REANDA
Reanda Haroon Zakaria & Company
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE

Opinion

We have audited the financial statements of **The Pakistan Memon Women Educational Society**, which comprise the statement of financial position as at June 30, 2023, and the income and expenditure account and the 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 give a true and fair view of the financial position of the company 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 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 Trust 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 and Trustees for the Financial Statements

The management committee is responsible for the preparation and fair presentation of the financial statements in accordance with the generally accepted accounting principles as applicable in Pakistan and for such internal control as the management committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management committee is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statement

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. Misstatement 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.

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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 controls.

- 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'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 Trust'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 Trust to cease to continue as a going concern.

We communicate with the management committee 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.

RHZCO Reanda Haroon Zakaria

Reanda Haroon Zakaria & Company
Chartered Accountants

Engagement Partner:
Muhammad Haroon

Place: Karachi
Date: December 30, 2023
UDIN: AR202310136qxAbX7rl6

THE PAKISTAN MEMON WOMEN EDUCATIONAL SOCIETY
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
ASSETS			
Non-Current Assets			
Property and equipment	4	26,659,884	22,532,623
Long term investments	5	94,916,600	17,123,044
Long term deposits		347,001	575,001
		121,923,485	40,230,668
Current Assets			
Loans and advances	6	2,495,096	2,172,658
Fees and other receivables	7	8,640,127	4,901,667
Short term investments	8	775,000	775,000
Cash and bank balances	9	22,868,133	52,523,368
		34,778,356	60,372,693
		156,701,842	100,603,361
FUNDS AND LIABILITIES			
Funds			
General fund	10	94,603,647	83,617,851
Restricted Funds	11	59,182,294	4,532,278
		153,785,941	88,150,129
Current Liabilities			
Zakat Fund	11.3	-	8,366,292
Accrued expenses and other payables	12	2,915,901	4,086,940
		2,915,901	12,453,232
		156,701,842	100,603,361

The annexed notes from 1 to 15 from an integral part of these financial statements.

RHZL

President

Honorary General Secretary

THE PAKISTAN MEMON WOMEN EDUCATIONAL SOCIETY
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
OPERATING INCOME			
Fee income	13	84,374,813	67,284,003
Less: Sibling discount		(2,140,655)	(1,183,625)
Less: Covid discount		-	(400,000)
		82,234,158	65,700,378
OPERATING EXPENDITURE			
School staff salaries and allowances		50,971,494	48,495,750
Administrative staff salaries and allowances		6,390,569	-
Administrative expenses		344,060	2,261,641
Uniform and books - RINH students		5,757,536	-
Utilities		5,225,478	3,518,294
Registration charges		643,000	517,850
Student expenses		728,683	-
Student functions		1,035,494	318,065
Rent		615,050	588,000
Scholarship		892,300	1,087,875
Printing and stationery		1,724,540	1,256,412
Vehicle running		256,010	469,720
Photostat		382,114	308,206
Computer		266,980	183,646
Distubution of Ration under RINH schools		1,485,000	288,000
Distubution of Meat under RINH schools		2,526,000	-
Meeting expenses		43,865	-
Repair and maintenance		1,205,659	1,891,812
Entertainment		186,138	143,394
Travelling and conveyance		279,165	159,837
Property tax		241,056	104,089
Miscellaneous		605,337	698,750
Financial charges		260,641	30,649
Audit fee		77,000	55,000
Depreciation	4	2,495,635	1,927,386
Withholding tax		707,723	-
Education Endowment Fund		-	4,532,278
Professional charges		503,316	300,480
		(85,849,843)	(69,137,134)
Operating (deficit) surplus for the year		(3,615,685)	(3,436,756)
OTHER INCOME			
Profit on TDR and PLS accounts		2,336,401	818,051
Dividend on mutual fund		2,846,803	644,356
Dividend on shares		1,308,411	1,185,098
Hall income		1,712,000	1,180,000
Exchange gain realized on encashment of US Dollars		13,938,382	-
Donations		2,736,883	-
Other income		708,398	631,170
		25,587,277	4,458,675
Surplus for the year transferred to General Fund		21,971,591	1,021,919

The annexed notes from 1 to 15 from an integral part of these financial statements.

