping alive the tradition of honouring its most illustrious and bright students, the Institute of Chartered Accountants of Pakistan (ICAP) held its Gold Medal and Certificates Distribution Ceremony titled 'Embracing the future' on March 30, 2018 at a local hotel at Lahore to honour the graduates of the year 2017.

The ceremony was graced by the Chief Guest Chief Justice LHC Mr. Justice Muhammad Yawar Ali, Riaz A Rehman Chamida, President ICAP, Jafar Husain, Vice President ICAP, Council members of ICAP, Past presidents of ICAP, members of Northern Regional Committee of ICAP and senior chartered accountants from industry, RAETS and practice. The Gold Medals and Certificates of Merit were conferred to qualified Students by the Chief Guest.

Praising performance of the Institute of Chartered Accountants of Pakistan, Chief Justice Lahore High Court Justice Muhammad Yawar Ali said that ICAP is continuing to support and facilitate not only its members but also the government, regulators, business community and judiciary in resolving financial disputes and detecting financial tax frauds.

ICAP President Riaz A Rehman Chamida, speaking on the occasion, said there are two types of people in the world, one who fear the future and the other who embrace it, but the latter always have glorious future. He said the whole world is open for the young CAs as they should not restrict themselves to only accountancy profession, but also to look at a lot of opportunities like bankers, practicing accountants, chief internal auditors, supply chains, and Information Technology etc. ICAP council member Rana Muhammad Usman, presenting the holistic overview of the Institute, its council, working, reputation and details of the different committees working for the betterment of the CA profession within a country and abroad. COO KASHF Foundation Kamran Azim was the Keynote speaker, he expressed his satisfaction at the level of technical knowledge acquired by the newly qualified chartered accountants. He emphasized that they should have full faith in their abilities and remains honest to themselves, to their profession and with Pakistan as whole.

Asad Feroze, Chairman Northern Regional Committee of ICAP highlighted the achievements and performance of ICAP and felicitated the students in his closing remarks. He urged the students to focus on integrity, accountability and hard work in the best interest of the nation and institute. He also appreciated the efforts of the families during this journey of the fresh graduate he ceremony honored the graduates and high achievers of the year 2017. More than 190 graduates were conferred with their certificates. This event was attended by more than 450 people and ended at dinner.



# YEAR AT A GLANCE

Northern Regional Committee organized various CPD activities held at ICAP Faisalabad as well as telecasted seminars through Video Conference. CPD committee Faisalabad arranged interactive seminars on various topics including Implications of Blockchain in the World of Finance, Special Discussion Session - Tax Amnesty Scheme 2018, Seminar on Post Budget 2018-19, Seminar on Introduction of Combined Incorporation Process & Post Incorporation Filing and Compliance requirements under Companies Act 2017, Seminar on Changes in Code of Corporate Governance & 4th & 5th Schedule, Seminar on Withholding Tax, Bemani Transactions (Prohibition) Act 2017 and Seminar on Companies Act 2017



## SAP EXTENDED END USER TRAINING

NRC ICAP conducted Extended SAP End User training for its members. A large number of registration application were received, however due to limited seats members were entertained on first come first serve basis. The training covered General Ledger, Accounts Payable, Accounts Receivable, Asset Accounting, Inventory related to FI and Cash & Bank. On the basis of successful sessions and high demand of this training NRC has planned series of training session at least once in each quarter. Training was conducted by Imran Jalil. He is SAP s/4 Hana certified financial consultant and has diversified experience in the fields of accounts, finance, tax, audit and system development. At the end of last session certificates were distributed among participants. NRC ICAP intends to hold such sessions for members in other cities and trainee students as well.





## GOLD MEDAL AND CERTIFICATE DISTRIBUTION CEREMONY 2018” at Marriott Hotel Islamabad

Indeed it's a matter of pride and joy to pass any level of Chartered Accountancy examinations. The joy and pride enhances many a fold when the final examination is passed and one is just a few steps away from writing golden words ACA with his / her name. Further, if you pass with laurels such as a merit certificate or a Gold Medal, the praise and acclamation is multiplied. In order to cherish the moments of joy and pride for the respective successful candidates and their proud parents/mentors, the Northern Regional Committee (NRC) of ICAP arranged a Gold Medal and Certificate Distribution Ceremony on March 12, 2018 at Marque Hall, Marriott Hotel, Islamabad. The theme for the evening was, “Embracing the Future.”

The Ceremony formally started with recitation of the Holy Quran. Jehan Zeb Amin Secretary Northern Regional Committee (NRC) along with Malik Omair, conducted the proceedings for the illustrious and jubilant evening. They welcomed and congratulated the graduates and their parents. The Vice president Jafar Husain in his address, congratulated the newly qualified members and their parents. He wished them to stay on the path of success.

Admiral Sandila, in his address, outlined the importance of perseverance, consistency, commitment, ethics, values, credibility and importance of time management in developing a distinguished career. He shared his personal experiences and effective habits with the new qualified members to achieve a successful career. He congratulated the successful examinees and also applauded their parents / mentors for nurturing the talent.

Iftikhar Taj, in his very lively and interactive session, helped the audience understand the role of ICAP and the responsibilities associated with transition from an ICAP student to an ICAP member. He also elaborated on various requirements of CA Ordinance, the history of ICAP, working of various functions of ICAP and the roles and composition of Council alongside the regional committees of North and South Zone.

President ICAP, Riaz A. Rehman Chamdia congratulated students on their success, wished them best for future and guided them to hold integrity and professionalism in high esteem throughout their careers. He narrated his valuable experiences of how to face challenging and conflicting situations in Chartered Accountancy profession and how to maintain professional ethics and integrity in such testing times.



Javaid Jehangir, Auditor General of Pakistan and the Chief Guest for the ceremony addressed the audience. He congratulated the newly qualified members and their parents for achieving the milestone of becoming Chartered Accountant.

Merit Certificates and Gold medals were distributed by Riaz A. Rehman Chamdia, President ICAP and Chief Guest Javaid Jehangir, Auditor General of Pakistan. Certificates to other successful candidates were distributed by the council members alongside senior members of the ICAP. The council members and senior members present at the occasion to distribute certificates included Muhammad Ali Latif - Council member ICAP, Rana Muhammad Usman - Council Member ICAP, Saifullah - Council Member ICAP, Iftikhar Taj - Council Member ICAP, Muhammad Awais - Council Member ICAP, Ashfaq Yousuf Tola - Council Member ICAP, Mukhtar Hussain Jaffery, Khalid Majid, Ijaz Akber, Muhammed Shahid Sadiq, Rashid Ibrahim, Muhammad Ahmed Ghazali Marghoob, Abdul Qadeer, Masoom Akhtar, Abdul Jamal Khan, and Syed Athar Hussain Zaidi.

To conclude the program, Riaz A. Rehman Chamdia, President ICAP and Chief Guest Javaid Jehangir, Auditor General of Pakistan presented mementos to the guest speakers and Organizing Committee of the Ceremony as a gesture of appreciation. Asad Feroze, Chairman NRC gave the vote of thanks and congratulated the newly qualified Chartered Accountants and their parents on this achievement whereas Jehan Zeb Amin drew the curtains for an illustrious evening with announcement of the National Anthem. The ceremony was followed by dinner.



# YEAR AT A GLANCE

## “POST BUDGET 2018-19” SEMINAR - ISLAMABAD

The Federal Budget 2018-19 announced on April 27, 2018. A budgetary process that functions well is crucial in development of sustainable fiscal policies and economic growth. Each budget do have some good initiative and have certain areas on which critics can debate on regarding rationale on various fiscal measures that are introduced or which should have been introduced. In quest for excellence the institute feels that the knowledge base of its members and stake holders should be kept up to date as to keep them aligned with emerging laws, trends and practices.

Keeping the significance of the subject matter in view, the CPD Committee Islamabad/Rawalpindi of the institute of Chartered Accountants of Pakistan (ICAP) has organized a “Post - Budget Seminar 2018-19” on Wednesday, May 02, 2018 at Marriott Hotel Islamabad to discuss & deliberate on the possible consequences of the 2018-19 budget. The session was started with welcome note by Jehanzeb Amin, Secretary NRC & Chairman CPD Committee Islamabad/ Rawalpindi.

The seminar was graced by Tariq Mahmood Pasha, Chairman FBR. The speakers for direct taxes were Asim Zulfiqar Ali Country Leader Tax and Legal Services & Partner A.F. Ferguson & Co – Chartered Accountants (a PWC Network member firm). The speakers for direct taxes were Muhammad Awais, Partner EY Ford Rhodes - Chartered Accountants and Council Member ICAP.

The presentations were very interactive First Speaker Asim Zulfiqar Ali, discussed on indirect taxes. His focused area was Finance bill 2018, Amendments proposed in sales tax and Federal Excise duty and Revamping of Alternative Dispute Resolution (ADR) Mechanism. The second speaker Muhammad Awais, discussed on direct taxes. His focused area was reduction in tax rates, super tax & tax on undistributed profits, restriction on purchase of certain assets, unexplained foreign income or assets, foreign income and asset statements, bonus shares and advance tax on foreign payments.

Tariq Mahmood Pasha, Chairman FBR, was also requested to express for brief presentations of their budget proposals and share related experiences. He emphasized the need for preparation of a balanced budget, and urged upon the balance between tax collection and that tax payers facilitation. Ashfaq Yusuf Tola, Council Member ICAP & Chairman Fiscal Laws Committee ICAP discussed on Taxpayers facilitation, issued for Sales Tax and FED, Group Taxation Benefits – Exemption from Tax deduction, Minimum Tax on Services and Concept of Group Taxation under sales tax.

All session were very informative and appreciated by the participants who raised various question to the panel of learned speaker.

Seminar was very well attended by ICAP members and Non Members.

At the conclusion of the Seminar, Mukhtar Hussain Jaffery, Chairman CPD committee along with ICAP council members Ashfaq Yousuf Tola, Jafar Husain, Vice President ICAP presented mementos to the worthy speakers. At the end, Jafar Husain Vice President ICAP extended the vote of thanks. The Seminar was followed by a dinner.



## SEMINAR ON “COMPANIES ACT 2017” ISLAMABAD

A seminar on the “Companies Act 2017” was held on Friday, October 20, 2017 at the Marriott Hotel Islamabad. The aim of this seminar was to educate members on newly inserted provisions of Companies Act 2017. More than 250 ICAP members attended this event and gained insights from subject experts and seasoned professionals. Nazir Ahmed Chaudhry, Vice President ICAP, welcome the audience, Speakers and panelists. The first Speaker was Jawed Hussain, Registrar Modaraba, SECP. He elaborated on the changes brought in Companies Act, 2017 regarding incorporation, name, memorandum/ articles of association. He also shared highlights of classification of companies, directors report, Audit, Quarterly Account, Restriction on non- cash transaction and Liabilities for undesired activities of the shareholders.

The other presentations were made by seasoned professionals and subject matter experts. Farrukh Rehman, Council member ICAP/Chairman Auditing Standards Committee ICAP elaborated on matters relating to investment in associate and related party transactions. He explained the concepts of related party, investment in associate, identification of related parties, approval of related party transactions and disclosures thereof. Sohail Malik, Director Technical Services ICAP. He explained the concept of Audit and Auditor’s related matters, Appointment of Auditors, Requirement of the Audit and Qualification and disqualification of the Auditors etc. Malik Mirza spoke on new provisions relating to corporate cases and changes. Asad Feroze, Chairman NRC-ICAP discussed the matters relating to Associations not for profit, free zone, real estate and inactive companies. He also shared draft regulations on real estate companies and potential challenges in compliance of the regulations for Associations not for profit. Rana Muhammad Usman Khan, Council Member ICAP explained provisions related to books of account, financial statement, consolidated financial statements, directors’ report and statement of compliance, surplus on revaluation of fixed assets etc.

