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# INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF GREEN CRESCENT TRUST

## Opinion

We have audited the financial statements of Green Crescent Trust ("the Trust"), which comprise the statement of financial position as at June 30, 2025, and the statement of income and expenditure and other comprehensive income, statement of changes in fund and 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at June 30, 2025, and of its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

## Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Trust in accordance with 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 basis for our opinion.

## Responsibilities of Management and Those Charged With Governance for the Financial Statements

The Trustees are 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 Trustees determine 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, Trustees of the Trust are 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 Trustees either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

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

## Auditor's Responsibility 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 internal control.

- 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 Board of Trustees 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: 23 FEB 2026

BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

UDIN: AR202510067AsEkIlFGf

**GREEN CRESCENT TRUST**
**STATEMENT OF FINANCIAL POSITION**
**AS AT JUNE 30, 2025**

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |
| **ASSETS** | | | |
| **NON-CURRENT ASSETS** | | | |
| Property and equipment | 4 | 676,778,977 | 466,106,967 |
| Long term deposits and prepayments | 5 | 19,158,484 | 17,623,924 |
| | | 695,937,461 | 483,730,891 |
| **CURRENT ASSETS** | | | |
| Loans, advances and prepayment | 6 | 84,044,153 | 77,809,829 |
| Short term investments | 7 | 190,133,337 | 41,659,839 |
| Fee and other receivable | 8 | 15,727,851 | 20,615,385 |
| Bank balances | 9 | 4,184,574 | 45,251,217 |
| | | 294,089,915 | 185,336,270 |
| **TOTAL ASSETS** | | 990,027,376 | 669,067,161 |
| **FUNDS AND LIABILITIES** | | | |
| **FUNDS AND RESERVES** | | | |
| General fund | | 556,960,919 | 471,068,356 |
| Restricted fund | 10 | 21,446,826 | 9,628,507 |
| **TOTAL FUNDS AND RESERVES** | | 578,407,745 | 480,696,863 |
| **LIABILITIES** | | | |
| **NON-CURRENT LIABILITIES** | | | |
| Deferred grants | 11 | 371,614,614 | 181,427,751 |
| **CURRENT LIABILITIES** | | | |
| Due to related parties | 12 | 500,350 | 500,350 |
| Book overdraft | 13 | 31,351,077 | - |
| Payable to employees | 14 | 1,148,910 | - |
| Accured expenses and other payables | 15 | 7,004,680 | 6,442,197 |
| | | 40,005,017 | 6,942,547 |
| **TOTAL LIABILITIES** | | 411,619,631 | 188,370,298 |
| **TOTAL FUNDS AND LIABILITIES** | | 990,027,376 | 669,067,161 |
| **CONTINGENCIES AND COMMITMENTS** | 16 | | |

The annexed notes from 1 to 29 form an integral part of these financial statements.

Shameem Pasha

**VICE CHAIRMAN** | **TREASURER**

GREEN CRESCENT TRUST
STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |
| **General reserve** | | | |
| Zakat | | 284,128,112 | 199,452,802 |
| Donation | | 151,793,127 | 119,803,900 |
| Parents' participation against tuition fee received from students | | 196,515,910 | 169,745,940 |
| | | 632,437,149 | 489,002,642 |
| Operational expenses | 17 | (454,047,976) | (404,055,099) |
| Administrative expenses | 18 | (49,784,306) | (52,111,669) |
| | | 128,604,867 | 32,835,874 |
| **Restricted funds** | | | |
| Income transferred from Sindh Education Fund | 19 | 134,844,795 | 90,502,948 |
| Specific expense | | (134,844,795) | (90,502,948) |
| Income transferred from Water project | 20 | 38,479,565 | 39,515,535 |
| Specific expense | | (38,479,565) | (39,515,535) |
| Income transferred from Orphan support program | 21 | 110,126,452 | 63,071,318 |
| Specific expense | | (110,126,452) | (63,071,318) |
| Income transferred from Construction project fund | 22 | 19,160,049 | 17,553,755 |
| Specific expense | | (19,160,049) | (17,553,755) |
| Financial charges - bank charges | | (794,458) | (1,506,232) |
| Other income | 23 | 29,582,154 | 11,273,038 |
| **Surplus for the year** | | 157,392,563 | 42,602,680 |
| Other comprehensive income | | - | - |
| Total comprehensive surplus | | 157,392,563 | 42,602,680 |

The annexed notes from 1 to 29 form an integral part of these financial statements.

Shameem Pasha

VICE CHAIRMAN

TREASURER

**GREEN CRESCENT TRUST**
**STATEMENT OF CHANGES IN FUND**
**FOR THE YEAR ENDED JUNE 30, 2025**

| | General Fund | Restricted Fund | | | | Restricted Total | Grand Total |
|---|---|---|---|---|---|---|---|
| | | Construction Project Fund | Orphan Support Program | Water Project | Sindh Education Foundation (SEF) | | |
| | ------------------------------ Rupees ------------------------------ | | | | | | |
| Balance as at July 01, 2023 | 458,465,676 | - | - | - | 406,261 | 406,261 | 458,871,937 |
| Surplus for the year | 42,602,680 | - | - | - | - | - | 42,602,680 |
| Other comprehensive income | - | - | - | - | - | - | - |
| Total comprehensive income for the year | 501,068,356 | - | - | - | 406,261 | 406,261 | 501,474,617 |
| Funds received during the year | - | 184,072,789 | 62,392,236 | 29,923,800 | 74,487,650 | 350,876,475 | 350,876,475 |
| Transferred from general fund | (30,000,000) | - | 1,000,000 | 10,000,000 | 19,000,000 | 30,000,000 | - |
| Grant utilized during the year | - | (179,616,134) | (63,071,318) | (39,515,535) | (95,201,925) | (377,404,912) | (377,404,912) |
| Deferred grant recognized | - | 4,077,786 | - | - | 1,672,897 | 5,750,683 | 5,750,683 |
| Balance as at June 30, 2024 | 471,068,356 | 8,534,441 | 320,918 | 408,265 | 364,883 | 9,628,507 | 480,696,863 |
| Balance as at July 01, 2024 | 471,068,356 | 8,534,441 | 320,918 | 408,265 | 364,883 | 9,628,507 | 480,696,863 |
| Surplus for the year | 157,392,563 | - | - | - | - | - | 157,392,563 |
| Other comprehensive income | - | - | - | - | - | - | - |
| Total comprehensive income for the year | 628,460,919 | 8,534,441 | 320,918 | 408,265 | 364,883 | 9,628,507 | 638,089,426 |
| Funds received during the year | - | 225,743,280 | 94,353,882 | 42,186,978 | 88,037,100 | 450,321,240 | 450,321,240 |
| Transferred from general fund | (71,500,000) | - | 15,500,000 | (3,000,000) | 59,000,000 | 71,500,000 | - |
| Grant utilized during the year | - | (210,760,539) | (110,126,452) | (38,479,565) | (144,885,682) | (504,252,238) | (504,252,238) |
| Deferred grant recognized | - | (4,077,786) | - | - | (1,672,897) | (5,750,683) | (5,750,683) |
| Balance as at June 30, 2025 | 556,960,919 | 19,439,396 | 48,348 | 1,115,678 | 843,404 | 21,446,826 | 578,407,745 |

The annexed notes from 1 to 29 form an integral part of these financial statements.

