

MADRISSA JAMIA DAR-UL-HUDA
FINANACIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

INDEPENDENT AUDITORS' REPORT**To the Madrissa Jamia Dar-UI-Huda****Report on the Audit of the Financial Statements****Opinion**

We have audited the annexed financial statements of **Madrissa Jamia Dar-UI-Huda**, which comprise the statement of financial position as at June 30, 2025, and the statement of profit or loss and other comprehensive income, the statement of changes in equity, 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, statement of profit or loss and other comprehensive income, the statement of changes in equity 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 a true and fair view of the state of the entity's affairs as at June 30, 2025, and of the profit or loss and other comprehensive income or loss, the changes in equity 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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the applicable laws.

In preparing the financial statements, management is responsible for assessing the entity'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 entity or to cease operations, or has no realistic alternative but to do so.

Management is responsible for overseeing the entity's financial reporting process.

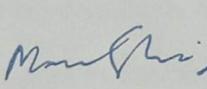
Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity'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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of Partners 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.


MANSOOR SHAHID
Chartered Accountants
Islamabad

Chartered Accountants
Islamabad

Date: January 12, 2026

MADRISSA JAMIA DAR-UL-HUDA
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

| | Note | June 30, 2025 Rupees | June 30, 2024 Rupees |
|--------------------------------------|------|----------------------------|----------------------------|
| <u>ASSETS</u> | | | |
| NON-CURRENT ASSETS | | | |
| Fixed assets | | | |
| Property, plant and equipment | 4 | - | - |
| CURRENT ASSETS | | | |
| Cash and bank balances | 5 | 14,394,772 | 10,372,450 |
| | | 14,394,772 | 10,372,450 |
| TOTAL ASSETS | | 14,394,772 | 10,372,450 |
| <u>EQUITY AND LIABILITIES</u> | | | |
| REVENUE AND RESERVES | | | |
| Retained earnings | | (11,965,588) | (1,355,550) |
| Loss for the year | | (7,205,812) | (10,610,038) |
| | | (19,171,400) | (11,965,588) |
| CURRENT LIABILITIES | | | |
| Creditors and other liabilities | 6 | 33,566,172 | 22,338,039 |
| | | 33,566,172 | 22,338,039 |
| TOTAL EQUITY AND LIABILITIES | | 14,394,772 | 10,372,451 |

The annexed notes 1 to 11 form an integral part of these financial statements.



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MADRISSA JAMIA DAR-UL-HUDA
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2025

| | Note | June 30, 2025 Rupees | June 30, 2024 Rupees |
|---------------------------------------|------|----------------------------|----------------------------|
| INCOME | 7 | 30,729,275 | 24,921,674 |
| Programme expenses | 8 | (25,636,368) | (23,233,130) |
| GROSS PROFIT | | <u>5,092,907</u> | <u>1,688,544</u> |
| Administrative expenses | 9 | (12,294,011) | (12,294,011) |
| OPERATING PROFIT OR LOSS | | <u>(7,201,104)</u> | <u>(10,605,467)</u> |
| Financial charges | 10 | (4,708) | (4,571) |
| LOSS BEFORE TAXATION | | <u>(7,205,812)</u> | <u>(10,610,038)</u> |
| Taxation | | - | - |
| NET PROFIT / LOSS FOR THE YEAR | | <u><u>(7,205,812)</u></u> | <u><u>(10,610,038)</u></u> |

The annexed notes 1 to 11 form an integral part of these financial statements.



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MADRISSA JAMIA DAR-UL-HUDA
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

| | Note | June 30, 2025 Rupees | June 30, 2024 Rupees |
|--|------|----------------------------|----------------------------|
| Net profit / (loss) for the year | | (7,205,812) | (10,610,038) |
| Other comprehensive income for the year | | - | - |
| Total comprehensive income for the year | | <u><u>(7,205,812)</u></u> | <u><u>(10,610,038)</u></u> |

The annexed notes 1 to 11 form an integral part of these financial statements.



