



**CADET COLLEGE HASANABDAL ENDOWMENT
FUND TRUST**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
JUNE 30, 2025**

The Board of Trustees,
Cadet College Hasanabdal Endowment Fund Trust,
Hasanabdal

January 15, 2026
BDO/AUD/1224/2025

AUDIT OF FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

Dear Board Members,

We are pleased to enclose herewith two copies of the draft financial statements together with our draft audit report thereon duly initialed by us for identification purposes. We shall be pleased to sign our report in its present or amended form after the financial statements are approved by the Board and signed on their behalf by a Trustee and Secretary of the Trust and on receipt/review of the following;

- (a) Letter of representation addressed to us on behalf of the Trust and signed by a Trustee and Secretary of the Trust as per draft provided by us.
- (b) The Board of Trustee's resolution in respect of the following;
 - Related party transactions as disclosed in note 18 to the financial statements;
 - Capital work in progress during the year amounting to Rs. 26.894 million;
 - Investment made during the year amounting to Rs. 970.311 million;
 - Investment redeemed during the year amounting to Rs. 322.672 million; and
 - Unrestricted funds received during the year amounting to Rs. 516.122 million.
- (c) Confirmation from the Habib Bank Limited relating to investment in Pakistan Investment Bonds.

Our observations on this set of financial statements are as follows:

1 RESPONSIBILITIES OF THE AUDITORS AND MANAGEMENT IN RELATION TO THE FINANCIAL STATEMENTS

The responsibilities of the independent auditors in a usual examination of financial statements are stipulated in clause VI (3) of the Fund trust deed and International Standards on Auditing. While the auditors are responsible for forming and expressing their opinion on the financial statements, the responsibility for preparation of such statements is primarily that of the Trust's management.

The management's responsibilities include the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of the assets of the Trust and prevention and detection of frauds and irregularities. The audit of financial statements does not relieve the management of its responsibilities.



These draft financial statements shall remain and be deemed unaudited unless these have been approved by the Board Members and signed by a Trustee and Secretary of the Trust on its behalf and the audit report on these financial statements has been signed by us.

2 ADVANCE TAX

During the course of audit, we noted that the Trust has recorded advance tax amounting to Rs. 12.569 million. This amount is being withheld by bank against saving account profits before submission of exemption certificate with the bank. As per management the amount is recoverable and the Trust has initiated the process for application of refund. Please confirm this representation made by management.

3 UNCHANGED BALANCES IN RESTRICTED GRANT/RETENTION MONEY

During the course of the audit, we noted that the Trust has unchanged balance for more than two years in restricted grant/Retention Money.

Sr. No.	Description	Balance (Rupees)
1.	Abdalian's Association UK for renovation of 2 x Lower Staff Quarter	479,448
2.	31 st Entry for renovation of CCH Mosque	186,404
3.	Retention Money	290,050

We recommend that the Trust should take appropriate action against these balances after proper scrutiny.

4 RELATED PARTY TRANSACTIONS

We have been informed by the management that there were no transactions with the related parties other than those disclosed in the notes to the financial statements. Please confirm this representation made by management.

5 COMPLIANCE WITH STATUTORY LAWS AND REGULATIONS

We have been informed by the management that there were no instances of non-compliance with statutory laws and regulations that would have financial reporting implications. Please confirm this representation made by management.

6 CONTINGENCIES AND COMMITMENTS

We have been informed by the management that there are no other contingencies and commitments as on the date of the financial statements other than those disclosed in the notes to the financial statements. Please confirm this representation made by management.



7 SUBSEQUENT EVENTS

We have been informed by the management that there were no subsequent events that would have financial reporting implications or required disclosure in these financial statements. Please confirm this representation made by management.

8 INDEPENDENCE

We confirm that in our professional judgment, the Firm is independent within the meaning of regulatory and professional requirements and the objectivity of the audit engagement partner and audit staff has not been compromised.

9 FRAUD AND ERROR

We have been informed by the management that no case of fraud and error has been brought to their knowledge during the year except for as disclosed and intimated to us by management. Please confirm this representation made by management.

We wish to place on record our appreciation for the courtesy and cooperation extended to us during course of our audit.

Yours faithfully,

BDO Ebrahim & Co.

BDO EBRAHIM & CO.

Enclosed as above

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF CADET COLLEGE HASANABDAL ENDOWMENT FUND TRUST

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Cadet College Hasanabdal Endowment Fund Trust** (the Trust), which comprise the statement of financial position as at June 30, 2025, the statement of income and expenditure, the statement of changes in endowment fund and the statement of cash flows for the year then ended and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at June 30, 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 *Auditors 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 Those Charged with Governance for the Financial Statements

The trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards, and for such internal control as the trustees 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, trustees are responsible for assessing the Trust'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. Those charged with governance are responsible for overseeing the Trust's financial reporting process.

