



## **INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS**

### **Opinion**

We have audited the financial statements of **BEDARI "the Entity"**, which comprise the statement of financial position as at June 30, 2024, and related statement of income and expenditure, statement of 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 Entity as at **June 30, 2024**, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standard for Small-Medium Entities (SMEs) and Approved Accounting and Reporting Standards as applicable in Pakistan for non-government organization (NGOs) / non-profit organization (NPOs) issued by the Institute of Chartered Accountants of Pakistan (ICAP).

### **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 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 that we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standard for Small-Medium Entities (SMEs) and Approved Accounting and Reporting Standards as applicable in Pakistan for non-government organization (NGOs) / non-profit organizations (NPOs) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and, for such internal control as the management determines is necessary to enable the preparation of the 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 Entity's ability to continue as a going concern, disclosing, as applicable matters relating 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.

Board of Director is responsible for overseeing Entity's Financial Reporting Process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

The objectives of our audit 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



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that includes our opinion. Reasonable assurance is high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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:

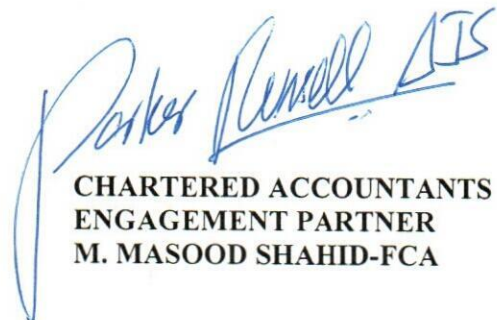
- Identify and assess the risk of material misstatement of financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than 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 the 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 over 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 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 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 transaction and events in a manner that achieves fair presentation.

We communicate with 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.

ISLAMABAD

DATED: DECEMBER 26, 2024

UDIN # AR202410334rsluNfGa1

  
**CHARTERED ACCOUNTANTS  
ENGAGEMENT PARTNER  
M. MASOOD SHAHID-FCA**



**BEDARI**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2024**

	Note	2024	2023
		-----Rupees-----	
<b>FUNDS AND LIABILITIES</b>			
<b>Funds</b>			
Unrestricted funds		10,492,806	3,717,901
<b>Non-current liabilities</b>			
Deferred grants related to projects	3	102,722,442	23,458,028
Deferred capital grants	4	2,691,508	2,090,783
Deferred tax liability	5	-	96,978
		105,413,950	25,645,789
<b>Current liabilities</b>			
Accrued and other liabilities	6	20,579,195	4,891,847
<b>TOTAL FUNDS AND LIABILITIES</b>		136,485,951	34,255,537
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	7	2,827,719	2,316,112
<b>Current assets</b>			
Grants receivable related to projects	3	15,208,957	11,680,193
Advances, deposits and other receivables	9	1,698,135	443,920
Tax refund due from government	10	1,510,408	676,643
Cash and bank balances	11	115,240,732	19,138,669
		133,658,232	31,939,425
<b>TOTAL ASSETS</b>		136,485,951	34,255,537

The annexed notes from 1 to 22 form an integral part of these financial statements.

  
 CHAIRPERSON

  
 BOARD MEMBER





**BEDARI**

**INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024			2023		
		Rupees			Rupees		
		Restricted	Unrestricted	Total	Restricted	Unrestricted	Total
<b>INCOME</b>							
Amortization of deferred grants related to projects	3	156,790,557	-	156,790,557	89,395,980	-	89,395,980
Amortization of grant related to assets	4	1,237,688	-	1,237,688	307,474	-	307,474
Donations	12	-	2,078,836	2,078,836	-	3,719,051	3,719,051
Return on saving accounts	13	-	5,302,529	5,302,529	-	359,059	359,059
Other operating income	14	-	1,547,555	1,547,555	-	931,344	931,344
		158,028,245	8,928,920	166,957,165	89,703,454	5,009,454	94,712,908
<b>EXPENDITURE</b>							
Programme expenses - restricted	15	(156,790,557)	-	(156,790,557)	(89,395,980)	-	(89,395,980)
Depreciation on restricted assets	7	(1,237,688)	-	(1,237,688)	(307,474)	-	(307,474)
Administrative expenses	16	-	(2,023,806)	(2,023,806)	-	(2,085,303)	(2,085,303)
Finance cost	17	-	(227,187)	(227,187)	-	(157,957)	(157,957)
		(158,028,245)	(2,250,993)	(160,279,238)	(89,703,454)	(2,243,260)	(91,946,714)
<b>SURPLUS BEFORE FINAL AND INCOME TAX</b>							
Final tax		-	6,677,927	6,677,927	-	2,766,194	2,766,194
<b>SURPLUS BEFORE INCOME TAX</b>							
Income tax	18	-	96,978	96,978	-	(96,978)	(96,978)
<b>SURPLUS FOR THE YEAR</b>							
		-	6,774,905	6,774,905	-	2,669,216	2,669,216

The annexed notes from 1 to 22 form an integral part of these financial statements.

