
**MUHAMMADI HAEMATOLOGY,
ONCOLOGY SERVICES &
WELFARE FOUNDATION**

**Financial Statements
For the year ended June 30, 2025**

INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE

Opinion

We have audited the financial statements of **Muhammadi Haematology, Oncology Services & Welfare Foundation** (the Foundation), which comprise the statement of financial position as at June 30, 2025, the statement of income and expenditure 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 of the Foundation are prepared, in all material respects, in accordance with the basis of accounting as described in note no. 2.1 to the financial statements.

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 Foundation 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 Committee 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 Foundation or to cease operations, or has no realistic alternative but to do so.

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

RHZASRLO

Reanda Haroon Zakaria Aamir Salman Rizwan & Company Chartered Accountants

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Other offices at:
Lahore and Islamabad

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.

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 Foundation'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 Foundation'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 Foundation 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.

RH=ASECO Reanda Haroon Zakaria Aamir Salman Rizwan & Company
Reanda Haroon Zakaria Aamir Salman Rizwan & Company Place: Karachi
Chartered Accountants

Date: November 03, 2025

UDIN: AR202510086NGFh1SnZd

Engagement Partner:
Muhammad Iqbal

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

<u>ASSETS</u>	<i>Note</i>	<i>2025</i> <i>Rupees</i>	<i>2024</i> <i>Rupees</i>
Non - Current Assets			
Property and equipment	4	53,389,086	41,838,013
Current Assets			
Consumables	5	4,505,494	1,140,728
Advances, deposits and other receivables	6	4,330,375	2,015,628
Cash and bank balances	7	2,382,939	2,761,842
		11,218,808	5,918,198
		<u>64,607,894</u>	<u>47,756,211</u>

FUND AND LIABILITIES

Fund

General reserve (Deficit) /fund	8	(3,852,709)	2,622,441
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Current Liabilities

Accrued and other payables	9	68,460,603	45,133,770
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		<u>64,607,894</u>	<u>47,756,211</u>
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The annexed notes from 1 to 12 form an integral part of these financial statements.

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General Secretary
Muhammad Hematology Oncology
Services & Welfare Foundation

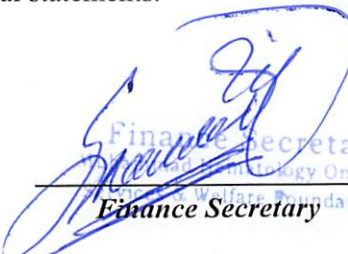

Finance Secretary
Muhammad Hematology Oncology
Services & Welfare Foundation

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2025

<u>INCOME</u>	Note	2025 Rupees	2024 Rupees
Community shares - patients		111,159,651	92,924,802
Government grant	10	75,000,000	50,000,000
Donation		60,236,085	49,203,386
Donation-in-kind		20,039,350	11,651,700
Zakat donation		12,355,400	14,193,040
		278,790,486	217,972,928
 <u>LESS: EXPENDITURES</u>			
Salaries and other benefits		69,675,847	61,863,803
Communication and marketing		1,310,231	1,341,946
Anti Sera, gel card, kits and others		14,890,865	8,999,121
Lab items		8,084,434	6,955,799
Medicines		81,652,085	78,679,292
Bank charges		47,994	36,295
Blood bags		40,465,642	35,359,809
Travelling and conveyance		4,194,368	2,986,117
Food and entertainment		2,641,751	5,411,768
Office rent		1,017,000	867,800
Postage and telegram		86,491	141,151
Printing and stationery		1,711,703	1,756,919
Reactive, Haemolysis and expired blood		4,594,265	3,500,300
Repairs and maintenance		2,501,050	1,386,000
Auditor's remuneration		159,300	138,060
Blood screening cost		17,935,215	10,399,455
Utilities		10,739,644	8,756,515
Thalassemia Patient Support		3,545,206	-
Thalassemia Patients Splenectomy		3,775,390	-
Out Source Lab Expenses		1,365,370	-
Diesel for generator		3,065,786	1,803,265
Legal and professional		2,091,645	1,520,559
Security and surveillance		1,140,000	965,548
Miscellaneous		1,524,937	1,439,904
Depreciation	4.1	7,049,417	5,845,103
Total expenditures		285,265,636	240,154,529
Deficit before tax		(6,475,150)	(22,181,601)
Less: Taxation		-	-
Deficit after tax adjusted against general fund		(6,475,150)	(22,181,601)

The annexed notes from 1 to 12 form an integral part of these financial statements.