RH

President

Honorary General Secretary

THE PAKISTAN MEMON WOMEN EDUCATIONAL SOCIETY
STATEMENT OF CASH FLOWS
AS AT JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the year		**21,971,591**	1,021,919
Adjustments for:			
Depreciation		**2,495,635**	1,927,386
Donation income		-	2,994,225
Allocation of Income	11.1 & 11.2	**262,908**	-
Cash generated from operations before working capital changes		**24,730,134**	5,943,530
Changes in working capital			
(Increase) / decrease in current assets			
Loans and advances		**(322,438)**	(842,846)
Fees and other receivable		**(3,738,460)**	4,514,119
Increase / (decrease) in current liabilities			
Undisbursed zakat		-	3,104,416
Accrued and other payables		**(1,171,039)**	575,308
		(5,231,937)	7,350,997
Net cash generated from operating activities	**A**	**19,498,197**	13,294,527
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Long-term investment made - net	5	**(77,793,556)**	(1,548,848)
Long-term deposits recovered / (made) - net		**228,000**	230,029
Additions in property and equipment	4	**(6,622,897)**	(5,445,536)
Net cash used in investing activities	**B**	**(84,188,453)**	(6,764,355)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from Khadija Hajiani Education Endowment Fund	11.1	-	4,532,278
Receipts from Zakat Fund - Net	11.3	**10,035,020**	-
Receipts from Moosa Lawai Fund	11.2	**25,000,000**	-
Net cash generated from financing activities	**C**	**35,035,020**	4,532,278
Net increase in cash and cash equivalents (A+B+C)		**(29,655,235)**	11,062,450
Cash and cash equivalents at the beginning of the period		**52,523,368**	41,460,918
Cash and cash equivalents at the end of the period		**22,868,133**	52,523,368

The annexed notes from 1 to 15 from an integral part of these financial statements.

