



FINANCIAL STATEMENTS
OF
BAIT-UL-SUKOON TRUST
FOR THE YEAR ENDED
JUNE 30, 2025

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

The Board of Trustees,
Bait-Ul-Sukoon Trust,
Karachi.

January 29, 2026
AA-0122/26

AUDIT OF FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

After compliment:

We are pleased to enclose herewith two copies of draft financial statements of **BAIT-UL-SUKOON TRUST** (The Trust) for the year ended June 30, 2025 together with our draft audit report thereon duly initialled by us for identification purpose only. We shall be pleased to sign our draft audit report in its present or amended form after the draft financial statements have been approved by the Board of Trustees (the Board) and signed on their behalf by the Co-Chairperson / Managing Trustee and Trustee and upon receipt of the following:

- a) The Board's approval in respect of the following:
 - Additions to operating fixed assets amounting to Rs. 16.767 million;
 - Long term Investment made during the year amounting to Rs. 1,015.433 million;
 - No provision for taxation has been made in the draft financial statements in compliance with Section 100C of the Income Tax Ordinance, 2001;
 - Related parties' transactions and balances and remuneration of Key management personnel as disclosed in notes to the draft financial statements; and
 - Specific management's representations made to us as stated in paragraph 5 below.
- b) Letter of representation signed on behalf of the Board by the Managing Trustee as per draft provided by us.
- c) Reply to our standard confirmation letters as mentioned in annexure - A.

We would like to advise you that unless we have signed our draft audit report, these draft financial statements shall remain and be deemed un-audited.

Below are the matters which we would like to bring into the attention of the management and the Board:

1. RESPONSIBILITIES OF THE MANAGEMENT AND AUDITORS IN RELATION TO THE FINANCIAL STATEMENTS

The responsibilities of the independent auditors in a usual examination of draft financial statements are stipulated in International Standards on Auditing. While the auditors are responsible for forming and expressing their opinion on the draft financial statements, the responsibility for preparation of such statements is primarily that of the Trust's management.

Management of trust's responsibilities include the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of the assets of the Trust and prevention and detection of fraud and irregularities. The audit of draft financial statements does not relieve the management of its responsibilities.

2. PROVISION FOR TAXATION

As per management, there is no impact of tax on the draft financial statements of the Trust as no tax is payable by the Trust in accordance with section 100C of the Income Tax Ordinance, 2001.

Section 100C has been introduced which states that the income of non-profit organizations, trusts or welfare institutions, as mentioned in sub-section (2) of the Income Tax Ordinance, 2001 shall be allowed a tax credit equal to one hundred percent of the tax payable, including minimum tax and final taxes payable under any of the provisions of Income Tax Ordinance, 2001, subject to the following conditions, namely:

- a. Return has been filed;
- b. Tax required to be deducted or collected has been deducted or collected and paid;
- c. Withholding tax statements for the immediately preceding tax year have been filed; and
- d. The administrative and management expenditure does not exceed 15% of the total receipts.

The Trust has obtained approval from the Commissioner as per the requirement of clause (36) of Section 2 of the Income Tax Ordinance 2001 and such approval is valid till June 30, 2025.

Since the Trust meets all the aforementioned requirements, no provision for taxation has been made in the draft financial statements based on applicability of Section 100C of Income Tax Ordinance, 2001.

3. PROPERTY AND EQUIPMENT

- 3.1 We have observed that the Trust does not have a proper capitalization policy, duly approved by the Board. In the absence of a proper capitalization policy there is a risk that certain material items of the assets may not be capitalized which may result in the distortion of the operating results of the Trust. We recommend that proper capitalization policy should be formulated in order to bring consistency in accounting for capital and revenue expenditure.
- 3.2 We have observed that full year depreciation is charged on assets purchased at any time during a draft financial year while no depreciation is charged in the month of disposal of an asset. We recommend to follow monthly depreciation charged policy for asset purchased during a year instead of full year depreciation policy to calculate more accurate depreciable amount.
- 3.3 We have observed that the fixed asset register is not maintained by the Company as prescribed under Technical Release issued by the Institute of Chartered Accountants of Pakistan (ICAP) on Fixed Assets. This is an important record as it enables the management to ensure itemized control over the fixed assets. We recommend that fixed asset register should be maintained as required under the Companies Act 2017, in the manner prescribed by ICAP to provide required details for exercising itemized control over fixed assets of the Company.

