

Riaz Ahmad & Company

Chartered Accountants

SARGODHIAN SPIRIT TRUST

HEAD OFFICE

**FINANCIAL STATEMENTS WITH
ACCOMPANYING INFORMATION**

30 JUNE 2025

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF TRUSTEES

Opinion

We have audited the financial statements of Sargodhian Spirit Trust – Head Office ("the Head Office"), which comprise the statement of financial position as at 30 June 2025, and the statement of income and expenditure, 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 Head Office as at 30 June 2025, and 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 Head Office 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.

Emphasis of Matter – Basis of Accounting and Restrictions on Distribution and Use

We draw attention to the basis of accounting described in the note 2.1 to the financial statements, which explains that these financial statements have been prepared in accordance with the accounting policies and measurement principles adopted by the management for internal reporting purposes. Accordingly, the financial statements are intended solely for the internal use of the management of the Company and may not be suitable for any other purpose. Furthermore, this report relates only to the financial statements pertaining to the Head Office and does not extend to the financial statements of Sargodhian Spirit Trust taken as a whole.

Our opinion is not modified in respect of this matter.

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

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

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

Those charged with governance are responsible for overseeing the Head Office financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

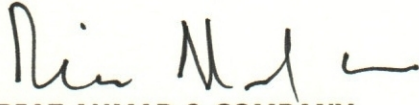
As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Head Office'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 Head Office'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 Head Office 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.

Riaz Ahmad & Company

Chartered Accountants

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.



RIAZ AHMAD & COMPANY
Chartered Accountants

Date: 12 January 2026

ISLAMABAD

Name of engagement partner: Raheel Arshad

SARGODHIAN SPIRIT TRUST - HEAD OFFICE**STATEMENT OF FINANCIAL POSITION****AS AT 30 JUNE 2025**

	Note	2025 Rupees	2024 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	3	678,497,356	702,604,435
Long term deposits	4	635,000	635,000
		<u>679,132,356</u>	<u>703,239,435</u>
CURRENT ASSETS			
Advances	5	2,071,590	1,739,959
Taxation recoverable	6	16,766,503	10,681,772
Cash and bank balances	7	452,615,363	418,654,094
		<u>471,453,456</u>	<u>431,075,825</u>
TOTAL ASSETS		<u><u>1,150,585,812</u></u>	<u><u>1,134,315,260</u></u>
FUND AND LIABILITIES			
FUND			
General fund		255,507,555	217,031,873
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred credit - grants	8	877,987,082	902,658,045
Employee retirement benefit - gratuity	9	15,444,116	13,243,843
		<u>893,431,198</u>	<u>915,901,888</u>
CURRENT LIABILITIES			
Inter project payables - net	10	-	1,659
Accrued and other payables	11	1,647,059	1,379,840
		<u>1,647,059</u>	<u>1,381,499</u>
TOTAL LIABILITIES		<u><u>895,078,257</u></u>	<u><u>917,283,387</u></u>
CONTINGENCIES AND COMMITMENTS			
TOTAL FUND AND LIABILITIES		<u><u>1,150,585,812</u></u>	<u><u>1,134,315,260</u></u>

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

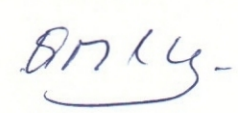

CHAIRMAN
CHIEF EXECUTIVE
TRUSTEE

SARGODHIAN SPIRIT TRUST - HEAD OFFICE
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 Rupees	2024 Rupees
INCOME			
Donations and voluntary contributions		11,163,260	3,470,317
Amortization of grants	8	27,958,834	24,711,027
Other income	12	52,636,568	61,864,355
		<u>91,758,662</u>	<u>90,045,699</u>
EXPENDITURE			
Salaries and other benefits	13	17,913,418	19,086,805
Utilities		671,139	680,237
Communication		303,319	292,467
Repair and maintenance		329,595	94,690
Travelling		266,065	341,080
Printing and stationery		97,806	266,118
Entertainment		317,685	295,999
Advertisement		245,860	-
Office supplies		159,280	115,560
Legal and professional charges		574,881	1,602,541
Auditor's remuneration	14	197,750	160,000
Depreciation	3.1	27,958,834	24,711,027
Office rent		2,275,844	2,417,295
Bank charges		4,044	163
Advance tax written off	6	1,801,615	6,417,160
Foreign exchange loss		-	85,559
Other		165,845	78,327
		<u>(53,282,980)</u>	<u>(56,645,028)</u>
SURPLUS FOR THE YEAR		<u><u>38,475,682</u></u>	<u><u>33,400,671</u></u>