The concluding session was a panel discussion moderated by Jehan Zeb Amin, Secretary NRC it focused on soliciting corporate view and effects on businesses after introduction of Companies Act 2017. The panelists Included Ather Saleem, Mansoor Khan, Saifullah Ghauri, Barrister at law, Saima Akbar Khattak, The vote of thanks was delivered by Rashid Ibrahim, senior Chartered Accountant.

The seminar was followed by Dinner.



# YEAR AT A GLANCE

## Family Dinner 2018 - Islamabad

As the spring season pops in, we not only seem to have breather from the concluded assignments of the preceding December year/period end assignments and the upcoming busy season for local fiscal year ending in June. In this intervening period there arises an opportunity to cherish some lighter moments of joy and happiness with our fraternity members. The Northern Regional Committee (NRC) in collaboration with CPD Committee Islamabad/ Rawalpindi took the opportunity to arrange an exclusive Members Family get together /Dinner followed by a musical evening on April 21, 2018 at the spacious venue of Sir Syed Memorial Society Islamabad. The aim of the event is to bring more integration and interaction amongst our worthy members and their families. A large number of members and their families participated in the event and enjoyed a lovely evening packed with quality food, series of activities for children, enchanting music, lighter moments with fraternity all complimented with an extremely pleasant weather.

The event included a sumptuous Dinner at the lawns of Sir Syed Memorial Society Islamabad. A variety of Children fun activities were also planned and were fully on the house these included Jumping Castle, Magic Show, Face Painting, Slides, Pop Corn and Candies. Further towards the end all children got a goodies bag which included a variety of sports and creative material.

Jehanzeb Amin, Secretary NRC & Chairman CPD Committee Islamabad/ Rawalpindi welcomed the members and their families. After the dinner and outdoor activities of the children, the guests assembled at the spacious auditorium of Sir Syed Memorial Society Islamabad. Firstly, they were fascinated by a magic show and thereafter other activities were conducted.

Throughout the event, lucky draws were also announced and members were presented with various exciting prizes which include a variety of quality items. Asad Feroze, Chairman NRC, Asad Azam, Salman Amin, Agha Mujeeb A Khan, Imran Ilyas, Zahid Farooq and other senior members distributed the prizes to the winners.

The event concluded with great applause for the performers and appreciation of membership for making their own event success and recognizing importance of fraternity. The NRC members along members of CPD Committee Islamabad/ Rawalpindi expressed gratitude to the membership and assured to live up to the members expectations in future events as well.



## ICAP Student Conference 2017

The Northern Regional Committee of The Institute of Chartered Accountants of Pakistan (ICAP) and CASA north organized ICAP Student Conference 2017. The theme of the conference was Thinking Global and was attended by more than 500 students of Chartered Accountancy profession, professionals from the fraternity of finance and business and council members of ICAP.

The event started with a tribute to Mr. Abdul Hameed Chaudhri, past President of ICAP. Asad Feroze, then Chairman CASA- North talked about the achievements of demise soul and a moment of silence was observed in his loving memory.

In his address Rashid Ibrahim, then council member ICAP stated that ICAP's professionals are an integral part of the industry and it is incumbent for the institute to cater to their needs and expectations.

Keynote speaker Jafar Husain-Principal Professional Academy of Commerce (PAC) in his address emphasized on soft skills for CAs; he said soft skills are very important for career growth. Mr. Jafar said soft skills are beyond communication and presentation; they include negotiation, self-motivation, leadership and many more.

Iftikhar Taj, spoke on importance of soft skills. He started with asking questions from audience and asked about soft skills. Iftikhar said that the top five skills are How to open the conversation, the art of listening, Critical Thinking, Feedback and How to close the conversation.

Sajjad Hussain Gill, then Chairman NRC ICAP, thanked all the speakers of first session for their presence and taking out time from their busy schedule to join the event.

Hamid Masood, Rana Usman Khan, Mohammad Awais and M.Ali Latif- Past NRC/CASA member talked about the legacy of CASA North and shared their stories of their student's life.

The topic of first panel discussion was "Opportunities for Pakistani Chartered Accountants". The panelist included Nasir Muneer, Salman Amin member-Tariff NEPRA and Fawad ul Hassan Zuberi. Moderator of the discussion was Sadia Shakoor. The panelist talked about the job opportunities in local and foreign market.

The topic of second panel discussion was "Effects of digital disruption on finance profession". Panelists include Jehanzeb Amin, Fawad Ahmad, Mustafa Ahmed Khan, Aqib Zulfiqar, Zeeshan Abid. Moderator of the discussion of Saqib Riaz. The panelist said that the digitalization have changed the requirement of the profession, they said that we have to change ourselves accordingly and adopt the changes.

Farooq Wasi, was a keynote speaker of the event. He spoke on motivation in personal and professional life. He said that thoughts are very important in life because thoughts leads to destiny and everyone have to watch their thoughts. He further said that sub conscious mind play very important role in our actions.



## MEETING WITH GOVERNOR PUNJAB

The Northern Regional Committee led by Chairman accompanied by members along with Executive Director of The Institute of Chartered Accountant of Pakistan (ICAP) called upon the Honourable Governor Punjab Malik Muhammad Rafique Rajwana in his office. Mr. Feroze briefed honourable Governor about various initiatives taken for the benefit of members. NRC members, Ali Saif Cheema and Rafqat Hussain also attended the meeting. Honourable Governor appreciated the role of ICAP in development of the economy and empowerment of youth by helping them to achieve the qualification of Chartered Accountancy. He also stressed that ICAP should play an active role in “ease of doing business” in Pakistan and suggestions might also be given in this regard.



## Seminar on “Agreed Upon Procedures-Working papers and Reporting”

The CPD Committee Peshawar arranged a Seminar on January 04, 2018 on the topic of “Agreed Upon Procedures-Working papers and Reporting”. The seminar was attended by about 20 members and students. The Speaker of the session, Qamar Ali Mumtaz, conducted the Seminar. The session was participatory and members gave their valuable input. The questions asked by the participants were answered by the speaker. A Memento was presented to Qamar Ali Mumtaz jointly by Council Member and NRC Member, Saifullah, and Shahid Iqbal Khattak, respectively. The session was followed by Hi-Tea.



## Seminar on Changes in 4th & 5th Schedule to Companies Act 2017

The CPD Committee Multan organized a seminar on Changes in 4th & 5th Schedule to Companies Act 2017 at ICAP Multan Office. The objective of this seminar is to clarify about the requirement of 4th & 5th schedule to companies Act, 2017. To meet the objective speaker of this event, Javed Anjum, (Chairman, CPD Committee, Multan & CFO of Mahmood Group of Industries, Multan) explained very well about the changes and its requirements. Sultan Shahid member of institute commenced the seminar by giving the brief overview about the event and topics. At the end of ceremony, memento was presented to keynote speaker by Younas Ghazi and Talat Javed, fellow members of the Institute. The program was followed by refreshment.

## Family Get Together –Multan

When members of a family meet so as to enjoy one another company and carry out some activities together as a family then this is what termed as a family get together. These days' people are busy in their work and education they never get to spend quality of time with their families and the only way of making them to be together for few hours is by holding a family get together. Due to the above purpose Northern Regional Committee of ICAP was organized a family get together on March 18, 2018 at Bar B Q Tonight, Multan.

The Event was attended by almost 70 people including ICAP members, Staff and families. The event was filled with entertainment for kids and adults. Each family was greeted with a goody bag containing gifts. To make the event more exciting there were various engaging activities. Children played games and have fun. Post lunch, the main attraction of the day was the mega lucky draw conducted by ICAP Members. . Jafar Husain, (Vice President ICAP), Asad Feroze (Chairman NRC), Muhammad Awais (Council member), Jehan Zeb Amin (Secretary NRC) and Rafqat Husain (Member NRC).



## Seminar on Companies Act 2017 and changes in Auditor's Report

The CPD Committee Multan of Northern Regional Committee of ICAP organized a seminar on Companies Act 2017 and changes in Auditor's Report at Ramada Hotel on Monday, June 25, 2018. The Seminar was attended by around 70 participants. The objective of this seminar is to clarify about the companies Act, 2017 and various changes in Auditor's report. To meet the objective all speakers explain very well about the changes. Baqir Islam member of ICAP commenced the seminar by giving the brief overview about the event and topics. Javed Anjum, Chairman CPD committee Multan give welcome note to all participants. One of the speakers of the seminar Muhammad Awais (Council Member – ICAP) gave detail presentation on changes in Companies Act, 2017 and the steps for adopting it. The second speaker Rana Muhammad Usman (council Member – ICAP and Chairman Audit committee ICAP) gave a crisp presentation on implementation of companies Act in Financial Statements. The third speaker Asad Feroze (Chairman NRC – ICAP) gave presentation on changes in Auditor report. A detail question answer session was conducted at the end of presentations. At the end of ceremony, mementos were presented to keynote speakers. Javed Anjum shared his thoughts in concluding remarks. The program was followed by Dinner.





# CASA NORTH ACTIVITIES

This year's Management Committee of the Institute of Chartered Accountants of Pakistan (ICAP), Chartered Accountants Students' Association-North (CASA-N) comprised of Ali Saif Cheema (Chairman), Asad Feroze (Nominee member-Zone A), Jehanzaib Amin (Nominee member- Zone A), Shahid Khattak (Nominee member-Zone B), Talha Saleem (General Secretary), Tayyeb Mushtaq (Treasurer), Muhammad Ahmad Salhotra (Elected member-Zone A), Muhammad Uzair Kashif (Elected member-Zone A) and Zeeshan Arish (Elected member-Zone B)

The Committee added notable value to the set pattern of activities of the preceding years aspiring sportsmanship, academic maneuver, social harmony, personality grooming and professional development of the students through its deliberation of innovative ideas.

The 1st Annual Sports Gala, a series of indoor sport activities, inaugurated in February 2018, with the view of encouraging female participation in sports. In March & April 2018, it was followed by the Ishfaq Ahmed / Rafaqat Babar inter- firm tape ball cricket tournament in Peshawar, Islamabad, Lahore and Faisalabad. This event was sponsored by PAC Group of Colleges and Rise School of Accountancy. Considering the quality of competition and enthusiasm within each city, CASA-North decided to take it to the national level and organized 1st CASA-North Champions' league in which all the winners & runner ups of the preceding cricket tournaments in the North region were invited to contest for the title of "the Champions in the North". Recently in September 2018, on constant demand of students, CASA-North also introduced the 1st inter- firm futsal bash. These sport activities were a true manifestation of skills and talent and it helped the students to unleash their potential as a sportsman.

Later, CASA-North played its part in providing students special assistance in exam preparations. In May 2018, CASA-North arranged exam focused revision classes of various subjects in order to help students plan their examinations efficiently. These classes covered effective examination tips and techniques, past paper analysis etc. Special consideration was given to IT MAC classes because it was expected to be the last attempt of the transition period. CASA-North acknowledged the fact that CA students are enriched with technical knowledge and experience. However, they lag behind others when it comes to personality differentiation and professional grooming. Therefore, CASA-North established the Students' Professional Development Committee (SPD) to set forth a path for students that lead them towards identifying their weaknesses and learn about the professional wisdom including personality differentiation.

In September 2018, the SPD committee of CASA-North introduced its first activity targeting the newly inducted trainee students. The seminar was designed to enlighten the students about the value of their first interactions and the significance of personality presentation in the professional world. The event was named as "The first impression- Welcome to the profession", with the objective of transforming a student into a professional.

Throughout the year CASA-North was supported by the sponsors specially PAC Group of Colleges. CASA-North is continuously bringing new initiatives for the benefit of the trainee students and is looking forward to an even more productive year ahead.