4. DONATIONS, ZAKAT, KHUMS AND DONATIONS IN KIND

The Trust obtains donations in the form of Zakat, Khums and in kind. We have been given to understand by management that these are not restricted and have been utilized for the objectives of the Trust. Kindly confirm this is in order.

5. SPECIFIC MANAGEMENT'S REPRESENTATIONS

• RELATED PARTY TRANSACTIONS AND BALANCES

We have been informed by management that there were no transactions with related parties other than those disclosed in the draft financial statements.

• COMPLIANCE WITH STATUTORY LAWS AND REGULATIONS

We have been informed by the management that there were no instances of non-compliance with statutory laws and regulations that would have draft financial reporting implications.

- **FRAUDS AND ERRORS**

We have been informed by the management of the Trust that to the best of their knowledge there have been no instances of frauds or irregularities during the year that could have a material effect on the draft financial statements of the Trust.

- **CONTINGENCIES AND COMMITMENTS**

We have been informed by the management that there are no contingencies and commitments at the reporting date other than those disclosed in the draft financial statements.

- **SUBSEQUENT EVENTS**

We have been informed by the management that there were no subsequent events that could have an impact on amounts and/or disclosure in the draft financial statements except as disclosed in the draft financial statements.

6. INDEPENDENCE

We confirm that in our professional judgment, the Firm is independent within the meaning of regulatory and professional requirements and the objectivity of the audit engagement partner and audit staff has not been compromised.

We take this opportunity to thank your management and staff for the courtesy and cooperation extended to us during the course of our audit.

Yours faithfully,



BDO EBRAHIM & CO.

Enclosed as above



ANNEXURE 'A'

BAIT-UL-SUKOON TRUST
Audit of financial statements
For the year ended June 30, 2025

Confirmations

a) Bank confirmations of the following:

- Al Habib Asset Management Limited

b) Tax Confirmations in respect of following adviser

- TPL Insurance Limited
- TPL Security Services (Pvt) Limited

BDO Ebrahim & Co. Chartered Accountants

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF BAIT-UL-SUKOON TRUST

Opinion

We have audited the financial statements of **BAIT-UL-SUKOON TRUST** which comprise the statement of financial position as at June 30, 2025, the statement of income and expenditure, the statement of comprehensive income, the statement of changes in funds and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements presents fairly, in all material respects the financial position of the Trust as at June 30, 2025 and its financial performance, statement of comprehensive income, statements of changes in funds and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the 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 Trust 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.

Responsibilities of Management and Board of Trustees for the Financial Statements

Management of the Trust is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan, 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 Trust'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 Trust or to cease operations, or has no realistic alternative but to do so.

Board of Trustees are responsible for overseeing the Trust's financial reporting process.

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 Trust'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 Trust'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 Trust 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.



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 Zulfikar Ali Causer.

KARACHI

DATED: 02 FEB 2026

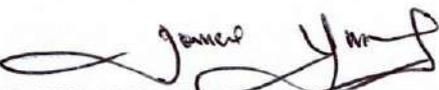
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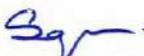
BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

BAIT-UL-SUKOON TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
ASSETS			
NON CURRENT ASSETS			
Property and equipment	4	58,312,667	62,219,727
Intangible assets	5	341,018	677,093
Long term investments	6	1,015,433,629	-
		<u>1,074,087,314</u>	<u>62,896,820</u>
CURRENT ASSETS			
Stores and spares	7	1,117,258	1,070,110
Inventory	8	19,672,295	16,948,054
Advances, deposits, prepayments and other receivables	9	3,641,982	2,813,133
Advance taxation		28,019,469	27,302,596
Accrued interest	10	32,336,948	7,870,032
Short term investments	11	818,434,248	1,135,606,180
Cash and bank balances	12	148,597,983	88,543,418
		<u>1,051,820,183</u>	<u>1,280,153,523</u>
TOTAL ASSETS		<u><u>2,125,907,497</u></u>	<u><u>1,343,050,343</u></u>
FUNDS AND LIABILITIES			
FUNDS			
General fund		780,048,608	509,077,312
Restricted fund		1,310,000,000	810,000,000
		<u>2,090,048,608</u>	<u>1,319,077,312</u>
NON CURRENT LIABILITIES			
Deferred liabilities	13	11,393,461	9,056,611
CURRENT LIABILITIES			
Accrued liabilities	14	24,465,428	14,916,420
TOTAL FUNDS AND LIABILITIES		<u><u>2,125,907,497</u></u>	<u><u>1,343,050,343</u></u>
CONTINGENCIES AND COMMITMENTS	15		

The annexed notes from 1 to 25 form an integral part of these unconsolidated financial statements.