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President

Honorary General Secretary

THE PAKISTAN MEMON WOMEN EDUCATIONAL SOCIETY
SEGMENT-WISE INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2023

	F.B. Area - S	F.B. Area-HS	F.B. Area - P	MITT	KC - S	KC - P	NK	NH	SARABAI	HHCC	PMWES		
	Raunaq-e-Islam Girls Secondary School F.B. Area Campus	Raunaq-e-Islam Girls Higher Secondary School F.B. Area Campus	Raunaq-e-Islam Girls Primary School F.B. Area Campus	Memon Institute of Teacher's Training F.B. Area	Raunaq-e-Islam Girls Secondary School Kharadar Campus	Raunaq-e-Islam Girls Primary School Kharadar Campus	Raunaq-e-Islam Girls Secondary School Nanakwada Campus	Raunaq-e-Islam Neighbourhood School	Raunaq-e-Islam Sara Bai School North Nazimabad Campus	Hanifa Hajiani Community Centre F.B. Area	Head office	Total	Total
	---------- For the Year Ended June 30, 2023 (Rs.) ----------												2022 (Rs.)
INCOME													
Fee income	29,759,800	-	2,642,325	1,586,500	12,772,992	3,610,218	5,368,986	20,689,712	7,944,280	-	-	84,374,813	67,284,003
Less: Sibling discount	(854,985)	-	(30,880)	(80,800)	(231,890)	(21,830)	(99,790)	-	(820,480)	-	-	(2,140,655)	(1,183,625)
Less: Covid discount	-		-	-	-	-	-	-	-	-	-	-	(400,000)
	28,904,815	-	2,611,445	1,505,700	12,541,102	3,588,388	5,269,196	20,689,712	7,123,800	-	-	82,234,158	65,700,378
EXPENDITURE													
School staff salaries and allowances	16,005,216	-	2,862,345	1,578,277	7,301,886	2,934,389	4,073,067	6,921,254	6,221,564	-	3,073,496	50,971,494	48,495,750
Administrative staff salaries and allowances	2,516,842	-	123,952	170,940	1,256,045	218,543	550,320	634,033	919,894	-	-	6,390,569	-
Administrative expenses	75,770	-	11,580	39,200	50,930	-	27,770	-	88,085	-	50,725	344,060	2,261,641
Uniform and books - RINH students	-	-	-	-	-	-	-	5,757,536	-	-	-	5,757,536	-
Utilities	2,285,615	-	-	-	761,860	28,414	583,998	432,574	749,941	-	383,076	5,225,478	3,518,294
Registration expenses	16,000	-	-	56,000	16,000	4,000	16,000	-	24,000	-	511,000	643,000	-
Student expenses	105,793	-	17,013	267,809	77,930	77,792	119,741	-	62,605	-	-	728,683	517,850
Student functions	6,899	-	-	112,910	7,650	3,000	70,000	717,035	118,000	-	-	1,035,494	318,065
Rent	-	-	-	-	-	-	-	615,050	-	-	-	615,050	588,000
Scholarship	-	-	-	-	-	-	-	892,300	-	-	-	892,300	1,087,875
Printing and stationery	1,010,884	-	62,909	58,892	105,681	51,142	87,867	201,689	102,356	-	43,120	1,724,540	1,256,412
Vehicle running	-	-	-	-	-	-	-	256,010	-	-	-	256,010	469,720
Photostat	211,679	-	34,891	57,436	3,644	33,661	-	-	40,803	-	-	382,114	308,206
Computer	135,410	-	-	11,350	34,690	4,550	32,300	12,150	5,300	-	31,230	266,980	183,646
Distubution of Ration under RINH schools	-	-	-	-	-	-	-	1,485,000	-	-	-	1,485,000	288,000
Distubution of Meat under RINH schools	-	-	-	-	-	-	-	2,526,000	-	-	-	2,526,000	-
Meeting expenses	-	-	-	-	-	-	-	43,865	-	-	-	43,865	-
Repair and maintenance	450,970	-	137,470	46,455	206,840	5,720	140,872	-	153,962	-	63,370	1,205,659	1,891,812
Entertainment	17,290	-	28,532	37,761	44,340	-	-	-	5,770	-	52,445	186,138	143,394
Travelling and conveyance	27,247	-	36,049	10,340	45,950	15,740	18,110	55,680	58,529	-	11,520	279,165	159,837
Property tax	-	-	-	-	-	-	-	-	241,056	-	-	241,056	104,089
Miscellaneous	37,020	-	26,505	40,041	232,641	1,510	96,331	62,234	102,655	-	6,400	605,337	698,750
Financial charges	-	-	-	-	-	428	-	-	-	-	260,213	260,641	30,649
Audit fee	-	-	-	-	-	-	-	-	-	-	77,000	77,000	55,000
Depreciation	1,042,452	-	55,466	320,331	227,908	10,303	133,549	77,302	310,467	56,523	261,332	2,495,635	1,927,386
Withholding tax	-	-					-				707,723	707,723	-
Professional charges	-	-	-	-	-	-	282,400	-	-	-	220,916	503,316	300,480
Transferred to School and Khadija Hajiani Education	-	-	-	-	-	-	-	-	-	-	-	-	(4,532,278)
Total Expenses	23,945,087	-	3,396,712	2,807,742	10,373,995	3,389,192	6,232,325	20,689,712	9,204,987	56,523	5,753,566	85,849,843	69,137,134
Operational Income	4,959,728	-	(785,267)	(1,302,042)	2,167,107	199,196	(963,129)	-	(2,081,187)	(56,523)	(5,753,566)	(3,615,685)	(3,436,756)
OTHER INCOME													
Profit on TDR and PLS accounts	-	-	-	-	-	-	-	-	-	-	2,336,401	2,336,401	818,051
Dividend on mutual fund	-	-	-	-	-	-	-	-	-	-	2,846,803	2,846,803	644,356
Dividend on shares	-	-	-	-	-	-	-	-	-	-	1,308,411	1,308,411	1,185,098
Hall income	-	-	-	-	-	-	-	-	-	1,712,000	-	1,712,000	1,180,000
Exchange gain realized on encashment of US Dollars	-	-	-	-	-	-	-	-	-	-	13,938,382	13,938,382	-
Donations		-									2,736,882	2,736,882	
Other income	13,973	-	-	3,875	-	-	-	-	11,800	-	678,750	708,398	631,170
Net Other Income	13,973	-	-	3,875	-	-	-	-	11,800	1,712,000	23,845,628	25,587,276	4,458,675
Surplus / (deficit) for the year - 2023	4,973,701	-	(785,267)	(1,298,167)	2,167,107	199,196	(963,129)	-	(2,069,387)	1,655,477	18,092,062	21,971,591	1,021,919
Surplus / (deficit) for the year - 2022	3,324,644	(1,089,681)	(670,763)	(691,241)	1,149,858	(150,337)	(169,020)	-	(722,475)	250,679	(209,744)	1,021,919	

The annexed notes from 1 to 15 from an integral part of these financial statements.