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


CHAIRMAN


CHIEF EXECUTIVE

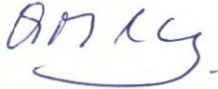

TRUSTEE

SARGODHIAN SPIRIT TRUST - HEAD OFFICE
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED 30 JUNE 2025

	Rupees
Balance as at 30 June 2023	183,631,202
Surplus for the year ended 30 June 2024	33,400,671
Balance as at 30 June 2024	<u>217,031,873</u>
Surplus for the year ended 30 June 2025	38,475,682
Balance as at 30 June 2025	<u><u>255,507,555</u></u>

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



CHAIRMAN

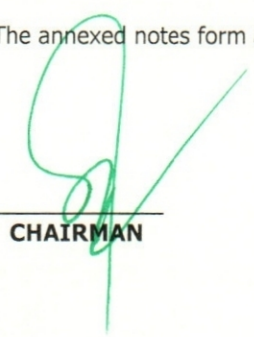
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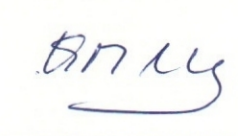
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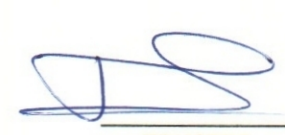
SARGODHIAN SPIRIT TRUST - HEAD OFFICE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 Rupees	2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the year		38,475,682	33,400,671
Adjustments for non-cash charges and other items:			
Depreciation	3.1	27,958,834	24,711,027
Amortization of grants	8	(27,958,834)	(24,711,027)
Provision for gratuity	9	2,200,273	4,233,969
Taxation recoverable written off	6	1,801,615	6,417,160
Return on short term investments	12	(12,009,622)	(19,083,288)
Return on bank deposits	12	(40,564,874)	(42,781,067)
Unrealized foreign exchange (gain) / loss		(62,072)	85,559
Cash used in operations before working capital changes		(10,158,998)	(17,726,996)
Working capital changes :			
(Increase) / decrease in current assets			
Advances		(331,630)	204,040
Increase / (decrease) in current liabilities			
Inter project payables		(1,659)	1,659
Accrued and other payables		267,218	317,600
		(66,071)	523,299
Net cash used in operations		(10,225,069)	(17,203,697)
Tax paid	6	(7,886,346)	(6,417,160)
Net cash used in operating activities		(18,111,415)	(23,620,857)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on operating fixed assets	3.1	(3,375,681)	(11,544,107)
Additions in capital work in progress	3.2	(476,074)	(869,646)
Short term investment encashed		-	310,000,000
Return on short term investments		12,009,622	19,083,288
Return on bank deposits		40,564,874	42,781,067
Net cash from investing activities		48,722,741	359,450,602
CASH FLOWS FROM FINANCING ACTIVITIES			
Grant received	8	3,287,871	10,022,517
Net cash from financing activities		3,287,871	10,022,517
Net increase in cash and cash equivalents		33,899,197	345,852,262
Exchange gain / (loss)		62,072	(85,559)
Cash and cash equivalents at the beginning of the year		418,654,094	72,887,391
Cash and cash equivalents at the end of the year	7	452,615,363	418,654,094

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


CHAIRMAN


CHIEF EXECUTIVE


TRUSTEE

SARGODHIAN SPIRIT TRUST - HEAD OFFICE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

1 LEGAL STATUS AND OPERATIONS

Sargodhian Spirit Trust ("the Trust") having its registered office at Islamabad, was created on 02 July 1998 by the PAF School Sargodha, Old Boys Association ("the Association"), principally to provide education to the general public, including members and children of the Association, and to create awareness amongst people for improved education and health. The Trust is managing the Sargodhian Spirit Trust Public School Rashidabad ("the School") and Sargodhian Spirit Institute for Professional Development ("the Institute"). The registered office of the Trust is situated at House No. 507-G, Street 32, MPCHS E 11/3 E-11, Islamabad.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

2.1 Basis of preparation

a) STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the accounting policies and measurement principles adopted by the management for internal reporting purposes. Accordingly, the financial statements are intended solely for the internal use of the management of the Company and may not be suitable for any other purpose.