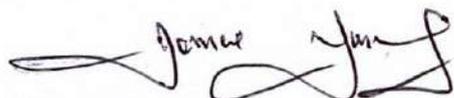

CO-CHAIRPERSON / MANAGING TRUSTEE


TRUSTEE

BAIT-UL-SUKOON TRUST
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
INCOME			
Donations	16	870,513,979	421,328,523
Return on investments and bank deposits	17	248,100,196	206,519,073
TOTAL INCOME		<u>1,118,614,175</u>	<u>627,847,596</u>
EXPENDITURE			
Patient care expenses	18	286,932,148	228,692,394
Support expenses	19	38,584,574	33,116,618
Administrative expenses	20	22,126,157	22,460,857
TOTAL EXPENDITURE		<u>347,642,879</u>	<u>284,269,869</u>
Surplus for the year		<u>770,971,296</u>	<u>343,577,727</u>
TRANSFERRED TO			
Restricted fund		500,000,000	200,000,000
General fund		270,971,296	143,577,727
Total Fund		<u>770,971,296</u>	<u>343,577,727</u>

The annexed notes from 1 to 25 form an integral part of these unconsolidated financial statements.



CO-CHAIRPERSON / MANAGING TRUSTEE

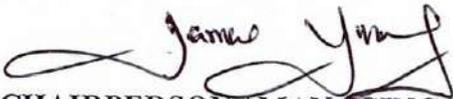


TRUSTEE

BAIT-UL-SUKOON TRUST
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

	2025 Rupees	2024 Rupees
Surplus for the year	770,971,296	343,577,727
Other comprehensive income	-	-
Total comprehensive income for the year	<u>770,971,296</u>	<u>343,577,727</u>

The annexed notes from 1 to 25 form an integral part of these unconsolidated financial statements.

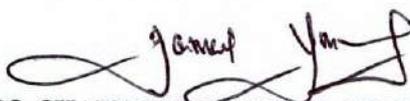

CO-CHAIRPERSON / MANAGING TRUSTEE


TRUSTEE

BAIT-UL-SUKOON TRUST
 STATEMENT OF CHANGES IN FUND
 FOR THE YEAR ENDED JUNE 30, 2025

	Surplus	Restricted Fund	General Fund	Total
	----- Rupees -----			
Balance as at July 01, 2023	-	610,000,000	365,499,585	975,499,585
Surplus for the year	343,577,727	-	-	343,577,727
Allocation to the funds	(343,577,727)	200,000,000	143,577,727	-
Balance as at June 30, 2024	-	810,000,000	509,077,312	1,319,077,312
Surplus for the year	770,971,296	-	-	770,971,296
Allocation to the funds	(770,971,296)	500,000,000	270,971,296	-
Balance as at June 30, 2025	-	1,310,000,000	780,048,608	2,090,048,608

The annexed notes from 1 to 25 form an integral part of these unconsolidated financial statements.

