

**ABDULLAH FOUNDATION**  
**AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**JUNE 30, 2024**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
ABDULLAH FOUNDATION**

**REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

**Opinion**

We have audited the annexed financial statements of **Abdullah Foundation** (the Foundation), which comprise the statement of financial position as at June 30, 2024, and the statement of income and expenditure, the statement of changes in accumulated surplus, the statement of cash flows, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of income and expenditure, the statement of changes in accumulated surplus and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), 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, 2024 and of the surplus, the changes in accumulated surplus and its cash flows for the year then ended.


**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 Auditors' 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.

**Information Other than the Financial Statements and Auditors' Report Thereon**

Management is responsible for the other information. The other information comprises of the Directors' Report (but does not include the financial statements and our auditors' report thereon).

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard. 

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### **Responsibilities of Management and Board of Directors for the Financial Statements**

Management 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 the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as 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.

Board of directors are responsible for overseeing the Foundation's financial reporting process.

### **Auditors' 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 auditors' 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 auditors' 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 auditors' report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.

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- 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 the board of directors 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.

#### **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Foundation as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of income and expenditure, the statement of changes in accumulated surplus and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Foundation's business; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditors' report is Raheel Ahmed.

*Shinewing Hameed Chaudhri & Co.*  
**SHINEWING HAMEED CHAUDHRI & CO.**  
**CHARTERED ACCOUNTANTS**  
**KARACHI; 07 OCT 2024**

UDIN : AR202410105jEpWdLcB9

**ABDULLAH FOUNDATION  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>NON-CURRENT ASSETS</b>			
Long term investments	5	-	-
<b>CURRENT ASSETS</b>			
Short term investments	6	628,870,000	338,461,440
Accrued mark-up	7	38,156,350	5,117,226
Taxation - net		6,327,943	5,712,685
Bank balances	8	30,274,639	283,908,426
		<b>703,628,932</b>	<b>633,199,777</b>
<b>TOTAL ASSETS</b>		<b>703,628,932</b>	<b>633,199,777</b>
<b>CURRENT LIABILITY</b>			
Accrued expenses	9	158,848	144,051
Contingencies and commitments	10		
<b>NET ASSETS</b>		<b>703,470,084</b>	<b>633,055,726</b>
<b>REPRESENTED BY</b>			
General Fund		181,861,708	179,277,792
Endowment Fund		521,608,376	453,777,934
		<b>703,470,084</b>	<b>633,055,726</b>

The annexed notes from 1 to 21 form an integral part of these financial statements.



Chief Executive Officer



Director

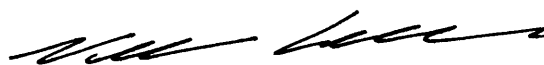
**ABDULLAH FOUNDATION  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>Income</b>			
Donations received	11	12,944,900	67,900,029
Mark-up / profit on investments	12	133,280,886	90,527,859
Unrealised gain on remeasurement of investment at fair value through profit or loss		1,662,000	248,960
Dividend		1,200,000	3,234,460
Gain on disposal / redemption of short term investments		147,691	419,694
		<b>149,235,477</b>	<b>162,331,002</b>
<b>Expenses</b>			
Donations paid	13	102,981,370	123,188,785
Fee and subscription		41,320	25,780
Legal and professional		60,000	249,150
Audit and certification fee		66,630	35,112
Others		7,478	2,090
		<b>103,156,798</b>	<b>123,500,917</b>
Net surplus before taxation		<b>46,078,679</b>	<b>38,830,085</b>
Taxation - levies	14	(518,721)	(693,140)
Net surplus after taxation		<b>45,559,958</b>	<b>38,136,945</b>
<b>Attributable to:</b>			
General Fund		12,583,916	36,140,383
Endowment Fund		32,976,042	1,996,562
		<b>45,559,958</b>	<b>38,136,945</b>

The annexed notes from 1 to 21 form an integral part of these financial statements.



