

**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, 2024, 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, 2024, 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

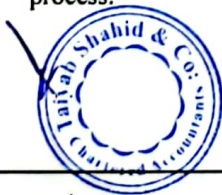
We draw attention to Note 2.1 to the financial statements, which describe the basis of accounting. The financial statements are prepared to assist the management in submission to tax and regulatory authorities in complying with the reporting requirements. As a result, the financial statements may not 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 06, 2024

ALMARRAH FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	Notes	2024		2023	
		Rupees	Rupees	Rupees	Rupees
<u>CAPITAL, & LIABILITIES</u>					
<u>ACCUMULATED FUND</u>					
Building Reserve Funds	5	295,000,000	75,000,000		
Surplus/(Deficit)	6	56,798,059	23,980,659		
		351,798,059	98,980,659		
<u>CURRENT LIABILITIES</u>					
Creditors, Accrued & Other Liabilities	7	3,400,307	68,000		
Provision for Income Tax		-	-		
		3,400,307	68,000		
<u>CONTINGENCIES & COMMITMENTS</u>					
	8	-	-		
		<u>355,198,366</u>	<u>99,048,659</u>		
<u>PROPERTY & ASSETS</u>					
<u>NON CURRENT ASSETS</u>					
Operating Fixed Assets	3	256,402,059	34,819,813		
Qarz-E-Hasna - Loan		500,000	800,000		
Security Deposits		4,240,000	1,830,000		
Long Term Investments (TDR)		-	40,000,000		
		261,142,059	77,449,813		
<u>CURRENT ASSETS</u>					
Prepaid Rent		150,000	150,000		
Advance income tax		2,331,616	-		
Cash And Bank Balances	4	91,574,691	21,448,846		
		94,056,307	21,598,846		
		<u>355,198,366</u>	<u>99,048,659</u>		

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



PRESIDENT



SECRETARY

**ALMARAHA FOUNDATION
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2024**

<u>EXPENDITURE</u>	Notes	2024 Rupees	2023 Rupees	<u>INCOME</u>	Notes	2024 Rupees	2023 Rupees
Food Charity		6,449,442	4,106,035	Donations	9	148,008,167	62,577,658
Kitchen Grocery Charity		6,670,810	2,781,505	School Fee		568,820	589,380
Bank Charges		1,790	1,975	Profit on Saving Account & TDRs		4,458,290	583,591
Feed the Hunger Project		4,423,408	2,183,132				
Events & Seminars		8,876,234	2,835,451				
Kids Charity Project		11,734,625	4,542,452				
Flood Relief Campaign		-	4,577,660				
SNGPL Bill		487,813	80,420				
LESCO Bill		6,892,932	1,126,877				
Legal and Professional Charges		610,256	350,791				
Office Expenses		2,192,820	1,346,741				
Salaries		15,285,966	6,332,216				
House Rent		11,260,750	5,060,000				
Almarah School Expenses		4,138,971	2,092,328				
Fee and Subscription		310,185	-				
Communication		671,529	523,295				
Advertisement		2,993,192	4,159,845				
Commission		550,000	310,000				
Apna Ghar Complex		560,000	-				
Stationary		1,108,740	-				
Renovation		11,953,082	-				
Travelling		94,956	-				
Zakat Deducted		-	2,760				
Fuel Charges		10,325,626	1,689,045				
Depreciation		12,624,750	6,324,840				
		120,217,877	50,427,368			153,035,277	63,750,629
<u>Excess of Income over Expenditure</u>		32,817,400	13,323,261	<u>Excess of Expenditure over Income</u>		-	-
		<u>153,035,277</u>	<u>63,750,629</u>			<u>153,035,277</u>	<u>63,750,629</u>