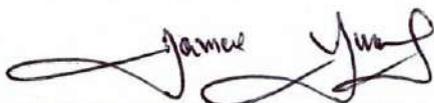

 CO-CHAIRPERSON / MANAGING TRUSTEE


 TRUSTEE

**BAIT-UL-SUKOON TRUST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025**

	Note	2025 Rupees	2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the year		770,971,296	343,577,727
Adjustment for non-cash items:			
Depreciation	4	20,674,167	17,445,305
Amortization	5	336,075	499,545
Gain on sale of mutual fund		(3,826,036)	-
Gain on sale of Pakistan Investment Bonds		(8,531,655)	-
Profit on bank balances and investments		(235,742,505)	(206,519,073)
Financial charges		(32,851)	(20,830)
Cash flow before changes in working capital		543,848,491	154,982,674
Working capital changes:			
(Increase) / decrease in current assets			
Stores and spares		(47,148)	(33,392)
Inventory		(2,724,241)	(7,996,749)
Advances, deposits, prepayments and other receivables		(828,849)	405,267
Increase / (decrease) in current liabilities			
Salaries payable		1,003,311	(1,440,310)
Staff gratuity payable		2,336,850	(2,344,290)
Accrued expenses		8,598,697	166,117
Withholding tax payable		-	(53,000)
		552,187,111	143,686,317
Financial charges paid		32,851	20,830
Tax paid		(716,873)	(1,787,529)
Net cash flows from operating activities		551,503,089	141,919,618
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property and equipment		(16,767,107)	(4,661,755)
Proceed from Short term investment		46,008,357	-
Maturity / encashment of investments		275,000,000	-
Purchase of term deposit receipt		-	(322,470,723)
Purchase of Pakistan Investment Bonds -Net		(1,010,367,083)	-
Profit / interest received on investments		214,677,309	200,805,439
Net cash (used in) investing activities		(491,448,524)	(126,327,039)
Net increase in cash and cash equivalents during the year		60,054,565	15,592,579
Cash and cash equivalents at beginning of the year		88,543,418	72,950,839
Cash and cash equivalents at end of the year	12	148,597,983	88,543,418

The annexed notes from 1 to 25 form an integral part of these unconsolidated financial statements.



CO-CHAIRPERSON / MANAGING TRUSTEE



TRUSTEE

BAIT-UL-SUKOON TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

1. NATURE AND STATUS OF BUSINESS

Bait-ul-Sukoon (the Trust) is a non-profitable organisation registered in Pakistan on March 10, 1999 under the Trust Act, 1882. The Trust is situated at S.N.P.A. 17-J, Block-3, K.C.H.S. Union, Karachi.

The objective of the Trust is to provide curative and palliative management of cancer patients.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the International Financial Reporting Standards for Small and Medium Sized Entities (IFRS for SMEs) as issued by the International Accounting Standard Board (IASB) and Accounting Standard for Not-for-Profit Organizations (NPOs) as issued by the Institute of Chartered Accountants of Pakistan.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost basis.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani rupee ('Rupees' or 'Rs') which is functional and presentation currency of the Trust.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the presentation of these financial statements are set out below. These policies have been consistently applied for all the period presented, unless otherwise stated.

3.1 Property and equipment

These are stated at cost less accumulated depreciation and impairment loss, if any. Depreciation is charged to the statement of income and expenditure using the straight-line method at rate as specified in note 4 to the financial statement. Full year depreciation is charged when asset is available for use while no depreciation is charged in the month of an asset disposed off. The assets' residual values and useful lives are reviewed periodically and adjusted if it impacts on depreciation.

Maintenance and normal repairs are charged to statement of income and expenditure as and when incurred. Major renewals and improvements are capitalised.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the statement of income and expenditure.

3.2 Intangible assets

Intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. All intangible assets are amortised using straight-line method over their estimated useful lives from the month when the asset is available for use at the rate as specified in note 5 to these financial statements.

3.3 Inventory

Inventory includes medicines, stationary and supplies. Inventory is valued at the lower of cost and net realisable value. Cost is determined using first- in- first out method basis.

The management reviews the carrying amounts of medical supplies on a regular basis and provision is made for items if there is any change in physical form.

3.4 Stores and spares

Store and spare are valued at lower of cost and net realizable value (NRV). Items in transit are valued at cost comprising invoice value and other charges incurred thereon up to the reporting date. Provision is made for obsolete and slow moving items where necessary and is recognized in the statement of profit and loss.

3.5 Financial instruments

The Company classifies its financial assets in the following categories: at held for trading, held to maturity, and receivables, and available-for-sale. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition.

a) Available for sale

Investments classified as "Available for Sale" are initially recognised at cost, being the fair value of the consideration given. Subsequent to initial recognition, available for sale investments are measured at fair value subject to a review for impairment at each balance sheet date. Fair value is determined by reference to quoted market price.

