

**FINANCIAL STATEMENTS
OF**

**THE SARAN
EDUCATIONAL TRUST**

FOR THE YEAR ENDED 30TH JUNE, 2025

**DAWOOD ASSOCIATES
CHARTERED ACCOUNTANTS**

174-W, Ground Floor
Block 2, P.E.C.H. Society,
Tariq Road, Karachi.
Ph. : 021-34322638

**INDEPENDENT AUDITOR'S REPORT TO THE
MEMBERS OF THE SARAN EDUCATIONAL TRUST**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OPINION

We have audited the annexed financial statements of **THE SARAN EDUCATIONAL TRUST** which comprise of the statement of financial position as at 30th June, 2025, the statement of income & expenditure account, the statement of cash flow and notes to the financial statements, including a summary of significant accounting policies 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 and to the best of our information and according to the explanations given to us, the statement of financial position, the statement income & expenditure account, the statement of cash flow together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and respectively give a true and fair view of the state of the trust's affairs as at 30th June, 2025 and of the loss, and its cash flows for the year then ended.

BASIS FOR OPINION

We conducted our audit in accordance with 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 Accountant's 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 IN BOARD OF TRUSTEES FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of law and for such internal control as management 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 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.



BOARD OF TRUSTEES IS 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 decision 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 risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risk, 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 procedure 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 in 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 exist 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 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 represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate, where necessary, with the board of trustees 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.



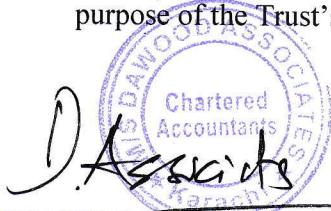
DAWOOD ASSOCIATES
CHARTERED ACCOUNTANTS

174/W, GROUND FLOOR,
BLOCK 2, P.E.C.H.
SOCIETY, TARIQ ROAD,
KARACHI.
TELEPHONE: 34322638

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Trust;
- b) the statement of financial position, the statement of income & expenditure account and the statement of cash flows together with the notes thereon have been drawn up in conformity with the law and are in agreement with the books of account and returns;
- c) investment made, expenditure incurred and guarantees extended during the year were for the purpose of the Trust's business; and



(CHARTERED ACCOUNTANTS)
(DAWOOD HAJI IBRAHIM)

KARACHI: the 23rd day of December, 2025.

UDIN : _____

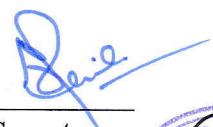
THE SARAN EDUCATIONAL TRUST (SET)
STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
ASSETS			
Non-current assets			
Fixed assets	3	76,060,521	71,035,473
Intangible assets	4	3,240	4,629
CWIP		<u>4,468,242</u>	<u>83,968</u>
		<u>80,532,003</u>	<u>71,124,070</u>
Current assets			
Fee receivables		1,436,786	1,217,642
Loan to employees		22,000	-
Short term investment	5	15,453,000	15,453,000
Cash & bank balances	6	7,622,848	7,891,862
		<u>24,534,634</u>	<u>24,562,504</u>
Total assets		<u>105,066,637</u>	<u>95,686,574</u>
GENERAL FUNDS AND LIABILITIES			
General fund			
Opening balance		10,086,726	10,359,512
Deficit for the year		<u>(2,133,013)</u>	<u>(272,786)</u>
		7,953,713	10,086,726
Endowment fund	7	14,053,799	14,053,799
Non-revenue donation	8	63,013,533	53,695,333
		<u>77,067,332</u>	<u>67,749,132</u>
		<u>85,021,045</u>	<u>77,835,858</u>
Current liabilities			
Salary & security deposit payable		8,116,232	8,050,857
Student security deposit payable		6,624,640	5,855,360
Advance fee		200,580	200,940
Accounts payable & other liabilities	9	5,104,140	3,743,559
		<u>20,045,592</u>	<u>17,850,716</u>
Total general funds and liabilities		<u>105,066,637</u>	<u>95,686,574</u>