General Secretary
Muhammadi Haematology, Oncology
Services & Welfare Foundation


Finance Secretary
Muhammadi Haematology, Oncology
Services & Welfare Foundation

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025

	<i>Note</i>	<i>2025</i> <i>Rupees</i>	<i>2024</i> <i>Rupees</i>
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Deficit before tax		(6,475,150)	(22,181,601)
Adjustments:			
Depreciation	4.1	7,049,417	5,845,103
Cash inflows / (outflows) before working capital changes		574,267	(16,336,498)
Working capital changes			
Decrease in current assets			
Consumables		(3,364,766)	(35,383)
Advances, deposits and other receivables		(2,314,747)	(1,021,153)
Increase in current liabilities			
Trade and other payables		23,326,833	27,810,157
		17,647,320	26,753,621
Net cash generated from operating activities		18,221,587	10,417,123
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in fixed assets	4.1	(18,600,490)	(14,217,983)
Net cash used in investing activities		(18,600,490)	(14,217,983)
Net decrease in cash and cash equivalent (A+B)		(378,903)	(3,800,860)
Cash and cash equivalent at beginning of the year		2,761,842	6,562,702
Cash and cash equivalent at end of the year	7	2,382,939	2,761,842

The annexed notes from 1 to 12 form an integral part of these financial statements.

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General Secretary
Muhammadi Haematology, Oncology
Service & Welfare Foundation®


Finance Secretary
Muhammadi Haematology, Oncology
Service & Welfare Foundation®

MUHAMMADI HAEMATOLOGY, ONCOLOGY SERVICES & WELFARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

1 LEGAL STATUS AND NATURE OF ACTIVITIES

Muhammadi Haematology, Oncology Services & Welfare Foundation (the Foundation) is a community based social charitable and relief giving institution. It was established in 2004 and registered under the societies registration Act, 1860. Registered office of the Foundation is located at Plot no 281, Ground Floor, Britto Road, near Numaish, M. A. Jinnah Road, Jamshed Town, Karachi. Branches of the Foundation are located at the following locations:

- i* NICVD Hospital, Rafiqi H.J. Shaheed Road, Karachi Cantonment, Karachi.
- ii* United Hospital, Plot No. 16B, Al Riaz Society, Shaheed Millat Service Road, Karachi.
- iii* Creek General Hospital, Nasir Jump Near Korangi Karachi.
- iv* Usman Memorial Hospital, Plot St 12, Federal B Area Block 1 Hussainabad, Karachi.
- v* Shaheed Benazir Bhutto Mother & Child Centre, Main DC Chowk, Jacobabad.
- vi* SICVD Hospital, Indus Highway, Bachal Shah Miani, Sukkur, Sindh.
- vii* Mahroz Arcade, Nishtar, Road, Multan.
- viii* DHQ Hospital Road Near Dhq Hospital, Gulshan Ali, Skardu, Gilgit-Baltistan.
- ix* Shaheed Mohtarma Benazir Bhutto Cardiac Care Hospital, Hyderabad Badin Road, Tando Muhammad Khan.
- x* Sukkur Blood Bank, Dr plaza, Opposite SICVD Sukkur, Bachal Shah Miyani Road, Sukkur.
- xi* Fatima Hospital, Baqai Medical University Branch, Baqai Medical University, Main Super Highway, Gadap Town, Karachi.

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 except for cash flow information.

2.3 Functional and presentation currency

These financial statements are presented in Pakistan rupees which is also the financial currency of the Foundation. Further, figures have been rounded off to the nearest Rupee.

3 MATERIAL ACCOUNTING POLICY INFORMATION

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 date when the depreciable assets are available for the intended use till the date preceding the date of disposal.

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 Consumable items

It contains items of consumable nature (i.e. medical and surgical goods and medicine). These are valued on the basis of weighted average method.

3.3 Advances, deposits and other receivables

These are valued at amount disbursed. Provision is made for balances considered doubtful, while these are written off when considered irrecoverable / unadjustable.

3.4 Cash and bank balances

It comprises of cash in hand and cash at banks which are carried at nominal amounts.

3.5 Accrued and other payables

Liabilities for the accrued and other payables are carried at cost which is the fair value of consideration to be paid in the future for goods and services received, whether or not billed to the Foundation. These are written back and recognized as other income when considered to be no longer payable.

3.6 Income recognition

Donation, Zakat, grant and other fees are recorded on the occurrence of transactions. Donation in kind, if any, are recorded when related items are received, on the basis of prevailing market prices.

Gain / (loss) on disposal of fixed assets are recorded when the possession is transferred to the buyer.

3.7 Taxation

The Foundation is subject to tax credit equal to 100% of the tax payable as per section 100C of the Income Tax Ordinance, 2001. However, surplus funds, as defined in the said Section, are taxed at the rate of 10%.