b) Accounting convention

These financial statements have been prepared under the historical cost convention, except as otherwise stated in the respective accounting policies.

c) Critical accounting estimates and judgments

The preparation of financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Trust's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to the Trust's financial statements or where judgments were exercised in the application of accounting policies are as follows:

The areas where various assumptions and estimates are significant to the Trust's financial statements or where judgements were exercised in application of accounting policies relate to the useful life of depreciable assets.

d) Useful lives, patterns of economic benefits and impairment

Estimates with respect to residual values, useful lives and pattern of flow of economic benefits are based on the analysis of the management of the Trust. Further, the Trust reviews the value of assets for possible impairment on an annual basis. Any change in the estimates in the future might affect the carrying amount of respective items of property and equipment, with a corresponding effect on the depreciation charge, amortization of deferred credit and impairment.

e) Provisions

As the actual cashflows can differ from estimates made for provisions due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in future, the carrying amounts of provisions are reviewed at each reporting date and adjusted to take account of such changes. Any adjustments to the amount of previously recognized provision is recognized in the statement of income and expenditure unless the provision was originally recognized as part of cost of an asset.

2.2 Property and equipment

Cost

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost of property and equipment consists of historical cost and other directly attributable cost of bringing the asset to working condition.

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 Trust and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to statement of income and expenditure during the year in which they are incurred.

Depreciation

Depreciation on all items of property and equipment is charged to statement of income and expenditure on reducing balance method after taking into account residual value, if any, so as to write off the depreciable amount of an asset over its estimated useful life. Depreciation on additions is charged from the month the assets are available for use while no depreciation is charged for the month in which the assets are disposed off. The residual values and useful lives of assets are reviewed by the management at each financial year end and adjusted if impact on depreciation is significant.

De-recognition

An item of property and equipment is de-recognized upon 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 is included in the statement of income and expenditure in the year the asset is de-recognized.

2.3 Investments

Classification of an investment is made on the basis of intended purpose for holding such investment. Management determines the appropriate classification of its investments at the time of purchase and re-evaluates such designation on regular basis. Investments are initially measured at fair value plus transaction costs directly attributable to acquisition.

Equity instruments

The Trust subsequently measures all equity investments at fair value for financial instruments quoted in an active market, the fair value corresponds to a market price (level 1). For financial instruments that are not quoted in an active market, the fair value is determined using valuation techniques including reference to recent arm's length market transactions or transactions involving financial instruments which are substantially the same (level 2), or discounted cash flow analysis including, to the greatest possible extent, assumptions consistent with observable market data (level 3).

Fair value through other comprehensive income (FVTOCI)

Where the Trust's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVTOCI are not reported separately from other changes in fair value.

Fair value through profit or loss

Changes in the fair value of equity investments at fair value through profit or loss are recognized in other income / (other expenses) in the statement of income and expenditure as applicable.

Dividends from such investments continue to be recognized in statement of income and expenditure as other income when the Trust's right to receive payments is established.

Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. Interest income from these financial assets is included in other income using the effective interest rate method. Any gain or loss arising on derecognition is recognized directly in statement of income and expenditure and presented in other income / (other expenses) together with foreign exchange gains and losses. Impairment losses are presented as separate line item in the statement of income and expenditure.

2.4 Deferred credit - grants

Grants are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Trust will comply with all attached conditions. Fair value signifies the amount received in cash and current market value in case of grant received in kind. Grants related to expenses are deferred and recognized in the statement of income and expenditure over the period necessary to match them with the expenses that they are intended to compensate. Grants related to assets are also recognized in deferred credit. An amount equivalent to the depreciation for each year on such assets is credited to statement of income and expenditure in the same year in which the depreciation is charged. Amount equal to book value of assets relating to grant is also transferred to statement of income and expenditure in the same year in which asset is disposed off.

Restricted contribution for the purchase of capital assets that will not be amortized is recognized as direct increase in fund.

2.5 Employee benefits - gratuity

The Trust operates unapproved and unfunded gratuity scheme for permanent employees of the Trust, payable on cessation of employment. Provision is made in these financial statements for the amounts payable by the Trust in respect of this.

2.6 Revenue recognition

Donations are recognized on the receipt basis.

Return on investments is recognized on accrual basis at the rates specified in respective investment scheme assuming that such investment will be held till maturity.

