

INSTITUTE OF NUCLEAR MEDICINES ONCOLOGY ('INMOL')
EMPLOYEES COOPERATIVE HOUSING SOCIETY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

1 BACK GROUND AND LEGAL STATUS

INMOL Employees Cooperative Housing Society Limited (the "Society") had been registered under the Societies Registration Act, 1925 vide registration certificate no. 1290 dated 25 January 1989. The Society consists of only one Phase having land area of 1100 Kanals and 17 Marlas.

The main object of the Society is to lay out, establish and develop a residential colony in Lahore for its members and to acquire land, buildings or other property whether moveable or immoveable by sale, lease or mortgage for the purposes of carrying out the objectives of the Society.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

2.1 Basis of preparation

These accounts have been prepared under historical cost convention.

2.2 Fixed assets

Fixed assets are stated at cost less accumulated depreciation and impairment, if any. Depreciation is charged to income by applying rates specified in the fixed assets note to the financial statements. Major repairs and renewals and improvements are capitalized while normal repairs and maintenance is charged to income in the year, in which it is incurred. Gain or loss on disposal of fixed assets is charged to income in the year of disposal.

2.3 Revenue recognition

Revenue is recognized on receipt basis.

3 SHARE MONEY

Balance at beginning of the year

Add: Received during the year

Less: Refunded / Adjusted during the year

Balance at end of the year

2009 Rupees	2008 Rupees
1,163,000	1,154,000
7,000	16,000
-	(7,000)
<u>1,170,000</u>	<u>1,163,000</u>

3.1 The capital of the society consists of unlimited number of shares of the value of Rs. 500 each under clause 17 of the Bye-Laws of the Society, which will be paid in lump sum at the time of admission to the Society.

3.2 Every member of the Society is required to have atleast one (1) share of the Society. No individual member shall hold shares, the value of which exceeds Rs. 20,000 or one fifth (1/5) of the total capital of the Society, whichever is less as per clause 18 of the Bye-Laws of the Society.

3.3 If an individual member by inheritance or otherwise, comes in possession in more than the maximum holding permitted by the rule, the managing committee shall have the power to sell the excess number or purchase them for the Society.

4 RESERVE FUND

Balance at beginning of the year

Add: Transferred from surplus during the year (at the rate of 10% of surplus)

Balance at end of the year

1,578,053	1,294,229
48,708	283,824
<u>1,626,761</u>	<u>1,578,053</u>

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