Shameem Parks

VICE CHAIRMAN

TREASURER

**GREEN CRESCENT TRUST**
**STATEMENT OF CASH FLOWS**
**FOR THE YEAR ENDED JUNE 30, 2025**

| | 2025 | 2024 |
|---|---|---|
| | ----------- Rupees ----------- | |
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Surplus for the year | 157,392,563 | 42,602,680 |
| Adjustments for: | | |
| Depreciation | 23,726,283 | 20,038,781 |
| Amortization of deferred capital grant | (17,205,197) | - |
| Provision for doubtful debts | 328,397 | 983,629 |
| Cash flows from operating activities before working capital changes | 164,242,046 | 63,625,090 |
| **(Increase) / decrease in current assets** | | |
| Fee and other receivable | 4,887,534 | (5,248,517) |
| Loans, advances and prepayments | (6,234,324) | (27,386,422) |
| | (1,346,790) | (32,634,939) |
| **Increase in current liabilities** | | |
| Employee benefit | 1,148,910 | - |
| Accured expenses and other payables | 562,483 | 975,869 |
| | 1,711,393 | 975,869 |
| Cash generated from operations | 164,606,649 | 31,966,020 |
| Long-term deposit | (1,534,560) | (4,925,769) |
| Tax paid | (328,398) | (983,629) |
| Net cash generated from operating activities | 162,743,691 | 26,056,622 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Acquisition of property and equipment | (42,797,803) | (118,613,102) |
| Addition in capital expenditure | (191,600,490) | - |
| Investment in mutual fund | (148,473,498) | (41,659,839) |
| Net cash (used in) investing activities | (382,871,791) | (160,272,941) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Restricted fund receipts | 450,321,240 | 350,876,475 |
| Restricted fund utilized in operations | (259,598,620) | (172,035,323) |
| Restricted fund utilized in administrative | (43,012,240) | (32,857,550) |
| Net cash generated from financing activities | 147,710,380 | 145,983,602 |
| Net (used in)/ increase in cash and cash equivalents | (72,417,720) | 11,767,283 |
| Cash and cash equivalents at the beginning of the year | 45,251,217 | 33,483,934 |
| Cash and cash equivalents at the end of the year | (27,166,503) | 45,251,217 |

The annexed notes from 1 to 29 form an integral part of these financial statements.

Shameem Pasha

VICE CHAIRMAN

TREASURER

**GREEN CRESCENT TRUST**
**NOTES TO THE FINANCIAL STATEMENTS**
**FOR THE YEAR ENDED 30 JUNE 2025**

## 1 THE TRUST AND ITS ACTIVITIES

1.1 Green Crescent Trust (the Trust) was registered vide a trust deed on November 1990 as a Trust under the Trust Act, 1882, with the objective of providing educational, social and medical facilities to the needy persons. The main activities of the Trust are to set up, manage, maintain, administer and run schools in various localities. The registered office of the Trust is situated at 3rd Floor of RSM Square Commercial area, Shaheed-e-Millat Service Road, Jinnah Housing Society PECHS, Karachi.

1.2 The Trust Act 1882 has been repealed due to the promulgation of the Provincial Trust Act, namely the Sindh Trust Act, 2020 ( the "Sindh Trust Act" ), as empowered under the Eighteen Amendment to the Constitution of Pakistan. Consequently, the Trust is registered under the Sindh Trusts Act 2020 on May 30, 2024 and renewed on Sindh Trusts (Amendment) Act.2021 on August 28, 2025.

### 1.3 School Network

The Trust's school units are present across the province of Sindh, having 176 units (2024: 170 units).

### 1.4 Following are the detail of the key projects / programs of The Trust

**GCT Hilal Public Schools (Formerly Hilal Public Schools System)**

The Trust is dedicated to providing quality education to underprivileged children across Sindh through its network of GCT Hilal Schools. GCT Hilal School Network comprises 176 schools, educating 35,255 students, including over 2,228 orphaned children. With a gender ratio of 60% boys and 40% girls, the schools are supported by a dedicated staff of 2,450 members, ensuring a strong foundation for learning and growth.

**Orphan Support Program**

The Trust is committed to supporting over 2,228 orphaned children through its Orphan Support Program. This initiative ensures a comprehensive care system, addressing educational needs. It also extends to ethical and moral support, including Ramadan and Eid gifts, as well as healthcare services like medical checkups and medicines, along with essential sustenance support. In collaboration with the Islamic Circle of North America (ICNA) Relief Canada and other donors, The Trust provides complete care for orphaned students enrolled in the GCT Hilal Schools Network, ensuring they receive the necessary resources to thrive academically and personally.

### Water Project

The Trust launched its Water Project with the vision of improving the quality of life in Thar by providing acess to sustainable water resource. Each project installs a dedicated well in selected villages, ensuring a sustainable water resource right outside homes. To date, GCT has initiated over 1,808 Water Projects, benefiting more than 703,824 people. With a commitment to expanding its reach, The Trust aims to achieve 100% water coverage across the Thar Desert.

### Center for educational research and development (CERD)

The Trust believes that quality education is deeply connected to the excellence of its teachers. To uphold high academic standards, teacher training is a key component of GCT's education program, ensuring a lasting impact on student learning. The Center for Educational Research and Development (CERD) plays a vital role in training and developing teachers across the GCT school network. Additionally, the program extends its training services to other nonprofit organizations and charities. To date, 2,718 teachers have been trained and are actively serving in GCT Hilal Schools.

## 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 as applicable in Pakistan comprise of :

- International Financial Reporting Standard for the Small and Medium-Sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB); and

- Accounting standard for Not for Profit Organizations ( Accounting Standard for NPOs) issued by the Institute of Chartered Accountants of Pakistan.