The annexed notes from 1 to 14 form an integral part of these accounts


Shadiv Rasasi

Managing Trustee


Beil

Secretary




J/

Treasurer

THE SARAN EDUCATIONAL TRUST (SET)
STATEMENT OF INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2025

Revenue	2025	2024
	Rupees	Rupees
Fees	51,690,305	44,098,153
Donations under revenue	24,534,666	27,195,491
Other income	6,223,798	6,309,913
Total revenue for the year	82,448,769	77,603,557
 Expenditures		
Administrative expenses	12 2,300,964	2,017,431
Operating expenses	13 81,861,818	75,453,441
Total expenditures for the year	84,162,782	77,470,872
Net surplus/(deficit) before taxation	(1,714,013)	132,685
Add: Taxation	(419,000)	(405,471)
Net deficit transferred to general fund	<u>(2,133,013)</u>	<u>(272,786)</u>

The annexed notes from 1 to 14 form an integral part of these accounts


Sadiq Hussain
 Managing Trustee


 Secretary


 Treasurer



THE SARAN EDUCATIONAL TRUST (SET)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE, 2025

	<u>2025</u> <u>AMOUNT</u> <u>RUPEES</u>	<u>2024</u> <u>AMOUNT</u> <u>RUPEES</u>
<u>Cash flow from operating activities</u>		
Net deficit after tax	(2,133,013)	(272,786)
<u>Add: Non-cash items/adjustments</u>		
Depreciation	5,428,391	4,791,737
Amortization	1,388	1,983
	<u>5,429,779</u>	<u>4,793,720</u>
Operating surplus before working capital changes	3,296,766	4,520,934
<u>Add/Less: Working capital</u>		
a). (Increase)/decrease in current assets		
Fee receivables	(219,144)	(221,420)
Loan to employees	(22,000)	-
Other receivables	-	921
Net increase in current assets	<u>(241,144)</u>	<u>(220,499)</u>
b). Increase/(decrease) in current liabilities		
Salary & security deposit payable	65,375	1,642,766
Student security deposit payable	769,280	1,635,280
Advance fee	(360)	(44,360)
Accounts payable & other liabilities	1,360,581	(2,467,587)
Net increase in current liabilities	<u>2,194,876</u>	<u>766,099</u>
Net effect from working capital	<u>1,953,732</u>	<u>545,600</u>
Net cash inflow from operating activities	<u>5,250,498</u>	<u>5,066,534</u>
<u>Cash flow from investing activities</u>		
Fixed assets purchased	(10,369,470)	(4,566,996)
Capital work in progress	(4,468,242)	2,134,363
Non-revenue donations	9,318,200	4,934,200
Net cash inflow/(outflow) from investing activities	<u>(5,519,512)</u>	<u>2,501,567</u>
Net increase/(decrease) in cash and bank balances	<u>(269,014)</u>	<u>7,568,101</u>
Cash and bank balances at the beginning of the year	7,891,862	323,761
Cash and bank balances at the end of the year	<u>7,622,848</u>	<u>7,891,862</u>

The annexed notes from 1 to 14 form an integral part of these financial statement.


Managing Trustee


Secretary


Treasurer

THE SARAN EDUCATIONAL TRUST (SET)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2025

1. AIMS & OBJECTIVE

The SET School is administered under the management of the Saran Educational Trust. The main objective of the Trust is to establish education institutions in Pakistan on Charitable basis and to take other steps to promote the cause of Education, Social Welfare, Sports and Culture for the benefit of General Public and to raise funds from all available sources and to take other measure necessary to fulfill the objects of the Trust. The SET School was formed towards achieving the above objective. The School operates two campuses at C-70, Block 10, Federal B Area, Karachi and ST-1, Sector 17-A/4, KDA Scheme 33, Gwalior Society, Karachi.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies which have been adopted in the preparation of these accounts are as follows.

2.1 Accounting convention

These accounts have been prepared on historical cost convention except certain donations received in kind, if any, are stated at fair market value determined by the management.

2.2 Fixed Assets

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged to income and expenditure account applying the reducing balance method whereby the cost of an asset is written-off over its estimated useful life at the rates stated in relevant note to the financial statements. Full year's depreciation is charged in the year of addition whereas no depreciation is charged in the year of disposal. Maintenance and normal repairs are charged to profit and loss account as and when incurred; whereas major renewals and improvements are capitalized and the assets so replaced, if any, are retired. Any gains and losses on disposal of assets are taken to the profit and loss account.

2.3 Receipts

School fees are recorded on accrual basis. Donations are recognized on cash basis except certain donations, if any, received in kind that are valued and accounted for at fair market value determined by the management.

