

January 04, 2025  
~~February 01, 2024~~  
/2025

Board of Trustees,  
Lahore Maktab Trust,  
21-KM Ferozepur Road,  
Lahore,

Dear Sirs,

**FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024**

We enclose two copies of the financial statements together with our initialed report to the members for the purpose of identification. We shall be pleased to sign our report to in the present or amended form after:

- (a) The financial statements have been approved by the Board and signed by the President and another designated member of trustees.
- (b) We have received management representation letter on the lines of the draft furnished to the President.
- (c) We have seen Board's specific approval for the item given below:


**Rupees**

- Addition to fixed assets (cost) 4,232,653

- (d) Minutes of meeting of board of trustees wherein these financial statements have been approved; and

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

Yours faithfully,

  
CHARTERED ACCOUNTANTS



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS**

**OPINION**

We have audited financial statements of **Lahore Maktab Trust** here in after called the Trust which comprise the statement of financial position as at June 30, 2024, the income and expenditure account and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **Trust** as at June 30, 2024, 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 conduct 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.

**Emphasis of Matter - Basis of Accounting and Restriction on Distribution**

We draw attention to note 2.1 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist those charge with governance of the Trust to meet the filing requirements of Income Tax Return and onward submission of these audited financial statements with the Federal Board of Revenue (FBR) under the provisions of Income Tax Ordinance, 2001 and Pakistan Centre for Philanthropy for evaluation. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the aforesaid purpose and should not be distributed to or used by the parties other than the aforesaid parties. Our opinion is not modified in respect of this matter.

**Responsibilities of Management and Those Charged with Governance for The Financial Statements**

The Management Committee 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 Management Committee 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 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.



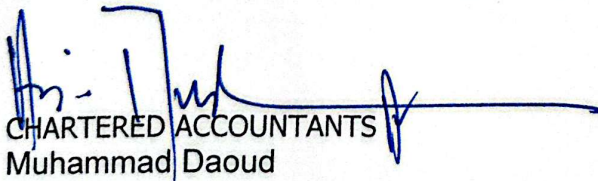
### Auditor's Responsibilities for The Audit of The Financial Statements

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 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's 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.



CHARTERED ACCOUNTANTS  
Muhammad Daoud

Lahore: 09 JAN 2025



**LAHORE MAKTAB TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees		Note	2024 Rupees	2023 Rupees
<b>FUND ACCOUNT</b>				<b>NON CURRENT ASSETS</b>			
Opening balance		63,376,456	50,661,309	Property and equipment	7	19,433,007	17,255,754
Surplus for the year		24,853,930	12,715,147	Long term deposits		82,960	82,960
		88,230,386	63,376,456			19,515,967	17,338,714
<b>SPECIFIC FUND ACCOUNT</b>	4	10,439,458	11,748,879				
<b>CURRENT LIABILITIES</b>				<b>CURRENT ASSETS</b>			
Trade and other payable	5	17,611,547	22,019,555	Receivable against fee	8	4,545,899	-
				Tax deducted at source	9	3,628,943	2,433,166
				Advances, deposits and prepayments	9	157,491	-
				Cash and bank balances	10	88,433,091	77,373,010
						96,765,424	79,806,176
<b>CONTINGENCIES AND COMMITMENTS</b>	6	-	-				
						116,281,391	97,144,890
		116,281,391	97,144,890				

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

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LAHORE MAKTAB TRUST  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024 Rupees	2023 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus before taxation		25,684,727	12,715,147
Adjustments for non cash items:			
Depreciation	7	745,979	606,408
Cash Flows Before Working Capital Changes		<u>26,430,706</u>	<u>13,321,555</u>
Changes in Current Assets / Liabilities			
(Increase) / decrease in current assets			
Advances, deposits and prepayments		(157,491)	-
Receivable against fee		(4,545,899)	-
Increase / (decrease) in current liabilities			
Trade and other payable		(4,408,008)	8,095,935
		<u>(9,111,398)</u>	<u>8,095,935</u>
Cash Flows From Operating Activities		<u>17,319,308</u>	<u>21,417,490</u>
Taxes paid		(2,026,574)	(1,116,139)
NET CASH GENERATED FROM OPERATING ACTIVITIES		<u>15,292,734</u>	<u>20,301,351</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure		<u>(4,232,653)</u>	<u>(1,870,310)</u>
Net Cash Used In Investing Activities		<u>(4,232,653)</u>	<u>(1,870,310)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net increase in cash and cash equivalents		<u>11,060,081</u>	<u>18,431,041</u>
Cash and Cash Equivalents at the Beginning of the Year		<u>77,373,010</u>	<u>58,941,969</u>
Cash and Cash Equivalents at the End of the Year	10	<u>88,433,091</u>	<u>77,373,010</u>

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

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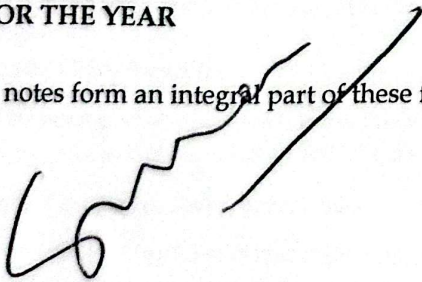