RHZ

President

Honorary General Secretary

Description	Fareed Colony	Gulshan Zia	Muslim Goth	Dost Muhammad	Noor Muhammad Goth	Dost Muhammad	Faqeera Goth	Mullah Hussain	Dost Muhammad	Ittehad Town	Tayyab Goth	Gulshan Behar	Gulshan Behar	Nanakwara	Scholarship	Admn	Total
	Saqib	Sultana	Samana	Bukhtawar	Irshad Bibi	Mehwish Latif	Mehwish Jahangir	Salma Mustafa	Ruqaiya	Ansar Bibi	Shazia	Arshi	Saba	Sana			
NO. OF TEACHERS	12	7	6	1	1	1	1	1	1	10	6	1	1	1	-	-	50
NO. OF BOYS	168	44	39	8	2	5	7	4	4	91	33	4	4	4	21	-	438
NO. OF GIRLS	210	100	54	10	11	15	12	6	7	83	24	12	13	-	65	-	622
TOTAL STUDENTS	378	144	93	18	13	20	19	10	11	174	57	16	17	4	86	-	1,060
EXPENSES																	
HONORIRIUM & ALLOWANCES	1,297,886	692,719	536,221	103,848	15,900	98,692	126,858	105,010	97,811	909,064	488,581	110,322	122,498	12,350	-	2,203,494	6,921,254
NON TEACHING STAFF	408,323	59,839	62,418	-	6,400	-	-	-	-	25,871	66,182	-	-	5,000	-	-	634,033
BOOKS AND UNIFROM	1,585,049	949,345	589,602	127,963	30,314	106,151	112,296	73,439	78,060	1,146,745	394,233	69,848	78,665	11,406	404,421	-	5,757,536
UTILITIES	311,553	-	-	-	-	-	-	-	-	100,000	21,021	-	-	-	-	-	432,574
ANNUAL FUNCTION	255,022	98,556	63,815	12,332	8,473	13,636	12,984	7,118	7,770	118,809	37,151	11,028	11,680	2,607	56,053	-	717,035
RENT	-	168,000	110,000	-	-	-	-	-	-	1,050	336,000	-	-		-	-	615,050
Scholarship / fees	-	-	-	-	-	-	-	-	-	-	18,800	-	-	-	873,500	-	892,300
PRINTING & STATIONERY	34,899	25,286	21,746	10,155	-	7,609	7,929	6,970	6,660	19,853	16,440	3,165	2,328		-	38,649	201,689
VEHICLE RUNNING/CONVEYANC															-	256,010	256,010
Computer Expenses															-	12,150	12,150
Ramadan Ration	529,557	201,736	130,288	25,217	18,212	28,019	26,618	14,009	15,410	243,764	79,854	22,415	23,816	5,604	120,481	-	1,485,000
Qurbani Meat	900,781	343,155	221,621	42,894	30,979	47,660	45,277	23,830	26,213	414,645	135,832	38,128	40,511	9,532	204,940	-	2,526,000
MEETING EXP	11,650	6,385	4,405	1,054	457	1,054	1,107	1,587	499	7,488	6,054	138	1,500	457	30	-	43,865
TRAVELLING AND CONVEYANCE															-	55,680	55,680
Misc / General Expenses	42,336	9,825	1,302	-	-	-	-	-	-	-	6,061	-	-		-	2,710	62,234
DEPRICIATION	77,302														-	-	77,302
	5,454,358	2,554,846	1,741,418	323,463	110,736	302,821	333,069	231,963	232,423	2,987,290	1,606,209	255,045	280,998	46,956	1,659,425	2,568,693	20,689,712

HAROON ZAKARIA & COMPANY
CHARTERED ACCOUNTANTS

THE PAKISTAN MEMON WOMEN EDUCATIONAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

1 LEGAL STATUS AND NATURE OF ACTIVITIES

The Pakistan Memon Women Educational Society (Society) was formed and registered in 1951 under the Societies Registration Act, 1860 to promote educational activities on a non-profit basis. The objective of the Society is to provide quality education throughout Pakistan. Its educational programs are funded through donations received from philanthropists in addition to income generated from its own resources. Members of the Society work voluntarily in honorary capacity without drawing any salary or remuneration from it.

