

**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF ALMARAH FOUNDATION
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

OPINION

We have audited the annexed financial statements of **ALMARAH FOUNDATION (FOUNDATION)**, which comprise the statement of financial position as at June 30, 2025, income & expenditure account, the statement of cash flows and notes to the accounts (hereinafter referred to as financial statements), including a summary of significant accounting policies.

In our opinion, accompanying financial statements of the Foundation for the year ended June 30, 2025, are prepared in all material respects, in accordance with the financial reporting provisions as prescribed in Note 2 of the financial statements.

BASIS FOR OPINION

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

EMPHASIS OF MATTER – BASIS OF ACCOUNTING

We draw attention to Note 2.1 to the financial statements, which describe the basis of accounting. The financial statements are prepared to assist the management in submission to tax and regulatory authorities in complying with the reporting requirements. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation of the financial statements in accordance with the financial reporting provisions mentioned in note 2.1 of the financial statements, 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

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

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AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS


Our 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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 Foundation'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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.

We 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 we identify during our audit.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Muhammad Taiyab (FCA).


TAIYAB SHAHID & CO.,
Chartered Accountants

Lahore
Dated: December 17, 2025



**ALMARAH FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025**

<u>CAPITAL & LIABILITIES ACCUMULATED FUND</u>	Notes	2025 Rupees	2024 Rupees	<u>PROPERTY & ASSETS NON CURRENT ASSETS</u>	Notes	2025 Rupees	2024 Rupees
Capital Reserve Funds	5	295,000,000	295,000,000	Operating Fixed Assets	3	251,974,262	256,402,059
Surplus/(Deficit)	6	134,351,869	56,798,059	Qarz-E-Hasna - Loan		500,000	500,000
				Security Deposits		6,295,000	4,240,000
				Long Term Investments		30,000,000	-
				Capital work in progress		88,632,957	-
		429,351,869	351,798,059			377,402,219	261,142,059
<u>CURRENT LIABILITIES</u>				<u>CURRENT ASSETS</u>			
Creditors, Accrued & Other Liabilities	7	5,739,452	3,400,307	Prepaid Rent		522,387	150,000
Provision for Income Tax		-	-	Accrued Income		792,822	-
				Advance income tax		3,289,057	2,331,616
		5,739,452	3,400,307	Cash And Bank Balances	4	53,084,836	91,574,691
<u>CONTINGENCIES & COMMITMENTS</u>	8	-	-			57,689,102	94,056,307
		435,091,321	355,198,366			435,091,321	355,198,366

The annexed notes from 1 to 12 form an integral part of these financial statements.



PRESIDENT



SECRETARY

**ALMARAH FOUNDATION
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2025**

<u>EXPENDITURE</u>	Notes	2025 Rupees	2024 Rupees	<u>INCOME</u>	Notes	2025 Rupees	2024 Rupees
Food Charity		6,937,181	6,449,442	Donations	9	259,766,952	148,008,167
Kitchen Grocery Charity		28,026,318	6,670,810	School Fee		610,000	568,820
Bank Charges		25,705	1,790	Profit on Saving Account & TDRs		6,462,482	4,458,290
Donations		2,572,270	4,423,408	Other receipts		31,366	-
Events & Seminars		13,382,401	8,876,234				
Kids Charity Project		6,271,285	11,734,625				
Sngpl Bill & water bills		1,253,382	487,813				
Lesco Bill		10,799,423	6,892,932				
Legal and Professional Charges		1,056,880	610,256				
Fee and Subscription		250,000	-				
Office Expenses		1,130,940	2,192,820				
Salaries		34,071,766	15,285,966				
House Rent		23,589,613	11,260,750				
Almarah School Expenses		5,046,112	4,138,971				
Website and Software		1,676,835	310,185				
Communication		839,759	671,529				
Advertisement		5,708,719	2,993,192				
Commission		671,000	550,000				
Apna ghar complex		-	560,000				
Stationary		1,890,138	1,108,740				
Renovation		18,380,450	11,953,082				
Travelling		702,736	94,956				
Repair & Maintenance		2,840,378	-				
Fuel Charges		10,447,534	10,325,626				
		189,316,990	120,217,877			266,870,800	153,035,277
<u>Excess of Income over Expenditure</u>		77,553,810	32,817,400	<u>Excess of Expenditure over Income</u>			
		266,870,800	153,035,277			266,870,800	153,035,277

The annexed notes from 1 to 12 form an integral part of these financial statements.



PRESIDENT



SECRETARY

**ALMARAH FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

1 NATURE AND STATUS OF ASSOCIATION

M/s Almarah Foundation "Foundation" is a not for profit organization registered under the Societies Registration Act, XXI of 1860. The main objective of the foundation is to establish charitable institution for the benefits and uplift of humanity and work for the elimination of poverty, disease, misery and distress of orphans. The registered office of the Foundation is situated at 3-Canal Park, Gulberg-2, Lahore .

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

ALMARAH FOUNDATION
These financial statements have been prepared in accordance with the approved accounting standards, as applicable in Pakistan. Approved accounting standards comprise of such Accounting and Financial Reporting Standards for Small Sized Entities (AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan in 2006 voluntarily adopted by the management.

These financial statements are prepared to assist the management in submission to tax and regulatory authorities.

2.2 Accounting Convention

These accounts have been prepared in accordance with the historical cost convention without any adjustment for the effects of inflation or the prevailing values.

2.3 Operating fixed assets and depreciation

Operating fixed assets are stated at cost less accumulated depreciation. Depreciation is charged to income on reducing balance method to write off the cost of operating fixed assets over their expected useful life.

