M/S SHAHRA WELFARE FOUNDATION

FINICIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2026

INDEPENDENT AUDITORS' REPORT

To the Members of "M/S SHARA WELFARE FOUNDATION"

Report on the Audit of Financial Statements

Opinion

We have audited the annexed Financial Statement of "M/S SHARA WELFARE FOUNDATION" which comprise the statement of financial position as at **June 30, 2026** and the statement of comprehensive income/ income and expenditure account 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 organization as at **June 30, 2026**, and of its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis of Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further disclosed in 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 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.

Emphasis of Matter

We draw attention to reasonable estimates in financial statements, that certain balances and transactions are based on management's reasonable estimates due to the absence of complete supporting documentation. These estimates have been made in accordance with the organization's accounting policies and are considered reasonable under the circumstances. Our opinion is not modified in respect of this matter.

Other Matter Paragraph

This audit report relates solely to the special purpose financial statements prepared to meet specific requirements of the management and intended for submission to management, regulators, and financial institutions. Accordingly, this report is not intended for general use and should not be relied upon by any other party.

Responsibilities of Management and Those Charged with Governance for the Financial Statement

The organization is 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 organization 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 statement, management is responsible for assessing the organization ability to continue as 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 organization or cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditors' Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statement, 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management is 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 ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw our attention in our auditor's report to the related disclosures in the financial statement 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 to cease to continue as 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 those charged with governance, regarding among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The engagement partner on the audit resulting in this independent auditor's report is Javed Anwar (FCA).

Anwar Javed & Co.
Chartered Accountants

PESHAWAR
July 27, 2026

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M/S SAHARA WELFARE FOUNDATION
STATEMENT OF INCOME & EXPENDITURE
FOR THE YEAR ENDED JUNE 30th, 2026

PARTICULARS	**2026**	**2025**
	(Rs)	**(Rs)**
	-	-
Donations / Receipts	15,152,500	27,319,999
	15,152,500	27,319,999
Payments		
Office Rent	591,502	514,350
Staff Salaries	1,558,539	1,416,854
Culture and Tourism Awareness Activites in District Orakzai	1,260,000	509,000
Free Goats to Needy Females (Women Empowerment by Goats)	8,810,000	21,000,000
Trainings and Events	62,255	249,021
Medical Camp	-	560,720
Distribution of School Bags	580,000	-
Food distribution during Ramzan to Transgender Communities	1,160,000	551,250
Food & Non food items Distribution	116,800	116,800
Telephone Expenses	91,990	87,609
Printing Expenses	30,283	28,841
News Paper and Periodicals	30,073	28,641
Entertainment Expenses	58,768	55,969
Travelling Expenses	100,274	95,499
Cultural Events (Tourism and Culture Authority)	-	715,800
Miscellaneous Expenses	58,810	56,009
Audit Fee	30,000	30,000
Electricity Charges	145,312	138,392
Depreciation	35,000	35,000
Equipments, Furniture and Computers	215,600	215,600
	14,935,206	26,405,355
Accumulated Profit / Loss for the Year	217,294	914,644
Deficit / Surplus B/f	1,646,055	731,412
	1,863,349	1,646,056
	14,935,206	**26,405,355**

Finance Officer
Sahara Welfare Foundation
District [redacted] NOW

Anwar Javed & Co.
Chartered Accountants

M/S SAHARA WELFARE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30th, 2026

1 STATUS & PRINCIPLE ACTIVITIES

M/s Sahara Welfare Foundation a private sector non-profit organization and registered under social welfare Ordinance 1961, with the Khyber Pakhtunkhwa Social Welfare Department, Sahara Welfare Foundation is committed to help to under previliged population anywhere in Khyber Pakhtunkhwa. It also provides to Public, Private, Governmnt departments and voluntary organizations. The organization operates independently of any political and cultural influences, As a non government organization Shara Welfare Foundation intervenes both in situations of disaster and non-disaster for sustainable development of the marginalized population storing their autonomy in the soceity.

2 STATEMENT OF COMPLIANCE

"These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- Revised Accounting and Financial Reporting Standard for the Small-Sized Entities (Revised AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 Accounting convention

These accounts have been prepare under the historical cost convention.

3.2 The current period figures are for the period of of seven months i.e from July 01, 2025 to June 30, 2026, hence are not comparable.

3.3 Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

Depreciation on additions during the year is charged from the month in which an asset is acquired or capitalized, while no depreciation is charged for the month in which the asset is disposed off. The assets' residual values and useful lives are reviewed at each financial year end and adjusted if impact on depreciation is significant.

Maintenance and normal repairs are charged to income as and when incurred while cost of major replacements and improvements, if any, are capitalized.