2.4 Expenditures

The expenditures are recorded on accrual basis

2.5 Donations

Donation of fixed assets, if received, are recorded at their fair market value.



3 **FIXED ASSETS**

Particulars	Cost			Rate %	Depreciation			Written down value as at June 30, 2025
	As at July 01, 2024	Addition / (Deletion) - During the year	As at June 30, 2025		As at July 01, 2024	For the year	As at June 30, 2025	
Land	4,597,830	3,169,099	7,766,929	-	-	-	-	7,766,929
Building	78,145,022	1,660,598	79,805,620	5	22,911,949	2,844,684	25,756,633	54,048,987
Furniture & fixtures	8,436,320	1,365,539	9,801,859	10	2,782,066	701,979	3,484,045	6,317,814
Montessori equipments	2,100,669	854,697	2,955,366	25	959,425	498,985	1,458,410	1,496,956
Solar	4,380,000	2,168,000	6,548,000	15	1,215,450	799,883	2,015,333	4,532,667
Baby swing / Studio equipments	315,629	-	315,629	10	155,562	16,007	171,569	144,060
Computers	1,571,702	660,485	2,232,187	35	1,278,925	333,642	1,612,567	619,620
Office equipments	1,257,328	575,020	1,832,348	20	875,748	191,320	1,067,068	765,280
Computer lab	90,500	-	90,500	10	83,281	722	84,003	6,497
Digital camera & printer	105,090	-	105,090	10	93,503	1,158	94,661	10,429
Generator	102,500	-	102,500	20	93,694	1,761	95,455	7,045
UPS	801,540	-	801,540	10	419,054	38,249	457,303	344,237
Total Rupees - 2025	101,904,130	10,453,438	112,357,568		30,868,657	5,428,390	36,297,047	76,060,521
Total Rupees - 2024	97,337,134	4,566,996	101,904,130		26,076,920	4,791,737	30,868,657	71,035,473

4 **INTANGIBLE ASSETS**

Particulars	Cost			Rate %	Amortization			Written down value as at June 30, 2025
	As at July 01, 2024	Addition / (Deletion) - During the year	As at June 30, 2025		As at July 01, 2024	For the year	As at June 30, 2025	
Software	134,500	-	134,500	30	129,871	1,389	131,260	3,240
Total Rupees - 2025	134,500	-	134,500		129,871	1,389	131,260	3,240
Total Rupees - 2024	134,500	-	134,500		127,888	1,983	129,871	4,629

The annexed notes from 1 to 14 form an integral part of these accounts

Shadia Gurasi

Managing Trustee

Rehman

Secretary

Ali

Treasurer



		2025 Rupees	2024 Rupees
5	<u>SHORT TERM INVESTMENT</u>		
	Bank Al Habib	<u>15,453,000</u>	<u>15,453,000</u>
6	<u>CASH & BANK BALANCES</u>		
	Cash in hand	-	-
	Cash at banks-current accounts	7,622,848	7,891,862
		<u>7,622,848</u>	<u>7,891,862</u>
7	<u>ENDOWMENT FUNDS</u>		
	Opening balance	14,053,799	14,053,799
	Funds received from other donors	-	-
	Closing balance	<u>14,053,799</u>	<u>14,053,799</u>
8	<u>NON-REVENUE DONATIONS</u>		
	Opening balance	53,695,333	48,761,133
	Add: Non-revenue donations	9,318,200	4,934,200
	Less: Building construction	(4,468,242)	(83,968)
	Donation non-revenue after deductions	58,545,291	53,611,365
	Transferred to CWIP	8.1	4,468,242
			83,968
	Net donations non-revenue	<u>63,013,533</u>	<u>53,695,333</u>
8.1	These donations pertain to construction. The amount of building construction is transferred to CWIP		
9	<u>ACCOUNTS PAYABLE & OTHER LIABILITIES</u>		
	Accounts payable	4,712,814	3,590,786
	Accrued utility expenses	32,500	89,958
	Withholding tax payable	358,826	62,815
		<u>5,104,140</u>	<u>3,743,559</u>
10	<u>DONATIONS UNDER REVENUE</u>		
	Donations financial assistance	24,319,958	27,055,491
	Zakat donations	214,708	140,000
		<u>24,534,666</u>	<u>27,195,491</u>
11	<u>OTHER INCOME</u>		
	Other Income	3,920,112	3,663,408
	Endowment fund income	2,303,686	2,646,505
		<u>6,223,798</u>	<u>6,309,913</u>



12 ADMINISTRATIVE EXPENSES

Salaries	2,113,444	1,796,527
10% utilities	187,520	220,904
	<u>2,300,964</u>	<u>2,017,431</u>

12.1 The administrative expenses are shown separately because they pertain to the running of the Saran Educational Trust and not The SET School based on allocation of expenses relating staff members working for the Trust.