Depreciation on additions is charged from the year in which the asset is put to use, while no depreciation is charged in the year of disposal.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized. Gain or loss, if any, on disposal of operating fixed assets is included in current year's income.

2.4 Taxation

The tax liability and taxable income of the Association is determined under the provisions of Income Tax Ordinance, 2001.

2.5 Income

Donations and Profit on bank deposits are recorded on receipt basis.

2.6 Provisions

Provisions are recognized when the Foundation has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate of the amount can be made.

ALMARA FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

3 OPERATING FIXED ASSETS

Reconciliation of carrying values at the end of the year:

PARTICULARS	C O S T			RATE (%)	D E P R E C I A T I O N				WDV as on 30 June 2025
	As At 01-Jul-24	Addition/ (Deletion)	As At 30-Jun-25		As At 01-Jul-24	Adj. (Deletion)	For The Year	As At 30-Jun-25	
Owned Assets:									
Land	187,291,474	-	187,291,474	0%	-	-	-	-	187,291,474
Buildings	23,791,244	-	23,791,244	15%	6,410,820	2,607,064	9,017,884	14,773,360	
Electrical Items	10,058,511	2,202,421	12,260,932	15%	2,001,943	1,538,848	3,540,791	8,720,141	
Computers	2,799,850	178,050	2,977,900	30%	1,099,085	563,645	1,662,729	1,315,171	
Social Media Equipments	3,743,066	-	3,743,066	15%	561,460	477,241	1,038,701	2,704,365	
Furniture & Fixtures	13,615,069	-	13,615,069	15%	3,367,985	1,537,063	4,905,048	8,710,021	
Vehicles	34,796,000	-	34,796,000	15%	6,251,863	4,281,621	10,533,484	24,262,516	
CCTV Room		4,937,898	4,937,898	15%	-	740,685	740,685	4,197,213	
Total Rupees 2025	276,095,214	7,318,369	283,413,583		19,693,155	-	11,746,165	31,439,321	251,974,262

PARTICULARS	C O S T			RATE (%)	D E P R E C I A T I O N				WDV as on 30 June 2024
	As At 01-Jul-23	Addition/ (Deletion)	As At 30-Jun-24		As At 01-Jul-23	Adj. (Deletion)	For The Year	As At 30-Jun-24	
Owned Assets:									
Land	-	187,291,474	187,291,474	0%	-	-	-	-	187,291,474
Buildings	22,291,244	1,500,000	23,791,244	15%	3,343,687	3,067,134	6,410,820	17,380,424	
Electrical Items	3,820,793	6,237,718	10,058,511	15%	580,195	1,421,747	2,001,943	8,056,568	
Computers	1,084,850	1,715,000	2,799,850	30%	370,185	728,900	1,099,085	1,700,766	
Social Media Equipments	-	3,743,066	3,743,066	15%	-	561,460	561,460	3,181,606	
Furniture & Fixtures	7,745,331	5,869,738	13,615,069	15%	1,559,676	1,808,309	3,367,985	10,247,084	
Vehicles	6,946,000	27,850,000	34,796,000	15%	1,214,663	5,037,201	6,251,863	28,544,137	
Total Rupees 2024	41,888,218	234,206,996	276,095,214		7,068,405	-	12,624,750	19,693,155	256,402,059

Buildings include Rs. 13,498,117/- donation in kind. Vehicles include donation in kind of Rs. 3,500,000/-

**ALMARAH FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

	2025 Rupees	2024 Rupees
4 <u>CASH AND BANK BALANCES</u>		
Cash at Bank		
-Current accounts	51,920,756	90,423,656
-Saving accounts	835,139	673,139
Cash in Hand	328,941	477,896
	<u>53,084,836</u>	<u>91,574,691</u>
5 <u>CAPITAL RESERVE FUNDS</u>		
Opening Balance	295,000,000	75,000,000
Additions during the year	-	220,000,000
Closing Balance	<u>295,000,000</u>	<u>295,000,000</u>
6 <u>SURPLUS/(DEFICIT)</u>		
Opening Balance	56,798,059	23,980,659
Surplus during the year	77,553,810	32,817,400
Closing Balance	<u>134,351,869</u>	<u>56,798,059</u>
7 <u>CREDITORS, ACCRUED & OTHER LIABILITIES</u>		
Trade creditors	1,356,072	-
Withholding income taxes payable	9,000	190,250
Accrued expenses	4,374,380	3,210,057
	<u>5,739,452</u>	<u>3,400,307</u>
8 <u>CONTINGENCIES & COMMITMENTS</u>		
There are no contingent liabilities and contingencies as on statement of financial position date (2024: NIL).		
9 <u>DONATIONS</u>		
Donations		
Received through banking channels	257,563,960	177,960,393
Received through donation boxes	2,202,992	1,256,300
Donations in Kind	-	188,791,474
	<u>259,766,952</u>	<u>368,008,167</u>
Transfer to building reserve fund	-	(220,000,000)
	<u>259,766,952</u>	<u>148,008,167</u>
10 <u>CORRESPONDING FIGURES</u>		

Corresponding figures have been rearranged and reclassified wherever necessary to reflect more appropriate presentation of events and transactions for the purpose of comparison. However, there is no material rearrangement.

**ALMARAH FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

11 GENERAL

Figures have been rounded off to the nearest rupee.

Previous year's figures have been re-arranged wherever necessary for the purpose of comparison.

12 DATE OF AUTHORIZATION AND ISSUE

These financial statements were authorized for issue on 17/12/2025 by governing body.



PRESIDENT



SECRETARY

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