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



PRESIDENT



SECRETARY

**ALMARAH FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024**

<u>RECEIPTS</u>	2024 Rupees	2023 Rupees	<u>PAYMENTS</u>	2024 Rupees	2023 Rupees
<u>OPENING BALANCE</u>					
Cash at bank	20,813,893	5,010,377	Food Charity	6,449,442	4,106,035
Cash in Hand	634,953	46,486	Kitchen Grocery Charity	6,670,810	2,781,505
	21,448,846	5,056,863	Gift for Donors	-	-
			Events & Seminars	8,876,234	2,835,451
			Kids Charity Project	11,734,625	4,542,452
			Flood Relief Campaign	-	4,577,660
			Legal and Professional Charges	610,256	282,791
			Almarah School Expenses	4,138,971	2,092,328
			Bank Charges	1,790	1,975
			TDR	-	40,000,000
			Fixed Assets	35,015,522	20,146,001
			Security Deposit	2,860,000	1,230,000
			Qarz-E-Hasna - Loan	500,000	-
			Feed the Hunger Project	4,423,408	2,183,132
			Office Expenses	2,192,820	1,346,741
			Water bills	51,639	-
			SNGPL Bill	421,011	80,420
			LESCO Bill	6,158,345	1,126,877
			Salaries	15,285,966	6,332,216
			Fee and Subscription	310,185	-
			Apna Ghar complex	560,000	-
			Renovation	11,953,082	-
			Consultancy	1,395,000	-
			Travelling	94,956	-
			Stationary	1,108,740	-
			Advance income tax	2,331,616	-
			House Rent	11,260,750	5,210,000
Donations	173,744,250	120,579,541	Communication	671,529	523,295
School Fee	568,820	589,380	Advertisement	2,993,192	4,159,845
Profit on Saving Account & TDRs	4,458,290	583,591	Zakat	-	2,760
Qarz-E-Hasna - Loan Refund	300,000	200,000	Fuel Charges	10,325,626	1,689,045
TDR's encashed	40,000,000	-		148,945,515	105,560,529
			<u>CLOSING BALANCE</u>		
			Cash at Bank	91,096,795	20,813,893
			Cash in Hand	477,896	634,953
	219,071,360	121,952,512		91,574,691	21,448,846
	240,520,206	127,009,375		240,520,206	127,009,375

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, 2024**

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

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.

ALMARAH FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

3 OPERATING FIXED ASSETS

Reconciliation of carrying values at the end of the year:

PARTICULARS	C O S T			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	RATE (%)	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. 14,998,117/- donation in kind. Vehicles include donation in kind of Rs. 3,500,000/-

Reconciliation of carrying values at the end of the year:

PARTICULARS	C O S T			D E P R E C I A T I O N			WDV as on 30 June 2023		
	As At 01-Jul-22	Addition/ (Deletion)	As At 30-Jun-23	RATE (%)	As At 01-Jul-22	Adj. (Deletion)		For The Year	As At 30-Jun-23
Owned Assets:									
Buildings	-	22,291,244	22,291,244	15%	-	3,343,687	3,343,687	18,947,557	
Electrical Items	55,500	3,765,293	3,820,793	15%	8,325	571,870	580,195	3,240,598	
Computers	213,000	871,850	1,084,850	30%	63,900	306,285	370,185	714,665	
Furniture & Fixtures	3,120,600	4,624,731	7,745,331	15%	468,090	1,091,586	1,559,676	6,185,655	
Vehicles	1,355,000	5,591,000	6,946,000	15%	203,250	1,011,413	1,214,663	5,731,338	
Total Rupees 2023	4,744,100	37,144,118	41,888,218		743,565	-	6,324,840	7,068,405	34,819,813

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, 2024**

	2024	2023
	Rupees	Rupees
4 <u>CASH AND BANK BALANCES</u>		
Cash in Hand	477,896	634,953
Cash at Bank	91,096,795	20,813,893
	<u>91,574,691</u>	<u>21,448,846</u>
5 <u>BUILDING RESERVE FUNDS</u>		
Opening Balance	(75,000,000)	-
Additions during the year	220,000,000	(75,000,000)
Closing Balance	<u>145,000,000</u>	<u>(75,000,000)</u>
6 <u>SURPLUS/(DEFICIT)</u>		
Opening Balance	23,980,659	10,657,398
Surplus during the year	32,817,400	13,323,261
Closing Balance	<u>56,798,059</u>	<u>23,980,659</u>
7 <u>CREDITORS, ACCRUED & OTHER LIABILITIES</u>		
Trade creditors	-	-
Withholding income tax	190,250	-
Accrued expenses	3,210,057	-
	<u>3,400,307</u>	<u>-</u>
8 <u>CONTINGENCIES & COMMITMENTS</u>		
There are no contingent liabilities and contingencies as on statement of financial position date (2023: NIL).		
9 <u>DONATIONS</u>		
Donations	173,744,250	120,579,541
Donations in Kind	188,791,474	16,998,117
	<u>362,535,724</u>	<u>137,577,658</u>
Transfer to building reserve fund	(220,000,000)	(75,000,000)
	<u>142,535,724</u>	<u>62,577,658</u>

10 CORRESPONDING FIGURES

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.

11 GENERAL

Figures have been rounded off to the nearest rupee.

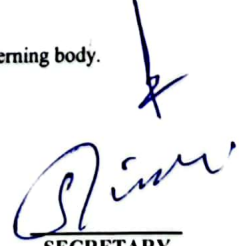
Previous year's figures have been re-arranged wherever necessary for the purpose of comparison.

12 DATE OF AUTHORIZATION AND ISSUE

These financial statements were authorized for issue on by governing body.



PRESIDENT



SECRETARY