Any gain or loss from a change in the fair value of investments available for sale is recognised directly in statement of comprehensive income until the investment is derecognised or is determined to be impaired, at which time cumulative gain or loss previously recognised in statement of comprehensive income is taken to the statement of income and expenditure.

b) Held to maturity

Investments with fixed maturity, where the management has both the intent and ability to hold till maturity, are classified as held to maturity.

After initial recognition, such investments are carried at amortised cost less any provision for impairment.

Premiums and discounts on investments are amortised on a straight line basis over the tenure of the investment.

Provision for diminution in the value of securities is made after considering impairment, if any, in their value and charged to statement of income and expenditure.

c) Held for trading

These are securities, which are either acquired for generating a profit from short term fluctuations in market prices, interest rate movements, dealers margins or are securities included in a portfolio in which a pattern of short-term trading exists.

After initial recognition, such investments are carried at fair value and any changes in the fair value of the assets are immediately recognised in the statement of income and expenditure.

3.6 Impairment of financial assets

The Trust assesses at the end of each reporting period whether there is any objective evidence that a financial asset is impaired.

When there is an objective evidence that an impairment loss has been incurred the amount of loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced and the amount of the loss is recognized in the statement of profit or loss.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized (such as an improvement in the debtor's credit rating) the reversal of the previously recognized impairment loss is recognized in the statement of profit or loss account.

3.7 Impairment of non-financial assets

The Trust assesses at each reporting date whether there is any indication that Trust's assets may be impaired. If such indication exists, the carrying values of such assets are reviewed to assess whether they are recorded in excess of their recoverable amounts. Where the carrying amount exceed the respective recoverable amounts, assets are written down to their recoverable amounts and the resulting impairment loss is recognized in the statement of profit or loss.

3.8 Cash and cash equivalents

Cash and cash equivalents comprises of cash in hand and bank balances.

3.9 Revenue recognition

Donation are recognised as income as and when received . Donation received in kind are recognised at the fair value prevailing at the time of receipt of such donation.

a Zakat / Khums

Zakat / khums received is recognised as income as and when received.

b Other income

Markup / profit on bank deposit and term deposit receipts are recognised on accrual time appropriate basis using effective interest rate method.

3.10 Fund account

a) Restricted Fund

- Internally restricted

Internally restricted funds mean the fund that consists of the amount appropriated by the management out of the unrestricted fund and the surplus of the year for the specific purpose.

- Externally restricted

Restricted Fund means the fund which consist of amount received from donor but could not be spent during the year due to any restriction placed by the donor.

b) General Fund

Any excess of income over expenditure which is not transferred to restricted fund is taken to the general fund.

3.11 Taxation

The Trust claims tax credit equal to one hundred per cent of the tax payable under section 100C of Income Tax Ordinance, 2001, including minimum tax and final taxes payable. Therefore, no provision for taxation has been recorded in these financial statements for current year.

3.12 Staff retirement benefits

The Trust operates an unfunded gratuity scheme covering all eligible employees. Provision is made annually to meet the obligations at the rate of one basic salary for each completed year of service.

3.13 Employee's accumulating compensated absences

The Trust accounts for the liability in respect of employees accumulating compensated absences in the period in which they are earned.

3.14 Provisions

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

3.15 Trade and other payables

Accrued and other liabilities are recognised at cost which is the fair value of the consideration to be paid in future for goods and services. The recoverable amount is equal to fair value.

3.16 Contingencies

A contingent liability is disclosed when the Trust has a possible obligation as a result of past events, existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Trust; or the Trust has a present legal or constructive obligation that arises from past events, but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability.

3.17 Significant accounting judgements and critical accounting estimates / assumptions

The preparation of these financial statements in conformity with the applicable accounting and reporting standards as applicable in Pakistan requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Trust's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. Revision to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. In the process of applying the Trust's accounting policies, management has made the following estimates and judgments which are significant to these financial statements:

	Note
(i) Property and equipment	3.1
(ii) Intangible assets	3.2
(iii) Impairment of financial assets	3.6
(iv) Impairment of non-financial assets	3.7
(v) Taxation	3.11
(vi) Provisions	3.14
(vii) Contingencies	3.16