Interest on bank deposits is recognized on time proportion basis taking into account the amounts outstanding and rates applicable thereon.

Revenue from restricted funds is recognized, using deferral method in statement of income and expenditure over the period necessary to match them with the expenses that they are intended to compensate.

Other income is recognized when it is received or when the right to receive payment is established.

2.7 Employee benefits - contributory provident fund

The Trust operates contributory provident fund scheme for its regular employees. Equal contributions are made to the fund by the Trust and the employees at the rate of 7.5% of their basic salaries. The fund has not yet been approved under the provisions of the Income Tax Ordinance, 2001.

2.8 Foreign currencies

These financial statements are presented in Pak Rupees, which is the Trust'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 financial statement date, while the transactions in foreign currencies 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 the 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 statement of income and expenditure.

2.9 Financial instruments

Financial instruments carried on the balance sheet include deposits, loans and advances, other receivables, cash and bank balances, interest accrued and other payables etc. Financial assets and liabilities are recognized when the Trust becomes a party to the contractual provisions of instrument. Initial recognition is made at fair value plus transaction costs directly attributable to acquisition.

Financial assets are de-recognized when the Trust loses control of the contractual rights that comprise the financial asset. The Trust loses such control if it realizes the rights to benefits specified in contract, the rights expire or the Trust 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 and de-recognition is charged to the statement of income and expenditure. The particular measurement methods adopted are disclosed in the individual policy statements associated with each item and in the accounting policy of investments.

2.10 Accrued and other liabilities

Accrued and other amounts payable are initially recognized at fair value which is normally the transaction cost.

2.11 Receivables

Receivables are recognized and carried at cost less an allowance for any uncollectible amounts. Carrying amounts of receivables are assessed on regular basis and if, there is any doubt about reliability of these receivables, appropriate amount of provision is made.

2.12 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at banks on current and deposit accounts and other short term highly liquid instruments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in values.

2.13 Provisions

Provisions are recognized when the Trust has a legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

2.14 Taxation

Income of Not for Profit Organisations is allowed a tax credit equal to one hundred percent of the tax payable under section 100C of the Income Tax Ordinance, 2001. Accordingly, no provision for taxation has been made in these financial statements.

2.15 Offsetting

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position, if the Trust has a legally enforceable right to set off the recognized amounts and the Trust intends to settle either on a net basis or realize the asset and settle the liability simultaneously.

3 PROPERTY AND EQUIPMENT

Note	2025 Rupees	2024 Rupees
3.1 Operating fixed assets	647,254,591	671,837,744
3.2 Capital work in progress	31,242,765	30,766,691
	<u>678,497,356</u>	<u>702,604,435</u>