### 2.2 Basis of measurement

These financial statements have been prepared on historical cost basis, unless specified otherwise.

### 2.3 Functional and presentation currency

These financial statements are presented in Pakistan rupee, ('Rupees' or ' Rs.') which is also the Trust's functional currency.

## 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 to all the years presented, unless otherwise stated.

### 3.1 Property and equipment

**Operating fixed assets**

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged to the statement of income and expenditure by applying the diminishing balance method, except for leasehold improvements which are depreciated on straight line method. Depreciation is charged from the date the asset is available for use while no depreciation is charged from the date on which the asset is disposed off.

The assets' residual value, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each statement of financial position date.

Repairs and maintenance are charged to the statement of income and expenditure as and when incurred. Major renewals and improvements are capitalized, if recognition criteria are met and the assets so replaced, if any, are retired.

Gain or loss on disposal of operating fixed assets is included in the statement of income and expenditure .

**Capital work-in-progress**

Capital work-in-progress is stated at cost less accumulated impairment losses, if any, and consists of expenditure incurred and advances made in respect of tangible assets in the course of their acquisition and installation. Transfers are made to relevant category of operating fixed assets as and when assets are available for intended use.

### 3.2 Impairment of non financial assets

The carrying amounts of non-financial assets are assessed at each reporting date to ascertain whether there is any indication of impairment. If such an indication exists, the asset's recoverable amount is estimated to determine the extent of impairment losses, if any. An impairment loss is recognized as an expense in the statement of income and expenditure.

### 3.3 Financial instruments

#### 3.3.1 Financial asset

**a) Available for sale**

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as held to maturity and investments or financial assets at fair value through profit or loss.

**b) Held to maturity**

Held to maturity investments are financial assets with fixed or determinable payments and fixed maturity that the trust has a positive intent and ability to hold to maturity.

**c) Fair value through profit or loss**

When an investment is recognised initially at fair value through profit or loss. Further, transaction costs that are directly attributable charged to profit & loss.

#### 3.3.2 Financial liabilities

All the financial liabilities are recognized at the time when the trust becomes a party to the contractual provisions of the instrument. Any gains or losses on de-recognition of the financial assets and financial liabilities are taken to the statement of income and expenditure currently.

#### 3.3.3 Offsetting of financial assets and financial liabilities

Financial asset and a financial liability is offset and the net amount is reported in the statement of financial position if the trust has legally enforceable right to setoff the recognized amount and intend either to settle on a net basis or to realize the asset and settle the liability simultaneously.

#### 3.3.4 Impairment of financial assets

The carrying value of financial assets is reviewed at each financial position date to determine whether there is any indication of impairment. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognized in the statement of income and expenditure.

### 3.3.5 Derecognition

Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the trust has transferred substantially all risks and rewards of ownership attached to such financial assets. Gains and losses on disposal are determined by comparing the proceeds with the carrying amount and are recognized in the statement of income and expenditure.

Financial liabilities derecognises when the Trust's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the statement of income and expenditure.

## 3.4 Cash and cash equivalents

Cash and cash equivalent comprises of bank balance.

## 3.5 Foreign currency transaction and balances

Foreign currency transactions are translated into Pak Rupees at exchange rates on the date of transaction. All monetary assets and liabilities in foreign currencies at the reporting date are transferred into Pak Rupees at the rates of exchange prevailing on the reporting data. Exchange difference, if any , are included in statement of income and expenditure.

## 3.6 Taxation

Income tax expense comprises current and deferred tax. Income tax expense is recognised in the income and expenditure account, except to the extent that it relates to items recognised directly in reserves or in other comprehensive income.

### 3.6.1 Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of prior years. The amount of current tax payable or receivable is the best estimate of the tax amount expected to be paid or received that reflects uncertainty related to income taxes, if any. It is measured using tax rates enacted or substantively enacted at the reporting date. Current tax also includes any tax arising under final tax regime.

Current tax assets and liabilities are offset only if certain criteria are met.

### 3.6.2 Deferred Tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Future taxable profits are determined based on the reversal of relevant taxable temporary differences. If the amount of taxable temporary differences is insufficient to recognise a deferred tax asset in full, then future taxable profits, adjusted for reversals of existing temporary differences, are considered. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Trust expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if certain criteria are met.

The Trust has been approved as a non - profit organisation under Section 2(36)(c) of the Income Tax Ordinance, 2001 (the Ordinance). The Trust is allowed 100C tax credit against the tax liability including minimum tax and final taxes, under Section 100C of the Ordinance. The management intends to avail a tax credit equal to 100% of the tax payable. Accordingly, no provision for taxation has been made in these financial statements.

## 3.7 Deferred grant

Grants related to property and equipment are accounted for by setting up the grants as deferred grants. These grants are recognized as income systematically over the useful life of the related property and equipment, in alignment with the depreciation charged on the capitalized asset against the deferred grant.

## 3.8 Funds and Grants

### General fund

Funds received for ongoing operations, without any restrictions on utilization, are classified as general fund. These funds are recognized as income when received. The expenses incurred against such funds are recognized in the statement of income and expenditure as and when incurred.

**Restricted funds**

Restricted funds refer resources that are designated by donors for specific projects within the trust. Restricted contributions are recognized as income in the statement of income and expenditure on a systematic basis in the same period in which the related expenditure is incurred.

**Grants**

A grant without specified future performance conditions is recognized in income when the grant proceeds are received. A grant that imposes specified future performance conditions is recognized in income when all those conditions are met and there is a reasonable assurance that the grant will be received.

**3.9 Provisions**

Provisions are recognised in the statement of financial position when the trust has a legal or constructive obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made. However, provisions are reviewed at each reporting date and adjusted to reflect current best estimate.

**3.10 Accured expenses and other payables**

Liabilities for trade and other payables 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 trust.

**3.11 Contingent Asset and Liabilities**

A contingent liability is disclosed when the trust has a possible obligation arising from past events, the 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. It is also disclosed when the trust has a present legal or constructive obligation that arises from past events but where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or when the amount of the obligation cannot be measured with sufficient reliability. A contingent asset is disclosed when an inflow of economic benefits arising from past events is probable, but not virtually certain. When the realization of income is virtually certain, the asset is recognized in the financial statements.

### 3.12 Income recognition

Zakat and donations are recognized as income as and when received. Donations received in kind are recognized at the fair value prevailing at the time of receipt of such donation. Grants and donations received for revenue expenditure are taken to the statement of income and expenditure.