4 PROPERTY AND EQUIPMENT

Particulars	Cost				Rate %	Depreciation				Written down value as at June 30, 2025
	As at July 01, 2024	Additions	Disposals	As at June 30, 2025		Accumulated as at July 01, 2024	For the year	Disposals	Accumulated as at June 30, 2025	
Lease hold land	330,000	-	-	330,000	-	-	-	-	-	330,000
Building on leasehold land	56,000,349	-	-	56,000,349	2.5%	20,424,825	1,400,009	-	21,824,834	34,175,515
Furniture and fixtures	14,727,035	489,902	-	15,216,937	20%	13,148,492	944,898	-	14,093,390	1,123,547
Office and computer equipment	41,116,401	7,024,825	-	48,741,226	20%	31,504,437	6,735,688	-	38,240,125	10,501,101
Medical equipment	47,865,463	4,780,000	-	52,645,463	20%	39,073,738	5,458,983	-	44,532,721	8,112,742
Vehicles	2,410,098	-	-	2,410,098	20%	1,489,789	306,770	-	1,796,559	613,539
Operation theater equipments	25,266,713	3,872,380	-	29,139,093	20%	19,855,051	5,827,819	-	25,682,870	3,456,223
Total rupees - 2025	187,716,059	16,767,107	-	204,483,166		125,496,332	20,674,167	-	146,170,499	58,312,667

Particulars	Cost				Rate %	Depreciation				Written down value as at June 30, 2024
	As at July 01, 2023	Additions	Disposals	As at June 30, 2024		Accumulated as at July 01, 2023	For the year	Disposals	Accumulated as at June 30, 2024	
Lease hold land	330,000	-	-	330,000	-	-	-	-	-	330,000
Building on leasehold land	56,000,349	-	-	56,000,349	2.5%	19,024,816	1,400,009	-	20,424,825	35,575,524
Furniture and fixtures	14,355,185	371,850	-	14,727,035	20%	12,193,115	955,377	-	13,148,492	1,578,543
Office and computer equipment	38,015,267	3,101,134	-	41,116,401	20%	26,293,714	5,210,723	-	31,504,437	9,611,964
Medical equipment	47,679,692	185,771	-	47,865,463	20%	34,570,755	4,502,983	-	39,073,738	8,791,725
Vehicles	2,410,098	-	-	2,410,098	20%	1,166,919	322,870	-	1,489,789	920,309
Operation theater equipments	25,266,713	-	-	25,266,713	20%	14,801,708	5,053,343	-	19,855,051	5,411,662
Total rupees - 2024	184,057,304	3,658,755	-	187,716,059		108,051,027	17,445,305	-	125,496,332	62,219,727

4.1 The depreciation charge for the year has been allocated as follows:

	Note	2025	2024
Patient Care expense	18	18,806,750	15,553,778
Support expense	19	2,067,417	1,891,527
		<u>20,674,167</u>	<u>17,445,305</u>

5 INTANGIBLE ASSETS

Particulars	Cost				Rate %	Amortization				Written down value as at June 30, 2025
	As at July 01, 2024	Additions	Disposals	As at June 30, 2025		Accumulated as at July 01, 2024	For the year	Disposals	Accumulated as at June 30, 2025	
Oracle with License	1,478,899	-	-	1,478,899	33%	1,478,899	-	-	1,478,899	-
Limton	75,000	-	-	75,000	33%	75,000	-	-	75,000	-
Sofronic HIMIS	508,500	-	-	508,500	33%	503,415	5,085	-	508,500	-
Sofronic Fixed Assets Module	103,000	-	-	103,000	33%	33,992	33,990	-	67,982	35,018
Radiology console	900,000	-	-	900,000	33%	297,000	297,000	-	594,000	306,000
Total rupees - 2025	3,065,399	-	-	3,065,399		2,388,306	336,075	-	2,724,381	341,018

Particulars	Cost				Rate %	Amortization				Written down value as at June 30, 2024
	As at July 01, 2023	Additions	Disposals	As at June 30, 2024		Accumulated as at July 01, 2023	For the year	Disposals	Accumulated as at June 30, 2024	
Oracle with License	1,478,899	-	-	1,478,899	33%	1,478,899	-	-	1,478,899	-
Limton	75,000	-	-	75,000	33%	74,250	750	-	75,000	-
Sofronic HIMIS	508,500	-	-	508,500	33%	335,610	167,805	-	503,415	5,085
Sofronic Fixed Assets Module	-	103,000	-	103,000	33%	-	33,990	-	33,992	69,008
Radiology console	-	900,000	-	900,000	33%	-	297,000	-	297,000	603,000
Total rupees - 2024	2,062,399	1,003,000	-	3,065,399		1,888,759	499,545	-	2,388,306	677,093