3.1 OPERATING FIXED ASSETS

	Freehold land-School	Freehold land-KPK	Freehold land-SIPD	Buildings and infrastructure-School	Buildings and infrastructure-KPK	Buildings and infrastructure-SIPD	Furniture and fittings	Office equipment	Computer equipment	Vehicles (Note - 3.1.1)	Total
At 30 June 2023											
Cost	50,750,000	60,224,003	14,037,000	352,438,502	2,029,789	283,362,228	1,246,691	8,335,006	1,659,694	4,513,000	778,595,913
Accumulated depreciation	-	-	-	(164,040,930)	(645,770)	(14,293,103)	(943,117)	(2,352,364)	(1,359,909)	(1,057,220)	(184,692,413)
Net book value	50,750,000	60,224,003	14,037,000	188,397,572	1,384,019	269,069,125	303,574	5,982,642	299,785	3,455,780	593,903,500
Year ended 30 June 2024											
Opening net book value	50,750,000	60,224,003	14,037,000	188,397,572	1,384,019	269,069,125	303,574	5,982,642	299,785	3,455,780	593,903,500
Additions	-	550,000	-	10,022,517	-	-	-	596,590	375,000	-	11,544,107
Transfer from capital work in progress	-	-	-	91,101,164	-	-	-	-	-	-	91,101,164
Depreciation charge	-	-	-	(9,419,879)	(69,201)	(13,453,456)	(30,357)	(974,521)	(72,457)	(691,156)	(24,711,027)
Closing net book value	50,750,000	60,774,003	14,037,000	280,101,374	1,314,818	255,615,669	273,217	5,604,711	602,328	2,764,624	671,837,744
At 30 June 2024											
Cost	50,750,000	60,774,003	14,037,000	453,562,183	2,029,789	283,362,228	1,246,691	8,931,596	2,034,694	4,513,000	881,241,184
Accumulated depreciation	-	-	-	(173,460,809)	(714,971)	(27,746,559)	(973,474)	(3,326,885)	(1,432,366)	(1,748,376)	(209,403,440)
Net book value	50,750,000	60,774,003	14,037,000	280,101,374	1,314,818	255,615,669	273,217	5,604,711	602,328	2,764,624	671,837,744
Year ended 30 June 2025											
Opening net book value	50,750,000	60,774,003	14,037,000	280,101,374	1,314,818	255,615,669	273,217	5,604,711	602,328	2,764,624	671,837,744
Additions	610,000	87,810	-	2,677,871	-	-	-	-	-	-	3,375,681
Depreciation charge	-	-	-	(13,570,890)	(65,741)	(12,780,783)	(27,322)	(840,707)	(120,466)	(552,925)	(27,958,834)
Closing net book value	51,360,000	60,861,813	14,037,000	269,208,355	1,249,077	242,834,886	245,895	4,764,004	481,862	2,211,699	647,254,591
At 30 June 2025											
Cost	51,360,000	60,861,813	14,037,000	456,240,054	2,029,789	283,362,228	1,246,691	8,931,596	2,034,694	4,513,000	884,616,865
Accumulated depreciation	-	-	-	(187,031,699)	(780,712)	(40,527,342)	(1,000,796)	(4,167,592)	(1,552,832)	(2,301,301)	(237,362,274)
Net book value	51,360,000	60,861,813	14,037,000	269,208,355	1,249,077	242,834,886	245,895	4,764,004	481,862	2,211,699	647,254,591
Depreciation rate (%)	-	-	-	5	5	5	10	15	20	20	

3.1.1 It includes vehicle of SIPD and KPK project amounting to Rupees 2,799,000 and 1,634,000 respectively.

3.2 Capital work in progress

DESCRIPTIONS	2025			2024
	Projects		Total	Total
	Neelab Project - KPK	Alamabad Project - KPK		
----- R u p e e s -----				
Balance as at 01 July	24,850,331	5,916,360	30,766,691	120,998,209
Additions during the year	435,074	41,000	476,074	869,646
Less: transferred to operating fixed asset	-	-	-	(91,101,164)
Balance as at 30 June	25,285,405	5,957,360	31,242,765	30,766,691

4 LONG TERM DEPOSITS

These mainly include interest free deposits made to utility companies for provision of utility connections. These are not being carried at amortized cost as the impact was considered immaterial.

	Note	2025 Rupees	2024 Rupees
5 ADVANCES			
Advances to employees:			
-against salaries - secured	5.1	2,071,590	1,726,085
-against expenses - unsecured		-	13,874
		<u>2,071,590</u>	<u>1,739,959</u>

5.1 These are secured against employee retirement benefit.

6 TAXATION RECOVERABLE

Balance as on 01 July	10,681,772	10,681,772
Tax paid / deducted at source	7,886,346	6,417,160
Written off during the year	(1,801,615)	(6,417,160)
Balance as at 30 June	<u>16,766,503</u>	<u>10,681,772</u>

7 CASH AND BANK BALANCES

Cash in hand		66,204	41,545
Cash at banks:			
- current accounts	7.1	3,397,557	3,335,485
- saving accounts	7.2	449,151,602	415,277,064
		<u>452,549,159</u>	<u>418,612,549</u>
		<u>452,615,363</u>	<u>418,654,094</u>

7.1 The balances in current accounts include USD 11,983 (2024: USD 11,983).

7.2 The balances in saving accounts carry interest rates ranging from 3.72% to 17.05% (2024: 6.50% to 8.5%) per annum.

8 DEFERRED CREDIT - GRANTS

DESCRIPTION	2025						2024
	Capital Nature						Total
	Land (Note 8.1)	Buildings and infrastructure (Note 8.2)	Government grant (Note 8.3)	Neelab Project (Note 8.4)	Alamabad Project (Note 8.5)	SST School Quetta (Note 8.6)	
Balance at the start of the year	297,087	121,264,841	525,018,118	6,078,000	100,000,000	150,000,000	917,346,555
Adjustment against interproject payables	-	-	3,287,871	-	-	-	10,022,517
Grants amortized during the year	(14,854)	(13,636,631)	(14,307,349)	-	-	-	(24,711,027)
Balance at the end of the year	282,233	107,628,210	513,998,640	6,078,000	100,000,000	150,000,000	902,658,045