Markup on investments are recorded on accrual basis.

### 3.13 Significant accounting judgments and critical accounting estimates/assumptions

The preparation of financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgements that affect the application of the trust's accounting policies and the reported amounts 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 judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future years if the revision affects both current and future years.

The areas involving critical accounting estimates and significant assumptions concerning the future are discussed below:

**(a) Property and equipment**

Management has made estimates of residual values, useful lives and recoverable amounts of certain items of property and equipment. Any change in these estimates in future years might affect the carrying amounts of the respective items of property and equipment with a corresponding effect on the depreciation charge and impairment loss.

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ---------------- Rupees | ---------------- |
| **4 PROPERTY AND EQUIPMENT** | | | |
| Operating fixed assets | | | |
| Owned | 4.1 | 205,468,137 | 157,237,367 |
| Restricted fund | 4.2 | 260,464,920 | 89,457,983 |
| | | 465,933,057 | 246,695,350 |
| Capital work-in-progress | 4.4 | 210,845,920 | 219,411,617 |
| | | 676,778,977 | 466,106,967 |

4.1 Operating fixed assets - owned

| Description | Owned Land (4.1.1) | Head office building | School building | Leasehold improvements | Furniture and fixtures | Office equipment | Computers | Motor vehicles | Library books | Total |
|---|---|---|---|---|---|---|---|---|---|---|
| | Rupees | | | | | | | | | |
| **Year ended June 30, 2025** | | | | | | | | | | |
| **Net carrying value basis** | | | | | | | | | | |
| Opening net book value | 18,278,500 | 9,432,275 | 66,044,311 | - | 48,749,082 | 10,467,565 | 2,151,709 | 1,977,952 | 135,973 | 157,237,367 |
| Additions (at cost) | - | - | - | 4,542,834 | 12,496,223 | 12,227,886 | 3,489,973 | - | - | 32,756,916 |
| Transfer from restricted | 27,745,623 | - | | | - | - | - | - | - | 27,745,623 |
| Depreciation charge | - | (471,614) | (3,302,216) | (3,619) | (5,453,406) | (1,675,146) | (942,983) | (395,590) | (27,195) | (12,271,769) |
| Closing net book value | 46,024,123 | 8,960,661 | 62,742,095 | 4,539,215 | 55,791,899 | 21,020,305 | 4,698,699 | 1,582,362 | 108,778 | 205,468,137 |
| **Gross carrying value basis** | | | | | | | | | | |
| Cost | 46,024,123 | 21,430,820 | 97,748,695 | 33,142,530 | 91,375,804 | 29,759,985 | 11,683,823 | 5,316,245 | 457,144 | 336,939,169 |
| Accumulated depreciation | - | (12,470,159) | (35,006,600) | (28,603,315) | (35,583,905) | (8,739,680) | (6,985,124) | (3,733,883) | (348,366) | (131,471,032) |
| Net book value | 46,024,123 | 8,960,661 | 62,742,095 | 4,539,215 | 55,791,899 | 21,020,305 | 4,698,699 | 1,582,362 | 108,778 | 205,468,137 |
| **Year ended June 30, 2024** | | | | | | | | | | |
| **Net carrying value basis** | | | | | | | | | | |
| Opening net book value | 18,278,500 | 9,928,711 | 143,574,824 | 6,079,616 | 37,909,153 | 6,477,330 | 2,362,370 | 384,440 | 169,966 | 225,164,910 |
| Additions (at cost) | - | - | - | 627,190 | 14,821,274 | 4,779,663 | 576,800 | 1,856,000 | - | 22,660,927 |
| Transfer to restricted | - | - | (74,054,497) | (2,245,875) | - | - | - | - | - | (76,300,372) |
| Depreciation charge | - | (496,436) | (3,476,016) | (4,460,931) | (3,981,345) | (789,428) | (787,461) | (262,488) | (33,993) | (14,288,098) |
| Closing net book value | 18,278,500 | 9,432,275 | 66,044,311 | - | 48,749,082 | 10,467,565 | 2,151,709 | 1,977,952 | 135,973 | 157,237,367 |
| **Gross carrying value basis** | | | | | | | | | | |
| Cost | 18,278,500 | 21,430,820 | 97,748,695 | 28,599,696 | 78,879,581 | 17,532,099 | 8,193,850 | 5,316,245 | 457,144 | 276,436,630 |
| Accumulated depreciation | - | (11,998,545) | (31,704,384) | (28,599,696) | (30,130,499) | (7,064,534) | (6,042,141) | (3,338,293) | (321,171) | (119,199,263) |
| Net book value | 18,278,500 | 9,432,275 | 66,044,311 | - | 48,749,082 | 10,467,565 | 2,151,709 | 1,977,952 | 135,973 | 157,237,367 |
| **Annual depreciation rate (%) per annum** | - | 5 | 5 | 16.67 | 10 | 10 | 30 | 20 | 20 | |

