

**FINANCIAL STATEMENTS  
OF  
ULPHAT WELFARE ORGANIZATION  
AS AT  
JUNE 30, 2025**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ULPHAT WELFARE ORGANIZATION****Opinion**

We have audited the financial statements of **Ulphat Welfare Organization** "*the Organization*" which comprises the Balance sheet as at **30 June 2025** and Income and expenditure account and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Organization present fairly, in all material respects, the financial position of the Organization as at June 30, 2025 and of its financial performance for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

**Basis for Opinion**

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion,

**Responsibilities of Members for the Financial Statements**

The Members 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 Members 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, Members are responsible for assessing *the Organization's* ability to continue as a going concern.

The board of Members is responsible for overseeing the Organization'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

# A.M. Laliwala & Co.

Chartered Accountants  
D-38, Block 5, Clifton, Karachi. Phones : 32636705-9  
E-mail : laliwala@finosys.com


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 Organization'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 Organization'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 Organization's 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 Members 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.

Place: Karachi  
Date: January 14, 2026  
UDIN: AR202510481xncR7U8ET

  
A.M.Laliwala & Co.  
Chartered Accountants.  
Saleem Ahmed Laliwala

**ULPHAT WELFARE ORGANIZATION  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2025**

	Notes	2025	2024
		-----In Rupees-----	
<b>ASSETS</b>			
Property, plant and equipments	4	166,400	302,200
Intangible Assets (ERP)	5	114,400	114,400
		280,800	416,600
<b>CURRENT ASSETS</b>			
Accrued & Other Receivables		30,057	-
Advance to Supplier		652,550	781,500
Advance Tax		6,142,985	4,940,098
Investments	6	17,598,891	14,686,178
Bank Balances	7	26,462,956	700,736
		50,887,439	21,108,512
<b>TOTAL ASSETS</b>		51,168,239	21,525,112
<b>LESS: CURRENT LIABILITIES</b>			
Other payables		896,973	1,270,685
Withholding taxes payable		152,081	256,341
<b>NET ASSETS</b>		50,119,185	19,998,086
<b>REPRESENTED BY :</b>			
General Fund		7,547,836	5,395,421
Zakat Fund		9,729,313	-
Restricted fund		32,842,036	14,602,665
<b>ACCUMULATED FUND BALANCE</b>		50,119,185	19,998,086

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

  
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President

  
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Member

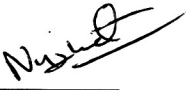
  
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Member



**ULPHAT WELFARE ORGANIZATION  
STATEMENT OF INCOME & EXPENDITURE  
FOR THE YEAR ENDED JUNE 30, 2025**

	Notes	2025 -----Rupees-----	2024
<b>INCOME</b>			
Donation income	8	20,709,619	39,310,797
Other Income	9	2,141,970	807,268
		22,851,589	40,118,065
<b>EXPENDITURES</b>			
Cost of Health Services	10	19,126,046	32,249,130
Administrative expenses	11	1,573,128	2,267,787
		20,699,174	34,516,917
<b>Surplus for the year</b>		<b>2,152,415</b>	<b>5,601,148</b>