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CHAIRPERSON

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BOARD MEMBER

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**BEDARI**  
**STATEMENT OF CHANGES IN FUND**  
**FOR THE YEAR ENDED 30 JUNE 2024**

	-----RUPEES----- Unrestricted Fund
Balance as at July 01, 2022	1,048,685
Surplus for the year	2,669,216
Other comprehensive income	-
Total comprehensive income for the year	2,669,216
Balance as at June 30, 2023	3,717,901
<b>Balance as at July 01, 2023</b>	<b>3,717,901</b>
<b>Surplus for the year</b>	<b>6,774,905</b>
<b>Other comprehensive income</b>	<b>-</b>
<b>Total comprehensive income for the year</b>	<b>6,774,905</b>
<b>Balance as at June 30, 2024</b>	<b>10,492,806</b>

The annexed notes from 1 to 22 form an integral part of these financial statements.

  
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CHAIRPERSON

  
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BOARD MEMBER



**BEDARI**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Note	<u>2024</u>	<u>2023</u>
		-----Rupees-----	
Surplus for the year		6,774,905	2,669,216
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<u><u>6,774,905</u></u>	<u><u>2,669,216</u></u>

The annexed notes from 1 to 22 form an integral part of these financial statements.



CHAIRPERSON



BOARD MEMBER





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

**1 Legal status and objectives**

Bedari (the Organization) is a national level, non-governmental voluntary organization registered in Pakistan under the Societies Registration Act, 1860, on 26 May 1992. The primary objective of the organization is to highlight disparities towards marginalized groups of society and to launch advocacy campaigns on women and girls' human rights issues, by organizing events, theatres, puppet shows, talks, trainings, workshops and seminars.

The Head Office of the Organization is situated at Basement 2-A Plaza, Bazaar No.6 Pakeeza Market, I-8/4 Islamabad with field offices located in Lahore, Multan, Chakwal, Vehari, Muzaffargarh, Lodhran and Gujranwala.

**1.1 Projects executed by the organization**

**(a) Names and details of projects and respective donors**

Project names and details	Donor	Status
<p>● <b>COL</b></p> <p>Total grant: Rupees 417,810/-  Period covered: 1 July 2022 to 30 June 2023  Total grant: Rupees 16,441,224 /-  Period covered: 1 August 2023 to July 2024</p> <p>Bedari is implementing the project to address, women Economic Empowerment and Gender Base Violence with the support of Common Wealth of Leaning Canada. The Commonwealth of Learning (COL) extending technical and financial the support to Bedari to reduce gender-based violence (GBV) focusing on 3,021 women/girls and men/boys in 20 villages in Chakwal district, improving the livelihoods of 1,000 women and girls through providing them with vocational and business development skills and enhancing the capacity of 406 policymakers to enforce laws against gender inequality. Enhance the capacity of policymakers and officials to progress policies and enforce laws against gender inequality and GBV.</p>	Common wealth of learning	Active
<p>● <b>COL P</b></p> <p>Total grant: Rupees 1,724,282/-  Period covered: 1st June 2022 to 30 June 2023  Total grant: Rupees 944,307/-  Period covered: 1st June 2023 to 30 June 2024</p> <p>Bedari is implementing the project to address, women Economic Empowerment and Gender Base Violence with the support of Common Wealth of Leaning Canada.</p>	Common wealth of learning 22	Completed
<p>● <b>COL 23</b></p> <p>Total grant: Rupees 10,619,433.20/-  Period covered: 1st December 2022 to 30 september 2023  Total grant: Rupees 314,663  Period Covered: 1st July 2023-August 2023</p> <p>Bedari is implementing the project to address, women Economic Empowerment and Gender Base Violence with the support of Common Wealth of Leaning Canada.</p>	Common wealth of learning 23	Completed

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- **We are leader for Trust for Democratic Education and Accountability in Pakistan**

Total grant: Rupees 3,210,221/-

Period covered: 1 July 2020 to 30 June 2021

Trust for Democratic

Total grant: Rupees 5,415,079/-

Education and

Completed

Period covered: 1 July 2021 to 30 June 2022

Accountability

Total grant: Rupees 5,0396,540-

Period covered: 1 July 2022 to 30 June 2023

Total Grant Rupees: 3,033,366

Period covered: 1 July 2023 to 30 December 2023

Women's Enjoyment of Rights, Empowerment and Leadership (WE'RE Leaders) is conceived keeping in view significant systemic challenges to achieving gender equality in Pakistan. Pakistan's social, political, and cultural dynamics require a consistent input to ensure equal rights for women. Keeping that in view, the project has identified a number of stakeholders to engage in providing and improving women's participation in political processes and capacitating them for more meaningful contribution to the democratic system as a whole. Bedari will be facilitating 13,313 women for their NIC registration throughout the project cycle. Funded by Global Affairs Canada (GAC), WE'RE Leaders is being implemented by TDEA in the federal and provincial capitals as well as 16 target districts across four provinces in Pakistan.