**LAHORE MAKTAB TRUST  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2024**

	Note	2024 Rupees	2023 Rupees
<b>REVENUE</b>	11	69,507,047	54,248,971
<b>Project Expenses</b>			
Staff salaries - teaching staff		24,129,068	24,331,572
Fuel and power		1,228,665	550,992
Printing and stationery		851,266	6,469,462
Communication expense		81,871	46,720
Repair and maintenance- Project		7,707,071	3,151,884
Uniform expenses		4,117,197	1,866,860
Depreciation	7	671,381	545,767
		38,786,519	36,963,257
<b>Administrative and Management Expenses</b>			
Staff salaries - administrative staff		3,628,567	4,068,432
Travelling and conveyance		108,208	28,950
Staff tea and refreshment		130,730	139,110
Fee and subscription		693,960	76,435
Legal and professional charges		95,000	89,250
Insurance		214,391	-
Postage and courier		-	5,070
Finance cost		21,362	38,277
Depreciation	7	74,598	60,641
Miscellaneous expenses		68,985	64,402
		5,035,801	4,570,567
<b>Total expenses</b>		43,822,320	41,533,824
<b>SURPLUS FOR THE YEAR BEFORE TAXATION</b>		25,684,727	12,715,147
<b>LESS: PROVISION FOR TAXATION</b>	12	(830,797)	-
<b>SURPLUS FOR THE YEAR</b>		24,853,930	12,715,147

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

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**LAHORE MAKTAB TRUST  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1 STATUS AND NATURE OF ACTIVITIES**

Lahore Maktab Trust (The Trust) was established on July 09, 2012, under the Trust Act, 1882. Main objective of the Trust is to establish educational institutions, schools, colleges and research centers for provision of quality education to the needy students or otherwise. The Trust is currently operating Lahore Maktab Islamic School of Arts and Sciences at Lahore. The Trust registered Office is situated at 21-KM Ferozepur Road, Lahore.

**2 BASIS OF PREPARATION**

**2.1 Statement of Compliance**

These financial statements have been prepared in accordance with the Revised Accounting and Financial Reporting Standard for the Small-Sized Entities (Revised AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan and certain specific requirements of Income Tax Ordinance, 2001 specifically to meet the requirements of filing of Income Tax Return under the provisions of Income Tax Ordinance, 2001. These financial statements are intended solely for the purpose of providing financial information relevant to aforesaid filing of Income Tax Return and onward submission of these audited financial statements to the Federal Board of Revenue (FBR) and Pakistan Centre for Philanthropy for evaluation and are not intended to present the financial position, financial performance, and cash flows of the entities involved in accordance with Revised AFRS for SSEs for general purposes.

**2.2 Accounting Conventions**

The financial statements have been prepared under historical cost convention.

**2.3 Functional and Presentation Currency**

The financial statements are presented in Pakistan Rupees, which is the entity's functional and presentation currency.

**2.4 Judgments, Estimates and Assumptions**

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the entity'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.

**3 MATERIAL ACCOUNTING POLICY INFORMATION**

**3.1 Funds Accounting**

Specific purposes cash donations, voluntary contributions of donation in kind are recognized on fulfillment of the conditions attach thereto and credited to specific fund account. Donations in kind are accounted for at market price or estimated fair value where market price is not readily available.

The depreciation on specific fund asset is directly charged to the relevant fund account.

**3.2 Trade and Other Payables**

Payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Trust.

**3.3 Property, Equipment and Depreciation**

These are stated at cost less accumulated depreciation. Depreciation on operating fixed assets is charged on reducing balance method at the rates given in note 7 of the financial statements.

Depreciation on additions to property and equipments is charged from the day in which an asset is acquired or capitalized while no depreciation is charged for the day in which the asset is disposed.

Normal repairs and replacements are taken to income and expenditure account. Major improvements and modifications are capitalized.

Gain or loss on disposal of operating fixed assets is recognized through income and expenditure account.



### 3.4 Stocks

These are valued at cost.

### 3.5 Cash and Cash Equivalents

These are cash in hand and at bank and cash equivalents highly liquid in nature and are readily convertible into known amounts of cash, which are subject to insignificant risks of change.

### 3.6 Revenue Recognition

All revenue, including charity and general donations/voluntary contributions, is recognized on accrual basis. Specific purpose donations/voluntary contributions are recognized as income on fulfillment of term and conditions necessary to become eligible for it and charged to income and expenditure account to match relevant expenditure / payments.

### 3.7 Financial Assets and Financial Liabilities

#### 3.7.1 Financial Assets

Financial assets are initially measured at cost and subsequently classified at fair value through profit or loss or at amortized cost. Management determines the classification of its financial assets at initial recognition.

#### 3.7.2 Financial Liabilities

Financial liabilities are initially measured at cost, which is the fair value, of the consideration given and subsequently carried at amortized cost using effective interest rate method.