Chief Executive Officer



Director

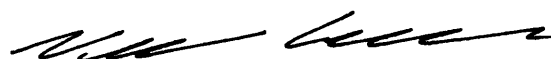
**ABDULLAH FOUNDATION  
STATEMENT OF CHANGES IN ACCUMULATED SURPLUS  
FOR THE YEAR ENDED JUNE 30, 2024**

	Note	General Fund Rupees	Endowment Fund Rupees	Total Fund Rupees
Balance as at June 30, 2022		594,918,781	-	594,918,781
Transferred to Endowment Fund	1.2	(451,781,372)	451,781,372	-
<u>Total comprehensive income for the year ended June 30, 2023</u>				
Net surplus for the year		36,140,383	1,996,562	38,136,945
<b>Balance as at June 30, 2023</b>		<b>179,277,792</b>	<b>453,777,934</b>	<b>633,055,726</b>
<u>Total comprehensive income for the year ended June 30, 2024</u>				
Net surplus for the year		12,583,916	32,976,042	45,559,958
Transferred to Endowment Fund		(10,000,000)	10,000,000	-
Addition to Endowment Fund	11.2.1	-	24,854,400	24,854,400
<b>Balance as at June 30, 2024</b>		<b>181,861,708</b>	<b>521,608,376</b>	<b>703,470,084</b>

The annexed notes from 1 to 21 form an integral part of these financial statements.



Chief Executive Officer



Director

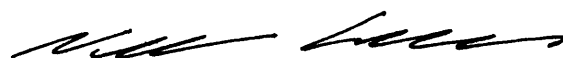
**ABDULLAH FOUNDATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net surplus for the year		46,078,679	38,830,085
<b>Adjustments for non-cash and other items:</b>			
Mark-up / profit on investments		(133,280,886)	(90,527,859)
Unrealised gain on remeasurement of investment at fair value through profit or loss		(1,662,000)	(248,960)
Gain on disposal of assets		(147,691)	(419,694)
Increase / (decrease) in current liability - accrued expenses		14,797	(13,440)
Cash used in operations		(88,997,101)	(52,379,868)
Interest received		100,241,762	90,702,232
Income taxes paid		(1,133,979)	(1,213,463)
Net cash generated from operating activities		10,110,682	37,108,901
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Addition to Endowment Fund		24,854,400	-
Proceeds from redemption of mutual fund units		-	26,165,922
Proceeds from sale of investment in Dolmen City REIT		13,225,771	4,426,563
Investments in treasury bills - net		178,445,360	(170,172,034)
PIB matured / encashed during the year		-	101,334,792
Net cash generated from / (used in) investing activities		216,525,531	(38,244,757)
Net increase / (decrease) in cash and cash equivalent		226,636,213	(1,135,856)
Cash and cash equivalents at beginning of the year		422,638,426	423,774,282
Cash and cash equivalents at end of the year	15	649,274,639	422,638,426

The annexed notes from 1 to 21 form an integral part of these financial statements.



Chief Executive Officer



Director

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

**1 CORPORATE AND GENERAL INFORMATION**

- 1.1** Abdullah Foundation (the Foundation) was incorporated in Pakistan on November 20, 2003 under section 42 of the repealed Companies Ordinance, 1984, (now Companies Act, 2017) as a Foundation limited by guarantee not having share capital.

The purpose of the Foundation is to setup, manage, and administer schools, colleges, universities, institutions for learning, practical training and for imparting of knowledge and to engage in social and welfare activities like making donations and providing assistance to welfare institutions and public at large.

The registered office of the Foundation is situated at suite # 312, Cotton Exchange Building, I.I Chundrigar Road, Karachi, in the Province of Sindh.

**1.2 Educational Endowment Fund for Scholarships**

The Board of Directors have approved creation of "Abdullah Foundation Educational Endowment Fund for Scholarships" with effect from June 20, 2023 from an initial allocation of Rs.451.781 million. The Fund is restricted for the object of providing monies to the educational institutions or as may be decided by the Board from time to time for providing scholarships to the students to meet their educational fees and related expenses. Any amounts credited to the Fund or earned by it shall be restricted for use by the Fund only for above mentioned object and shall not be available for utilisation by the Foundation for any other purpose.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Accounting Standards for Not for Profit Organizations (Accounting Standards for NPOs) issued by Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provision of and directives issued under the Companies Act, 2017 differ from the IFRS, the provision of and directives issued under the Companies Act, 2017 have been followed.

**2.2 Basis of measurement**

These financial statements have been prepared under the historical cost convention, except for certain investments carried at fair value.

**2.3 Functional and presentation currency**

These financial statements are presented in Pakistan Rupees which is the Foundation's functional and presentation currency.

**2.4 Use of estimates and judgments**

The preparation of these financial statements is in conformity with approved accounting standards which requires management to make estimates, assumptions and use judgment that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

Significant areas requiring the use of management estimates and judgments in these financial statements relate to the classification of investments and impairment of assets. However, assumptions and judgments made by management in the application of accounting policies that have significant effect on the financial statements are not expected to result in material adjustment to the carrying amounts of assets and liabilities in the next year.