- **GEI-Additional Support Beyond Metric**

Total grant: Rupees 3,336,498 /-

Girls Education

Active

Period covered: 1 July 2023 to 30th June 2024

International

Education is the most effective tool to empower girls. It opens up the whole world to them. It is not only the girls who benefit from their education, but also the families and the whole nation benefit from it. It is the best way to ensure that poverty does not transfer to the next generation.

- **EQUIP**

Total grant: Rupees 77,41,350/-

Period covered: 23 September 2020 to 22 March 2021

Total grant: Rupees 2,936,404/-

Trust for Democratic

Period covered: 1st July 2021 30th June 2022

Education and

Active

Total grant: Rupees 4,920,228/-

Accountability

Period covered: 1st July 2022 30th June 2023

Total grant: Rupees 11,580,305 /-

Period covered: 1st July 2023 to 30 June 2024

Bedari joins the initiative of Trust for Democratic Education & Accountability (TDEA) toward the "Electoral Quality and Inclusiveness in Pakistan (EQUIP)" Project. The three-year project is implemented in the Sargodha division (districts to be covered Sargodha, Khushab, Mian Wali, Layyah and Bakkhar). The objective of EQUIP is to strengthen regional networks and the political participation of marginalized women. Under this project, Bedari is working in close liaison with

- **DAI**

Total grant: Rupees 12,949,293 /-

DAI

Active

Period covered: 1st August 2023 to 30 May 2024

Bedari joins the initiative of Volunteerism, Outreach, and Inclusion for Citizen Empowerment in Strengthening Local Government Mechanisms (VOICE). The One-year project is implemented in the Lahore division, Punjab. The period of this grant is from August 23 to May 2024. The objective of DAI is to Form and Build Capacity of 12 Effective Citizen Groups (ECGs), 4 Union Council Citizen Advocacy Groups (UCCAGs), 30 Government Officials, and 25 Human Right Defenders Around Citizen Rights, Good Governance and Social Accountability.

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**BEDARI**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Note	<u>2024</u>	<u>2023</u>
		-----Rupees-----	
Surplus for the year		6,774,905	2,669,216
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<u><u>6,774,905</u></u>	<u><u>2,669,216</u></u>

The annexed notes from 1 to 22 form an integral part of these financial statements.



CHAIRPERSON



BOARD MEMBER



● **DEEIP**

Total grant: Rupees 0/-

Period covered: 1st November 2022 to June 2023

Christoffel Blind  
emmission Christian  
blind mission

Active

Total grant: Rupees 153,912,925/-

Period covered: 1st July 2023 to June 2024

19,800 women with and without disabilities in 40 villages of district Peshawar, Newshehra, Mirpurkhas and Malir in Khyber Pukhtoonkhwa and Sindh provinces respectively, to benefit from social protection and social services and generate income through employment, self-employment or small-scale businesses.

● **MALALA 2**

Total grant: Rupees : 5,600,000 /-

Period covered: 1st July 2022 to 30 June 2023

Her Pakistan

Active

Total grant: Rupees : 5,560,000 /-

Period covered: 1st July 2023 to 30 June 2024

HER Pakistan has received approval for a grant in the amount of seventy-five thousand USD (\$75,000) from The Malala Fund, a Delaware nonprofit nonstock corporation ("Malala Fund"). For this grant, Bedari, a Pakistan-based non-governmental organization, with its principal place of business at Basement 2-A Plaza, Bazaar No.6 Pakeeza Market, I-8/4 Islamabad, Pakistan, will serve as a fiscal sponsor for HER Pakistan, principal place of business at B101 Inara Garden, KDA Scheme 33, Gulzar-e-Hijri, Karachi, Pakistan.

● **MALALA FUND**

Total grant: Rupees :21,647,617/-

Malala Fund

Active

Period covered: 1st July 22 to 15 June 2023

Total grant: Rupees : 26,865,594 /-

Period covered: 1st July 23 to 30 June 2024

This three-years project is in initial stage of implementation being implemented in District Vehari of Punjab in partnership with Malala fund Pakistan. The overall aim of the project is to enhance leadership and agency of girls around secondary education. Among its main objective is:  
Provide support to the girls from poor families by giving them bicycle

**2 Summary of significant accounting policies**

**2.1 Basis of preparation**

**a) Statement of compliance**

These financial statements have been prepared in accordance with the approved accounting standards, as applicable in Pakistan. Approved accounting standards comprise of Accounting Standard for Not-for-Profit Organizations and International Financial Reporting Standard for Small-Medium Entities (SMEs) issued by the International Accounting Standards Board (IASB).