Society aims to promote education among needy and deserving children and waives the fee to the extent of 20%, 50% and 100% based on the financial capacity of the parents.

The Society operates the following registered educational establishments:

- Raunaq-e-Islam Girls Secondary School Kharadar Campus;
- Raunaq-e-Islam Girls Primary School Kharadar Campus;
- Raunaq-e-Islam Girls Secondary School Nanakwada Campus;
- Raunaq-e-Islam Girls Primary School Nanakwada Campus;
- Raunaq-e-Islam Girls Secondary School F.B. Area Campus;
- Raunaq-e-Islam Girls Higher Secondary School F.B. Area Campus;
- Raunaq-e-Islam Girls Primary School F.B. Area Campus;
- Raunaq-e-Islam Sara Bai School North Nazimabad Campus;
- Memon Institute of Teacher's Training F.B. Area; and
- Hanifa Hajiani Community Centre F.B. Area.

Society is running free schools in the remote areas of Karachi in the name of "Raunaq-e-Islam Neighbourhood Schools", which are located as under:

1. Gulshan-e-Behar Campus (Secondary) - Orangi Town
2. Gulshan-e-Behar Campus (Primary) - Orangi Town
3. Gulshan-e-Behar Campus (Pre-Primary) - Orangi Town
4. Ali Nagar Campus (Secondary) - Orangi Town
5. Tuheed Colony Campus (Secondary) - Orangi Town
6. Fareed Colony Campus (Secondary) - Orangi Town
7. Gulshan-e-Zia Campus (Primary And Secondary) - Orangi Town
8. Ittehad Town Campus (Secondary) - Baldia Town
9. H.Mullah Hussain Goth Campus 1 - Gadap Town
10. H.Mullah Hussain Goth Campus 2 - Gadap Town
11. H.Mullah Hussain Goth Campus 3 - Gadap Town
12. Dost Muhammad Jinjaharpur Goth - Gadap Town
13. Dost Muhammad Goth - Gadap Town
14. Faqeera Goth - Gadap Town
15. Noor Muhammad Goth - Gadap Town
16. Pir Baksh Goth - Gadap Town
17. Sindhabad Goth - Super Highway
18. Tayyub Goth - Gulshan-e-Iqbal Town
19. Nanakwada Campus - Saddar Town

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the generally accepted accounting principles as applicable in Pakistan.

2.2 Basis of measurement

These accounts have been prepared under the historical cost convention, except as otherwise disclosed. Further, accrual basis of accounting is followed in the preparation of these financial statements.

2.3 Functional and presentation currency

These financial statements are presented in Pak Rupees, which is also the functional currency of the Company.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Property and equipment

These are initially recognized at cost. Subsequent to initial recognition these are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset.

Depreciation on fixed assets is charged to income by applying reducing balance method at the rates specified in the note 4 to the financial statements. Depreciation is charged from the month in which the depreciable assets are available for use and on deletions up to the month of deletion.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and its cost can be reliably measured. Cost incurred to replace an item of property and equipment is capitalized and the asset so replaced is retired from use and its carrying amount is derecognized. Normal repairs and maintenance are charged to the profit and loss account during the period in which they are incurred.

Gains and losses on disposal of assets, if any, are taken to profit and loss account.

The carrying values of fixed assets are reviewed for impairment when event or changes in circumstances indicate that the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount.

3.2 Investments

The Company has its investments in following category:

Held to maturity
Investments in mutual funds is initially recorded at transaction cost and subsequently at net asset value reported by such funds at the period ends.

At cost
Investments intended to be held for an indefinite period of time which may be sold in response to need for liquidity or changes to interest rates or equity prices are classified as available-for-sale. These are measured at cost.

3.3 Advances and receivable

Advances and receivables, including fee receivable are initially stated at their nominal values. Provision for doubtful amounts is established where there is an objective evidence that the Company will not be able to collect the due amounts. Balances considered irrecoverable / unadjustable are written off.

3.4 Cash and bank balances

It comprises of cash in hand and cash at banks in current accounts which are carried at cost. Cash at bank comprise of bank balances and TDRs. Bank balance in USD account is kept at book value using First-in First-out method.