### **3 NEW AND AMENDED STANDARDS AND INTREPRETATIONS**

#### **3.1 Standards, amendments to approved accounting standards effective in the current year**

There are certain International Financial Reporting Standards, amendments to published standards and interpretations that are mandatory for the financial year beginning on July 1, 2023. These are considered not to be relevant or to have any significant effect on the Foundation's financial reporting and operations and are, therefore, not disclosed in these financial statements.

#### **3.2 Standards, amendments and interpretations to the approved accounting standards that are not yet effective and have not been early adopted by the Foundation**

The following new standards and amendments to approved accounting standards are not effective for the financial year beginning on July 1, 2023 and have not been early adopted by the Foundation:

- (a) Amendments to IAS 1, 'Presentation of Financial Statements' is applicable on accounting periods beginning on or after January 1, 2023. The amendments includes requiring companies to disclose their material accounting policies rather than their significant accounting policies, clarifying that accounting policies related to immaterial transactions, other events or conditions are themselves immaterial and as such need not be disclosed and also clarifying that not all accounting policies that relate to material transactions, other events or conditions are themselves material to a company's financial statements.
- (b) Amendments to IAS 1 'Presentation of Financial Statements' is applicable on accounting periods beginning on or after January 1, 2023. Under existing IAS 1 requirements, companies classify a liability as current when they do not have an unconditional right to defer settlement of the liability for at least twelve months after the end of the reporting period. As part of this amendments, the requirement for a right to be unconditional has been removed and instead, the amendments requires that a right to defer settlement must have substance and exist at the end of the reporting period.
- (c) Amendments to IAS 1 'Presentation of Financial Statements' is applicable on accounting periods beginning on or after January 1, 2024. Under existing IAS 1 requirements, companies classify a liability as current when they do not have an unconditional right to defer settlement of the liability for at least twelve months after the end of the reporting period. As part of this amendments, the requirement for a right to be unconditional has been removed and instead, the amendments requires that a right to defer settlement must have substance and exist at the end of the reporting period. This right may be subject to a company complying with conditions (covenants) specified in a loan arrangement. At October 31, 2022, after reconsidering certain aspects of the amendments, the IASB reconfirmed that only covenants with which a company must comply on or before the reporting date affect the classification of a liability as current or non-current. Covenants with which the company must comply after the reporting date (i.e. future covenants) do not affect a liability's classification at that date. However, when non-current liabilities are subject to future covenants, companies will now need to disclose information to help users understand the risk that those liabilities could become repayable within 12 months after the reporting date.

There are a number of other standards, amendments and interpretations to the published standards that are not yet effective and are also not relevant to the Foundation and, therefore, have not been presented here.

## 4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 4.1 Property

included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably. All other repairs and maintenance are charged to statement of profit or loss during the financial year in which they are incurred.

### 4.2 Accrued and other liabilities

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether billed to the Foundation or not.

### 4.3 Distribution to shareholders

Dividend is recognized as a liability in the period in which it is declared.

### 4.4 Financial instruments

#### 4.4.1 Financial assets

##### a) Classification

The Institute classifies its financial instruments in the following categories: financial assets at amortised cost, financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. The financial assets are classified at initial recognition based on the business model used for managing the financial assets and contractual terms of the cash flows.

##### (i) Financial assets at amortised cost

A financial asset shall be classified as financial asset at amortised cost if both of the following conditions are met:

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

##### (ii) Financial assets at fair value through other comprehensive income

Debt instruments where contractual cash flows are solely payments of principal and interest and the objective of the Foundation is achieved by both collecting cash flows and selling the financial assets.

Equity investment that are not held for trading and the Foundation made an irrevocable election at initial recognition to measure it at fair value through other comprehensive income with only dividend income recognised in profit or loss.

##### (iii) Financial assets at fair value through profit or loss

All equity instruments are to be classified as financial assets at fair value through profit or loss, except for those equity instruments for which the Foundation has elected to present value changes in other comprehensive income.

A debt instrument can be classified as a financial asset at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains or losses on them on different basis.

**b) Recognition and measurement**

Regular purchases and sales of financial assets are recognised on the trade-date – the date on which the Foundation commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the statement of profit or loss. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Foundation has transferred substantially all risks and rewards of ownership.

After initial recognition, financial assets are measured at fair value or amortised cost.