# CASA NORTH ACTIVITIES

Islamabad



Peshawar



Faisalabad



# CLASSIFICATION OF MEMBERS IN NORTHERN REGION

PAKISTAN			
CATAGORY	ACA	FCA	TOTAL
PUBLIC PRACTICE	91	375	466
EMPLOYED IN PRACTICE	428	77	505
AUTOMOTIVE	13	3	16
CEMENT / CERAMICS / GLASS	22	10	32
CHEMICALS/ PAINTS	10	8	18
COMMERCE AND INDUSTRY	63	42	105
CONSTRUCTION AND REAL ESTATE	27	11	38
CONSUMER GOODS	21	13	34
EDUCATION	43	18	61
ELECTRONICS AND ELECTRICAL GOODS	10	4	14
ENGINEERING	10	13	23
FERTILIZER / AGRICULTURE	27	19	46
FINANCIAL INSTITUTIONS / BANKS	63	38	101
FINANCIAL / MANAGEMENT CONSULTING	21	13	34
FOOD / BEVERAGES / TOURISM	39	22	61
GOVERNMENT	19	11	30
HEALTHCARE AND PHARMACEUTICAL	12	13	25
INFORMATION & COMMUNICATION TECHNOLOGY	89	13	102
NGOS / SOCIAL SERVICES	23	13	36
OIL AND GAS	36	39	75
POWER GENERATION AND DISTRIBUTION	21	16	37
SHIPPING AND MARINE	0	0	0
SUGAR AND ALLIED	5	10	15
TEXTILE / FASHION AND APPARELS	79	32	111
TRANSPORT / LOGISTICS / COURIER SERVICES	4	5	9
PRINT AND DIGITAL MEDIA / EVENT MANAGEMENT	13	8	21
MISCELLANEOUS	188	78	266
SENIOR MEMBERS	6	72	78
SUB TOTAL	708	976	2359
OUTSIDE OF PAKISTAN			
Public Practice	2	5	7
Employed in Practice	45	5	50
Other than Public Practice	591	431	1022
Senior Members	2	11	13
SUB TOTAL	640	452	1092
TOTAL	1348	1428	3451

# NOTICE OF THE ANNUAL GENERAL MEETING

## THE INSTITUTE OF CHARTERED ACCOUNTANTS OF PAKISTAN NORTHERN REGIONAL COMMITTEE

### NOTICE OF ANNUAL GENERAL MEETING

The 57<sup>th</sup> Annual General Meeting of the Members of the Northern Region of the Institute of Chartered Accountants of Pakistan will be held on Monday, October 15, 2018 at 5:00 pm at ICAP House Faisalabad.

### AGENDA

The proceedings of the meeting will commence with the recitation from the Holy Quran and will have the following agenda:

1. Confirmation of the minutes of the 56<sup>th</sup> Annual General Meeting.
2. Consideration and adoption of the Northern Regional Committee's report and financial statements together with the auditor's report thereon for the year ended June 30, 2018.
3. Any other business with the permission of the Chair.

\* The meeting will be followed by dinner



Jehan Zeb Amin - (FCA)  
Honorary Secretary

Lahore: October 1, 2018

**CHAIRMAN'S REPORT  
OF NORTHERN REGIONAL COMMITTEE  
FOR THE YEAR ENDED JUNE 30, 2018**

# CHAIRMAN'S REPORT OF NORTHERN REGIONAL COMMITTEE (NRC)

## FOR THE YEAR ENDED JUNE 30, 2018

I am pleased to report to my fraternity that this has been an amazing year and NRC took a giant leap by arranging its first ever full day conference for members on a very significant topic of CPEC (China Pakistan Economic Corridor). Enhancements in Continuous Professional Development (CPD) program was accomplished through strengthening of E-Learning, webinars by foreign accredited speakers, online CPD portal with much more than just hours of CPD was offered to membership in North. Furthermore, holding of family get togethers in all stations in North was also a hallmark for another year. NRC also held a memorial to recognize and honour services of our great chartered accountant and Past President ICAP Mr. Abdul Hameed Chaudhri.

Chartered Accountants (CA) are playing a vital role as not only by being the backbone of organizations in Finance and Accounting divisions but also as business advisors, strategists and forefront administrators. Today, CA's hold influential positions around the world as business leaders, decision-makers and trusted advisers, from the largest Corporations to listed companies and then to the most influential Governmental organizations. In a rapidly changing environment with stiff competition, the NRC provides a platform to the ICAP members in shape of CPD so as to enable them to keep abreast of these changes, broaden their skills and be more effective in their professional work and can add the value addition to the corporate arena around the world as the CAs in any organizations are responsible for shaping the business success.

### **ICAP CONFERENCE – CPEC- MYTHS & REALITIES**

NRC ICAP organized a conference on the theme, CPEC - Myths & Realities held on February 17, 2018 in a private hotel at Lahore. Federal Minister for Interior/Planning, Development & Reforms Government of Pakistan Mr. Ahsan Iqbal honored the conference as chief guest. The speakers included Mr. Riaz A. Rehman Chamdia, President ICAP, Dr. Ishrat Hussain Former governor SBP and ex dean Institute of Business Administration (IBA), Mr. Abdul Razak Dawood, Chief Executive Officer of Descon, Dr. Salman Shah, former Finance Minister, Dr. Jawad Syed Dean SDSB LUMS, Mr. Salman Amin, Senior Advisor Tariff, NEPRA Govt. of Pakistan, Mr. Muhammad Saleem Ahmed Ranjha, Executive Director General, Board of Investment apart from other high profile speakers and panelists. More than 500 (five hundred) members attended this conference. Indeed, NRC achieved a major milestone by successfully holding this conference. NRC would be holding conferences in future as well. ICAP got exclusive coverage of this event on electronic, print and social media.

### **MEMORIAL OF MR. ABDUL HAMEED CHAUDHRI**

Our Past President ICAP Mr. Abdul Hameed Chaudhri was a great man, a wonderful intellect, a great soul of matchless courage, super successful professional, a mentor of mentors for over 5 decades, a great teacher, with unmatched diligence, a picture perfect role model for youngsters, biggest icon of profession of accountancy in Pakistan -- and yet extremely humble person with a fine sense of humour and still very soft hearted. NRC humbly paid a tribute of members love and respect to late Chaudhri sb because he used his matchless success and fame for the good of mankind and especially for countless professionals. Family members, friends, colleagues, students of Mr. Abdul Hameed Chaudhri and members in large numbers attended this special session. They also paid their tributes to him.

### **CPD ACTIVITIES**

The core responsibility of the Northern Regional Committee (NRC) is to conduct trainings in the form of Continuous Professional Development (CPD) for the ICAP members for betterment of their knowledge and skills. CPD is a commitment by the members to continually update their skills and knowledge in order to remain professionally competent and achieve their true potential, combining unrivalled knowledge, skill and commitment, which empowers them to enable businesses, organizations, individuals and communities to achieve their financial and strategic goals with rigor, integrity and vision.

## **WEBINARS & E – LEARNING**

The E-Learning facilitates hassle free learning and has a potential of becoming a popular source of continuing professional development. It helps cater needs of members in a hassle free and in a very reasonable cost especially those residing abroad or in far flung areas and living in main cities of Pakistan as well. NRC facilitate members by providing an interactive website (<http://icap.knowledgenow.info>) to abreast themselves with the global best practices by watching recorded versions of our webinars from a repository of systematic available archives. NRC established an online repository of over 33 (thirty three) recorded webinars for ICAP members. Live webinars, which our members at times are unable to attend based on their other professional/personal commitments, can now easily access online via this portal at any given time enabling them to instantly earn CPDs. However, NRC strongly believes that members may attend our live or recorded webinars as it gives an opportunity to interact with world class speakers from the top IV league schools, such as, IMD, IE, Darden Business School, Rotman University, Carnegie Mellon, Virginia Tech and many more whom we telecasted live exclusively on our virtual platform to deliver exclusive webinars for our members. E-Learning is a big milestone that has achieved by Northern Regional Committee. The entire E - CPD activities, live webinars delivered by foreign speakers of accredited universities. This year live webinar topics included; “Entrepreneurship and the lean startup Methodology How to moves from ideas into Business”, “Performance Base Budgeting: Predictive Accounting”, “How finance team Become more Productive”, “Block Chain Recent Development, Beyond Crypto Currencies”. NRC intends to hold one live webinar every month.

## **SEMINAR ON COMPANIES ACT**

NRC in support of Auditing Standards & Ethics Committee of ICAP & SECP arranged awareness seminars on newly promulgated Companies Act 2016. These seminars were held in Lahore, Islamabad, Faisalabad and Multan. These seminars attracted members in large numbers and gained useful knowledge on new legislation. They also got a chance to gain answers to their queries first hand from SECP senior management.

## **ONE TO ONE SESSION WITH CHAIRMAN FBR**

NRC in support from Fiscal Laws Committee of ICAP held a pre budget discussion with an exclusive question and answer session with Mr. Tariq Mahmood Pasha Chairman Federal Board of Revenue (FBR). Members made most use of this special opportunity and got answers to many pertinent questions. They also got an opportunity to give recommendations directly to Chairman FBR on Federal Budget 2018-19.

## **TAX AMNESTY SCHEME**

NRC arranged a special session on Tax Amnesty Schemes as introduced by Parliament. This session was video casted live to all stations in North. It was an open discussion session and members got a wonderful opportunity to discuss matters not directly addressed by the law. Certain points were also clarified by experts and also multiple interpretations on certain points were also shared. In follow up to this session held at ICAP, NRC arranged a special session with Chief Commissioner FBR to get certain clarifications on Tax Amnesty Scheme as raised by members. More than forty (40) members attended this session in leadership of Chairman NRC. Members got answers to many queries in person from senior FBR representatives.

## **SAP EXTENDED END USER TRAINING**

NRC also conducted an extensive SAP extended end user training of 48 hours spanning six days with eight hours in each session. Six modules of SAP were completed by highly professional trainers. These were highly successful sessions and members appreciated this special training conducted by NRC. NRC has planned series of training sessions especially for young members at least twice a year.

# CHAIRMAN'S REPORT OF NORTHERN REGIONAL COMMITTEE (NRC)

## FOR THE YEAR ENDED JUNE 30, 2018

Various CPD activities were held in stations of Lahore, Islamabad, Peshawar, Faisalabad and Multan. Again this year in NRC accomplished trainers were invited by NRC to conduct Full day workshops, Trainings & Certification Courses. Many out of box themes were introduced this year including "Road to Success" Workshop on "IFRS-16", Workshop on "IFRS-15" Seminar on "Anti Money Laundering Act 2010" Workshop on "Fraud Investigation" "Alternate Dispute Resolution-ADR" Seminar on "Budget Dialogue 2018" "With Holding Taxation", "Changes in Corporate Governance", "Non Compliance with Laws & Regulations", "Introduction to Combined Incorporation process & Post Incorporation Filling and Compliance" etc. Post Budget Sessions were held in all stations and members in huge numbers attended these useful sessions. High profile guests including Rana Muhammad Afzal, Federal Minister for State of Finance, Mr. Tariq Mahmood Pasha, Chairman FBR, Industry leaders, Chief Commissioners & Commissioner's of Federal Board of Revenue (FBR) attended these sessions as guest of honour. We made sure that members had abundant CPD opportunities to gain useful knowledge and update them as well.

### **LIBRARIES**

Gaining Access to information and knowledge are fundamental for education and development necessary requirement for improving the quality of life for people living in regions. Libraries play rich role in the educational and research process. The Committee manages and operates libraries in various cities of the country in order to satisfy the needs of the members and the students in the academic area. NRC played a leading role in providing books to all libraries in North. During the year, efforts were made to ensure all books at all libraries are updated. Rules for usage of libraries (Lahore, Islamabad, Faisalabad, Peshawar, Gujranwala and Mirpur) were updated and enforced at respective locations. Special emphasis was given to maintenance of discipline in libraries. Moreover, instructions were passed for cleanliness and up keep of libraries to executive team.