**b) Accounting convention**

The accompanying financial statements have been prepared under the historical cost convention, except otherwise stated.

**c) Critical accounting estimates and judgments**

The preparation of financial statements in conformity with the Accounting Standard for Not-for-Profit Organizations and International Financial Reporting Standards for Small-Medium Entities (SMEs) issued by IFAC as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and 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. Actual results may differ from these

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estimates.

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.

**(i) Useful life of property and equipment**

Management of the Organization determines the estimated useful lives of its property and equipment for calculating depreciation. This estimate is determined after considering the expected usage of the asset or physical wear and tear. Management reviews the residual value and useful lives annually and the future depreciation charge would be adjusted where management believes that the useful lives differ from previous estimates.

Property and equipment are assessed for impairment based on assessment of cash flows on individual cash-generating units when there is indication of impairment. Cash flows are determined based on contractual agreements and estimations over the useful life of the assets and discounted using a range of discounting rates representing the rate of return on such cash-generating units.

**(ii) Impairment of receivables**

An estimate of the uncollectible amount of receivable is made when collection of the full amount is no longer probable. For individually significant amounts, this estimation is performed on an individual basis. Amounts which are not individually significant, but which are past due, are assessed collectively and a provision applied according to the length of time past due, based on historical recovery rates.

**(iii) Youth friendly loan**

The organization reviews its youth friendly loan portfolio to assess amounts of non-performing advances and the provision there against required on a regular basis. While assessing this requirement, various factors including the financial position of the borrowers and the requirements of the organization's policies are considered.

**d) Functional and presentation currency**

These financial statements are presented in Pak Rupees, which is the Organization's functional currency. All monetary assets and liabilities denominated in foreign currencies are translated into Pak Rupees at the rates of exchange prevailing at the balance sheet date, while the transactions in foreign currency during the year are initially recorded in functional currency at the rates of exchange prevailing at the transaction date. All non-monetary items are translated into Pak Rupees at exchange rates prevailing on the date of transaction or on the date when fair values are determined. Exchange gains and losses are recorded in the income and expenditure account.

**2.2 Property and equipment**

Property and equipment are stated at cost less accumulated depreciation and impairment, if any.

Depreciation is charged to the income and expenditure account by applying the straight-line method, whereby the cost of an asset is written-off over its estimated useful life. Depreciation on additions is charged from the month of acquisition with no depreciation in the month of disposal.

Useful lives are determined by the management based on the expected usage of assets, the expected physical wear and tear, technical and commercial obsolescence, legal and similar limits on the use of assets and other similar factors.

An item of property and equipment is derecognized upon its disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on DE recognition of the asset, calculated as the difference between the net disposal proceeds and the carrying amount of the asset, is included in the income and expenditure account in the year the asset is derecognized.



Major improvements and repairs are capitalized and normal repairs and maintenance are charged to the income and expenditure account as and when incurred.

### **2.3 Cash and cash equivalents**

Cash and cash equivalents comprise of cash in hand and cash at banks in current and saving

### **2.4 Advances, deposits and other receivables**

These are recognized at cost, which is the fair value of the consideration given. However, an assessment is made at each reporting date to determine whether there is an indication that a financial asset or a group of financial assets may be impaired. If such an indication exists, the estimated recoverable amount of that asset is determined and an impairment loss is recognized for the difference between the recoverable amount and the carrying value.

### **2.5 Impairment**

#### **2.5.1 Financial assets**

A financial asset is assessed at each balance sheet date, to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired, if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of the asset.

#### **2.5.2 Non-financial assets**

The carrying values of non-financial assets are assessed at each balance sheet date, to determine whether there is any indication of impairment. If any such indication exists, then the recoverable amount of the non-financial asset is estimated. Any impairment loss is recognized as an expense in the income and expenditure account, for the amount by which the non-financial asset's carrying value exceeds its recoverable amount.

### **2.6 Accrued and other liabilities**

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

### **2.7 Provisions**

Provisions are recognized when the Organization has a present, legal or constructive obligation as a result of a 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 can be made of the amount of such obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money, and the risks specific to the liability.

### **2.8 Taxation**

Income of non-profit organizations is allowed a tax credit equal to one hundred percent of the tax payable under section 100C of the Income Tax Ordinance, 2001. The Organization has availed the approval under section 2(36) of the Income Tax Ordinance, 2001.