Auditors 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 auditors 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

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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 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 auditors report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors report. However, future events or conditions may cause the Trust 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 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 auditors report is Atif Riaz.

ISLAMABAD

DATED:

UDIN:

BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

BDOE & Co.

CADET COLLEGE HASANABDAL ENDOWMENT FUND TRUST
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
ASSETS			
NON-CURRENT ASSETS			
Long term investments	4	284,905,040	365,907,596
Capital work in progress	5	26,894,175	-
		<u>311,799,215</u>	<u>365,907,596</u>
CURRENT ASSETS			
Short term investments	6	884,200,404	175,993,861
Accrued interest on investments	7	5,962,444	15,922,531
Advance tax	8	12,569,325	12,426,231
Bank balances	9	145,575,732	155,814,304
		<u>1,048,307,905</u>	<u>360,156,927</u>
TOTAL ASSETS		<u><u>1,360,107,120</u></u>	<u><u>726,064,523</u></u>
FUND AND LIABILITIES			
FUND			
Endowment fund		1,125,844,932	518,502,869
LIABILITIES			
NON-CURRENT LIABILITIES			
Restricted grant	10	226,217,498	206,192,436
CURRENT LIABILITIES			
Security deposits	11	7,798,990	290,050
Accrued liabilities	12	245,700	1,079,168
		<u>8,044,690</u>	<u>1,369,218</u>
TOTAL FUND AND LIABILITIES		<u><u>1,360,107,120</u></u>	<u><u>726,064,523</u></u>

The annexed notes from 1 to 21 form an integral part of these financial statements.

SECRETARY

BDOE & Co.


TRUSTEE

**CADET COLLEGE HASANABDAL ENDOWMENT FUND TRUST
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2025**

	Note	2025 Rupees	2024 Rupees
INCOME			
Recognised from restricted grant	10	69,817,658	70,861,572
Fair value gain on investments		21,620,946	-
		<u>91,438,604</u>	<u>70,861,572</u>
EXPENDITURE			
Charged to endowment fund			
Scholarships and awards	13	5,190,080	4,913,702
Reimbursement to the college in respect of:			
-Teachers training expenses		-	1,350,000
-CCHEFT staff salaries		4,218,000	815,728
Final tax on dividend		2,323,314	-
Installation of air conditioner		1,732,000	-
Renovation of staff room		1,310,112	-
Legal and professional charges	14	169,700	244,700
CCH video shoot		560,000	-
Loss on initial recognition on investments		354,645	
Bank charges		2,294	3,364
Round square conferences		-	1,913,153
Upgradation of reception in library		-	1,000,000
Fund raising event		-	3,974,396
Other operating expenses		1,444,820	428,768
		<u>17,304,965</u>	<u>14,643,811</u>
Charged to restricted grant			
Transferred to the college on account of scholarships	15	45,216,628	41,095,390
Installation of projector		3,500,000	-
CCHEFT staff salaries against grant		2,184,845	
Renovation of library		100,000	-
Bank charges		6,692	3,190
Installation of solar system		-	15,094,000
Other operating expenses		1,859,173	25,181
		<u>52,867,338</u>	<u>56,217,761</u>
		<u>70,172,303</u>	<u>70,861,572</u>
SURPLUS FOR THE YEAR		<u><u>21,266,302</u></u>	<u><u>-</u></u>

The annexed notes from 1 to 21 form an integral part of these financial statements.

SECRETARY



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**CADET COLLEGE HASANABDAL ENDOWMENT FUND TRUST
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Note	Endowment fund	Total
		-----Rupees-----	
Balance as at July 01, 2023		378,729,257	378,729,257
Funds received during the year		62,139,045	62,139,045
Profit on saving accounts - net	10	14,104,665	14,104,665
Profit on investments (PIBs and T-Bills)	10	63,529,902	63,529,902
Surplus for the year		-	-
Balance as at June 30, 2024		<u>518,502,869</u>	<u>518,502,869</u>
Funds received during the year	17	516,122,078	516,122,078
Profit on saving accounts - net	10	-	-
Profit on investments	10	69,953,683	69,953,683
Surplus for the year		<u>21,266,302</u>	<u>21,266,302</u>
Balance as at June 30, 2025		<u><u>1,125,844,932</u></u>	<u><u>1,125,844,932</u></u>

The annexed notes from 1 to 21 form an integral part of these financial statements.

SECRETARY

BDOE & Co.


TRUSTEE