### **ACHIEVING EXCELLENCE - CA GOLD MEDAL & CERTIFICATE DISTRIBUTION CEREMONY 2018**

Keeping alive the tradition of honoring its most illustrious and bright students, the Northern Regional Committee has successfully organized the Gold Medal and Certificate Distribution Ceremony of ICAP this year for the first time in two different cities of North, one at Lahore and second at Islamabad. It allowed an opportunity for new chartered accountants from different parts of Northern region to attend this ceremony. These ceremonies was attended by more than 1,500 people. These ceremonies were also graced by the Honourable Chief Justice Lahore High Court Lahore Mr. Justice Muhammad Yawar Ali, Mr Javaid Jehangir, Auditor General of Pakistan, Mr. Riaz A Rehman Chamida President ICAP, Admiral Retired Muhammad Asif Sandila, former Chief of Naval Staff of the Pakistan Navy, President ICAP, Mr. Jafar Husain, Vice President ICAP, Council members of ICAP, Past presidents of ICAP, members of Northern Regional Committee of ICAP and senior chartered accountants from industry, RAETS and practice. The Gold Medals and Certificates of Merit were conferred to qualified Students by the Chief Guest. These events were covered extensively by media as well.

### **INDUSTRY MEMBERS PLACEMENT COMMITTEE & PRACTICING MEMBERS SUPPORT COMMITTEE**

NRC decided to take practical steps for betterment of members and report members issues and concerns to the office bearers of ICAP and standing committees of the Council as per bye laws. Keeping this in mind, NRC formed a new committee for helping members to get better job opportunities in the industry and named it as "Industry Members Placement Committee". Two meetings of this committee were held during the year and many matters related to Industry members were discussed.

NRC also formed another new committee for helping members in practice to get together and discuss their issues, update their knowledge and sharing of information and proposed it as "Practicing members affairs Committee". It was also intended to report members issues and concerns to office bearers of ICAP and standing committees of the Council as per bye laws. Two meetings of this committee were held during the year and various issues of practicing members were deliberated. As a result of these deliberations, first representation was also sent to honourable Vice President ICAP with a recommendation to solve members' issues.



# CHAIRMAN'S REPORT OF NORTHERN REGIONAL COMMITTEE (NRC)

FOR THE YEAR ENDED JUNE 30, 2018

## **STRATEGY SESSION CPD & LIBRARIES**

NRC held a strategy session with all CPD Committee Chairs and Library Committee chairs (separately) of Lahore, Islamabad, Peshawar, Faisalabad, Multan and Gujranwala for the first time in an effort to look into real difficulties faced at local levels. Certain immediate steps were taken to address issues faced by members. Moreover, matters related to executive function were communicated to them for a quick resolution. The broader CPD guidelines were discussed and milestones were also agreed with chairs of respective cities.

## **ENGAGEMENT WITH GOVERNOR OF PUNJAB**

In an effort to engage with stakeholders, NRC members led by Chairman accompanied by members along with Executive Director of The Institute of Chartered Accountant of Pakistan (ICAP) called upon the Honourable Governor Punjab Malik Muhammad Rafique Rajwana in his office. Honourable Governor appreciated the role of ICAP in development of the economy and empowerment of youth by helping them to achieve the qualification of Chartered Accountancy.

## **ENGAGEMENT WITH TAX BAR ASSOCIATION**

Practice support committee of NRC invited newly elected office bearers of Lahore Tax Bar Association. Matters of mutual interest were discussed in this meeting. It was agreed that NRC events would be shared with tax bar members and tax bar events would also be shared with our members. Office bearers of tax bar also agreed to impart latest knowledge of case laws to our members.

## **NEW MEMBERS ORIENTATION WORKSHOPS**

NRC in collaboration with Council has conceived three day workshops for new chartered accountants in Lahore & Islamabad. These workshops would aim to focus on development of soft skills of members, enhancement & application of knowledge through case studies. Moreover, veterans in industry would explain stakeholder expectations. Leading chartered accountants in practice would discuss pros and cons of practice. Lastly, words of wisdom would be shared by legendary chartered accountants. These workshops would be held in September 2018.

## **SALES TAX ON SERVICES RATE REDUCTION BY PUNJAB REVENUE AUTHORITY**

NRC made representation before Punjab Revenue Authority (PRA) for reduction of rate of sales tax on services rendered by Chartered Accountants. PRA reduced rate of sales tax on services to 5% for third consecutive year due to untiring efforts of NRC.

## **MEMBERS' RECREATIONAL ACTIVITIES**

The NRC is also making effort in providing advanced socialization opportunities to the members and their families in shape of family get together and entertainment. The Northern Regional Committee (NRC) organized a members' family get together for all major stations including Islamabad, Multan, Faisalabad, Gujranwala, Peshawar and Lahore. These events were also attended by Council members and Regional Committee Members. These events included exciting and engaging activities for members' children i.e. Magic Show, Puppet Show, Face painting, Cartoon Characters, Jumping Castle, Musical Chairs, Quiz competition, live music etc. The events had sumptuous buffet lunch, delightful socializing and networking opportunities for members & their families. The members and their families actively participated and appreciated the efforts of NRC for organizing such events.

# CHAIRMAN'S REPORT OF NORTHERN REGIONAL COMMITTEE (NRC)

## FOR THE YEAR ENDED JUNE 30, 2018

### CHARTERED ACCOUNTANTS STUDENT ASSOCIATION – NORTH (CASA-N)

CASA North also performed exceptionally well this year and initiated many new activities for students. CASA North organized for first time arranged Champions League Cricket tournament in North involving Champion and Runner up teams from cities of Lahore, Islamabad, Peshawar and Faisalabad. It gave students an excellent opportunity belonging to different cities to play cricket with an exemplary sportsman spirit. A Sports Gala for the first time was also held by CASA North where students were given a chance to play six different sports in same vicinity were held at a local sports complex. CASA North organized CASA Cricket Tournament in all cities of North; an overwhelming response and positive feedback were received. Over thirty six teams from thirty eight chartered accountant firms participated in this activity and number of students from different firms visited and appreciated the event. CASA North held special revision classes physically at Lahore and Islamabad and were telecasted live through ICAP video Conferencing facility to students of Faisalabad, Multan and Peshawar. We are thankful to CASA North Committee members especially Mr. Ali Saif Cheema Chairman CASA North for enhanced activities during the year.

### THINKING GLOBAL- 2nd STUDENT CONFERENCE

The Northern Regional Committee of The Institute of Chartered Accountants of Pakistan (ICAP) and CASA North organized ICAP Student Conference 2017. The theme of the conference was "Thinking Global" and was attended by more than 500 students of Chartered Accountancy profession and professionals from the fraternity of finance and business apart from council members, regional committee members and past presidents of ICAP. ICAP students from Lahore, Islamabad, Rawalpindi, Peshawar, Faisalabad and Multan attended this conference.

### FINANCE AND ACCOUNTS

The financial statements depict a surplus of Rs. 2.016 million for the current year. During the year, Rs. 13.532 million was collected from members for the purpose of conducting conference, workshops, seminars, get togethers etc. While Rs 10.888 million was directly spent in holding above activities.

### CONDOLENCES

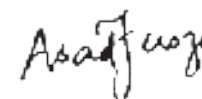
I would like to offer condolences to families of chartered accountants who left us during the year. Moreover, I would also like to offer condolences to Chartered Accountants who lost their loved ones during the year.

### ACKNOWLEDGEMENT

I would like to express my sincere gratitude and thanks to all the members, in general; and, those who served on various committees, in particular, for their extended support, dedication and help in carrying out informative, attractive and diverse activities through the year. I am thankful to all NRC members, Mr. JehanZeb Amin, Mr. Farooq Hameed, Mr. Ali Saif Cheema, Mr. Shahid Iqbal Khattak and Mr. Rafqat Hussain for making all out efforts during the year and also to previous Chairman NRC ICAP Mr Sajjad Hussain Gill who handed over charge to us and also making extra ordinary contributions to NRC affairs. Lastly, in this respect, CASA Management Committee as well as members and Chairs of CPD Committees at all stations North and Chairs of Library Committees of various cities merit to have my special thanks as well. I also would like to show appreciation on the contributions made by all the guest speakers in CPD seminars/ workshops and would look forward to having their participation in future events.

I take this opportunity to show my gratitude to the sincere support of respected President, Vice Presidents, Council Members, Past Presidents of ICAP, executive team members of ICAP for their valuable support for the smooth running of NRC affairs.

For and on behalf of the Committee



**Asad Feroze FCA**  
Chairman

9 July 2018  
Lahore

# CPD Event From 1st July 2017 to June 30, 2018

## MULTAN

Sr No.	DATE	SEMINAR NAME	SPEAKER NAME	CREDIT HOURS	VENUE
1	30-12-2017	Seminar on IRFS	Kanwar Abid Ali	2.5	ICAP Multan
2	10-02-2018	Seminar on Code of Corporate Governance	Javed Anjum	2.5	ICAP Multan
3	24-02-2018	Workshop on Fraud Investigation	Zeeshan Shahid, M. Sajid Ali	5	ICAP Multan
4	05-04-2018	Seminar on Withholding Taxes	-	3	VC
5	19-04-2018	Code of Corporate Governance Regulations	-	2	VC
6	26-04-2018	Non Compliance with Laws and Regulations	M. Sohail Malik	3	VC
7	28-04-2018	Seminar on Tax Amenity Scheme 2018	M. Younas Ghazi, Rashid Bashir	3	ICAP Multan
8	05-05-2018	Post Budget Seminar 2018-19	M. Awais, Asad Feroze	3	Shape Multan
9	25-06-2018	Companies Act 2017	Rana M. Usman, M. Awais, Asad Feroze	4	Ramada Multan
			<b>Total</b>	<b>28</b>	

## FAISALABAD

Sr No.	DATE	SEMINAR NAME	SPEAKER NAME	CREDIT HOURS	VENUE
1	22-06-2018	Special Discussion Session - Tax Amnesty Scheme 2018	-	2	VC
2	30-04-2018	Seminar on Post Budget 2018-19	M. Awais, Asim Zulfiqar Ali	4	Faisalabad
3	26-04-2018	Seminar on Introduction of Combined Incorporation Process & Post Incorporation Filing and Compliance requirements under Companies Act 2017	M. Awais, Iftikhar Taj, Rana. M. Usman	2	Faisalabad
4	19-04-2018	Seminar on Changes in Code of Corporate Governance & 4th & 5th Schedule	-	3	VC
5	05-04-2018	Seminar on Withholding Tax	-	3	VC
6	26-01-2018	Bemani Transactions (Prohibition) Act 2017	Syed Muhammad Ijaz	3	Faisalabad
7	09-12-2017	Seminar on Companies Act 2017	Jafar Hussain, Jawwad Hussain Iftikhar Taj Mian, Asad Feroze, Aamir Shahbaz, Farrukh Rehman, Rana M. Usman Khan Muhammad Awais	6	Faisalabad
			<b>Total</b>	<b>23</b>	