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

  
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President


  
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Member



**ULPHAT WELFARE ORGANIZATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	Note	2025	2024
In Rupees			
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Surplus for the year		2,152,415	5,601,148
<i>Adjustments for non-cash item:</i>			
Depreciation	4	135,800	135,800
		<u>2,288,215</u>	<u>5,736,948</u>
<b>Changes in Working Capital</b>			
<i>Increase / (Decrease) in Current Liabilities</i>			
Other Advances		98,893	(781,500)
Other payables		(477,972)	680,354
		<u>1,909,136</u>	<u>5,635,802</u>
Tax Paid		(1,202,887)	(2,186,380)
<i>Net Cash Inflow to Operating Activities</i>		<u>706,249</u>	<u>3,449,422</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Capital expenditure incurred		-	(272,400)
Investment		(7,912,713)	(23,686,178)
Investment Withdrawn		5,000,000	9,000,000
<i>Net Cash Outflow from Investing Activities</i>		<u>(2,912,713)</u>	<u>(14,958,578)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Fund received from zakat		13,583,883	-
Fund received from restricted fund		27,501,021	-
Zakat utilised during the year		(3,854,570)	-
Restricted fund utilised during the year		(9,261,650)	-
<i>Net Cash inflow to financing Activities</i>		<u>27,968,684</u>	<u>-</u>
<b>Net Increase/(decrease) in Cash and Cash Equivalents</b>		<u>25,762,220</u>	<u>(11,509,156)</u>
Cash and Cash Equivalents at the Beginning of the Year		700,736	12,209,892
<b>Cash and Cash Equivalents at the End of the Year</b>		<u><u>26,462,956</u></u>	<u><u>700,736</u></u>
<b>CASH AND CASH EQUIVALENTS COMPRISE</b>			
Cash and bank balance	7	26,462,956	700,736
		<u><u>26,462,956</u></u>	<u><u>700,736</u></u>

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

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 President

  
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 Member

  
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 Member




**ULPHAT WELFARE ORGANIZATION  
STATEMENT OF CHANGES IN FUND  
FOR THE YEAR ENDED JUNE 30, 2025**

Note	General Fund	Restricted fund	Zakat Fund	Total
	-----In Rupees-----			
Balance as at June - 30, 2023	3,369,603	11,027,335	-	14,396,938
Fund received during the year	-	22,902,658	7,567,795	30,470,453
Fund utilised during the year	-	(19,327,328)	(7,567,795)	(26,895,123)
Surplus for the year	2,025,818		-	2,025,818
Balance as at June - 30, 2024	5,395,421	14,602,665	-	19,998,086
Fund received during the year	-	27,501,021	13,583,883	41,084,904
Fund utilised during the year	-	(9,261,650)	(3,854,570)	(13,116,220)
Surplus for the year	2,152,415	-	-	2,152,415
<b>Balance as at June - 30, 2025</b>	<b>7,547,836</b>	<b>32,842,036</b>	<b>9,729,313</b>	<b>50,119,185</b>

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

  
\_\_\_\_\_  
President

  
\_\_\_\_\_  
Member

  
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Member



**ULPHAT WELFARE ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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**1 Legal status and nature of business**

The Ulphat Welfare Organization was registered on May 25, 2010 under the Voluntary Social Welfare Agencies (Registration & Control) Ordinance, 1961 and Rules 1962 with the Directorate General of Social Welfare Sindh. . The registered office of the organization is A-159, Block N, North Nazimabad, Karachi - Sindh.

The main aims and objectives of organization is to assist in the curative treatment of complex paediatric diseases in resource-poor settings and other medical related welfare activities.

**2 Basis of preparation**

**2.1 Statement Of Compliance**

These financial statements have been prepared in accordance with the accounting and financial reporting standard as applicable in Pakistan, as stated below.

Accounting standards for non profit organizations issued by Institute of Chartered Accountants of Pakistan (ICAP) and Approved accounting standards comprise of Accounting and Financial Reporting Standards for Small Sized Entities (SSEs) issued by the Institute of Chartered Accountants of Pakistan.

**2.2 Basis of Measurement**

These financial statements have been prepared under the historical cost convention, except for certain items as disclosed in the relevant accounting policies below.

**2.3 Functional and presentation currency**

These financial statements are presented in Pakistani Rupees, which is the functional currency of the Company and figures are rounded off to the nearest of Rupees.

**2.4 Accounting Convention**

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

**3 Material accounting policies**

The material accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

**3.1 Property, Plant & Equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any, except lease hold land which is stated at cost.

Depreciation on all property, plant and equipment is provided on "straight-line method" at the rates specified in respected note.

Depreciation on additions is charged from the month an asset is available for use, while no depreciation is charged in the month of disposal. Normal repairs and maintenance are charged to income as and when incurred. Gains and losses on disposal or retirement of property, plant and equipment included in income currently.