4.2 Operating fixed assets - Restricted

| Description | Restricted-SEF | | | | | Restricted-CF | | Total |
|---|---|---|---|---|---|---|---|---|
| | School building | Leasehold improvements | Furniture and fixtures | Office equipment | Computers | School building | Leasehold improvements | |
| **Year ended June 30, 2025** | | | | | | | | |
| **Net carrying value basis** | | | | | | | | |
| Opening net book value | 994,097 | 2,441,404 | 10,271,404 | 3,210,290 | 318,202 | 70,351,772 | 1,870,814 | 89,457,983 |
| Additions (at cost) | - | - | 6,173,149 | 3,543,238 | 324,500 | 200,166,187 | - | 210,207,074 |
| Transfer to owned | - | - | - | - | - | (27,745,623) | | (27,745,623) |
| Depreciation charge | (49,705) | (754,550) | (1,343,914) | (405,086) | (166,222) | (8,360,739) | (374,298) | (11,454,514) |
| Closing net book value | 944,392 | 1,686,854 | 15,100,639 | 6,348,442 | 476,480 | 234,411,597 | 1,496,516 | 260,464,920 |
| **Gross carrying value basis** | | | | | | | | |
| Cost | 1,456,921 | 4,527,479 | 19,728,497 | 7,683,702 | 914,070 | 246,475,061 | 2,245,875 | 283,031,605 |
| Accumulated depreciation | (512,529) | (2,840,625) | (4,627,858) | (1,335,260) | (437,590) | (12,063,464) | (749,359) | (22,566,685) |
| Net book value | 944,392 | 1,686,854 | 15,100,639 | 6,348,442 | 476,480 | 234,411,597 | 1,496,516 | 260,464,920 |
| **Year ended June 30, 2024** | | | | | | | | |
| **Net carrying value basis** | | | | | | | | |
| Opening net book value | 1,046,418 | 2,056,072 | 8,007,207 | 1,130,721 | 296,002 | - | - | 12,536,420 |
| Additions (at cost) | - | 874,305 | 3,090,673 | 2,258,896 | 148,000 | - | - | 6,371,874 |
| Transfer from owned | - | - | - | - | - | 74,054,497 | 2,245,875 | 76,300,372 |
| Depreciation charge | (52,321) | (488,973) | (826,476) | (179,327) | (125,800) | (3,702,725) | (375,061) | (5,750,683) |
| Closing net book value | 994,097 | 2,441,404 | 10,271,404 | 3,210,290 | 318,202 | 70,351,772 | 1,870,814 | 89,457,983 |
| **Gross carrying value basis** | | | | | | | | |
| Cost | 1,456,921 | 4,527,479 | 13,555,348 | 4,140,464 | 589,570 | 74,054,497 | 2,245,875 | 100,570,154 |
| Accumulated depreciation | (462,824) | (2,086,075) | (3,283,944) | (930,174) | (271,368) | (3,702,725) | (375,061) | (11,112,171) |
| Net book value | 994,097 | 2,441,404 | 10,271,404 | 3,210,290 | 318,202 | 70,351,772 | 1,870,814 | 89,457,983 |
| **Annual depreciation rate (%) per annum** | 5 | 16.67 | 10 | 10 | 30 | 5 | 16.67 | |

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ---------------- Rupees ---------------- | |
| **4.3 Allocation of depreciation charge for the year** | | | |
| Administrative expenses | 18 | 3,558,942 | 3,005,817 |
| Sindh Education Fund (SEF) - Restricted | 17.3 | 2,719,477 | 1,672,897 |
| Other operations | 17 | 17,447,864 | 15,360,067 |
| | | 23,726,283 | 20,038,781 |

**4.4 Capital work in progress**

| | Note | 2025 | 2024 |
|---|---|---|---|
| Balance at the beginning of the year | | 219,411,617 | 129,571,824 |
| Additions during the year | 4.4.1 | 191,600,490 | 89,839,793 |
| Transfer to operating fixed assets - owned | | (200,166,187) | - |
| Balance at the end of the year | | 210,845,920 | 219,411,617 |

4.4.1 These assets are financed by the various donors for the constructions of schools. Schools are being built to provide education for students at Khoski Badin, Mehrabpur Project and Mirpur Sakro.

## 5 LONG - TERM DEPOSITS AND PREPAYMENTS

| | Note | 2025 | 2024 |
|---|---|---|---|
| Security deposit | 5.1 | 13,250,336 | 12,460,336 |
| Long term prepayment | | 5,908,148 | 5,163,588 |
| | | 19,158,484 | 17,623,924 |

5.1 These deposits do not carry any interest or markup and are not recoverable within one year. However, it has undetermined life period, therefore the impact of discounting is not measured and accounted for.

## 6 LOANS ADVANCES AND PREPAYMENTS

| | Note | 2025 | 2024 |
|---|---|---|---|
| Loans - unsecured - considered good | | | |
| Employees | 6.1 | 2,256,376 | 1,896,179 |
| Advances - unsecured - considered good | | | |
| Employees | 6.2 | 33,692,176 | 26,082,990 |
| Suppliers | 6.3 | 44,914,295 | 47,166,359 |
| | | 78,606,471 | 73,249,349 |
| Tax deducted at source | | 3,829,254 | 3,500,856 |
| Provision for doubtful receivable against tax | 6.4 | (3,829,254) | (3,500,856) |
| | | - | - |
| Prepaid rent | | 3,181,311 | 2,664,301 |
| | | 84,044,158 | 77,809,829 |

Provision policy 6

6.1 This represents loans taken by employees for personal needs, recoverable within one year through deductions from salaries.

6.2 This represents advances given to employees to meet daily expenses of the schools.

6.3 This represents advances given to various suppliers and vendors in respect of purchase of goods and services.

| | | Note | 2025 | 2024 |
|---|---|---|---|---|
| | | | ----- Rupees ----- | |
| 6.4 | Provision for doubtful against tax | | | |
| | Balance at the beginning of the year | | 3,500,856 | 2,517,227 |
| | Charge for the year | | 328,397 | 983,629 |
| | Balance at the end of the year | | 3,829,253 | 3,500,856 |
| **7** | **SHORT TERM INVESTMENT** | | | |
| | Mutual funds | 7.1 | 190,133,337 | 41,659,839 |

7.1 These represents investment in Alfalah Islamic Rozana Amdani Fund comprising 1,901,333 units having net asset value of Rs. 100 as at reporting date. (2024: Units 416,598, Rs: 41,659,839).

| | | Note | 2025 | 2024 |
|---|---|---|---|---|
| **8** | **FEE AND OTHER RECEIVABLES** | | | |
| | Fee and other receivable | | 22,150,789 | 27,038,323 |
| | Less: Provision against doubtful debts | | (6,422,938) | (6,422,938) |
| | | | 15,727,851 | 20,615,385 |
| **9** | **BANK BALANCES** | | | |
| | - At current accounts | | | |
| | Local currency | | - | 16,473,250 |
| | Foreign currency | 9.1 | 1,275,334 | 1,250,550 |
| | | | 1,275,334 | 17,723,800 |
| | -At saving accounts | | | |
| | Local currency | 9.2 | 2,909,240 | 27,527,417 |
| | | | 4,184,574 | 45,251,217 |

9.1 It includes foreign currency amounting to \$ 4,494 (2024 : \$ 4,494)

9.2 These carry profit at rates ranging between 6.75 % to 11.01% per annum (2024: 6% to 10%).

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |

## 10 RESTRICTED FUND

| | Note | 2025 | 2024 |
|---|---|---|---|
| Construction Fund | 10.1 | 19,439,396 | 8,534,441 |
| Orphan Support Program | 10.2 | 48,348 | 320,918 |
| Water Project Fund | 10.3 | 1,115,678 | 408,265 |
| Sindh Education Fund | 10.4 | 843,404 | 364,883 |
| | | 21,446,826 | 9,628,507 |

### 10.1 Construction Fund

| | Note | 2025 | 2024 |
|---|---|---|---|
| Balance at the beginning of the year | | 8,534,441 | - |
| Funds received during the year | | 225,743,280 | 184,072,789 |
| Grant utilized on additions to operating fixed assets | 4.2 | (191,600,490) | (166,140,165) |
| Restricted fund utilized in administrative expenses | 18.1 | (19,160,049) | (13,475,969) |
| Deferred grant recognized | | (4,077,786) | 4,077,786 |
| | | 19,439,396 | 8,534,441 |

10.1.1 This represents the fund received from the donors for construction of schools. The management initiate construction of purpose-built school project upon demand of the donors for smooth operation of schools.