# CPD Event From 1st July 2017 to June 30, 2018

## LAHORE

Sr No.	DATE	SEMINAR NAME	SPEAKER NAME	CREDIT HOURS	VENUE
1	18-08-2017	Companies Act , 2017	Iftikhar Taj, Asad Feroze, Farrukh Rehman, Rana Mohammad Usman Khan, Zulfikar Akhtar, Syed Manzar Hasan CEO PEL, Aqib Zulfiqar CFO Wateen, Moderator: Sajjad Iftikhar, CIO Packages Group, Farrukh Ifzal	6.5	PC Hotel Lahore
2	29-08-2017	Road to Success- Your Journey Began Yesterday	Fakir Syed Aijazuddin	2.5	ICAP Lahore
3	07-10-2017	"Thinking Global" 2nd ICAP Students' Conference North	Nazir Ahmed Chaudhri, Iftikhar Taj Mian, Qamar-ul-Islam, Asad Feroze, Sajjad Hussain Gill, Hamid Masood, Rana Usman Khan, Muhammad Awais, Muhammad Ali Latif, Nasir Muneer, Salman Amin, Kamran Iqbal Butt, Fawad ui Hassan Zuberi, Moderator: Sadia Shakoor, Jehan Zeb Amin, Fawad Ahmed, Mustafa Ahmad Khan, Moderator: Saqib Riaz, Farooq Wasi	6	PC Hotel Lahore
4	02-11-2017	Seminar on "IFRS-16" With Practical Implementation Experience	Muhammad Najam ul Saqib	2.5	ICAP Lahore
5	16-12-2017	Seminar on "ANTI MONEY LAUNDERING ACT, 2010"	Syed Muhammad Ijaz	3.5	ICAP Lahore
6	13-01-2018	Work shop on "FRAUD INVESTIGATION"	Zeeshan Shahid, Asad Ismail	6.5	ICAP Lahore
7	03-02-2018	Work shop on "Alternate Dispute Resolution (ADR)"	Shahid Akhtat	3	ICAP Lahore
8	17-02-2018	CPEC Conference " MYTHS & REALITIES"	Dr. Ahsan Iqbal, Riaz A Rehman Chamdia, Salman Amin, Dr. Ishrat Hussain, Abdul Razak Dawood, Shahid Iqbal Khattak, Hassan Dawood, Abdul Samie	8	Avari Hotel Lahore
9	22-03-2018	ICAP Budget Dialogue 2018	Muhammad Awais, Rashid Ibrahim, Ashfaf Yousaf Tola, Asad Feroze.	3	Royal Palm Lahore
10	05-04-2018	Seminar on Withholding Taxation	Jehangir Ahmed, Sohail Ahmed Nisar, Kamran Iqbal Butt, Nadeem Butt, Mansoor Zaighum.	8	ICAP Lahore
11	07-04-2018	Extended SAP End User Training	Imran Jalil	48	ICAP Lahore
12	19-04-2018	Changes in Code of Corporate Governance & 4th & 5th Schedule	Ayesha Riaz, Rana M. Usman Khan, M. Ali Latif.	3	ICAP Lahore
13	26-04-2018	Non-Compliance with Laws & Regulations (NOCLAR)	Sohail Malik, Rana Muhammad Usman Khan, Iftikhar Taj, Nasir Muneer, Asad Feroze.	3	ICAP Lahore
14	10-05-2018	Incorporation filing and compliance	Ali Wahid Khan, SECP, Sidra Mansur, SECP Shahbaz Sarwar.	2.5	ICAP Lahore
15	04-05-2018	Post Budget Discussion 2018	Muhammad Awais, Asim Zulfiqar Sohail Ahmad Nisar, Mansoor Zaighum, Asad Feroze, Ashfaq Tola, Dr. Muhammad Iqbal Rana Muhammad Afzal	3	PC Hotel Lahore
16	22-06-2018	Tax Ammensty Scheme	Imran Afzal, M. Awais, Asad Feroze	3	Through VC
<b>Total</b>				<b>112</b>	

# CPD Event From 1st July 2017 to June 30, 2018

## ISLAMABAD

Sr No.	DATE	SEMINAR NAME	SPEAKER NAME	CREDIT HOURS	VENUE
1	20-10-2017	Companies Act , 2017	Farrukh Rehman, Rana Mohammad Usman Khan, Asad Feroze, Sohail Malik, Malik Mirza, Chief Guest :Zafar Abdullah , Chairman SECP, Nazir Ahmed Choudhry , Rashid Ibrahim, Saima Akbar Khattak Moderator: Jehanzeb Amin, Masoom Akhtar, Ather Saleem	8	Marriot Islamabad
2	16-01-2018	Listed Companies (Code of Corporate Governance) Regulations , 2017and Public Sector Companies (Corporate Governace Compliance) Guideline, 2013	Waseem Ahmed Khan, Additional Registrar of Companies law Division, SECP Amina Aziz, Director Corporate Supervision, SECP	3	ICAP House Islamabad
3	30-01-2018	Alternative Dispute Resolution (ADR)	Shahid Akhtar	3	ICAP House Islamabad
4	1-03-2018	Non - Compliance With Laws and Regulations	Session Chairman,Rana Usman Khan Speaker : Sohail Malik	3	ICAP House Islamabad
5	04-04-2018	Introduction of Combined Incorporation Process & Post Incorporation filing and compliance requirement under Companies Act, 2017	Shahzad Afzal Khan Additional Registrar SECP	2	ICAP House Islamabad
6	19-04-2018	Changes in Code of Corporate Governance & 4th and 5th Schedule to Companies Act 2017,	Abid Husain, ED SECP and Ayesha Riaz Director SECP	3	VC
7	20-05-2018	Post Budget Seminar	Muhammad Awais , Asim Zulfiqar Ali	3	Marriot Islamabad
8	15-05-2018	Zakat	Imran J. Aziz	3	ICAP House Islamabad
9	22-06-2018	Tax Ammensty Scheme	Imran Afza,M. Awais, Asad Feroze	2	VC
<b>Total</b>				<b>30</b>	

## WEBINAR

Sr No.	DATE	SEMINAR NAME	SPEAKER NAME	CREDIT HOURS	VENUE
1	12-08-2017	Entrepreneurship and the lean starup Methodology; How to moves from ideas into Business	Solon Moreira	1.5	Online
2	19-10-2017	Performance Base Budgeting : Predictive Accounting	Gray Cockin	1.5	Online
3	23-11-2017	How Finance Team Become More Productive	Neville Gaunt	1.5	Online
4	21-06-2018	Block Chain , Recent Development beyond Crypto Curriencies.	Gilles Hilary	1.5	Online
<b>Total</b>				<b>6</b>	

# CPD Event From 1st July 2017 to June 30, 2018

## PESHAWAR

Sr No.	DATE	SEMINAR NAME	SPEAKER NAME	CREDIT HOURS	VENUE
1	18-10-2017	Companies Act, 2017	Saqib Aslam, Deputy Registrar CRO, Peshawar	4	ICAP Peshawar
2	04-01-2018	Agreed Upon Procedures-Working Papers and Reporting	Qamar Ali Mumtaz	4	ICAP Peshawar
3	08-02-2018	Fraud Examination & Investigation White Collar Crime	Muhammad Quraish Khan	3.5	ICAP Peshawar
4	05-04-2018	Withholding Taxes	Jehangir Ahmed, Commissioner Inland Revenue	3	ICAP Peshawar
5	19-04-2018	Changes in Code of Corporate Governance & 4th and 5th Schedule to Companies Act 2017,	Abid Husain, ED SECP and Ayesha Riaz Director SECP	3	VC
6	26-04-2018	Non-Compliance with Laws & Regulations (NOCLAR)	Sohail Malik Director Technical Services, ICAP	3	VC
7	10-04-2018	Post Budget 2018-19	Aamir Javed Ahmad, Abdus Salam Jan	3.5	ICAP Peshawar
8	22-06-2018	Tax Amnesty Scheme, 2018	Imran Afzal, M. Awais, Asad Feroze	2	VC
9	26-06-2018	Tax Amnesty Scheme, 2018	Chief Commissioner RTO, Peshawar	3	KPCCI Peshawar
			<b>Total</b>	<b>29</b>	

## GUJRANWALA

Sr No.	DATE	SEMINAR NAME	SPEAKER NAME	CREDIT HOURS	VENUE
1	22-06-2018	Tax Ammensty Scheme	Imran Afzal, M. Awais, Asad Feroze	2	ICAP House Gujranwala
			<b>Total</b>	<b>2</b>	

# FINANCIAL STATEMENTS



# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

Syed Aftab Hameed, FCA  
Chartered Accountant,  
Amin Building 65-The Mall,  
Lahore.

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

### Opinion

I have audited the financial statements of THE INSTITUTE OF CHARTERED ACCOUNTANTS OF PAKISTAN – NORTHERN REGIONAL COMMITTEE (NRC), which comprises the statement of financial position as at June 30, 2018, and the statement of comprehensive income and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the NRC as at June 30, 2018, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) issued by International Accounting Standard Board (IASB) as notified by the SECP.

### Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISA) as applicable in Pakistan. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the NRC in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the NRC of the Institute of Chartered Accountants of Pakistan (the Code), and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

The management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS) issued by International Accounting Standard Board (IASB) as notified by the SECP, and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the NRC's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the NRC or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the NRC's financial reporting process.



# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

## Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA as applicable in Pakistan, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the NRC's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the NRC's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the NRC to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Lahore: 27 September 2018



Syed Aftab Hameed  
Chartered Accountant

# STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2018

	Note	2018	2017
		--- Rupees ---	
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment	6	2,068,135	890,662
Intangible assets	7	206,800	413,600
		<u>2,274,935</u>	<u>1,304,262</u>
<b>CURRENT ASSETS</b>			
Short-term investments	8	5,112,018	5,112,018
Advances and other receivables	9	55,743	99,600
Accrued profit	10	62,774	22,404
Income tax refundable	11	-	-
Cash and bank balances	12	2,275,502	1,123,138
		<u>7,506,037</u>	<u>6,357,160</u>
<b>CURRENT LIABILITIES</b>			
Creditors and other liabilities	13	1,169,762	1,016,668
<b>NET CURRENT ASSETS</b>		<b>6,336,275</b>	<b>5,340,492</b>
<b>LONG TERM LIABILITIES AND FUNDS</b>			
Deferred income			
Library Development Fund	14	375,496	425,817
Restricted Funds			
Library Development Fund	15	32,841	32,841
<b>CONTINGENCIES AND COMMITMENTS</b>			
NET ASSETS	16	<u>8,202,873</u>	<u>6,186,096</u>
<b>REPRESENTED BY</b>			
Accumulated Fund		<u>8,202,873</u>	<u>6,186,096</u>

The annexed notes 1 to 28 form an integral part of these financial statements.

Chairman

Honorary Secretary

# STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 --- Rupees ---	2017
<b>INCOME</b>			
Members' subscriptions		2,534,816	2,367,001
Members' programmes	17	13,177,476	4,331,475
Students Conference receipts		960,600	816,500
NRC Family get together contributions		355,000	728,300
Return on investments and saving accounts	18	364,943	316,767
Deferred capital grant released		50,321	54,591
Others-old credit balances written back		38,206	-
		17,481,362	8,614,634
<b>EXPENDITURE</b>			
Seminars, CPDs and CPEC conference	19	9,731,216	7,110,862
Cost on NRC Family get together	20	1,157,073	1,596,702
Students Conference expenses	21	1,135,118	1,287,552
Operating expenses	22	3,441,178	3,628,101
		15,464,585	13,623,217
Surplus / (deficit) of income over expenditure		2,016,777	(5,008,583)
Other comprehensive income		-	-
Total comprehensive surplus / (deficit) for the year		2,016,777	(5,008,583)

The annexed notes 1 to 28 form an integral part of these financial statements.

Chairman

Honorary Secretary

# STATEMENT OF CASH FLOWS

## FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
	--- Rupees ---	
Note		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Surplus / (deficit) for the year	2,016,777	(5,008,583)
Adjustment for non cash and other items:		
Depreciation	204,137	97,641
Amortization of intangible assets	206,800	206,800
Deferred capital grant released	(50,321)	(54,591)
Return on investment and saving accounts	(364,943)	(316,767)
Provision for doubtful recovery of income tax refundable	37,152	8,528
Old credit balances written back	(38,206)	-
Surplus / (deficit) before working capital changes	<u>2,011,396</u>	<u>(5,066,972)</u>
Effect on cash flows due to working capital changes		
Decrease in current assets:		
Advances and other receivables	43,857	404,600
Increase / (decrease) in current liabilities:		
Creditors and other liabilities	191,300	(279,368)
	<u>235,157</u>	<u>125,232</u>
Net cash generated from / (used in) operations	<u>2,246,553</u>	<u>(4,941,740)</u>
Income tax paid	(37,152)	(8,528)
Net cash generated from / (used in) operating activities	<u>2,209,401</u>	<u>(4,950,268)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition to property, plant and equipment	(1,381,610)	(26,176)
Addition to intangible assets	-	(620,400)
Return received on investment and saving accounts	324,573	311,055
Proceeds from sale of investment	-	4,000,000
Net cash (used in) / generated from investing activities	<u>(1,057,037)</u>	<u>3,664,479</u>
Net increase / (decrease) in cash and cash equivalents	1,152,364	(1,285,789)
Cash and cash equivalents at beginning of the year	1,123,138	2,408,927
Cash and cash equivalents at end of the year	<u>2,275,502</u>	<u>1,123,138</u>

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The annexed notes 1 to 28 form an integral part of these financial statements.