**3.2 Cash & Cash Equivalent**

Cash and cash equivalents are carried at cost. For the purpose of the cash flow statement, cash and cash equivalents comprise of cash in hand and deposits held with banks.

**3.3 Trade & Other Payables**

Trade and Other Payables are recognized at cost which is the fair value of the consideration to be paid in future for goods and services.



**ULPHAT WELFARE ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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**3.4 Income**

General purpose donations are recognized as income at the time of receipt, i.e. when received as cash or deposited in the bank account.

Donation in kind are recorded at fair market value as received.

Revenue from ancillary activities is recognized on receipt basis.

Profit on bank balances is recognized on a time proportion basis on the principal amount outstanding and at the applicable rate.

**3.5 Expenses**

All expenses are recognized on an accrual basis.

**3.6 Taxation**

The society is not for profit organization whose income is subject to hundred percent tax credit under clause 2(36) of Part I of the Second Schedule of the Income Tax Ordinance, 2001.

**3.7 Fund**

*Donation - restricted fund*

Any donations are restricted in its use by the donors are utilized for the purpose specified if any and are directly credited under endowment fund account and any income made from such fund is also credited directly in the fund account.

*Zakat fund - restricted*

The zakat is restricted in nature and required to be utilized only under the Islamic shariah.

*General Fund*

Donation contributed by the donors used for general purposes / operations of the Organization and are recognized as income upon receipt and subsequently, any surplus or (deficit) transferred into general fund account.



**ULPHAT WELFARE ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	Note	2025	2024
		-----Rupees-----	
<b>9 Other Income</b>			
Dividend Income		2,077,845	807,268
Profit from Banks		64,125	-
		<u>2,141,970</u>	<u>807,268</u>
<b>10 Cost of Health Services</b>			
Food Items for Medical Camps		809,150	1,635,311
Travelling and transportation		1,723,047	3,015,851
Decoration and installation of Camp		705,905	2,703,548
Medicines for Medical Camps		3,645,250	8,705,263
Miscellaneous Expense		1,756,370	640,172
Hospitalization Expense		3,561,946	3,597,179
Compensation for Camps and services		5,387,258	6,821,382
General Items for Camps		209,320	2,294,624
Ration Distribution		1,192,000	2,700,000
Depreciation		135,800	135,800
		<u>19,126,046</u>	<u>32,249,130</u>
<b>11 Administrative expenses</b>			
Professional Fee		456,000	-
Camp Security, Refreshment and Misc		-	770,500
Rent, Rates & Taxes		1,093,015	863,154
Printing & Stationery		2,820	505,595
Advertisement		20,000	128,538
Bank Charges		1,293	-
		<u>1,573,128</u>	<u>2,786,047</u>
<b>12 Remuneration to executives</b>			
Executives where remuneration received as salary of Rs.1.2 million or above as at June 30, 2025.			
Managerial remuneration		<u>2,111,000</u>	<u>4,356,000</u>
Number of persons		<u>1</u>	<u>2</u>

**13 Transactions with related parties**

The related party status as at year end are included in respective notes to the financial statements. Transactions with related parties are as follows:

Name	Basis of Relationship	Nature of Transactions	2025	2024
			-----Rupees-----	
<b>Related party</b>				
Dr Saleha	Trustee	Donations	100,000	-
Dr Ghina Shamsi	Trustee	Donations	100,000	-
Ghina Shamim Shamsi	Trustee	Zakat	50,000	-
			<u>250,000</u>	<u>-</u>



**ULPHAT WELFARE ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

**14 Financial risk management**

**14.1 Financial risk factors**

The Organization has exposure to the following risks from its use of financial instruments:

- market risk (including foreign exchange risk, interest rate risk and price risk);
- credit risk; and
- liquidity risk.

The Board of Organizations has overall responsibility for the establishment and oversight of the Organization's risk management framework. The Board is also responsible for developing and monitoring the Organization's risk management policies.