- 8.1 It represents grants received and utilized for purchase of land, the remaining amount is amortized at the rate of 5% per annum.
- 8.2 These grants mainly include grants received from Government of Pakistan, Sheikh Sultan Trust and China National Aero Technology Import and Export Corporation (CATIC) for construction and maintenance of the school building in Rashidabad.
- 8.3 It represents grant received from Government of Sindh for expansion of infrastructure facility, teacher training programme and scholarships.
- 8.4 It represents grant received from various members of the Old Boys Association of PAF School Sargodha to create educational facilities at Neelab near Misri Banda, District Nowshera, Khyber Pakhtunkhwa.
- 8.5 It represents grant received from Government of Khyber Pakhtunkhwa (KPK) to create educational facilities at Alamabad, Village Nabi, Tehsil Chotta Lahore, District Swabi, KPK.
- 8.6 It represents grant received from Government of Balochistan to create educational facilities in province Balochistan.

	Note	2025 Rupees	2024 Rupees
9 EMPLOYEE RETIREMENT BENEFIT - GRATUITY			
Balance as on 01 July		13,243,843	9,009,874
Provision for the year	13.1	2,200,273	4,233,969
Balance as at 30 June		15,444,116	13,243,843
10 INTER PROJECT PAYABLES - NET			
Sargodhian Spirit Institute for Professional Development		-	1,659
Sargodhian Spirit Trust Public School		-	-
		-	1,659
11 ACCRUED AND OTHER PAYABLES			
Accrued expenses		197,050	185,089
Employee welfare fund		389,131	471,934
Others		1,060,878	722,817
		1,647,059	1,379,840
12 OTHER INCOME			
Income from financial assets:			
Return on:			
-Short term investments		12,009,622	19,083,288
-Bank deposits		40,564,874	42,781,067
Exchange gain		62,072	-
		52,636,568	61,864,355

13 SALARIES AND OTHER BENEFITS

13.1 Salaries and other benefits include Gratuity expense as disclosed in Note 9.

	2025 Rupees	2024 Rupees
14 AUDITOR'S REMUNERATION		
Audit fee	176,000	145,000
Out of pocket expenses	21,750	15,000
	<u>197,750</u>	<u>160,000</u>

15 NUMBER OF EMPLOYEES

	2025	2024
Number of employees at end of the year	13	13
Average number of employees during the year	13	13

16 REMUNERATION TO CHIEF EXECUTIVE AND KEY MANAGEMENT PERSONNEL

No remuneration to chief executive and key management personnel was paid during the year (2024: Nil).

17 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of Sargodhian Spirit Trust Public School Rashidabad, Sargodhian Spirit Institute for Professional Development, key management personnel and entities over which trustees are able to exert significant influence. Transactions with related parties have been disclosed in relevant notes to the financial statements.

18 FINANCIAL INSTRUMENTS BY CATEGORIES

	Amortized cost	
	2025 Rupees	2024 Rupees
As at 30 June		
Assets as per statement of financial position		
Advances	2,071,590	1,739,959
Cash and bank balances	452,615,363	418,654,094
	<u>454,686,953</u>	<u>420,394,053</u>
Liabilities as per statement of financial position		
Accrued and other payables	<u>1,647,060</u>	<u>1,379,840</u>

19 DATE OF AUTHORIZATION FOR ISSUE

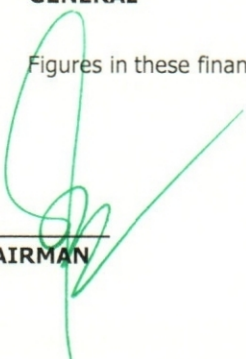
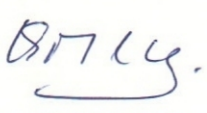
These financial statements were authorized for issue on 06 JAN 2026 by the Board of Trustees.

20 CORRESPONDING FIGURES

No significant reclassification / re-arrangement of corresponding figures has been made in these financial statements.

21 GENERAL

Figures in these financial statements have been rounded off to the nearest Rupee. *Done*


CHAIRMAN
CHIEF EXECUTIVE
TRUSTEE