Gains or losses arising from changes in fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of profit or loss within 'other income / other operating expenses' in the period in which they arise. Dividend income from financial assets at fair value through profit or loss is recognised in the statement of profit or loss as part of 'other income' when the Foundation's right to receive payments is established.

Gains or losses arising from changes in fair value of the 'financial assets at fair value through other comprehensive income' category are recognised in other comprehensive income with only dividend income recognised in profit or loss.

The Foundation assesses at the end of each reporting period whether there is objective evidence that a financial asset or a group of financial assets is impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss - measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss - is removed from equity and recognised in the statement of profit or loss. Impairment losses recognised in the statement of profit or loss on equity instruments are not reversed through the statement of profit or loss. Impairment testing of other receivables is described in note 4.7.

**4.4.2 Financial liabilities**

Financial liabilities are recognised at the time when the Company becomes a party to the contractual provisions of the instrument. All financial liabilities are recognised initially at fair value less directly attributable transactions costs, if any, and subsequently measured at amortised cost using effective interest method.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of original liability and recognition of a new liability and the difference in respective carrying amounts is recognised in the statement of profit or loss.

**4.5 Derecognition**

Investments are de-recognized when the rights to receive cash flows from the investments have been expired or transferred and the Foundation has transferred substantially all risks and rewards of ownership.

**4.6 Cash and cash equivalents**

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of cash flow statement, cash and cash equivalents consist of balances with banks.

**4.7 Impairment**

An assessment is made at each reporting date to determine whether there is any indication of impairment or reversal of previous impairment on assets, including items of long term investment. In the event that an asset's carrying value amount exceeds its recoverable amount, carrying amount is reduced to recoverable amount and an impairment loss is recognized in the income and expenditure account. A previously recognized impairment loss is reversed on if there has been change in the estimate used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortization or depreciation), had no impairment losses been recognized for the asset to prior year. Reversal of impairment loss is restricted to the original cost of the asset.

**4.8 Provisions**

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

**4.9 Taxation****Current**

Income tax expense represents current tax expense. Provision for current taxation is based on taxable income at the current rates of taxation after taking into account tax credits and tax rebates, if any. The Foundation has dividend income which is subject to taxation under Final Tax Regime (FTR).

**4.10 Offsetting of financial assets and financial liabilities**

A financial asset and financial liability is offset and the net amount reported in the statement of financial position, if the Foundation has a legal enforceable right to set off the transaction and also intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

**4.11 Revenue recognition**

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Foundation and the amount of revenue and the associated cost incurred or to be incurred can be measured reliably, on the following bases:

- Donations are recognized on receipt basis.
- Mark-up / profit on held to maturity investment is recorded on accrual basis using effective interest rate.
- Dividend income is recognized when the right to receive dividend is established.

**5 LONG TERM INVESTMENTS**

	Note	2024 Rupees	2023 Rupees
<b>At amortized cost</b>			
Pakistan Investment Bonds (PIBs)	5.2	-	-
<b>5.1 Movement of investments (PIBs)</b>			
Opening balance		-	101,334,792
Matured / encashed during the year		-	(101,200,000)
Amortization of premium during the year		-	(137,681)
Unwinding of discount during the year		-	2,889
Net amortisation premium during the year		-	(134,792)
Closing balance		-	-

5.2 These carried mark-up rate up to Nil (2023: 12%) per annum received on half yearly basis had maturity up to September 2022.

## 6 SHORT TERM INVESTMENTS

	Note	2024 Rupees	2023 Rupees
<b>General Fund</b>			
<b>At fair value through profit or loss</b>			
Listed equity security	6.1	9,870,000	21,286,080
<b>At amortized cost</b>			
Term deposit receipts	6.2	139,000,000	138,730,000
<b>Endowment Fund</b>			
<b>At amortized cost</b>			
Term deposit receipts	6.2	480,000,000	-
Treasury bill	6.3	-	178,445,360
		<b>628,870,000</b>	<b>338,461,440</b>

	2024 Number of shares	2023 Number of shares	2024 Rupees	2023 Rupees
6.1 Listed equity security				
Dolmen City REIT	<u>600,000</u>	<u>1,556,000</u>	<u>9,870,000</u>	<u>21,286,080</u>

6.1.1 Dolmen City REIT has declared dividend of Rs.0.5 for the year ended June 30, 2023, Rs.0.5, Rs.0.5 and Rs.0.5 per unit for every quarter ended Sep 30, 2023, December 31, 2023 and March 31, 2024 respectively. At June 30, 2024, it has a market value of Rs.16.45 (2023: Rs.13.68) per share.

