INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF QADRI & QURESHI FOUNDATION

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of QADRI & QURESHI FOUNDATION (the Foundation), which comprise the statement of financial position as at June 30, 2025, Income and Expenditure Account, the statement of cash flows, the statement of changes in funds for the year then ended and notes to the financial statements, including a summary of material accounting policy information.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, and Income and Expenditure Account, the statement of cash flows and the statement of changes in funds together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan in the manner so required and respectively give a true and fair view of the state of the Foundation's affairs as at June 30, 2025 and of the deficit, the cash flows and its changes in funds for the year then ended.

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 organization 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 Directors for the Financial Statements

Management of the Foundation is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and for such internal control as management of the Foundation 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.

The Management Committee is responsible for overseeing the Foundation'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:

- 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.
- 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 Management Committee 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.

Other Matter

The financial statements for the year ended June 30, 2024 were audited by another auditor, (another firm) who expressed an unmodified opinion on those statements.

The engagement partner on the audit resulting in this independent auditor's report is Muhammad Asim (ACA).

ISHTIAQ AHMAD & CO.
CHARTERED ACCOUNTANTS

ISHTIAQ AHMAD & CO. CHARTERED ACCOUNTANTS

Date: December 20, 2025
UDIN:AR202510562092jAJFEr

QADRI & QURESHI FOUNDATION
Statement of Financial Position
As at 30 June 2025

	Note	2025	2024
		------------ (Rupees) ------------	
NON-CURRENT ASSETS			
Property and equipments	3	**3,422,075**	2,477,564
CURRENT ASSETS			
Advances, deposits and prepayments		**583,521**	779,673
Advance tax		**40,068**	18,646
Cash and bank balances		**1,025,735**	584,054
		1,649,324	1,382,373
		5,071,399	3,859,937
FUNDS AND LIABILITIES			
General Fund		**3,117,824**	3,335,166
CURRENT LIABILITIES			
Accrued and other liabilities		**1,953,575**	524,771
		5,071,399	3,859,937

The annexed notes from 1 to 6 form an integral part of these financial statements.

Trustee

Trustee

QADRI & QURESHI FOUNDATION
Income And Expenditure Statement
For the year ended 30 June 2025

	Note	2025	2024
		------------ (Rupees)	-----------
INCOME			
Receipts from donations		**54,440,711**	53,701,766
EXPENDITURE			
Project cost	*4*	**38,393,675**	42,134,234
Administrative expenses	*5*	**16,264,378**	11,589,541
		(54,658,053)	(53,723,775)
Deficit for the year		**(217,342)**	(22,009)
Taxation		-	-
Deficit for the year after taxation		**(217,342)**	(22,009)

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

Trustee

Trustee

QADRI & QURESHI FOUNDATION
Statement Of Changes In General Fund
For the year ended 30 June 2025

	Total
Balance as at July 01, 2023	3,357,175
Deficit for the year	(22,009)
Balance as at June 30, 2024	3,335,166
Deficit for the year	**(217,342)**
Balance as at June 30, 2025	**3,117,824**

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

Trustee

Trustee

1. STATUS AND NATURE OF ACTIVITIES

Qadri & Qureshi Foundation is a non profit organization formed on January 31, 2018 under the Societies Registration Act, 1860 (herein after referred to as "the Organisation" with the purpose of promotion of welfare services. The principal objective of the Organisation is to help out people in distress in the field of education, health, food and general well being of general public.

2. STATEMENT OF COMPLIANCE

2.1 These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of International Financial Reporting Standards (IFRS) for Non Profit Organizations (NPOs) issued by Institute of Chartered Accountants of Pakistan (ICAP).

2.2 Accounting convention and basis of preparation

These financial statements have been prepared under the accrual basis of accounting except for the donations which are recognized on receipt basis.

2.3 Functional and presentation currency

These financial statements have been presented in Pakistan Rupees, which is also the functional currency of the Organization and rounded off to the nearest rupee.

2.4 Property and equipment

Property and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Depreciation is charged to income applying the reducing balance method whereby the cost of an asset less residual value, if any, is written off over its estimated remaining useful life.