#### **2.8.1 Deferred tax**

Deferred tax is accounted for using the statement of financial position approach in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and corresponding tax bases used in the computation of the taxable income. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference, unused tax losses and tax credits can



be utilized.

## **2.9 Income recognition**

### **2.9.1 Grant income**

Grants are recognized where there is reasonable assurance that the grant will be received and all the attached conditions will be complied with.

### **2.9.2 Grants against operating activities**

Grants of non-capital nature are recognized as deferred grant at the time of their receipt. Subsequently, these are recognized in the income and expenditure account to the extent of expenditure incurred. Expenditures incurred against grants, against which grant funds have been committed but not received, is recognized in the income and expenditure account and reflected as a receivable from donors.

### **2.9.3 Deferred capital grants**

Grants utilized for capital expenditure are transferred to deferred capital grant at fair value which is cost at the time of purchase and amortized as income over the useful life of the respective items of property and equipment.

### **2.9.4 Profit on savings accounts**

Profit on savings accounts is recognized using the Effective Interest Rate method.

### **2.9.5 Income from general donations**

Income from general donation is recognized on Accrual Basis.

## **2.10 Costs allocation**

Certain costs including salaries of project staff and other administrative overheads are allocated to the Organization's projects. The Organization analyzes its total costs on an annual basis and allocations to the projects are made up to the maximum budget limit, as prescribed in the relevant

## **2.11 Financial instruments**

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

The entity initially measures its financial assets and financial liabilities at fair value, except for certain non-arm's length transactions. The entity subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments. Investments in equity instruments that are quoted in an active market shall be measured at fair value and investments in equity instruments that do not have active market shall be carried at cost less impairment, if any. Changes in fair value are recognized in net income.

Financial assets are de-recognized when the Company loses control of the contractual rights that comprise the financial asset. The Company loses such control if it realizes the rights to benefits specified in contract, the rights expire or the Company surrenders those rights. Financial liabilities are de-recognized when the obligation specified in the contract is discharged, cancelled or expired. Any gain or loss on subsequent measurement (except available for sale investments) and de-recognition is charged to the income and expenditure account currently. The particular measurement methods adopted are disclosed in the individual policy statements associated with

## **2.12 Offsetting financial assets and financial liabilities**

Financial assets and liabilities are off set and the net amount is reported on the statement of financial position, if the company has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realise the asset and settle the liability

simultaneously.

### **2.13 Impairment**

A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an "incurred loss" event) and that loss event has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be readily estimated.

### **2.14 Transaction with related parties**

All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions unless stated otherwise.

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3 Deferred grants related to projects

Her Choice ICDI	Girls Education International (GEI 2)	Girls Education International (Additional support beyond matrix)	Girls Education International (new from Jan 2023)	CBM	DAI	RCBM	Common wealth of learning	Common wealth of learning P	Common wealth of learning 23	Oxfam CS	TDEA We Are Leaders	TDEA EQUIP
	Rupees	Rupees	Rupees	Rupees		Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Opening balance as at 01 July 2022	2	1,382,917	-	-	6,750,818	-	1,297,647	(680,980)	-	(2,164,994)	(984,016)	(119,819)
Grant received during the year	-	360,689	866,049	1,311,313	39,699,548	-	417,810	-	10,619,433	2,164,993	5,396,540	4,920,228
Transferred to grant related to assets - Note 4 & 6	-	-	-	-	-	-	-	-	-	-	-	-
Less: Utilization during the year transferred to income and expenditure account	-	(908,327)	(866,049)	(1,202,033)	(39,825,354)	-	(1,605,206)	-	(8,064,302)	-	(4,926,318)	(4,757,759)
Transferred from bank profits	-	-	-	-	367,486	-	-	-	-	-	-	-
Expenses disallowed	-	-	-	-	-	-	-	-	-	-	-	-
Grant refund to donor	-	-	-	-	-	-	-	-	-	-	-	-
Grant transferred to bedari	-	-	-	-	-	-	(110,251)	-	-	-	-	-
Closing balance as at 30 June 2023	2	835,279	-	129,280	6,992,498	(484,000)	-	(680,980)	2,555,131	-	(513,794)	42,650
Break-up of closing balance												
Deferred grants related to projects	2	835,279	-	129,280	6,992,498	-	-	-	2,555,131	-	-	42,650
Grants receivable related to projects	-	-	-	-	-	(484,000)	-	(680,980)	-	-	(513,794)	-
	2	835,279	-	129,280	6,992,498	(484,000)	-	(680,980)	2,555,131	-	(513,794)	42,650
Opening balance as at 01 July 2023	2	835,279	-	129,280	6,992,498	(484,000)	-	(680,980)	2,555,131	-	(513,794)	42,650
Grant received during the year	-	-	3,336,498	-	12,949,293	-	16,441,224	944,307	314,663	-	3,033,366	11,380,205
Transferred to grant related to assets - Note 4 & 6	-	-	-	-	-	-	(1,147,884)	-	-	-	-	-
Less: Utilization during the year transferred to income and expenditure account	-	-	(3,026,886)	-	(11,558,606)	-	(29,849,875)	-	(2,554,855)	-	(2,874,281)	(1,133,093)
Transferred from bank profits	-	-	-	-	-	-	-	-	-	-	-	-
Expenses disallowed	(2)	-	-	-	-	-	-	-	-	-	-	-
Grant refund to donor	-	-	-	-	-	-	-	-	-	-	354,709	-
Grant transferred to bedari	-	-	-	-	-	-	-	(263,327)	(314,939)	-	-	-
Closing balance as at 30 June 2024 - net of receivable	-	835,279	309,612	129,280	6,992,498	(484,000)	(14,556,535)	-	-	-	-	289,862
Break-up of closing balance												
Deferred grants related to projects	-	835,279	309,612	129,280	6,992,498	(484,000)	-	-	-	-	-	289,862
Grants receivable related to projects	-	-	309,612	129,280	6,992,498	(484,000)	(14,556,535)	-	-	-	-	289,862
	-	835,279	309,612	129,280	6,992,498	(484,000)	-	-	-	-	-	289,862