Chairman

Honorary Secretary

# STATEMENT OF CHANGES IN FUNDS

FOR THE YEAR ENDED JUNE 30, 2018

	Accumulated Fund --- Rupees ---
Balance as at July 1, 2016	11,194,679
Deficit for the year	(5,008,583)
Balance as at June 30, 2017	<u>6,186,096</u>
Surplus for the year	2,016,777
Balance as at June 30, 2018	<u><u>8,202,873</u></u>

The annexed notes 1 to 28 form an integral part of these financial statements.

Chairman

Honorary Secretary

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

### 1. THE COMMITTEE AND ITS OPERATIONS

The Northern Regional Committee (the Committee) has been constituted by the Council of the Institute of Chartered Accountants of Pakistan (Institute) under Section 20 of the Chartered Accountants Ordinance, 1961 to carry out the functions as laid down in bye-law 90 of the Chartered Accountants Bye-Laws, 1983. It comprises of the Province of Punjab, including Federal Capital known as Zone A and Khyber Pakhtunkhwa, Gilgit - Baltistan, Tribal Areas and Azad Jammu & Kashmir, known as Zone B. The registered address of the Committee is situated at ICAP House, 155-156 West Wood Colony, Thokar Niaz Baig, Raiwind Road, Lahore.

### 2. BASIS OF PREPARATION

#### 2.1 Statement of compliance

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of the International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as applicable in Pakistan and the requirements of the Chartered Accountants Ordinance, 1961 and the Chartered Accountants Bye-laws, 1983.

#### 2.2 Functional and presentation currency

These financial statements are presented in Pakistan Rupees, which is also the Committee's functional currency. All the financial information presented in Pak Rupee has been rounded-off to the nearest rupee unless otherwise specified.

#### 2.3 Basis Of measurement

These financial statements have been prepared under historical cost convention except as disclosed in the accounting policies here-in-below.

### 3. New Standards, Interpretations And Amendments To Published Approved Accounting Standards

#### 3.1 Amendments that are effective in current year but not relevant to the Committee

The Committee has adopted the amendments to the following approved accounting standards as applicable in Pakistan which became effective during the year from the dates mentioned below against the respective standard:

		Effective date (annual periods beginning on or after)
IAS 7	Statement of Cash Flows - Amendments resulting from the disclosure initiative	January 01, 2017
IAS 12	Income Taxes - Amendments regarding the recognition of deferred tax assets for unrealised losses	January 01, 2017
Other than the amendments to standards mentioned above, there are certain annual improvements made to IFRS that became effective during the year:		
Annual Improvements to IFRSs (2014 – 2016) Cycle:		
IFRS 12	Disclosure of Interests in Other Entities	January 01, 2017

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

### 3.2 Amendments not yet effective

The following amendments with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard:

	Effective date (annual periods beginning on or after)
Conceptual framework for Financial reporting 2018-Original Issue	March 2018
IFRS 2 Share-based Payment - Amendments to clarify the classification and measurement of share-based payment transactions	January 01, 2018
IFRS 4 Insurance Contracts - Amendments regarding the interaction of IFRS 4 and IFRS	9 January 01, 2018
IFRS 7 Financial Instruments : Disclosures - Additional hedge accounting disclosures (and consequential amendments) resulting from the introduction of the hedge accounting chapter in	IFRS 9 Applies when IFRS 9 is applied
IFRS 9 Financial Instruments - Reissue to incorporate a hedge accounting chapter and permit the early application of the requirements for presenting in other comprehensive income the 'own credit' gains or losses on financial liabilities designated under the fair value option without early applying the other requirements of	IFRS 9 January 01, 2018
IFRS 9 Financial Instruments - Finalised version, incorporating requirements for classification and measurement, impairment, general hedge accounting and derecognition.	January 01, 2018
IFRS 9 Financial Instruments - Amendments regarding prepayment features with negative compensation and modifications of financial liabilities	January 01, 2019
IFRS 10 Consolidated Financial Statements - Amendments regarding the sale or contribution of assets between an investor and its associate or joint venture	Deferred indefinitely
IAS 19 Employee benefits - Amendments regarding plan amendments, curtailments or settlements	January 01, 2019
IAS 28 Investments in Associates and Joint Ventures - Amendments regarding the sale or contribution of assets between an investor and its associate or joint venture	Deferred indefinitely
IAS 28 Investments in Associates and Joint Ventures - Amendments regarding long-term interests in associates and joint ventures	January 01, 2019
IAS 39 Financial Instruments: Recognition and Measurements-Amendments to permit an entity to elect to continue to apply the hedge accounting requirements in IAS 39 for a fair value hedge of the interest rate exposure of a portion of a portfolio of financial assets or financial liabilities when IFRS 9 is applied, and to extend the fair value option to certain contracts that meet the 'own use' scope exception	Applies when IFRS 9 is applied
IAS 40 Investment Property - Amendments to clarify transfers of property to, or from, investment property	January 01, 2018

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

The Annual Improvements to IFRSs that are effective from the dates mentioned below against respective standards:

Annual Improvements to IFRSs (2014 – 2016) Cycle:

IFRS 1	First-time Adoption of International Financial Reporting Standards	January 01, 2018
	Investments in Associates and Joint Ventures	January 01, 2018

Annual Improvements to IFRSs (2015 – 2017) Cycle:

IFRS 3	Business Combinations	January 01, 2019
IFRS 11	Joint Arrangements	
IAS 12	Income Taxes	
IAS 23	Borrowing Costs	

3.3 Standards or interpretations not yet effective

The following new standards have been issued by the International Accounting Standards Board (IASB), which have been adopted locally by the Securities and Exchange Commission of Pakistan effective from the dates mentioned below against the respective standard:

IFRS 9	Financial Instruments	July 01, 2018
IFRS 15	Revenue from Contracts with Customers	July 01, 2018
IFRS 16	Leases	January 1, 2019

The following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which have not been adopted locally by the Securities and Exchange Commission of Pakistan (SECP):

IFRS 1	First Time Adoption of International Financial Reporting Standards
IFRS 14	Regulatory Deferral Accounts
IFRS 17	Insurance Contracts

The effects of IFRS 15 - Revenues from Contracts with Customers and IFRS 9 - Financial Instruments are still being assessed, as these new standards may have a significant effect on the Company's future financial statements.

The Committee expects that the adoption of the other amendments and interpretations of the standards will not have any material impact and therefore will not affect the Committee's financial statements in the period of initial application.

#### 4. USE OF ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates / judgments and associated assumptions are based on historical experience and other factors including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.



# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised, if the revision affects only that period, or in the period of revision and future periods if the revision affects the both current and future periods. The areas where various assumptions and estimates are significant to the Committee's financial statements or where judgments were exercised in application of accounting policies are:

- Useful lives, residual values and depreciation method of property and equipment
- Useful lives, residual values and amortization method of intangible assets
- Impairment loss of non-financial assets
- Estimation of contingent liabilities
- Provision for doubtful receivables

## 5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these financial statements are set-out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

### 5.1 Property, plant and equipment –

#### Operating fixed assets

These assets are stated at cost less accumulated depreciation and impairment losses, if any. Subsequent costs are included in the assets' carrying amount or recognized as a separate asset, only when it is probable that future economic benefits associated with the item will flow to the Committee and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income as and when incurred.

Depreciation is charged on reducing balance method at the rates specified in note no. 6. Depreciation on additions to assets is charged from the day in which an asset is acquired while no depreciation is charged for the day in which the asset is disposed-off.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each financial year end. The effect of any adjustment to residual values and useful lives is recognized prospectively as a change in accounting estimate.

Disposal of assets is recognized when significant risks and rewards incidental to the ownership have been transferred to buyers and when the flow of economic benefits embodied in the assets is not expected from its continued use or sale. Gains and losses on disposal are determined by comparing the proceeds with the carrying amounts and are recognized in the statement of comprehensive income.

### 5.2 Intangible Assets

Intangible assets, which are stated at cost less accumulated amortization and impairment losses, if any, represent the cost of computer software. Costs associated with maintaining these assets are charged to the statement of comprehensive income as and when incurred, however, costs that are directly attributable to the identifiable asset and have probable economic benefits exceeding one year, are recognized as intangible asset.

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

All intangible assets are estimated to have definite useful lives and are amortized using the straight line method over a period of 3 years. Amortization on addition is charged from the day on which asset is available for use while no amortization is charged up to the day the asset is disposed-off.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each financial year end. The effect of any adjustment to residual values and useful lives is recognized prospectively as a change in accounting estimate.

### 5.3 Cash and cash equivalents

For the purposes of statement of cash flows, cash and cash equivalents comprise of cash in hand, balance with banks in current / saving accounts and other short term highly liquid investments that are readily convertible to known amounts of cash without any significant risks to change in value.

### 5.4 Restricted fund / Capital grant related to assets

Funds received directly as grants are classified as Restricted Funds / Grant Funds. Grants are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Committee will comply with all the attached conditions. Fair value signifies the amount received in cash.

Funds utilized for capital expenses i.e. to purchase or acquire long-term assets are transferred to the deferred capital grant account, with an amount equal to the annual charge for depreciation on assets purchased being released from this account and recognized as income and reflected as 'Deferred capital grant released' in the Statement of comprehensive income.

All other grants are recognized in the Statement of comprehensive income in the year of receipt. Expenses incurred out of Grant funds are reflected in the Statement of comprehensive income, with an equal amount being recognized as income and reflected as 'Grant utilized'

### 5.5 Creditors and other payables

Liabilities for creditors and other liabilities are stated at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Committee.

### 5.6 Provisions

Provisions are recognized when the committee has a present legal or constructive obligation as a result of past events, it is probable that an outflow of economic resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provisions are reversed.

### 5.7 Related party transactions

Parties are said to be related if they are able to influence the operating and financial decisions of the Committee. Transactions with related parties are based at arm's length at normal commercial rates on the same terms and conditions as applicable to third party transactions except, in rarely extreme circumstances, subject to the approval of Committee members, where it is in the interest of the committee to do so.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

## 5.8 Defined contribution plan

The ICAP operates an approved contributory provident fund for all its permanent eligible employees to which equal monthly contributions are made both by the Institute and the employees, at the rate of 10% of basic salary.

## 5.9 Operating segments

An operating segment is an identifiable component of the committee that engages in activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Committee's other components. Operating segments are reported in a manner consistent with the internal reporting structure.

## 5.10 Contingencies and Commitments

The assessment of the contingencies inherently involves the exercise of significant judgment as the outcome of the future events cannot be predicted with certainty. The committee, based on the availability of the latest information, estimates the value of contingent assets and liabilities which may differ on the occurrence / non-occurrence of the uncertain future events not wholly within the control of the Committee.

## 5.11 Financial instruments

Financial assets are recognized when the Committee becomes a party to the contractual arrangements of the financial instrument. Financial assets are short term investments, advances, accrued profit & other receivables and cash & bank balances. These are initially recognized at fair value plus transaction costs except for financial assets, stated at fair value through profit or loss, which are initially recognized at fair value and transaction costs are expensed in the statement of comprehensive income. Financial assets are derecognized when the rights to receive cash flows from the assets have expired or have been transferred; and the committee has transferred substantially all the risks and rewards of ownership thereto.

Financial liabilities are recognized according to the substance of the contractual arrangements entered into. Significant financial liabilities are the trade and other payables, accrued & other liabilities. A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expired.

Any gain or loss on the recognition and de-recognition of the financial assets and liabilities is included in the statement of comprehensive income for the period in which it arises.

### Types of Instruments

#### a) Held to Maturity

Financial assets with fixed or determinable payments and fixed maturities, where the committee's management has intention and ability to hold till maturity, are classified in this category.