	Note	2025 Rupees	2024 Rupees
6 LONG TERM INVESTMENTS			
Pakistan investment bonds	6.1	<u>1,015,433,629</u>	<u>-</u>
6.1	It carries interest rate of 13% to 14% per annum (2024: Nil) per annum and having a maturity period of 5 to 10 years.		
7 STORES AND SPARES			
Electric contingencies		73,314	82,629
Sanitary and house keeping		235,314	628,157
Stationery and printing		808,630	359,324
		<u>1,117,258</u>	<u>1,070,110</u>
8 INVENTORY			
Chemotherapy medicines		14,200,431	11,860,936
General medicines		5,471,864	5,087,118
		<u>19,672,295</u>	<u>16,948,054</u>
9 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Advances to vendors		-	350,000
Deposits		1,100,000	950,000
Prepaid insurance		505,482	483,633
Receivables from employees	9.1	2,036,500	1,029,500
		<u>3,641,982</u>	<u>2,813,133</u>
9.1	This represent of amount paid to employees as interest free loan and deductible from monthly salary.		
10 ACCRUED INTEREST			
Interest on term deposit receipts		4,457,684	7,870,032
Interest on Pakistan investment bonds		27,879,264	-
		<u>32,336,948</u>	<u>7,870,032</u>
11 SHORT-TERM INVESTMENTS			
Fair value through profit or loss			
Mutual fund units	11.1	10,389	42,182,321

	Note	2025 Rupees	2024 Rupees
Amortized Cost			
Term Deposit Receipts (TDRs)			
Bank Al Habib Limited	11.2	363,423,859	413,423,859
Habib Metropolitan Bank Limited	11.3	455,000,000	680,000,000
		<u>818,434,248</u>	<u>1,135,606,180</u>

11.1 Breakup of Mutual Funds

Number of Units			2025 Rupees	2024 Rupees
2025	2024	Open-end Mutual Funds		
-	211,639	First Habib Cash Fund	-	21,541,936
-	65,944	First Habib Stock Fund	-	6,595,425
-	138,116	First Habib Income Fund	-	14,044,960
93	-	Al Falah Funds	10,389	-
			<u>10,389</u>	<u>42,182,321</u>

11.2 These TDRs having maturity of 1 year and carry markup of 16.75% (2024:20.95%).

11.3 These TDRs having maturity of 1 year and carry markup of 17.65% (2024:22.50%).

	Note	2025 Rupees	2024 Rupees
12 CASH AND BANK BALANCES			
Cash in hand		30,000	29,930
Cash at bank			
Current accounts		16,071,952	4,936,011
Saving accounts	12.1	132,496,031	83,577,477
		<u>148,597,983</u>	<u>88,543,418</u>

12.1 These carry interest rate ranging from 9.5% to 20.0% per annum (2024: 12.25% to 20.0% per annum).

13 DEFERRED LIABILITIES

Staff gratuity payable		<u>11,393,461</u>	<u>9,056,611</u>
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14 Accrued Liabilities

Accrued expenses		16,600,284	8,001,587
Salaries payable		7,865,144	6,861,833
Withholding tax payable		-	53,000
		<u>24,465,428</u>	<u>14,916,420</u>

15 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments at the reporting date (2024: Nil).