6.2 These term deposit receipts carry markup up to 21.00% (2023: 19.50%) and have tenure of one year from respective date of investments.

6.3 This treasury bill carries effective yield of 22.70% (2023: 21.90%) at June 30, 2024.

## 7 ACCRUED MARK-UP

	2024 Rupees	2023 Rupees
<b>General Fund - accrued profit on;</b>		
Saving account	350,000	125,561
Term deposit receipts	2,287,720	1,914,663
Treasury bills	-	2,092,293
<b>Endowment Fund - accrued profit on;</b>		
Term deposit receipts	35,518,630	-
Treasury bills	-	984,709
	<b>38,156,350</b>	<b>5,117,226</b>

8	BANK BALANCES	2024 Rupees	2023 Rupees
	<b>General Fund</b>		
	Saving account	25,162,973	9,554,432
	<b>Endowment Fund</b>		
	Saving account	60,877	274,353,994
	Current account	5,050,789	-
		<u>30,274,639</u>	<u>283,908,426</u>

8.1 This carries markup up to 20.5% per annum (2023: 19.5%).

## 9 ACCRUED EXPENSES

Accrued liabilities	119,033	111,051
Audit fee	39,815	33,000
	<u>158,848</u>	<u>144,051</u>

## 10 CONTINGENCIES AND COMMITMENTS

The Additional Commissioner Inland Revenue (ACIR) passed an order under section 122(5A) of the Income Tax Ordinance dated December 30, 2023, and created a tax demand of Rs.15,733,154 on alleged breach of prescribed limit of surplus funds. The Foundation filed an appeal Commissioner Inland Revenue Appeals (CIRA) who vide its order dated April 17, 2024, confirmed the order of ACIR. The Foundation has filed an appeal in Appellate Tribunal Inland Revenue (ATIR) alongwith application for stay on April 24, 2024. The case has been heard and the decision has been reserved for order. There are reasonable chances of a favorable outcome. ATIR has also granted stay against impugned demand.

11	DONATIONS RECEIVED - RELATED PARTIES	2024 Rupees	2023 Rupees
	<b>11.1 General Fund</b>		
	Sapphire Retail (Private) Limited	12,944,900	-
	Sapphire Textile Mills Limited	-	5,000,000
	Sapphire Fibers Limited	-	14,142,750
	Diamond Fabrics Limited	-	2,025,000
	Shahid Abdullah	-	500,000
	Reliance Cotton Spinning Mills Limited	-	30,300,000
	Jamal Uddin Fatima Charitable Trust	-	15,932,279
		<u>12,944,900</u>	<u>67,900,029</u>

## 11.2 Endowment Fund

This represent contribution received from donors with the stipulation of principal amount to be kept intact while income earned on related investment could be used for specific purpose as per arrangement with the donors. Income on endowment is mainly recognized in statement of income and expenditure, However, in some cases, as per donor requirements, income may be cumulated as part of the endowment balance.

**11.2.1 Addition in Endowment Fund through Statement of Changes in Accumulated Surplus**

	Note	2024 Rupees	2023 Rupees
Sapphire Retail (Private) Limited		<u>24,854,400</u>	<u>-</u>
<b>12 MARK-UP / PROFIT ON INVESTMENTS</b>			
<b>General Fund:</b>			
Coupon interest on PIBs	12.1	-	1,111,984
Amortization of premium on PIBs	5	-	(137,681)
Unwinding of discount on PIBs	5	-	2,889
		-	(134,792)
Profit on saving accounts	12.2	5,132,210	13,847,696
Profit on term deposit receipts	12.3	27,977,007	50,079,774
Profit on treasury bills	12.4	-	23,620,505
		<u>33,109,217</u>	<u>88,525,167</u>
<b>Endowment Fund:</b>			
Profit on saving account	12.2	37,362,218	897,224
Profit on treasury bills	12.4	17,004,794	1,105,468
Profit on term deposit receipts		45,804,657	-
		<u>100,171,669</u>	<u>2,002,692</u>
		<u>133,280,886</u>	<u>90,527,859</u>