### 10.2 Orphan Support Program

| | Note | 2025 | 2024 |
|---|---|---|---|
| Balance at the beginning of the year | | 320,918 | - |
| Funds received during the year | | 94,353,882 | 62,392,236 |
| Restricted fund utilized in operational expenses | 17.1 | (100,114,956) | (60,354,876) |
| Restricted fund utilized in administrative expenses | 18.1 | (10,011,496) | (2,716,442) |
| Funds transferred from general fund | | 15,500,000 | 1,000,000 |
| | | 48,348 | 320,918 |

10.2.1 This represents the funds received to facilitate orphaned students. In collaboration with The Islamic Circle of North America (ICNA) Relief Canada and other donors, GCT provides comprehensive care for orphan students enrolled in the GCT Hilal Schools Network, ensuring they receive the necessary resources to thrive academically and personally.

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |

### 10.3 Water Project Fund

| | Note | 2025 | 2024 |
|---|---|---|---|
| Balance at the beginning of the year | | 408,265 | - |
| Funds received during the year | | 42,186,978 | 29,923,800 |
| Restricted fund utilized in operational expenses | 17.1 | (33,460,491) | (34,361,335) |
| Restricted fund utilized in administrative expenses | 18.1 | (5,019,074) | (5,154,200) |
| Funds transferred from general fund | | (3,000,000) | 10,000,000 |
| | | 1,115,678 | 408,265 |

10.3.1 This represents the funds for the water project, which provides sustainable access to water in Thar. The initiative installs dedicated wells in villages, ensuring a sustainable water source.

### 10.4 Sindh Education Fund

| | Note | 2025 | 2024 |
|---|---|---|---|
| Balance at the beginning of the year | | 364,883 | 406,261 |
| Funds received during the year | | 88,037,100 | 74,487,650 |
| Grant utilized on additions to operating fixed assets | 4.2 | (10,040,887) | (6,371,874) |
| Restricted fund utilized in operational expenses | 17.1 | (126,023,173) | (77,319,112) |
| Restricted fund utilized in administrative expenses | 18.1 | (8,821,622) | (11,510,939) |
| Deferred grant recognized | | (1,672,897) | 1,672,897 |
| Fund transferred from general fund | | 59,000,000 | 19,000,000 |
| | | 843,404 | 364,883 |

10.4.1 This represents subsidy received from the Sindh Education Foundation based on validated enrolment at various subsidy rates ranging from Rs. 700 to Rs. 1,200 per student per month, from primary to secondary levels, according to grade, for 18 SEF-assisted schools under an agreement dated 20 June 2021 for a period of five years, which is extendable for a further period. One of the 18 schools is entitled to a higher subsidy rate ranging from Rs. 3,500 to Rs. 4,000 per student per month.

## 11 DEFERRED GRANTS

| | Note | 2025 | 2024 |
|---|---|---|---|
| Sindh Education Fund | 11.1 | 26,686,782 | 19,365,372 |
| Construction Project Fund | 11.2 | 344,927,832 | 162,062,379 |
| | | 371,614,614 | 181,427,751 |

| | | Note | 2025 | 2024 |
|---|---|---|---|---|
| | | | ----------- Rupees ----------- | |
| **11.1** | **Sindh Education Fund** | | | |
| | Balance at the beginning of the year | | 19,365,372 | 14,666,395 |
| | Capital expenditure incurred during the year | 4.2 | 10,040,887 | 6,371,874 |
| | Realized depreciation charge | | (2,719,477) | (1,672,897) |
| | Balance at the end of the year | | 26,686,782 | 19,365,372 |
| **11.2** | **Construction Project Fund** | | | |
| | Balance at the beginning of the year | | 162,062,379 | - |
| | Capital expenditure incurred during the year | 4.2 | 191,600,490 | 166,140,165 |
| | Realized depreciation charge | | (8,735,037) | (4,077,786) |
| | Balance at the end of the year | | 344,927,832 | 162,062,379 |

## 12 DUE FROM RELATED PARTIES

| | Note | 2025 | 2024 |
|---|---|---|---|
| Association for Academic Quality | 12.1 | 500,350 | 500,350 |

12.1 This represents the amount payable to Association for Academic Quality obtained for the purchase of books, which were acquired by the Green Crescent Trust. This amount is payable on demand.

## 13 BOOK OVERDRAFT

| | Note | 2025 | 2024 |
|---|---|---|---|
| Book Overdraft | 13.1 | 31,351,077 | - |

13.1 This represents temporary excess drawings arising due to cheques issued in excess of the bank balance available at the reporting date. This is considered part of the entity's cash management activities and does not represent a financing arrangement.

## 14 PAYABLE TO EMPLOYEES

This represents amounts deducted from employees' salaries relating to their agreed portion of lease rental payments for vehicles obtained by the Trust under Ijarah arrangements. These deductions are collected by the Trust in accordance with the terms of the respective Ijarah agreements.