#### b) Loans, advances and other receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These are stated at their nominal values net of any allowance for uncollectable amounts, which is the fair value of the consideration to be received in future.

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

### Off setting of financial assets and financial liabilities

A financial asset and financial liability is off set and the net amount is reported in the balance sheet if the Committee has a legally enforceable right to set off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

#### 5.12 Impairment

##### a) Impairment of financial assets

A financial asset is impaired when there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of asset and that event has an impact on the estimated future cash flows of financial asset that can be reliably estimated.

##### b) Impairment of non-financial assets

The carrying amounts of non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such indication exists, and where the carrying value exceeds the estimated recoverable amount, assets are written down to the recoverable amount. The resulting impairment loss is taken to the statement of comprehensive income.

#### 5.13 Revenue recognition

Revenue is recognized to the extent that the economic benefits will flow to the Committee and revenue can be reliably measured. Revenue from different sources is recognized on the following basis:

- Income from subscription, fee from members (including seminar / conference receipts / CPD activities) and from family get together is accounted for on receipt basis and when the related activities are held.
- Fee/Subscription receipts relating to periods beyond the current financial year are shown as fee received in advance and are recognized as income in the year to which these relate.
- Profit on investments is accrued on the basis of effective yield of respective investment.
- Profit on saving bank accounts is recognized on a time proportion basis using the applicable rate of return/interest.
- Grants and donations are accounted for on receipt basis.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

## 6. PROPERTY AND EQUIPMENT - TANGIBLE

	Furniture	Library Books	Office Equipment	Air Conditioners and Electrical Items	Vehicle	Total
			--- Rupees ---			
<b>OWNED</b>						
As at July 1, 2016						
Cost	932,910	1,242,887	390,874	235,531	-	2,802,202
Accumulated depreciation	(760,813)	(659,617)	(254,650)	(164,995)	-	(1,840,075)
Net book value	<u>172,097</u>	<u>583,270</u>	<u>136,224</u>	<u>70,536</u>	-	<u>962,127</u>
Year ended June 30, 2017						
Opening net book value	172,097	583,270	136,224	70,536	-	962,127
Additions	-	26,176	-	-	-	26,176
Depreciation charge for the year	(17,209)	(59,755)	(13,623)	(7,054)	-	(97,641)
Closing net book value	<u>154,888</u>	<u>549,691</u>	<u>122,601</u>	<u>63,482</u>	-	<u>890,662</u>
As at July 1, 2017						
Cost	932,910	1,269,063	390,874	235,531	-	2,828,378
Accumulated depreciation	(778,022)	(719,372)	(268,273)	(172,049)	-	(1,937,716)
Net book value	<u>154,888</u>	<u>549,691</u>	<u>122,601</u>	<u>63,482</u>	-	<u>890,662</u>
Year ended June 30, 2018						
Opening net book value	154,888	549,691	122,601	63,482	-	890,662
Additions	-	-	-	-	1,381,610	1,381,610
Depreciation charge for the year	(15,489)	(54,969)	(12,260)	(6,348)	(115,071)	(204,137)
Closing net book value	<u>139,399</u>	<u>494,722</u>	<u>110,341</u>	<u>57,134</u>	<u>1,266,539</u>	<u>2,068,135</u>
As at June 30, 2018						
Cost	932,910	1,269,063	390,874	235,531	1,381,610	4,209,988
Accumulated depreciation	(793,511)	(774,341)	(280,533)	(178,397)	(115,071)	(2,141,853)
Net book value	<u>139,399</u>	<u>494,722</u>	<u>110,341</u>	<u>57,134</u>	<u>1,266,539</u>	<u>2,068,135</u>
Depreciation rate (%)	10	10	10	10	20	

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

6.1 Depreciation related to grant assets and others are as follows:

	Grant Assets		Other Assets		Total	
	2018	2017	2018	2017	2018	2017
	--- Rupees ---					
Library books	46,855	50,739	8,114	9,016	54,969	59,755
Air Conditioners and electrical items	3,466	3,852	2,882	3,202	6,348	7,054
	50,321	54,591	10,996	12,218	61,317	66,809

7. INTANGIBLE ASSETS	2018 Rupees	2017 Rupees
Cost		
Balance as at July 01, 2017	620,400	-
Additions	-	620,400
Balance as at June 30, 2018	620,400	620,400
Less: Amortization		
Balance as at July 01, 2017	206,800	-
Adjustment for the year	206,800	206,800
Balance as at June 30, 2018	413,600	206,800
WDV as at June 30, 2018	206,800	413,600
Rate of amortization	33%	33%

7.1 This represents amount incurred on the designing and development of web portal for the purpose of e-learning. This amount will be amortized over the period of three years.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 Rupees	2017 Rupees
8. SHORT-TERM INVESTMENTS			
Held to maturity			
Certificates of Islamic Investments		<u>5,112,018</u>	<u>5,112,018</u>
<p>This represents 5 certificates, having face value of Rs. 1,000,000 each including accrued profit, as investment in Habib Islamic Certificates with a maturity period of one year and carries profit ranging from 4.5% to 4.65% per annum (2017: 4.5% to 4.65% per annum). This investment will mature on January 05, 2019.</p>			
9. ADVANCES AND OTHER RECEIVABLES			
Advances:			
Advance against expenses		-	99,600
Other Receivable:			
Receivable from SRC		<u>55,743</u>	-
		<u>55,743</u>	<u>99,600</u>
10. ACCRUED PROFIT			
Accrued profit on:			
Saving Bank Accounts		<u>62,774</u>	<u>22,404</u>
11. INCOME TAX REFUNDABLE			
Balance as at June 30,		277,757	240,605
Less: provision for doubtful of recovery	10.1	<u>(277,757)</u>	<u>(240,605)</u>
		<u>-</u>	<u>-</u>
11.1 The Council has recommended to make a provision for doubtful of recovery against the balance of income tax refundable in view of the fact that the chances of recovery / adjustment of this amount are bleak.			

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 Rupees	2017 Rupees
11.2 Reconciliation of provision for income tax doubtful of recovery			
Balance as at July 01,		240,605	232,077
Add: Provision for the year		37,152	8,528
Balance as at June 30,		<u>277,757</u>	<u>240,605</u>
12. CASH AND BANK BALANCES			
Cash-in-hand		82,369	50,906
Cash at banks in:			
Saving accounts	11.1	1,477,800	349,249
Current accounts		715,333	722,983
		<u>2,193,133</u>	<u>1,072,232</u>
		<u>2,275,502</u>	<u>1,123,138</u>
12.1 These saving bank accounts are placed under mark-up arrangements and carry profit rates ranging from 2.75% - 3.17% (2017: 4.5% - 6%) per annum.			
13. CREDITORS AND OTHER LIABILITIES			
Due to related parties	13.1	877,762	580,148
Advance membership fee		237,000	299,250
Audit fee		55,000	66,000
Others		-	71,270
13.1 This represents amounts payable to related parties namely Chartered Accountants Students Association (CASA) amounting to Rs. 754,957 (2017: Rs. 566,675) on account of share of CASA in the member fee and to the ICAP amounting to Rs. 122,805 (2017: Rs.13,473) on account of payment made on behalf of the Committee in the form of salaries and expenses.		1,169,762	1,016,668
14. DEFERRED INCOME - LIBRARY DEVELOPMENT FUND			
Library books	14.1	669,859	669,859
UPS for Islamabad library		52,300	52,300
		<u>722,159</u>	<u>722,159</u>



# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 Rupees	2017 Rupees
Less: Deferred income released until June 30, Opening balance		(296,342)	(241,751)
Amortization for the year (equivalent to depreciation charge)	6.1	(50,321)	(54,591)
Closing balance		<u>(346,663)</u>	<u>(296,342)</u>
		<u>375,496</u>	<u>425,817</u>
14.1 The movement in this head of account is as follows: Opening balance		669,859	643,683
Add: Grant utilized during the year		-	26,176
Closing balance		<u>669,859</u>	<u>669,859</u>
15. RESTRICTED FUNDS			
Total grant received	15.1	755,000	755,000
Less: Grant utilized until June 30, - treated as deferred income		<u>722,159</u>	<u>722,159</u>
		<u>32,841</u>	<u>32,841</u>
15.1 The Committee received a grant aggregating to Rs. 755,000 from the Council of the Institute of Chartered Accountants of Pakistan for renovation / upgradation of libraries in 2012 which is being transferred to deferred income on the acquisition of professional books.			
16. CONTINGENCIES AND COMMITMENTS			
The Committee is not exposed to any contingencies and commitments at the terminal date (2017: Nil).			
17. MEMBERS' PROGRAMMES			
This includes receipts from: Seminars and CPD activities		6,560,884	3,709,925
CPEC conference		6,365,250	-
E-learning / webinars		<u>251,342</u>	<u>621,550</u>
		<u>13,177,477</u>	<u>4,331,475</u>
18. RETURN ON INVESTMENTS AND SAVING ACCOUNTS			
Income from financial assets			
Profit on short term investments		282,446	271,808
Profit on saving bank accounts		<u>82,497</u>	<u>44,959</u>
		<u>364,943</u>	<u>316,767</u>

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

### 19. SEMINARs, CPDs AND CPEC CONFERENCE

	Lahore	Islamabad	Faisalabad	Peshawar	Multan	Total
			--- Rupees ---			
Refreshment	4,044,666	1,276,822	213,130	93,858	321,636	5,950,112
Speaker honorarium and shields	668,396	76,310	14,400	16,800	12,000	787,906
Printing stationery and postage	1,090,668	23,200	10,520	-	27,980	1,152,368
Traveling and related expenses	523,368	53,757	14,000	-	49,102	640,227
Photography video and multimedia	469,685	11,310	-	-	11,500	492,495
Hall rent	230,800	150,800	-	-	58,720	440,320
Other expenses	234,523	22,500	2,170	-	8,595	267,788
<b>JUNE 2018</b>	<b>7,262,106</b>	<b>1,614,699</b>	<b>254,220</b>	<b>110,658</b>	<b>489,533</b>	<b>9,731,216</b>
Refreshment	2,248,449	865,531	292,515	69,995	147,713	3,624,203
Speaker honorarium and shields	2,643,535	72,600	23,800	20,000	7,250	2,767,185
Printing stationery and postage	230,721	25,000	-	-	4,432	260,153
Traveling and related expenses	33,554	78,067	1,480	10,865	32,720	156,686
Photography video and multimedia	255,410	10,000	-	-	1,000	266,410
Hall rent	-	-	-	-	-	-
Other expenses	15,995	15,400	1,750	-	3,080	36,225
<b>JUNE 2017</b>	<b>5,427,664</b>	<b>1,066,598</b>	<b>319,545</b>	<b>100,860</b>	<b>196,195</b>	<b>7,110,862</b>

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

## 20. COST ON NRC FAMILY GET TOGETHER

	Lahore	Islamabad	Peshawar	Multan	Gujranwala	Total
	--- Rupees ---					
Refreshment	240,000	141,633	-	87,845	<b>72,994</b>	542,472
Musical / Magic show	53,000	255,000	-	13,000	-	321,000
Hall Rent	-	88,000	-	-	-	88,000
Printing / Postage	5,625	10,000	-	-	-	15,625
Children activity	30,875	60,000	18,030	37,231	<b>5,880</b>	152,016
Photography video and multimedia	3,500	3,500	-	2,500	-	9,500
KITS and ground booking	-	-	-	-	-	-
Others	6,250	16,150	-	900	<b>5,160</b>	28,460
<b>JUNE 2018</b>	<b>339,250</b>	<b>574,283</b>	<b>18,030</b>	<b>141,476</b>	<b>84,034</b>	<b>1,157,073</b>