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MADRISSA JAMIA DAR-UL-HUDA
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2025

| | Capital | Unappropriated profit / loss | Total |
|------------------------------------|---------------------|---------------------------------|---------------------|
| | ----- Rupees ----- | | |
| Accumulated profit / (loss) | (11,965,588) | - | (11,965,588) |
| Profit / (loss) for the year | - | (7,205,812) | (7,205,812) |
| Total Comprehensive Income | - | (7,205,812) | (7,205,812) |
| Balance as at 30 June, 2024 | (11,965,588) | (7,205,812) | (19,171,400) |
| Accumulated profit / (loss) | (1,355,550) | - | (1,355,550) |
| Profit / (loss) for the year | - | (10,610,038) | (10,610,038) |
| Total Comprehensive Income | - | (10,610,038) | (10,610,038) |
| Balance as at 30 June, 2023 | (1,355,550) | (10,610,038) | (11,965,588) |

The annexed notes 1 to 11 form an integral part of these financial statements.



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MADRISSA JAMIA DAR-UL-HUDA
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED JUNE 30, 2025

| | Note | June 30, 2025 Rupees | June 30, 2024 Rupees |
|--|------|----------------------------|----------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Profit / (loss) before tax | | (7,205,812) | (10,610,038) |
| Adjustment for non cash items: | | | |
| Depreciation | | - | - |
| Financial charges | | - | - |
| | | <u>(7,205,812)</u> | <u>(10,610,038)</u> |
| Working capital changes: | | | |
| Increase in advances | | - | - |
| Increase in creditors and other liabilities | | 11,228,133 | 11,435,709 |
| | | <u>11,228,133</u> | <u>11,435,709</u> |
| Cash generated from operations | | <u>4,022,321</u> | <u>825,671</u> |
| Tax paid | | - | - |
| Interest paid | | - | - |
| Net cash (used in) operating activities | | <u>4,022,321</u> | <u>825,671</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Purchase of property, plant and equipment | | - | - |
| Net cash (used in) investing activities | | - | - |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Capital introduced | | - | - |
| Net cash generated from financing activities | | - | - |
| NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE YEAR | | <u>4,022,321</u> | <u>825,671</u> |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR | | 10,372,451 | 9,546,780 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR | | <u>14,394,772</u> | <u>10,372,451</u> |

The annexed notes 1 to 11 form an integral part of these financial statements.



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MADRISSA JAMIA DAR-UL-HUDA
NOTES TO THE FINANACIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

1 STATUS AND ACTIVITIES

- 1.1 Madrissa Jamia Dar-UI-Huda (the entity) is a religious educational institution was incorporated on November 15, 2006 under The Societies Act, XXI of 1860. The registered office of the entity is situated at Golra railway station, Sector E-13, Islamabad, Pakistan.
- 1.2 The main activity of the entity is to provide free religious education to poor and needy children of Islamabad and other cities of Pakistan.
- 1.3 On September 30, 2025, the entity formally know as Madrissa Jamia Dar UI Huda registered under the Societies Act XXI of 1860, voluntarily ceased its standalone operations following the establishment of its successor entity, Jamia Dar UI Huda Trust under the Charities Registration, Regulation and Facilitation Act, 2021. The Governing body resolved that all functions, program, assets (including fixed assets, receivables, cash and bank balances), liabilities, and staff commitments be transferred to the newly registered trust. Consequently, the trust has assumed full control and ownership of the resources and obligations of the former entity.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. These approved accounting standards comprise of such Accounting and Financial Reporting Standards for Medium and Small Sized Entities issued by the Institute of Chartered Accountants of Pakistan.

3 PRINCIPAL ACCOUNTING POLICIES

3.1 Accounting convention

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

3.2 Fixed assets

Fixed assets are stated at cost less accumulated depreciation.

Depreciation is charged to income applying the straight line method. The rates of depreciation are set out in note 5.