#### 3.7.3 Off-setting of financial assets and liabilities

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

	Note	2024 Rupees	2023 Rupees
<b>4 SPECIFIC FUND ACCOUNT</b>			
<b>Building Fund</b>			
Opening balance		11,294,477	12,673,656
Add: Grant received during the year		-	-
Less: Depreciation related to building		1,241,261	1,379,179
		10,053,216	11,294,477
<b>Furniture and Fixture fund</b>			
Opening balance		454,402	534,591
Add: Grant received during the year		-	-
Less: Depreciation related to furniture and fixture		68,160	80,189
		386,242	454,402
		<u>10,439,458</u>	<u>11,748,879</u>
<b>5 TRADE AND OTHER PAYABLE</b>			
Security deposited by students		10,757,607	7,007,235
Trade payables		-	7,702,554
Accrued expenses		6,853,940	7,309,766
		<u>17,611,547</u>	<u>22,019,555</u>

### 6 CONTINGENCIES AND COMMITMENTS

#### 6.1 Contingencies

Rs. Nil (2023: Rs. Nil).

#### 6.2 Commitments

Rs. Nil (2023: Rs. Nil).



# 7 PROPERTY AND EQUIPMENT

Particulars	Cost			Rate %	As at June 30, 2023	Depreciation	As at June 30, 2024	Book Value As at June 30, 2024
	As at June 30, 2023	Additions	As at June 30, 2024			Charge for the period		
	Rupees.....					Rupees.....		
Building	36,237,974	-	36,237,974	10	23,825,364	1,241,261	25,066,625	11,171,349
Furniture and fixture	7,336,212	787,841	8,124,053	15	3,817,621	566,920	4,384,541	3,739,512
Electric installations	2,552,181	3,069,312	5,621,493	15	1,672,712	135,260	1,807,972	3,813,521
Office equipments	261,107	338,000	599,107	15	119,694	31,740	151,434	447,673
Arms and ammunition	286,388	-	286,388	15	182,427	15,594	198,021	88,367
Computers	973,401	37,500	1,010,901	30	773,691	64,625	838,316	172,585
	47,647,263	4,232,653	51,879,916		30,391,509	2,055,400	32,446,909	19,433,007
2023-Rupees	45,776,953	1,870,310	47,647,263		28,325,733	2,065,776	30,391,509	17,255,754

The depreciation for the year has been allocated as under:

	Note	2024 Rupees	2023 Rupees
Project expenses		671,381	545,767
Administrative and management expenses		74,598	60,641
		745,979	606,408
Building fund	4	1,241,261	1,379,179
Furniture and fixture fund	4	68,160	80,189
		2,055,400	2,065,776



	Note	2024 Rupees	2023 Rupees
<b>8 TAX DEDUCTED AT SOURCE</b>			
Opening balance		2,433,166	1,317,027
Add: Tax deducted at source during the year		2,026,574	1,116,139
		<u>4,459,740</u>	<u>2,433,166</u>
Less: Adjustment against provision for taxation		(830,797)	-
		<u>3,628,943</u>	<u>2,433,166</u>
<b>9 ADVANCES, DEPOSITS AND PREPAYMENTS</b>			
Prepayments		157,491	-
		<u>157,491</u>	<u>-</u>
<b>10 CASH AND BANK BALANCES</b>			
The balances were held as under:			
Cash in hand		710,001	326,814
Cash at banks in:			
Cash At Current Account		12,357,499	13,162,045
Cash at Saving Account		75,365,592	63,884,152
		<u>87,723,090</u>	<u>77,046,196</u>
		<u>88,433,091</u>	<u>77,373,010</u>
<b>11 REVENUE</b>			
School fee - Gross		58,824,790	49,217,855
Less: scholarship to eligible students		(2,828,244)	(2,409,816)
		55,996,546	46,808,039
Profit on bank deposit		13,510,501	7,440,932
		<u>69,507,047</u>	<u>54,248,971</u>
<b>12 PROVISION FOR TAXATION</b>			
Current			
For the year		830,797	-
		<u>830,797</u>	<u>-</u>
<b>13 NUMBER OF EMPLOYEES</b>			
		2024	2023
		-----N u m b e r-----	
Number of employees at the end of the year		83	84
<b>14 FINANCIAL INSTRUMENTS</b>			
Financial assets - at amortized cost			
Cash and bank balances		88,433,091	77,373,010
Financial liabilities - at amortized cost			
Trade and other payable		17,611,547	22,019,555



## 15 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified wherever necessary to reflect more appropriate presentation of events and transactions for the purpose of comparison. However, there is no major reclassification to report during the year except the followings:

Reclassification from Statement of Financial Position	Reclassification to Statement of Financial Position	2023
Advance deposit and prepayments	Income tax deducted at source	2,433,166

## 16 GENERAL

Figures have been rounded off to the nearest of Rupees.

## 17 DATE OF AUTHORIZATION

09 JAN 2025

These financial statements were authorized for issue on \_\_\_\_\_ by the Board of Trustees of the Trust.

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