**12.1** These carry mark-up rate of Nil (2023: 12%) per annum receivable on half yearly basis.

**12.2** This carries markup of 20.5% per annum (2023: 12.25% to 19.5% per annum).

**12.3** These carry markup having ranging from 19.00% to 21.00% (2023: 13.95% to 19.50%).

**12.4** These carry yield ranging from 21.50% to 22.70% (2023: 10.40% to 21.90%).

13 DONATIONS PAID	2024 Rupees	2023 Rupees
Aitchison College	-	15,000,000
Akhuwat University	5,000,000	-
Bait ul Sukoon Trust	2,000,000	-
CARE Foundation - Lahore	-	200,000
Chiniot Anjuman Islamia	1,000,000	1,000,000
Chiniot General Hospital	1,500,000	-
Chiniot Shaikh Society	1,000,000	1,000,000
Comsats University Islamabad	1,270,750	-
Durbeen	-	18,000,000
H.M.B. Trust	500,000	500,000
Habib University Foundation	26,500,000	21,000,000
Indus Valley School of Art and Architecture	7,883,280	-
Institute of Business Administration	6,290,400	1,022,000
KH. Nasiruddin And Sons (Pvt) Ltd	-	2,025,000
Lahore Institute of Health Sciences	-	12,300,000
Lahore University of Management Sciences	5,600,000	-
Million Smiles Foundation	-	500,000
Namal University Mianwali	2,850,000	-
National University of Sciences and Technology	12,000,000	2,500,000
Nighaban Civil Hospital	-	5,000,000
Orange Tree Foundation	4,999,040	1,357,035
Panah Trust	750,000	500,000
Patient Aid Foundation	-	5,000,000
Razia Sheikh Welfare Trust	-	840,000
Sarwar Foundation	-	5,000,000
Shalamar Hospital	2,250,000	-
Shaukat Khanum Hospital Karachi	-	5,000,000
Sindh Institute of Urology & Transplantation	1,000,000	1,000,000
Sponsoring a Squash Player	444,900	-
Teach The World	-	3,802,750
Textile Institute of Pakistan	752,000	642,000
The Aga Khan University Foundation	2,500,000	5,000,000
The Citizens Foundation	4,500,000	5,000,000
The Hunar Foundation	12,391,000	-
The Kidney Centre	-	10,000,000
	<b>102,981,370</b>	<b>123,188,785</b>

13.1 No director or their spouse had any interest in the donees' fund.

#### 14 TAXATION - levies

It represents the tax on dividend. The tax credit available under section 100C of Income Tax Ordinance, 2001 (ITO) is applicable on donation received and profit on debt. Dividend income, however is taxable under the Ordinance @ 15%. No provision is required section 100C(5) of the ITO as the amount of surplus is less than 25% of the total receipts (income after deduction of accrued mark-up) as defined under section 100C(6) of the ITO.

#### 15 CASH AND CASH EQUIVALENTS

	Note	2024 Rupees	2023 Rupees
Bank balances	8	30,274,639	283,908,426
Term deposit receipts	6.2	619,000,000	138,730,000
		<u>649,274,639</u>	<u>422,638,426</u>

#### 16 FINANCIAL INSTRUMENTS BY CATEGORY

##### Financial assets

##### At amortised cost

Long term investments	-	-
Term deposit receipts	619,000,000	138,730,000
Treasury bills	-	178,445,360
Accrued mark-up	38,156,350	5,117,226
Bank balances	30,274,639	283,908,426

##### At fair value through profit or loss

Short term investments	9,870,000	21,286,080
	<u>697,300,989</u>	<u>627,487,092</u>

##### Financial liabilities measured at amortized cost

Accrued expenses	<u>158,848</u>	<u>144,051</u>
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#### 17 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated undertakings, directors, companies with common directorship and key management personnel. The Foundation in the normal course carries out transactions with various related parties. Significant transactions with related parties are as follows:

Relationship with the Foundation	Nature of transaction	2024 Rupees	2023 Rupees
Associated companies / fund	Donations received	37,799,300	67,400,029
Associated persons	Donations received	-	500,000

#### 18 REMUNERATION OF CHIEF EXECUTIVE OFFICER, DIRECTORS AND EXECUTIVES

No remuneration has been paid or is payable by the Foundation on account of remuneration of Chief executive officer, directors and executives for the year.

**19 NUMBER OF EMPLOYEES**

There is no person in the employment of the Foundation. The affairs of the Foundation are managed through the associated company.

**20 GENERAL**

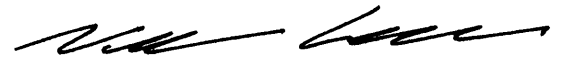
Figures in the financial statements have been rounded off to the nearest rupee.

**21 DATE OF AUTHORIZATION**

These financial statements were authorized for issue on September 30, 2024 by the Board of Directors of the Foundation.



Chief Executive Officer



Director