10

Deferred grants related to projects (continued)

	TDEA SMFCP	TDEA R	DEEIP	Malala 2	International Foundation for electoral system IFES	Malala Fund	Malala Fund R	CBM COVID 19	National alliance club	Local	Covid 19	Total
	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes	Ruppes
Opening balance as at 01 July 2022	(115,437)	-	-	-	(1,782,890)	3,726,421	(63,550)	130,143	-	-	2,835,228	10,202,490
Grant received during the year	115,437	231,450	-	5,600,000	2,961,710	21,647,617	63,550	-	24,000	510,000	-	96,950,367
Transferred to grant related to assets - Note 4 & 6	-	-	(1,420,678)	-	-	(20,000)	-	-	-	-	-	(1,440,678)
Less: Utilization during the year transferred to income and expenditure account	-	(290,611)	(8,456,580)	-	(1,171,457)	(16,561,984)	(85,000)	-	-	-	-	(89,395,980)
Transferred from bank profits	-	-	-	-	-	771,762	-	-	-	-	-	1,139,248
Expenses disallowed	-	-	-	-	192,637	-	-	-	-	-	-	192,638
Grant refund to donor	-	-	-	(5,250,000)	-	-	-	-	-	-	-	(5,250,000)
Grant transferred to bedari	-	-	-	-	-	-	-	-	-	(510,000)	-	(620,251)
Closing balance as at 30 June 2023	-	(39,161)	(9,877,258)	350,000	0	9,563,816	(85,000)	130,143	24,000	-	2,835,228	11,777,834
Break-up of closing balance	-	-	-	-	-	-	-	-	-	-	-	-
Deferred grants related to projects	-	-	-	350,000	-	9,563,816	-	130,143	24,000	-	2,835,228	23,458,027
Grants receivable related to projects	-	(39,161)	(9,877,258)	-	-	-	(85,000)	-	-	-	-	(11,680,193)
	-	(39,161)	(9,877,258)	350,000	-	9,563,816	(85,000)	130,143	24,000	-	2,835,228	11,777,834
Opening balance as at 01 July 2023	-	(39,161)	(9,877,258)	350,000	-	9,563,816	(85,000)	130,143	24,000	-	2,835,228	11,777,834
Grant received during the year	-	-	153,912,925	5,560,000	-	26,865,595	-	-	-	-	-	234,938,175
Transferred to grant related to assets - Note 4 & 6	-	-	(690,529)	-	-	-	-	-	-	-	-	(1,838,413)
Less: Utilization during the year transferred to income and expenditure account	-	(44,262)	(75,286,456)	-	-	(20,262,243)	-	-	-	-	-	(156,790,557)
Transferred from bank profits	-	-	-	-	-	-	-	-	-	-	-	-
Expenses disallowed	-	-	-	-	-	-	-	-	-	-	-	-
Grant refund to donor	-	-	-	-	-	-	-	-	-	-	-	-
Grant transferred to bedari	-	-	-	(350,000)	-	-	-	-	-	-	-	(928,266)
Closing balance as at 30 June 2024 - net of receivable	-	(83,423)	68,038,682	5,560,000	-	16,167,168	(85,000)	130,143	24,000	-	2,835,228	87,513,485
Break-up of closing balance	-	-	-	-	-	-	-	-	-	-	-	-
Deferred grants related to projects	-	-	68,038,682	5,560,000	-	16,167,168	(85,000)	130,143	24,000	-	2,835,228	102,722,442
Grants receivable related to projects	-	(83,423)	-	-	-	-	(85,000)	-	-	-	-	(15,208,957)
	-	(83,423)	68,038,682	5,560,000	-	16,167,168	(85,000)	130,143	24,000	-	2,835,228	87,513,485