**(a) Market risk**

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Organization's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

**Foreign exchange risk**

Foreign exchange risk is the risk that the fair value of future cash flows of a financial instrument shall fluctuate because of changes in foreign exchange rates. However the Organization has no exposure to foreign exchange risk.

**Interest rate risk**

Interest rate risk represents the risk that the fair values or future cash flows of financial instruments will fluctuate because of change in market interest rates. However the Organization has no exposure to interest rate risk.

**Price risk**

Price risk represents the risk that the fair values or future cash flows of financial instruments will fluctuate because of changes in market prices (other than those arising from foreign exchange risk or interest rate risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors effecting all similar financial instruments traded in the market. However the Organization has no exposure to price risk.

**(b) Credit risk**

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Organization is exposed to credit risk majorly from deposits with banks and there is no financial loss on other activities as disclosed below.

**Exposure to credit risk**

The carrying amount of respective financial assets represent the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

	Notes	2025 -----Rupees-----	2024
Advances and other receivables		30,057	-
Bank balances	7	<u>26,462,956</u>	<u>700,736</u>
		<u><u>26,493,013</u></u>	<u><u>700,736</u></u>

**Bank balances**

Bank balances are held only with reputable banks with high quality credit ratings.

**ULPHAT WELFARE ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

**(c) Liquidity risk**

Liquidity risk is the risk that the Organization will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Organization could be required to pay its liabilities earlier than expected or difficulty in raising funds to meet commitments associated with financial liabilities as they fall due. The Organization's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Organization's reputation. The Organization ensures that it has sufficient cash to meet expected services.

The following are the contractual maturities of financial liabilities:

Non-derivative financial liabilities	Carrying Amount	On Demand	Contractual cashflow	Within one year	More then one year
Trade and other payables 2025	896,973	-	896,973	896,973	
	<u>896,973</u>	<u>-</u>	<u>896,973</u>	<u>896,973</u>	
Trade and other payables 2024	1,270,685	-	1,270,685	1,270,685	
	<u>1,270,685</u>	<u>-</u>	<u>1,270,685</u>	<u>1,270,685</u>	

**14.2 Fund management**

The Organization's objectives when managing fund are to safeguard its ability to continue as a going concern so that it can continue to provide services and to maintain a strong fund base to support the sustained development of its welfare. The Organization intends to manage its fund structure by monitoring donation receipt and investment's income and maintain sufficient fund balance.

**14.3 Financial instruments by category**

	Notes	2025	2024
<b>Financial assets</b>		-----Rupees-----	
Advances and other receivables		30,057	-
Investments	6	17,598,891	14,686,178
Cash and bank balances	7	26,462,956	700,736
		<u>44,091,904</u>	<u>15,386,914</u>
<b>Financial liabilities</b>			
Trade and other payables		896,973	1,270,685
		<u>896,973</u>	<u>1,270,685</u>

**14.4 Fair value measurement of financial instruments**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is going concern and there is no intention or requirement to curtail materially the scale of its operation or to

The carrying values of all financial assets and liabilities reflected in the financial statements are a reasonable approximation of their fair values.

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level

**ULPHAT WELFARE ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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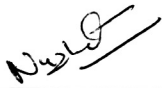
**14.4.1** The Company's investments in open-ended mutual fund units, amounting to PKR 17.598 million, are measured at fair value through profit or loss (FVTPL) and Fair value is determined based on the published net asset value (NAV) per unit provided by the fund manager. These investments are classified as Level 2 in the fair value hierarchy.

**15 Date of authorization**

These financial statements were approved and authorized for issue by the management on January 13, 2026.

**16 General**

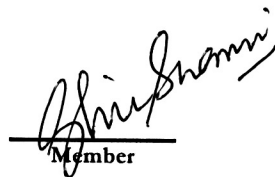
Figures have been rounded off to the nearest rupee.



\_\_\_\_\_  
President



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Member



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Member