12.2 The administrative expense pertains to 2.73% (2024: 2.60%) of total expenditure of the trust for the current year.

13 OPERATING EXPENSES

Payroll incuding EOBI/SESSI	13.1	61,802,629	54,117,731
Rates & taxes		482,300	115,000
Utilities		1,687,679	1,988,140
Printing & publications		200,237	275,541
Advertisement		61,078	56,500
Stationary		1,424,331	1,752,905
Repair & maintenance - School		2,109,399	4,161,746
Software		219,343	213,752
Training & development		-	4,000
Legal & professional charges including audit fee		64,800	524,100
Canteen & Housekeeping		1,381,532	1,347,187
Transportation		2,973,328	2,389,382
Bank charges		10,204	14,983
Fees written off		484,816	971,200
Security service charges		1,773,000	1,650,000
Health monitoring		840,000	-
Depreciation & Amortization		5,429,779	4,793,720
Others		917,363	1,077,554
		<u>81,861,818</u>	<u>75,453,441</u>

13.1 PAYROLL

Salaries	61,091,253	51,393,556
EOBI	2,174,340	1,998,295
SESSI	650,480	725,880
	<u>63,916,073</u>	<u>54,117,731</u>

14 GENERAL

a). Figures have been rounded off to a nearest rupee.

b). Previous year figures have been re-arranged and re-grouped wherever necessary for the purpose of comparaison.

Sadiq Gujani

Managing Trustee

Rehman

Secretary

JJ

Treasurer



THE SARAN EDUCATIONAL TRUST (SET)
CAMPUSWISE INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 2025

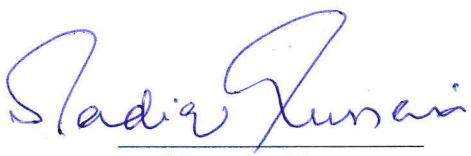
	CAMPUS 1	NORTH EAST	2025	2024
			TOTAL	TOTAL
	CAMPUS	AMOUNT	AMOUNT	

INCOME:

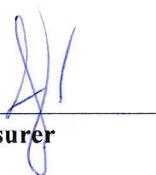
Fees	4,353,468	47,336,837	51,690,305	44,098,153
Registration fee (included in other income)	64,000	43,000	107,000	162,100
Other income	598,513	2,062,011	2,660,524	2,754,131
	5,015,981	49,441,848	54,457,829	47,014,384

EXPENDITURES

Salaries & allowances including administrative salary	8,800,158	55,115,915	63,916,073	55,914,258
Rates & taxes	476,800	5,500	482,300	115,000
Utilities including administrative expenses	871,973	1,003,227	1,875,200	2,209,044
Printing & publications	8,995	191,242	200,237	275,541
Advertisement	-	61,078	61,078	56,500
Stationary	13,566	1,410,765	1,424,331	1,752,905
Repair & maintenance - School	170,409	1,938,990	2,109,399	4,161,746
Software	-	219,343	219,343	213,752
Training & development	-	-	-	4,000
Legal & professional charges including audit fee	-	64,800	64,800	524,100
Canteen & Housekeeping	197,936	1,183,596	1,381,532	1,347,187
Transportation	5,600	2,967,728	2,973,328	2,389,382
Bank charges	9,661	543	10,204	14,983
Fees written off	116,880	367,936	484,816	971,200
Health monitoring	-	840,000	840,000	-
Security service charges	264,000	1,509,000	1,773,000	1,650,000
Depreciation & Amortization	54,938	5,374,841	5,429,779	4,793,720
Others	158,084	759,278	917,362	1,077,554
	11,149,000	73,013,782	84,162,782	77,470,872
Operating loss for the year	(6,133,019)	(23,571,934)	(29,704,953)	(30,456,488)


Managing Trustee


Secretary


Treasurer