	Lahore	Islamabad	Peshawar	Multan	Gujranwala	Total
	--- Rupees ---					
Refreshment	250,860	475,612	81,000	254,295	-	1,061,767
Musical / Magic show	54,000	60,780	-	-	-	114,780
Hall Rent	-	-	-	-	-	-
Printing / Postage	-	-	-	-	-	-
Children activity	19,400	86,900	58,610	5,000	-	169,910
Photography video and multimedia	12,900	6,250	-	-	-	19,150
KITS and ground booking	-	-	-	201,095	-	201,095
Others	30,000	-	-	-	-	30,000
<b>JUNE 2017</b>	<b>367,160</b>	<b>629,542</b>	<b>139,610</b>	<b>460,390</b>	<b>-</b>	<b>1,596,702</b>

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 Rupees	2017 Rupees
21. STUDENTS CONFERENCE EXPENSES			
Refreshment		589,628	621,412
Speaker honorarium shields and giveaways		180,550	220,600
Printing, stationery and postage		37,460	102,900
Traveling and related expenses		76,000	100,190
Photography video and SMD Multimedia		237,835	240,850
Others		13,645	1,600
		<u>1,135,118</u>	<u>1,287,552</u>
22. OPERATING EXPENSES			
Salaries and allowances	22.1	1,878,967	1,631,968
Printing and stationery		240,000	156,484
Meeting expenses		64,967	580,344
Traveling and conveyance - Members and staff		603,130	771,559
Auditors' remuneration	22.2	55,000	76,000
Repairs and maintenance		6,295	90,213
Insurance		16,473	-
Vehicle running expenses		104,514	-
Bank charges		23,742	8,564
Provision for income tax refundable doubtful of recovery	11.1	37,152	8,528
Depreciation		204,138	97,641
Amortization		206,800	206,800
		<u>3,441,178</u>	<u>3,628,101</u>
22.1 Salaries and allowances include contribution to provident fund amounting to Rs. 58,812 (2017: Rs. 49,848).			
22.2 Auditors' remuneration			
Audit fee		55,000	66,000
Out of pocket expenses		-	10,000
		<u>55,000</u>	<u>76,000</u>

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

## 23. OPERATING SEGMENT RESULTS

The committee was engaged into the following main activities:

- (i) Seminar & CPD Activities
- (ii) NRC Family Get-together
- (iii) Student Conference
- (iv) E- learning Seminars
- (v) CPEC conference

	Seminar & CPD Activities		NRC Family Get-together		Student Conference		E- Learning / webinars		CPEC Conference		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Receipts	6,560,884	3,709,925	355,000	728,300	960,600	816,500	251,342	621,550	6,365,250	-	14,493,076	5,876,275
Others - unallocated income												
Share in membership fee											2,534,816	2,367,001
Amortization of Deferred Income											50,321	54,591
Old credit balances written back											38,206	-
Return on investments and saving accounts											364,943	316,767
											<u>2,988,286</u>	<u>2,738,359</u>
<b>Total Income</b>											<u>17,481,362</u>	<u>8,614,634</u>
Expenditure												
Refreshment	4,321,069	3,624,203	542,472	1,061,767	589,628	621,412	-	-	1,629,043	-	7,082,212	5,307,382
Speaker honorarium and shield	506,586	905,450	-	-	180,550	220,600	-	1,677,500	159,900	-	847,036	2,803,550
Printing stationery and postage	205,568	260,153	15,625	-	37,460	102,900	-	-	946,800	-	1,205,453	363,053
Travelling and related	203,626	156,686	-	-	76,000	100,190	-	-	436,601	-	716,227	256,876
Photography video and multimedia	253,460	266,410	9,500	19,150	237,835	240,850	-	-	239,035	-	739,830	526,410
Hall rent	440,320	36,225	88,000	-	-	-	-	-	-	-	528,320	36,225
Others	65,550	-	28,460	401,005	13,645	1,600	-	4,235	202,238	-	309,893	406,840
Hosting charges	-	-	-	-	-	-	121,420	180,000	-	-	121,420	180,000
Magic show/ Childern activity	-	-	473,016	114,780	-	-	-	-	-	-	473,016	114,780
<b>Total expenditure</b>	<u>5,996,179</u>	<u>5,249,127</u>	<u>1,157,073</u>	<u>1,596,702</u>	<u>1,135,118</u>	<u>1,287,552</u>	<u>121,420</u>	<u>1,861,735</u>	<u>3,613,617</u>	<u>-</u>	<u>12,023,407</u>	<u>9,995,116</u>
Segment results - surplus / (deficit)	<u>564,705</u>	<u>(1,539,202)</u>	<u>(802,073)</u>	<u>(868,402)</u>	<u>(174,518)</u>	<u>(471,052)</u>	<u>129,922</u>	<u>(1,240,185)</u>	<u>2,751,633</u>	<u>-</u>	<u>5,457,955</u>	<u>(1,380,482)</u>
Operating expenses											<u>3,441,178</u>	<u>(3,628,101)</u>
Surplus / (deficit) for the year											<u>2,016,777</u>	<u>(5,008,583)</u>

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

### 24. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

#### Financial Risk Factors

The Committee's activities expose it to a variety of financial risks such as market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Committee's overall risk management focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Committee's financial performance. These risks may briefly be discussed as under:

#### 24.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: currency risk, interest rate risk and equity price risk.

##### a) Foreign currency risk

Foreign currency risk arises mainly where receivables and payables exist due to transactions entered into in foreign currencies. The Committee is not exposed to any currency risk at the terminal date.

##### b) Interest rate risk

Interest rate risk is the risk that fair values or future cash flows of a financial instrument will fluctuate because of changes in interest rates. Sensitivity to interest rate risk arises from mismatch of financial assets and financial liabilities that mature or re-price in a given period. The short term investments and bank deposits in profit and loss accounts by the committee has variable rate pricing . The Committee's financial instruments at the reporting date are as follows:

	Note	2018 Rupees	2017 Rupees
Short term investments	8	5,112,018	5,112,018
Bank balances	11	<u>1,477,800</u>	<u>349,249</u>
		<u>6,589,818</u>	<u>5,461,267</u>

The effective interest rates on these financial instruments are mentioned in the relevant notes to these financial statements.

#### Cash flow sensitivity analysis for variable rate instruments

If interest rates at the year end date, fluctuates by 1% higher / lower with all other variables remained constant, surplus / (deficit) would have been increased / (decreased) by Rs. 65,898 (2017: Rs. 54,613).

##### c) Equity Price risk

Equity Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in stock market prices. At the reporting date the Committee's activity does not expose it to any type of such risk.

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

## 24.2 Liquidity risk

The Committee maintains cash and cash equivalent balances to manage working capital requirements and, therefore, it does not have significant liquidity risk. Cash flows are projected on monthly basis to closely monitor the liquidity need of the Committee and excess fund is then invested in line with the forecast requirements. The contractual maturities of financial liabilities are as follows:

Particulars	Note	Carrying amount	Contractual cash flows	Less than one year
			--- Rupees ---	
June 30, 2018				
Creditors and other liabilities	15	932,762	932,762	932,762
June 30, 2017				
Creditors and other liabilities		717,418	717,418	717,418

## 24.3 Credit Risk

Credit risk represents the risk of a loss if the counter party fails to discharge its obligation and cause the other party to incur a financial loss. The Committee attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing their credit worthiness.

Credit risk primarily arises from receivables, investment and balances with banks. Credit risk on bank balances is limited as the counter parties are banks with reasonably high credit ratings. The maximum exposure to credit risk as at June 30, 2018 along with comparatives is tabulated below:

	Note	2018 Rupees	2017 Rupees
Short term investments	8	5,112,018	5,112,018
Accrued profit and other receivables	9	118,517	22,404
Bank balances	11	2,193,133	1,072,232
		<u>7,423,668</u>	<u>6,206,654</u>

### Credit risk related to financial instruments and bank deposits

Credit quality of financial assets is assessed by reference to external credit ratings, where available, or to historical information about counterparty default rates. Banks and financial institutions have external credit ratings determined by various credit rating agencies. Credit quality of customers and other receivables are assessed by reference to historical defaults rates and present ages.

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

<u>Balances with banks:</u>	Rating		2018	2017
	<u>Short term</u>	<u>Agency</u>	<u>Rupees</u>	<u>Rupees</u>
United Bank Limited	A1+	JCR-VIS	440,598	582,311
MCB Bank Limited	A1+	PACRA	1,292,278	297,150
National Bank of Pakistan	A1+	JCR-VIS	88,899	85,973
Silk Bank Limited	A-2	JCR-VIS	60,777	58,687
Habib Metropolitan Bank	A1+	PACRA	310,581	48,111
			<u>2,193,133</u>	<u>1,072,232</u>

### 24.4 Fair value of financial assets and liabilities

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Committee is going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

There were no transfers amongst the levels during the current and preceding year. The Committee's policy is to recognise transfer into and transfers out of fair value hierarchy levels as at the end of the reporting periods.

The carrying values of all other financial assets and liabilities reflected in the financial statements approximate their fair values, except investments in: Held to maturity investments that are carried at amortized cost, using the effective yield method, aggregating to Rs. 5.112 million (2017: Rs. 5.112 million).

#### Valuation techniques used to determine fair values

Level 1: The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. These instruments are included in Level 1.

Level 2: The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

There were no other material Level 1, 2 or 3 assets or liabilities during the current and preceding year other than those already disclosed in note 24.4 of these financial statements.



# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2018

2018

	Held to maturity	Loans and Receivables	Liabilities measured at amortized cost	Total
	( R u p e e s )			
Financial assets				
Short term investments	5,112,018	-	-	5,112,018
Accrued profit and other receivables	-	118,517	-	118,517
Cash and bank balances	-	2,275,502	-	2,275,502
	<u>5,112,018</u>	<u>2,394,019</u>	<u>-</u>	<u>7,506,037</u>
Financial liabilities				
Creditors and other liabilities	-	-	932,762	932,762
	<u>-</u>	<u>-</u>	<u>932,762</u>	<u>932,762</u>

2017

	Held to maturity	Loans and Receivables	Liabilities measured at amortized cost	Total
	( R u p e e s )			
Financial assets				
Short term investments	5,112,018	-	-	5,112,018
Accrued profit and other receivables	-	22,404	-	22,404
Cash and bank balances	-	1,123,138	-	1,123,138
	<u>5,112,018</u>	<u>1,145,542</u>	<u>-</u>	<u>6,257,560</u>
Financial liabilities				
Creditors and other liabilities	-	-	717,418	717,418
	<u>-</u>	<u>-</u>	<u>717,418</u>	<u>717,418</u>

## 25. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of Institute of Chartered Accountants of Pakistan (ICAP), NRC members, Chartered Accountants Students Association (CASA) and Employees Provident Fund. The company has carried out transactions with related parties on arm's length basis. The details of transactions with related parties during the year and outstanding balances with them are as follows:

# NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2018

Name of party	Relationship	Nature of transaction	2018 Rupees	2017 Rupees
ICAP	Associate	Payment of expenses on behalf of the committee	545,826	581,943
ICAP	Associate	Remittance of the committee's share in the membership fee.	960,600	2,367,001
ICAP	Associate	Remittance of the committee share in the membership fee related to 2019.	237,000	299,250
Post employment benefit plans	Employees benefits	Employee contribution to Provident Fund Trust for the year	58,812	49,848
Balances as at June 30,				
Due to ICAP			122,805	13,473
Due to CASA			754,957	566,675

### 26. GENERAL

26.1 The Committee had one (2017: one) full time employee and two (2017: two) part time employees as at June 30, 2018.

26.2 The Committee has been making payments/contributions of its employees on account of their retirement benefits, which have been maintained by The Institute of Chartered Accountants of Pakistan (ICAP). Accordingly, the related disclosures as regard to the Employees Retirement Benefits have also been made in the financial statements of the ICAP.

### 27. DATE OF AUTHORISATION OF FINANCIAL STATEMENTS

These financial statements were authorized for issue on 27 September 2018 by the Committee Members.

### 28. CORRESPONDING FIGURES

Corresponding figures have been rearranged / reclassified where necessary to facilitate comparison. However, no material reclassification has been made in these financial statements during the year.

Chairman

Honorary Secretary



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Chartered Accountants  
of Pakistan

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PAKISTAN

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