## 15 ACCURED EXPENSES AND OTHER PAYABLES

| | 2025 | 2024 |
|---|---|---|
| Creditors | 4,816,814 | 4,835,840 |
| Accrued expenses | 1,606,034 | 1,180,481 |
| Audit fees payable | 581,832 | 425,876 |
| | 7,004,680 | 6,442,197 |

## 16 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitment as at the reporting date (2024: nil).

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |

## 17 OPERATIONAL EXPENSES

| | Note | 2025 | 2024 |
|---|---|---|---|
| School expenses | 17.2 | 428,239,008 | 372,891,685 |
| Sindh Education Foundations Fund Schools expense | 17.3 | 126,023,173 | 88,830,051 |
| Centre for Education, Research and Development (CERD) | 17.4 | 8,361,104 | 3,796,219 |
| Water Project | 17.5 | 33,460,491 | 34,361,335 |
| Orphan Support Program | 17.6 | 100,114,956 | 60,851,066 |
| Depreciation | 4.3 | 17,447,864 | 15,360,067 |
| | | 713,646,596 | 576,090,422 |

### 17.1 Allocation of operational expense

| | Note | 2025 | 2024 |
|---|---|---|---|
| -General operation | | 454,047,976 | 404,055,099 |
| Restricted fund as: | | | |
| - Sindh Education Foundation. | 19.1 | 126,023,173 | 77,319,112 |
| - Water Project | 20.1 | 33,460,491 | 34,361,335 |
| - Orphan Support Program | 21.1 | 100,114,956 | 60,354,876 |
| | | 259,598,620 | 172,035,323 |
| | | 713,646,596 | 576,090,422 |

### 17.2 School expenses

| | 2025 | 2024 |
|---|---|---|
| Salaries and allowances | 288,692,590 | 250,697,466 |
| Printing and stationery | 15,926,597 | 17,070,731 |
| Vehicle running and maintenance | 3,788,803 | 3,515,140 |
| Repair and maintenance | 24,656,899 | 12,777,403 |
| Rent | 46,394,180 | 43,161,920 |
| Travelling and conveyance | 12,967,935 | 12,533,757 |
| Functions and seminars | 3,752,505 | 3,293,992 |
| Training | - | 1,307,600 |
| Publicity and advertising | 745,128 | 730,644 |
| Entertainment | 14,533,314 | 9,160,703 |
| Utilities | 10,139,734 | 8,425,137 |
| Communication | 293,927 | 283,895 |
| Others | 6,347,396 | 9,933,297 |
| | 428,239,008 | 372,891,685 |

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |

**17.3 Sindh Education Foundations Fund Schools expense**

| | Note | 2025 | 2024 |
|---|---|---|---|
| Salaries and allowances | | 68,312,557 | 50,682,798 |
| Printing and stationery | | 4,766,464 | 4,473,839 |
| Vehicle running and maintenance | | 2,129,682 | 921,118 |
| Repair and maintenance | | 9,914,888 | 5,254,392 |
| Rent | | 13,916,869 | 5,819,810 |
| Travelling and conveyance | | 11,459,430 | 7,825,038 |
| Functions and seminars | | 150,305 | 135,938 |
| Training | | - | 888,531 |
| Publicity and advertising | | 154,430 | 50,727 |
| Entertainment | | 2,292,020 | 1,582,387 |
| Utilities | | 1,809,823 | 1,589,148 |
| Books and stationery | | 7,507,256 | 6,741,251 |
| Depreciation | 4.3 | 2,719,477 | 1,672,897 |
| Others | | 889,972 | 1,192,177 |
| | | 126,023,173 | 88,830,051 |

**17.4 Centre for Education, Research and Development (CERD)**

| | 2025 | 2024 |
|---|---|---|
| Salaries and allowances | 5,235,035 | 3,174,547 |
| Printing and stationery | 474,750 | 620 |
| Repairs and maintenance | - | 22,550 |
| Training and consultancy | 2,651,319 | 480,752 |
| Entertainment expenses | - | 115,750 |
| Others | - | 2,000 |
| | 8,361,104 | 3,796,219 |

**17.5 Water Project Expense**

| | 2025 | 2024 |
|---|---|---|
| Salaries and allowances | 2,468,423 | 2,131,888 |
| Conveyance and travelling expenses | 2,374,737 | 2,050,154 |
| Rent | 96,426 | 131,434 |
| Printing and stationery | 42,400 | 7,070 |
| Water projects | 27,230,480 | 28,623,864 |
| Others | 1,248,025 | 1,416,925 |
| | 33,460,491 | 34,361,335 |

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |

### 17.6 Orphan Support Program

| | | 2025 | 2024 |
|---|---|---|---|
| Salaries and allowances | | 1,813,366 | 1,633,261 |
| Conveyance and travelling expenses | | 3,254,380 | 1,278,452 |
| Printing and stationery | | 3,272,553 | 1,183,243 |
| Tuition fee exp | | 40,481,700 | 33,190,460 |
| Functions and seminars | | 47,048,580 | 13,556,798 |
| Others | | 4,244,377 | 10,008,852 |
| | | 100,114,956 | 60,851,066 |

### 18 ADMINISTRATIVE EXPENSES

| | Note | 2025 | 2024 |
|---|---|---|---|
| Head office expenses | 18.2 | 78,871,632 | 65,017,684 |
| Resource mobilization and promotion | 18.3 | 9,440,743 | 9,085,639 |
| Auditor's remuneration | | 596,832 | 453,512 |
| Depreciation | 4.3 | 3,558,942 | 3,005,817 |
| Provision for doubtful advance tax | 6.4 | 328,397 | 983,629 |
| Provision for doubtful debts | 8 | - | 6,422,938 |
| | | 92,796,546 | 84,969,219 |

### 18.1 Allocation of administrative expense

| | Note | 2025 | 2024 |
|---|---|---|---|
| -General operation | | 49,784,306 | 52,111,669 |
| Restricted fund as: | | | |
| - Sindh Education Foundation | 19.1 | 8,821,622 | 11,510,939 |
| - Water Project | 20.1 | 5,019,074 | 5,154,200 |
| - Orphan Support Program | 21.1 | 10,011,496 | 2,716,442 |
| - Construction Project | 22.1 | 19,160,049 | 13,475,969 |
| | | 43,012,240 | 32,857,550 |
| | | 92,796,546 | 84,969,219 |

### 18.2 Head office expenses

| | | 2025 | 2024 |
|---|---|---|---|
| Salaries and allowances | | 33,437,052 | 26,310,765 |
| Utilities | | 3,420,511 | 2,960,301 |
| Printing and stationery | | 6,085,420 | 2,693,917 |
| Vehicle running and maintenance | | 4,338,155 | 3,511,172 |
| Communication | | 4,125,264 | 2,662,902 |
| Lease rental | | 7,354,988 | - |
| Legal and professional | | 1,443,460 | 4,188,423 |
| Postage | | 1,574,906 | - |

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |
| Conveyance and transport | | 6,639,121 | 6,475,211 |
| Repairs and maintenance | | 1,020,922 | 3,849,823 |
| Entertainment | | 1,235,459 | 3,378,513 |
| Other | | 8,196,374 | 8,986,657 |
| | | 78,871,632 | 65,017,684 |