3.5 Accrued expenses and other payables

Accrued 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 up to the year end, whether or not billed to the Society.

3.6 Revenue Recognition

Fee income
Fee income is recognized in the period when it is earned.

Dividend income
Dividend income is recognized when the right to receive the same is established.

Markup income
Markup income is recognized on a time proportion basis.

Other income
Other income is recognized on occurrence of transaction on accrual basis.

Donations and zakat
Unconditional donations are recognised as income when received.

Conditional donations and zakatare recognised as income when the related expenditure is incurred.

3.7 Expenses

Expenses are recognized on accrual basis.

3.8 Taxation

Income of the society is exempt from tax being non profit organization under section 100 C of the Income Tax Ordinance, 2001.

3.9 Translation of foreign currencies

Transactions in foreign currencies are accounted for in rupees at the rates approximating those on the date of transaction.

Assets and liabilities in foreign currencies are translated into rupees at the rates of exchange approximating those on the balance sheet date while exchange differences are taken to the income statement when the foreign currency transactions are settled.

4 PROPERTY AND EQUIPMENT

Description		As at July 01, 2022	Additions / Transfer / (deletions) during the year	Depreciation Charge for the year	As at June 30, 2023	Rate
		-------- Written Down Value --------				
		------------ Rupees ------------				
Land		850,000	1,880,000	-	2,730,000	0%
Buildings		13,422,394	3,776,479	(859,944)	16,338,929	5%
Furniture and fixtures		3,776,959	476,300	(425,326)	3,827,933	10%
Vehicles		1,222,000	-	(244,400)	977,600	20%
Computer and printers		1,551,108	572,920	(637,209)	1,486,819	30%
Educational material		336,687	(215,137)	(24,310)	97,240	20%
Equipment		1,373,475	132,335	(304,446)	1,201,363	20%
	2023	**22,532,623**	**6,622,897**	**(2,495,635)**	**26,659,884**	
	2022	19,014,473	5,445,536	(1,927,386)	22,532,623	

	Note	2023 Rupees	2022 Rupees

5 LONG TERM INVESTMENTS

	Note	2023 Rupees	2022 Rupees
- Available for sale investments			
Investment in shares of listed companies at cost	5.1	**8,509,783**	8,509,783
Mutual funds at net assets value	5.2	**86,406,817**	8,613,261
		94,916,600	17,123,044
5.1 Market value of shares as on the reporting date		**10,140,866**	12,689,280

2023	*2022*	*Name of Investee Company*	*2023 Rupees*	*2022 Rupees*
5.2	***- Available-for-sale (at Fair value through profit & loss)***			
---- No. of Units ----		***In Mutual Funds***		
51,301	-	Alfalah Islamic Rozana Amdani	**5,130,085**	7,597,156
852,530	755,539	Nbp Fund Management Ltd	**8,615,412**	7,600,568
474,378	10,127	Faysal Islamic Cash Fund	**47,437,848**	-
506,469	-	Al Meezan Fund Moosa Lawai Foundation	**25,323,472**	-
			86,506,817	15,197,724

6 LOANS AND ADVANCES

	Note	2023 Rupees	2022 Rupees
- Considered good			
Loans			
- to staff	6.1	**320,500**	322,000
Advances			
- to suppliers		**2,174,596**	1,850,658
		2,495,096	2,172,658

6.1 Loans are interest free and recoverable within one year by way of deduction from monthly salary of the employees.

7 FEES AND OTHER RECEIVABLES

	Note	2023 Rupees	2022 Rupees
- Considered good			
Fee receivable			
From			
- Students		4,024,727	2,687,502
- Donors / sponsors		2,632,607	500,000
		6,657,334	3,187,502
- Considered doubtful			
- Fee receivable from students		-	1,282,754
- Less: provision for covid allowance	7.1	-	(1,282,754)
		-	-
		6,657,334	3,187,502
Other receivables			
From			
- Moosa Lawai Foundation		-	16,200
- Hall rent receivable		407,200	730,000
- Benazir Bhutto Youth Program		312,000	312,000
- Alpha Capital (Pvt.) Limited	7.2	509,171	9,171
- Others		754,422	646,794
		1,982,793	1,714,165
		8,640,127	4,901,667

7.1 *Provision for Covid allowance*

	2023	2022
Balance as on July 01,	-	1,282,754
Provision made	-	-
Provision reversed	-	-
Balance as on June 30,	-	1,282,754

7.2 This represents receivable from a PSX brokerage house on account of shares trading.

8 SHORT TERM INVESTMENTS

	2023 Rupees	2022 Rupees
- Held to maturity		
Certificates of Investment	775,000	775,000

8.1 These represent investment in Habib Islamic Investment Certificates having maturity of one year, with the rollover option. These carry profit ranging from 5% to 10% (2022: 5% to 7%) per annum.