Gain and losses on disposal of fixed assets are included in the profit and loss account.

Anwar Javed & Co.
Chartered Accountants

Finance Officer
Sahara Welfare Foundation
District [redacted] Nsw

3.4 Intangible fixed assets

Intangible assets are stated at cost less accumulated amortization except assets that are not available for its intended use, which are stated at cost. Amortization is charged using the straight-line method at rates given in relevant note to write off the historical cost of assets over their estimated useful life. Full year amortization is charged in the year of addition and no amortization is charged in the year of disposal.

3.4 Impairment

The carrying amounts are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, recoverable amount is estimated in order to determine the extent of impairment loss, if any. An impairment loss is recognized in the profit and loss account. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized. For non financial assets, financial assets measured at amortized cost, available for sale debt securities , the reversal is recognized in profit and loss account. For available for sale financial assets that are equity securities, the reversal is recognized directly in equity.

3.5 Cash and cash equivalents

Cash and cash equivalents are carried at cost. For the purpose of cash flow statement, cash and cash equivalents consist of cash in hand, balances with banks and highly liquid short term investments that are convertible to known amounts of cash and are subject to insignificant risk of change in value.

3.6 Financial instruments

Financial assets and financial liabilities are recognised when the Organization becomes a party to the contractual provisions of the instrument and de-recognised when the Organization loses control of the contractual rights that comprise the financial assets and in case of financial liabilities when the obligation specified in the contract is discharged, cancelled or expired.

3.7 Critical accounting estimates and judgments

The preparation of financial statements in conformity with IASs / IFRSs requires

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to

Significant areas requiring the use of management estimates in these financial statements

Anwar Javed & Co
Chartered Accountants

Finance Officer
Sahara Welfare Foundation
District [redacted] NOW

M/S SAHARA WELFARE FOUNDATION
FIXED ASSETS SCHEDULE
FOR THE YEAR ENDED JUNE 30th, 2025

3 Operating Fixed Assets - Tangible

PARTICULARS	COST				DEPRECIATION			
	As on 1st July 2024	Addition / (Deletion)	As on June 30th, 2025	Rate	As on 1st July 2024	For the Year	As on June 30th, 2025	Written Down Value as june 30th, 2025
Laptops	310,000	-	310,000	10%	122,310	18,769	141,079	168,921
Furniture and Fixtures	227,000	-	227,000	10%	129,284	9,772	139,056	87,944
Other Assets	57,000	-	57,000	10%	35,190	2,181	37,371	19,630
TOTAL (Rs 2025)	**594,000**	**-**	**594,000**		**286,784**	**30,722**	**317,505**	**276,497**

Finance Officer
Sahara Welfare Foundation
District [illegible]

Chartered Accountants

M/S SAHARA WELFARE FOUNDATION
FIXED ASSETS SCHEDULE
FOR THE YEAR ENDED JUNE 30th, 2026

4 **Operating Fixed Assets - Tangible**

PARTICULARS	COST: As on 1st July 2025	COST: Addition / (Deletion)	COST: As on June 30th, 2026	Rate	DEPRECIATION: As on 1st July 2025	DEPRECIATION: For the Year	DEPRECIATION: As on June 30th, 2026	Written Down Value as june 30th, 2026
Laptops	310,000	-	310,000	10%	141,079	16,892	157,971	152,029
Furniture and Fixtures	227,000	-	227,000	10%	139,056	8,794	147,850	79,150
Other Assets	57,000	-	57,000	10%	37,371	1,963	39,334	17,667
TOTAL (Rs 2026)	**594,000**	**-**	**594,000**		**317,505**	**27,649**	**345,155**	**248,847**

Finance Officer
Sahara Welfare Foundation
District [redacted]

Chartered Accountants

M/S SAHARA WELFARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30th, 2026

		2026	2025
		(Rs)	(Rs)
5	**STAFF SALARIES**		
	Project Manager	180,824	301,373
	Training officer	214,528	195,026
	Community Mobilizer	143,529	179,411
	Support Staff	1,019,658	741,044
		1,558,539	**1,416,854**
6	**CASH & BANK BALANCES**		
	Cash in hand	1,863,348	1,646,055
		1,863,348	**1,646,055**
7	**ACCUMULATED PROFITS / LOSS**		
	Opening Balance	1,646,055	731,412
	Deficit / Surplus for the year	217,294	914,644
		1,863,348	**1,646,055**

Note FIGURES

Have been rounded off to the nearest hundred.

Corresponding figures have been rearranged, wherever necessary for the purpose of the comparison.

However, no significant, re-arrangements have been made.

Anwar Javed & Co. Chartered Accountants

Finance Officer
Sahara Welfare Foundation
District [redacted] NOW