**18.3 Resource mobilization and promotion**

| | Note | 2025 | 2024 |
|---|---|---|---|
| Salaries and allowances | | 8,487,154 | 7,474,750 |
| Printing and stationery | | 189,700 | 91,020 |
| Vehicle running and maintenance | | 42,142 | 298,553 |
| Functions and seminars | | 325,000 | 332,464 |
| Promotion | | 70,000 | 880,352 |
| Postage | | 301,747 | - |
| Other | | 25,000 | 8,500 |
| | | 9,440,743 | 9,085,639 |

## 19 SINDH EDUCATION FUND

| | Note | 2025 | 2024 |
|---|---|---|---|
| Fund utilized during the year | 19.1 | 134,844,795 | 88,830,051 |
| Amortization of deferred capital grant | 4.2 | - | 1,672,897 |
| | | 134,844,795 | 90,502,948 |

**19.1 Sindh Education Fund Specific Expenses**

| | Note | 2025 | 2024 |
|---|---|---|---|
| Operational expenses | 17.1 | 126,023,173 | 77,319,112 |
| Administrative expenses | 18.1 | 8,821,622 | 11,510,939 |
| | | 134,844,795 | 88,830,051 |

## 20 WATER PROJECT FUND

| | Note | 2025 | 2024 |
|---|---|---|---|
| Fund utilized during the year | 20.1 | 38,479,565 | 39,515,535 |
| | | 38,479,565 | 39,515,535 |

**20.1 Water Project Fund Specific Expenses**

| | Note | 2025 | 2024 |
|---|---|---|---|
| Operational expenses | 17.1 | 33,460,491 | 34,361,335 |
| Administrative expenses | 18.1 | 5,019,074 | 5,154,200 |
| | | 38,479,565 | 39,515,535 |

| | Note | 2025 | 2024 |
|---|---|---|---|
| | | ----------- Rupees ----------- | |

## 21 ORPHAN SUPPORT PROGRAM FUND

| | Note | 2025 | 2024 |
|---|---|---|---|
| Fund utilized during the year | 21.1 | 110,126,452 | 63,071,318 |
| | | 110,126,452 | 63,071,318 |

### 21.1 Orphan Support Program Fund Specific Expenses

| | Note | 2025 | 2024 |
|---|---|---|---|
| Operational expenses | 17.1 | 100,114,956 | 60,354,876 |
| Administrative expenses | 18.1 | 10,011,496 | 2,716,442 |
| | | 110,126,452 | 63,071,318 |

## 22 CONSTRUCTION PROJECT FUND

| | Note | 2025 | 2024 |
|---|---|---|---|
| Fund utilized during the year | 22.1 | 19,160,049 | 13,475,969 |
| Amortization of deferred capital grant | 4.2 | - | 4,077,786 |
| | | 19,160,049 | 17,553,755 |

### 22.1 Construction Project Fund Specific Expenses

| | Note | 2025 | 2024 |
|---|---|---|---|
| Administrative expenses | 18.1 | 19,160,049 | 13,475,969 |
| | | 19,160,049 | 13,475,969 |

## 23 OTHER INCOME

| | Note | 2025 | 2024 |
|---|---|---|---|
| Profit on bank deposits | | 11,195,143 | 7,745,379 |
| Amortization of deferred capital grant utilized in construction project fund | | 12,812,823 | - |
| Amortization of deferred capital grant utilized against sindh education fund | | 4,392,374 | - |
| Unrealized gain on revaluation of mutual fund | | 24,784 | 1,659,839 |
| Others receipts | | 1,157,030 | 1,867,820 |
| | | 29,582,154 | 11,273,038 |

## 24 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties include trustees, entities where the Board of trustees hold directorship and key management personnel. Transaction with related parties during the year are as follows:

| Name | Relationship | Nature of Transaction | 2025 | 2024 |
|---|---|---|---|---|
| | | | --------Rupees------- | |
| Association for Academic Quality | Associate | Books purchased | - | 1,283,138 |

**Balances at year end:**

| Name | Relationship | Nature of balance | | |
|---|---|---|---|---|
| Association for Academic Quality | Associate | Payable | 500,350 | 500,350 |

### 24.1 Key management personnel

**Key executive comprises of:**
**Name:**

Mr. Zahid Saeed ( Chief Executive Officer)

**Board of Trustees comprises:**

Mr. Tanweer Ahmed (Chairman); Mr. Shameem Pasha (Vice-Chairman); Mr. Zahid Saeed (Chief Executive officer); Mr. Abdul Ghaffar Umer Kapadia (Secretary General); Mr. Muhammad Idrees Kapadia (Trustee); Mr. Abrar Ahmed (Trustee); Mr. Muhammad Faizan Javed (Trustee); Mr. Saad Zia (Trustee); Mr. Muhammad Nasir Yousuf (Trustee); Mr. Saleem Umer (Trustee); Mr. Muhammad Tahir Lone (Trustee).

24.2 There are no transactions with key management personnel other than their terms of employment.

## 25 FINANCIAL INSTRUMENTS

### 25.1 Financial instruments by category

| | 2025 | 2024 |
|---|---|---|
| | ----------- Rupees ----------- | |
| **Financial assets** | | |
| **Fair value through profit or loss** | | |
| Short-term investment | 190,133,337 | 41,659,839 |

| | 2025 | 2024 |
|---|---|---|
| | ----------- Rupees ----------- | |
| **At amortized cost** | | |
| Long term deposits | 13,250,336 | 12,460,336 |
| Loans and advances | 2,256,376 | 1,896,179 |
| Fee and other receivable | 15,727,851 | 20,615,385 |
| Bank balances | 4,184,574 | 45,251,217 |
| | 35,419,137 | 80,223,117 |
| **Financial liabilities** | | |
| **At amortized cost** | | |
| Deferred grants | 371,614,614 | 181,427,751 |
| Due to related parties | 500,350 | 500,350 |
| Accured expenses and other payables | 6,979,383 | 6,442,197 |
| | 379,094,347 | 188,370,298 |

## 26 NUMBER OF EMPLOYEES

| | 2025 | 2024 |
|---|---|---|
| Total number of employees as at year end | 2110 | 2261 |
| Average number of employees during the year | 2186 | 2191 |

## 27 CORRESPONDING FIGURE

Corresponding figures have been rearranged and reclassified where necessary to facilitate comparison, however no significant rearrangements / reclassifications have been made in these financial statements.

## 28 DATE OF AUTHORISATION FOR ISSUE

These financial statements have been authorized for issue on 13 FEB 2026 by the Board of Trustees of the Trust.

## 29 GENERAL

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

VICE CHAIRMAN

TREASURER