During the year, the entity has charged depreciation on fixed assets from the date it is brought under the use of the entity till the time it is disposed off.

Maintenance and normal repairs including renovation costs are charged to income as and when incurred

Profit and loss on disposal of fixed assets is taken to income currently.

3.3 Deferred costs

Deferred costs incurred are carried forward and amortized over a period of five years commencing from the year of occurrence.

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3.4 Cash and bank balances

Cash and bank balances include cash in hand, cash with banks and cash equivalents. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value.

3.5 Staff retirement benefits

3.5.1 Defined benefit plan

The entity operates an unfunded gratuity scheme covering all eligible employees completing the minimum qualifying period of service as specified by the scheme. Provision is made based on actuarial recommendations. Last year actuarial valuation was carried out for the first time with effective date of December 31, 2004 using the projected unit of credit method as required by the International Accounting Standard 19 "Employee Benefits".

3.5.2 Compensated absences

The entity accounts for compensated absences in the period in which the absences are earned.

3.6 Income recognition

Grants related to income are recognized over the periods necessary to match them with the related costs which they are intended to compensate on a systematic basis.

Grants related to fixed assets are accounted for as deferred income and recognized as income on a systematic basis over the depreciable useful lives of the assets.

Pledges and membership fees are recognized when received. Profit on bank deposits is accounted for on time proportion basis.

3.7 Foreign currency transactions

Transactions in foreign currencies are translated in Pak Rupees at the rate of exchange prevailing on the date of transaction. Monetary assets and liabilities expressed in foreign currencies are translated into Pak Rupees at the official rate prevailing on the Balance Sheet date. Gains and losses on foreign currency translations are included in income currently.

3.8 Financial Instruments

Financial assets and liabilities are stated in accordance with IAS 39 (Financial Instruments: Recognition and Measurement). Financial assets are initially recognized at cost which is the fair value of the consideration given for them. Subsequent to the initial recognition financial assets are carried at fair value except for any financial assets whose fair value cannot be reliably measured.

All financial liabilities are initially measured at cost, which is the fair value of the consideration received. After initial measurement financial liabilities held for trading are measured at fair value and all other financial liabilities are measured at amortized cost.

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MADRISSA JAMIA DAR-UL-HUDA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

| | Note | 2025 Rupees | 2024 Rupees |
|--|--|-------------------|-------------------|
| 5 CASH AND BANK BALANCES | | | |
| In hand: | | | |
| Cash | 5.1 | - | - |
| At bank: | | | |
| Local currency | | | |
| Current accounts | | 14,394,772 | 10,372,450 |
| | | <u>14,394,772</u> | <u>10,372,450</u> |
| 5.1 | All cash was being deposited into bank accounts regularly on monthly closing and so the balance of cash in hand is nil | | |
| 6 CREDITORS AND OTHER LIABILITIES | | | |
| Trade | | | |
| Creditors | | 33,566,172 | 22,338,039 |
| | | <u>33,566,172</u> | <u>22,338,039</u> |
| 7 INCOME | | | |
| Donations from individuals | | <u>30,729,275</u> | <u>24,921,674</u> |
| 8 PROGRAMME EXPENSES | | | |
| Food expense | | 9,750,000 | 7,800,000 |
| Building maintenance | | 1,329,244 | 1,300,000 |
| Staff salaries | | 14,557,124 | 14,133,130 |
| | | <u>25,636,368</u> | <u>23,233,130</u> |
| 9 GENERAL AND ADMINISTRATIVE EXPENSES | | | |
| Utilities | | 8,964,732 | 8,964,732 |
| Telephone and internet | | 57,600 | 57,600 |
| Other indirect expense | | 3,271,679 | 3,271,679 |
| | | <u>12,294,011</u> | <u>12,294,011</u> |
| 10 FINANCIAL CHARGES | | | |
| Bank charges | | <u>4,708</u> | <u>4,571</u> |
| 11 GENERAL | | | |
| All figures have been rounded off to the nearest rupees. | | | |



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