Depreciation on additions is charged from the month the asset is available for use, while in case of disposal it is charged up to the month of disposal. Expenditure incurred subsequent to the initial acquisition of an asset is capitalized only when it increases the future economic benefits embodied in that asset. All other expenditures are recognized as an expense in the income and expenditure statement as incurred.

Gains and losses on disposal of operating assets, if any, are included in income currently.

2.5 Intangible assets

Intangible assets are stated at cost less accumulated amortization and impairment losses, if any. Amortization is charged to income applying the reducing balance method whereby the cost of an asset less residual value, if any, is written off over its estimated remaining useful life. Amortization on additions is charged from the month the intangible asset is put to use, while in case of disposal it is charged up to the month of disposal.

2.6 Investment

All investments are initially recognized at fair value, being the cost of the consideration paid including transaction costs associated with the investment, except for those classified as at fair value through profit or loss, in which case the transaction costs are charged to the income and expenditure statement.

All "regular way" purchases and sales of financial assets are recognized on the trade date that is the date on which the Centre commits to purchase / sell an asset. Regular way purchases or sales of financial assets are the contracts which require delivery of assets within the time frame generally established by regulations or market convention.

The Organisation classifies its investments in the following category:

Held-to-maturity

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Organisation has a positive intent and ability to hold till maturity.

2.7 General fund

The fund is used for all general purposes of the center. Any surplus / (deficit) arising out of operations of the Organisation is transferred from income and expenditure statement to this fund.

2.8 Accrued and other liabilities

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

2.9 Receipts recognition

- Receipts from donations are recognized when they are received.
- Receipts from investments are recognized on accrual basis.

3. Property and equipments

	Furniture & fixture	Computer & accessories	Office & other equipment	Vehicles	Total
	Rupees				
2025					
Opening written down value	**243,632**	**50,432**	**348,700**	**1,834,800**	**2,477,564**
Additions	**-**	**77,999**	**1,691,577**	**-**	**1,769,576**
Charge for the year	**(24,363)**	**(25,686)**	**(408,056)**	**(366,960)**	**(825,065)**
As at 30 June 2025	**219,269**	**102,745**	**1,632,221**	**1,467,840**	**3,422,075**
2024	219,269	102,745	1,632,221	1,467,840	
Opening written down value	270,702	63,040	257,875	-	591,617
Additions	-	-	178,000	2,293,500	2,471,500
Charge for the year	(27,070)	(12,608)	(87,175)	(458,700)	(585,553)
As at 30 June 2024	243,632	50,432	348,700	1,834,800	2,477,564
Depreciation rates (%)	**10%**	**20%**	**20%**	**20%**	

	2025	2024
	(Rupees)	
4. PROJECT COST		
Supplies distributed	**23,334,435**	22,349,101
Rashan distribution	**12,938,578**	18,465,415
Donations	**1,215,606**	-
Medical centre expenses	**905,056**	1,319,718
	38,393,675	42,134,234

	Note	2025	2024
		-----------(Rupees)-----------	

5. ADMINISTRATIVE EXPENSES

	Note	2025	2024
Salaries and wages		**9,093,177**	6,706,135
Rent		**715,000**	1,236,000
Transportation and vehicle maintenance		**2,739,165**	1,342,313
Utilities		**415,304**	222,320
Repair & maintenance		**694,188**	498,949
Miscellaneous		**10,290**	4,180
Office supplies		**225,300**	152,968
Advertisement		**502,025**	596,154
Bank charges		**18,046**	36,256
Commission		**-**	100,000
Depreciation	*3*	**825,065**	585,553
Professional charges		**1,026,818**	108,713
		16,264,378	11,589,541

6. GENERAL

6.1 Figures have been rounded off to the nearest rupee.

6.2 Corresponding figures have been re-arranged / re-classified wherever necessary. However, no material reclassifications have been made in these financial statements except for re-classification of rashan distribution to 'project cost' from 'administrative expenses' amounting to Rs. 18,465,415 as it pertains to the prinicipal activity carried out by the Organization.

6.3 These financial statements have been authorised for issue on ________________________ by Board of Trustees.

Trustee **Trustee**