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Note	2024	2023
	-----Rupees-----	

#### 4 Deferred capital grants

Opening balance as on July 01,	2,090,783	957,579
Transferred from deffered grant	1,838,413	1,440,678
Amortization for the year	7.1 (1,237,688)	(307,474)
Closing balance as at June 30,	<u>2,691,508</u>	<u>2,090,783</u>

#### 5 Deferred tax liability

Deferred tax liability	5.1 -	96,978
	<u>-</u>	<u>96,978</u>

#### 5.1 Deferred tax liability

Opening as at July 01,	96,978	-
Reversal of tax liability	5.2 (96,978)	-
Expenses for the year	-	96,978
Closing as at June 30,	<u>-</u>	<u>96,978</u>

5.2 The deferred tax liability has been reversed as the company is entitled to a full tax credit under section 100 (C),eliminating the need for its recognition since no future tax liability is expected.

#### 6 Accured and other liabilities

Payable to suppliers	13,671,845	1,846,212
Payable to auditor	211,750	192,500
Payable to staff agaist salaries	641,320	63,333
Payable to staff against expenses	413,409	526,177
Withholding income tax	2,323,643	295,149
Retention fund	2,965,909	1,883,001
Other liabilities	351,319	85,475
	<u>20,579,195</u>	<u>4,891,847</u>

#### 7 Property and equipment

PARTICULARS	COST				DEPRECIATION				W.D.V. AS AT 30-06-2024	RATE %
	BALANCE AS AT 01-07-2023	ADDITIONS	DISPOSAL	TOTAL AS AT 30-06-2024	ACCUMULA- TED AS AT 01-07-2023	FOR THE YEAR	DISPOSAL/ ADJUSTMENT	ACCUMULA- TED AS AT 30-06-2024		
Office equipment	313,520	-	-	313,520	223,742	24,890	-	248,632	64,888	10
Furniture and fixtures	1,027,139	125,784	53,000	1,099,923	408,380	121,704	53,000	477,083	622,840	10
Vehicles	1,285,500	-	-	1,285,500	1,285,499	-	-	1,285,499	1	10
Computers and accessories	5,789,698	1,523,600	429,737	6,883,561	4,496,731	904,990	429,737	4,971,984	1,911,578	25
Electric equipment	1,443,559	189,029	-	1,632,588	1,128,953	275,223	-	1,404,175	228,413	25
RUPEES 2024	9,859,416	1,838,413	482,737	11,215,092	7,543,304	1,326,806	482,737	8,387,373	2,827,719	
Office equipment	317,820	-	4,300	313,520	196,260	31,782	4,300	223,742	89,778	10
Furniture and fixtures	1,075,718	132,300	180,879	1,027,139	522,611	66,648	180,879	408,380	618,759	10
Vehicles	1,285,500	-	-	1,285,500	1,285,499	-	-	1,285,499	1	10
Computers and accessories	4,666,298	1,146,400	23,000	5,789,698	4,242,381	277,350	23,000	4,496,731	1,292,967	25
Electric equipment	1,665,407	161,978	383,826	1,443,559	1,422,419	90,360	383,826	1,128,953	314,606	25
RUPEES 2023	9,010,743	1,440,678	592,005	9,859,416	7,669,170	466,140	592,005	7,543,304	2,316,112	--

#### 7.1 Depreciation for the year is allocated as under

Depreciation on restricted assets	1,237,688	307,474
Depreciation on unrestricted assets	89,118	158,666
	<u>1,326,806</u>	<u>466,140</u>