9 CASH AND BANK BALANCES

	Note	2023 Rupees	2022 Rupees
Cash in hand		209,420	172,524
Cash at banks			
In profit bearing accounts	9.1 & 9.2	15,343,792	23,817,067
In USD account	9.3	7,314,921	28,533,777
		22,658,713	52,350,844
		22,868,133	52,523,368

9.1 These carry markup / profit ranging from 7% to 9% (2022: 6.75% to 8.5%) per annum.

9.2 This includes Certificates of Islamic Investment amounting to Rs. Nil (2022: Rs. 10) million, carrying profit at an average rate of Nil (2022: 5.25%) per annum.

9.3 This represents USD 25,504.37 (2022: USD 171,706) held in a bank account maintained with a commercial bank. As on the reporting date, bank balance would have been Rs. 7,314,921 (2022: Rs. 35,285,583) if converted into Pak Rupee using the prevailing exchange rate as on the reporting date.

	Note	2023 Rupees	2022 Rupees
10 GENERAL FUND			
Opening balance		**83,617,851**	79,601,707
Surplus for the year		**21,971,591**	1,021,919
Transfer to Khadija Hajiani Education Endowment Fund	11.1	**(10,985,796)**	2,994,225
		94,603,647	83,617,851
11 RESTRICTED FUNDS			
Khadija Hajiani Education Endowment Fund	11.1	**15,675,819**	4,532,278
Moosa Lawai Fund	11.2	**25,105,164**	-
Zakat Fund	11.3	**18,401,312**	-
		59,182,294	4,532,278
11.1 Khadija Hajiani Education Endowment Fund			
Balance as on July 01,		**4,532,278**	-
Transfer for the year		**10,985,796**	4,532,278
Allocation Moosa Lawai Fund	5	**157,745**	-
Balance as on June 30,		**15,675,819**	4,532,278

The society has decided to set aside fifty per cent of the surplus of its schools to Khadija Hajiani Education Endowment Fund. This Fund will exclusively be used for awarding scholarships for higher studies to the deserving students of its schools.

	2023 Rupees	2022 Rupees
11.2 Moosa Lawai Fund		
Balance as on July 01,	-	-
Additions for the year	**25,000,000**	-
Allocation Moosa Lawai Fund	**105,164**	-
Balance as on June 30,	**25,105,164**	-

Moosa Lawai Foundation has donated this amount to the society on the condition that this amount shall be invested as endowment fund and income of it shall be utilised for the promotion of education.

	2023 Rupees	2022 Rupees
11.3 Zakat Fund		
Balance as on July 01,	**8,366,292**	5,261,876
Received during the year	**29,029,532**	18,322,151
Financial income	**1,695,200**	-
Disbursements during the year	**(20,689,712)**	(15,217,735)
Balance as on June 30,	**18,401,312**	8,366,292

12 ACCRUED EXPENSES AND OTHER PAYABLES

Accrued expenses	**2,524,807**	2,505,342
Staff gratuity payable	**391,094**	1,581,598
	2,915,901	4,086,940

This represents gratuity payable to employees as a result of gratuity scheme discontinued w.e.f. June 30, 2015. Gratuity is paid when the employee (who was part of the Scheme before discontinuation) leaves the Society.

13 FEE INCOME

	2023 Rupees	2022 Rupees
Fee income	**63,685,101**	52,066,268
Home schooling from Zakat Fund	**14,256,851**	10,935,567
Scholarship from Zakat Fund	**4,292,206**	4,282,168
	82,234,158	67,284,003

14 GENERAL

Figures of account have been rounded off to the nearest rupee.

15 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were approved and authorized for issue by the Management Committee of the Society on December 30, 2023.

RHZW

President

Honorary General Secretary