4 PROPERTY AND EQUIPMENT

4.1 Operating fixed assets

Note	2025 Rupees	2024 Rupees
4.1	<u>53,389,086</u>	<u>41,838,013</u>

Description	Written down value			As at June 30, 2024	Cost as at June 30, 2025	Accumulated depreciation as at June 30, 2025	Written down value as at June 30, 2025	Rate
	As at July 01, 2024	Additions during the year	Depreciation charge for the year					
----- Rupees -----								
Building	6,767,286	2,842,500	(429,091)	9,180,695	10,192,500	(1,011,805)	9,180,695	5%
Furniture and fixtures	9,866,344	6,189,400	(2,041,622)	14,014,122	23,080,373	(9,066,251)	14,014,122	15%
Office equipment	982,578	1,125,200	(240,994)	1,866,784	3,229,436	(1,362,652)	1,866,784	15%
Computers	267,504	664,800	(196,039)	736,265	2,087,835	(1,351,570)	736,265	33%
Medical equipment	18,431,515	6,897,300	(3,210,086)	22,118,729	45,535,927	(23,417,198)	22,118,729	15%
Split unit	1,958,222	-	(293,733)	1,664,489	3,936,200	(2,271,711)	1,664,489	15%
Motor cycle	2,038	-	(306)	1,732	38,000	(36,268)	1,732	15%
Motor vehicles	1,795,329	-	(359,066)	1,436,263	4,023,000	(2,586,737)	1,436,263	20%
Generators	1,767,197	-	(265,080)	1,502,117	3,833,800	(2,331,683)	1,502,117	15%
Solar Panels	-	881,290	(13,400)	867,890	881,290	(13,400)	867,890	15%
	<u>41,838,013</u>	<u>18,600,490</u>	<u>(7,049,417)</u>	<u>53,389,086</u>	<u>96,838,361</u>	<u>(43,449,275)</u>	<u>53,389,086</u>	

Description	Written down value			As at June 30, 2024	Cost as at June 30, 2024	Accumulated depreciation as at June 30, 2024	Written down value as at June 30, 2024	Rate
	As at July 01, 2023	Additions during the year	Depreciation charge for the year					
----- Rupees -----								
Building	7,123,459	-	(356,173)	6,767,286	7,350,000	(582,714)	6,767,286	5%
Furniture and fixtures	6,630,426	4,626,883	(1,390,965)	9,866,344	16,890,973	(7,024,629)	9,866,344	15%
Office equipment	591,450	534,100	(142,972)	982,578	2,104,236	(1,121,658)	982,578	15%
Computers	179,334	173,000	(84,830)	267,504	1,423,035	(1,155,531)	267,504	33%
Medical equipment	13,003,868	8,289,000	(2,861,353)	18,431,515	38,638,627	(20,207,112)	18,431,515	15%
Split unit	1,610,982	595,000	(247,760)	1,958,222	3,936,200	(1,977,978)	1,958,222	15%
Motor cycle	2,398	-	(360)	2,038	38,000	(35,962)	2,038	15%
Motor vehicles	2,244,161	-	(448,832)	1,795,329	4,023,000	(2,227,671)	1,795,329	20%
Generators	2,079,055	-	(311,858)	1,767,197	3,833,800	(2,066,603)	1,767,197	15%
	<u>33,465,133</u>	<u>14,217,983</u>	<u>(5,845,103)</u>	<u>41,838,013</u>	<u>78,237,871</u>	<u>(36,399,858)</u>	<u>41,838,013</u>	

	2025 Rupees	2024 Rupees
5 CONSUMABLES		
Blood bags	2,188,600	180,045
Anti Sera, gel card, Kits and others	2,007,414	626,533
Medicines	309,480	334,150
	<u>4,505,494</u>	<u>1,140,728</u>
6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES		
<i>Advances</i>		
Income tax	848,817	244,340
Against Vehicle	600,000	-
To contractor	-	1,367,550
	<u>1,448,817</u>	<u>1,611,890</u>
<i>Deposits</i>		
	175,000	175,000
<i>Other receivables</i>		
	2,706,558	228,738
	<u>4,330,375</u>	<u>2,015,628</u>
7 CASH AND BANK BALANCES		
Cash in hand	657,695	892,522
Bank balances	1,725,244	1,869,320
	<u>2,382,939</u>	<u>2,761,842</u>
8 GENERAL RESERVE (DEFICIT) /FUND		
Opening balance	2,622,441	24,804,042
Deficit for the year	(6,475,150)	(22,181,601)
Transferred from capital fund	-	-
	<u>(3,852,709)</u>	<u>2,622,441</u>
9 ACCRUED OTHER PAYABLES		
Payable to suppliers and service vendors	61,836,737	40,320,206
Accrued liabilities	6,401,390	4,775,705
Withholding tax payable	222,476	37,859
	<u>68,460,603</u>	<u>45,133,770</u>
10 GOVERNMENT GRANT	10.1	<u>75,000,000</u>
		<u>50,000,000</u>

10.1 This represents Grant received from the District Health Office, District Jacobabad, for the treatment of 400 registered Thalassemia-effected Patients at Shaheed Mohtarma Benazir Bhutto Mother & Child care center, Jacobabad, Sindh. Expected cost of per patient is Rs. 250,000 per annum which to be covered 100% under the grant.

11 GENERAL

11.1 Number of employees

	2025	2024
Contractual	-	7
Permanent	111	88
Total	111	95

11.2 Figures have been rounded off to the nearest Rupees.

12 DATE OF AUTHORIZATION OF FINANCIAL STATEMENTS

These financial statements were approved and authorized for issue by the Management Committee of the Foundation on 01 NOV 2025.

RH2ASR


General Secretary
Muhammad Hematology Oncology
Sindh Medical Association
General Secretary


Finance Secretary
Muhammad Hematology Oncology
Sindh Medical Association
Finance Secretary