	2025	2024
	Rupees	Rupees
16 DONATIONS		
Donations in cash	668,581,953	278,719,560
Zakat	140,986,518	115,155,615
Khums	49,742,000	9,660,330
Donation in kind - medicines	11,032,004	17,706,978
Donation in kind - Other	171,504	86,040
	<u>870,513,979</u>	<u>421,328,523</u>
17 RETURN ON INVESTMENTS AND BANK DEPOSITS		
Returns on long term investments	24,414,319	-
Returns on short term investments	197,438,672	190,924,803
Mutual funds dividends	444	1,218,046
Bank deposits	13,889,070	14,376,224
Gain on sale of mutual fund	3,826,036	-
Gain on sale of Pakistan investment bonds	8,531,655	-
	<u>248,100,196</u>	<u>206,519,073</u>
18 PATIENT CARE EXPENSES		
Staff salaries and other benefits	54,198,352	48,439,515
E.O.B.I contribution	1,489,888	1,061,948
SESSI contribution	572,690	491,536
Staff uniforms	250,181	207,095
Chemotherapy	82,317,407	81,595,326
Targeted therapy	17,180,688	-
Medicines	25,945,872	22,465,147
Radiotherapy	22,807,693	6,369,603
Operations - in house	8,129,512	10,702,497
Operations - out sourced	5,463,010	3,540,787
Radiology - in house	63,000	63,000
Radiology - out sourced	7,332,395	4,308,912
Laboratory - in house	9,014,192	7,002,665
Laboratory - out sourced	7,261,030	4,345,450
Oxygen / Nitrus cylinders utilized	511,255	461,686
Patient's food	5,101,970	4,296,482

	Note	2025 Rupees	2024 Rupees
Utilities-net		10,553,847	9,588,117
Repair and maintenance		7,554,512	5,929,655
Stationary and office supplies		1,325,038	1,268,917
Depreciation	4	18,606,750	15,553,778
Insurance		1,252,865	1,000,278
		<u>286,932,148</u>	<u>228,692,394</u>
19 SUPPORT EXPENSES			
Staff salaries and other benefits		30,757,386	26,022,429
E.O.B.I contribution		907,712	650,872
SESSI contribution		348,910	301,264
Staff uniforms		152,422	126,930
Utilities-net		3,517,949	3,529,372
Depreciation	4	2,067,417	1,891,527
Insurance		417,622	351,449
Others		415,156	242,775
		<u>38,584,574</u>	<u>33,116,618</u>
20 ADMINISTRATIVE EXPENSES			
Media awareness compaigns		16,261,834	15,285,574
Conveyance and fuel		676,049	581,975
Security guard services		792,000	792,000
Courier charges		14,810	46,950
Stationary and office supplies		441,679	422,972
Fee and subscription		253,800	2,223,620
Tax consultant charges		65,880	60,000
Auditor's remuneration	20.1	613,008	510,840
Sharia audit Fee		120,000	40,000
Repair and maintenance		2,518,171	1,976,551
Amortization	5	336,075	499,545
Bank charges		32,851	20,830
		<u>22,126,157</u>	<u>22,460,857</u>
20.1 Auditor's remuneration			
Audit fee		516,000	430,000
Out of pocket expenses		51,600	43,000
Tax		45,408	37,840
		<u>613,008</u>	<u>510,840</u>

21 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise, associated companies/undertakings, staff retirement funds, trustees and key management personnel. Transaction with related parties during the year are as follows:

Name of related party	Nature and basis of Relation
Zainab Ali Raza Ebrahim	Chairperson
Jameel Yusuf Ahmed	Co-Chairperson
Syed Masoud Ali Naqvi	Trustee
Nadra Masood Sohail	Trustee
Fatima Altaf Hussain Agha	Trustee
Syed Shomail Abbas Naqvi	Trustee
Mohsin Ali Gheewala	Trustee

21.1 The transactions and balances with related parties are:

Name of related party	Nature of transaction	2025 Rupees	2024 Rupees
Jameel Yusuf Ahmed	Insurance	1,670,487	1,351,727
Jameel Yusuf Ahmed	Security guard services	792,000	792,000

21.2 Year end balances

TPL Insurance Ltd	Prepaid insurance	505,482	483,633
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22 NUMBER OF EMPLOYEES

The number of employees as at the year end were 120 (2024: 111)

23 CORRESPONDING FIGURES

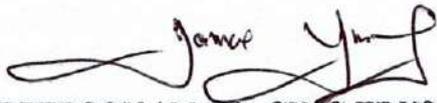
Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison. However, no significant reclassification has been made during the year.

24 DATE FOR AUTHORIZATION FOR ISSUE

The Board of Trustees authorized these financial statements for issue on 02 FEB 2026.

25 GENERAL

Figures have been rounded off to the nearest rupee unless stated otherwise.



CO-CHAIRPERSON / MANAGING TRUSTEE


TRUSTEE