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	Note	2024	2023
		-----Rupees-----	
<b>8 Investment</b>			
Amount invested		-	9,379,259
Gain / (loss)		-	453,544
Investment Withdrawl		-	(9,832,803)
		<u>-</u>	<u>-</u>
<b>8.1</b>	This reprsent investment in faysal sharia capital preservation plan-vii on April 16, 2021 amounting to Rs.10,000,000/- for two years. Which has been fully redeemed in the financial year 2022-2023.		
<b>9 Advances, deposits and other receivables</b>			
Advances to employees againts expenses		733,817	135,706
Advance to vendors		447,841	-
Prepaid rent		40,000	89,500
Security deposits		466,000	212,000
Other receivables		10,477	6,714
		<u>1,698,135</u>	<u>443,920</u>
<b>10 Tax refund due from government</b>			
Advance tax		1,510,408	676,643
		<u>1,510,408</u>	<u>676,643</u>
<b>11 Cash and bank balances</b>			
Cash in hand		20,166	21,456
Cash at bank			
Saving account - foreign currency		452,861	467,762
Saving accounts - local currency		114,767,705	18,649,451
		<u>115,220,566</u>	<u>19,117,213</u>
		<u>115,240,732</u>	<u>19,138,669</u>
<b>11.1</b>	Saving accounts carry interest at the rates ranging between 15% to 20% (2023: 10% to 15%) per annum.		
<b>12 Donation</b>			
Donation received from general public		2,078,836	3,719,051
		<u>2,078,836</u>	<u>3,719,051</u>
<b>13 Return on saving accounts</b>			
Return on saving accounts		5,302,529	1,498,307
Return on saving accounts - transfer to deferred grant		-	(1,139,248)
		<u>5,302,529</u>	<u>359,059</u>
<b>14 Other operating income</b>			
Gain on sale of asset		48,000	317,802
Transferred from restricted to unrestricted funds		687,114	-
Realized exchange gain/(loss)		(14,901)	139,306
Investment income		-	453,544
Misc. income		827,342	20,693
		<u>1,547,555</u>	<u>931,344</u>

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Note	2024	2023
	-----Rupees-----	

## 15 Programme expenses - restricted

Salaries and wages	45,025,634	23,796,772
Transportation	29,705,003	18,359,969
Refreshment expenses	21,164,638	6,860,725
Meetings and seminars	683,157	721,240
Advocacy and awareness raising sessions	9,404,321	2,379,628
Trainings / workshops	9,672,239	4,984,422
Office supplies and stationery	8,855,896	8,610,205
Communication	1,886,399	703,310
Postage	128,142	
Utilities	850,510	526,499
Radio programs	-	4,208,907
Theatre	308,430	1,410,000
Office rent and accommodation	4,732,705	4,044,288
Entertainment	1,176,861	-
Audit fee	-	80,470
Survey, research and analysis	9,529,908	5,413,779
Repairs and maintenance	323,236	136,685
Fuel	133,395	233,197
Publication and advertisement	62,778	554,575
Beneficiary support	13,027,427	6,348,458
Bank charges	-	941
Other expenses	119,878	21,910
	<u>156,790,557</u>	<u>89,395,980</u>

## 16 Administrative expenses

Salaries and wages	702,723	1,211,493
Transportation	102,400	21,670
Refreshment expenses	41,246	76,264
Office supplies and stationery	42,530	54,833
Communication	23,217	24,598
Utilities	119,740	48,129
Office rent and accommodation	418,925	167,825
Audit fee	211,750	154,430
Survey, research and analysis	10,660	132,000
Membership	42,000	-
Repair and Maintenance	24,910	10,500
Fuel	-	13,274
Other expenses	194,587	897
Beneficiary Support	-	10,724
Depreciation	89,118	158,666
	<u>2,023,806</u>	<u>2,085,303</u>

7.1

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Note	2024	2023
	-----Rupees-----	
17 Finance cost		
Bank charges	227,187	157,957
	<u>227,187</u>	<u>157,957</u>

## 18 Taxation

Current tax	18.1	-	-
Deferred tax		(96,978)	96,978
		<u>(96,978)</u>	<u>96,978</u>

18.1 Income of non-profit organizations is allowed a tax credit equal to one hundred percent of the tax payable under section 100C of the Income Tax Ordinance, 2001. The Organization meet all the conditions to obtain the exemption and has obtained the approval under section 2(36) of the Income Tax Ordinance, 2001. Accordingly, no provision for taxation has been made in these financial statements.

## 19 Financial Instrument

### Financial instruments by categories

Note	At Amortized Cost	
	2024	2023
	-----Rupees-----	

### Financial assets as per statement of financial position

Grants receivable related to projects	15,208,957	11,680,193
Advances, deposits and other receivables	466,000	218,714
Cash and bank balances	115,240,732	19,138,669

### Financial liabilities as per statement of financial position

Accrued and other liabilities	20,579,195	4,891,847
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## 20 Number of employees

	2024	2023
	-----Numbers-----	
Number of persons employed as at year end	59	32
Average number of persons employed during the year	<u>46</u>	<u>34</u>

## 21 Date of authorization

These financial statements were approved and authorized for issue on 26 DEC 2024 by the board of directors.

## 22 General

22.1 Figures have been rounded off to the nearest Pakistani rupee.

22.2 Figures have been reclassified wherever necessary, however, no material reclassification have been made during the year.

  
CHAIRPERSON

  
BOARD MEMBER

