

KARACHI DISABILITY NETWORK

**FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2026**



SALAHUDDIN & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE OF KARACHI DISABILITY NETWORK.

Opinion

We have audited the financial statements of **KARACHI DISABILITY NETWORK**, which comprise the statement of financial position as at **June 30, 2026**, and statement of income and expenditure. Statement of changes in funds' assets, for the year then ended, and notes to the financial statements including summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **KARACHI DISABILITY NETWORK** as at June, 30, 2026 and of its financial performance for the year then ended in accordance with the 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 Statement section of our report. We are independent in the Association in accordance with the International Ethics Standards Board of Accountants, Code of ethics for professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan.

Responsibilities of the Managing Committee for the Financial Statement

The Managing Committee 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 for such internal control as the managing committee determines as necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In Preparing the financial statements, the managing committee is responsible for assessing the Association's ability to continue as going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate association or to cease operations, or has realistic alternative but to do so.

Those charged with governance are responsible for overseeing the association 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 whole are free from material misstatement, whether due to fraud or error, and to issue an



SALAHUDDIN & CO.

CHARTERED ACCOUNTANTS

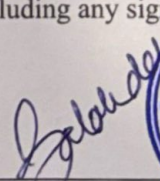
auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but it is not guarantee that an audit conducted in accordance with ISAS as applicable in Pakistan will always deduct a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decision of user taken on the basis of these financial statement.

As part of audit in accordance with ISA 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.
- 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/Society's/other as appropriate) 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 association 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.

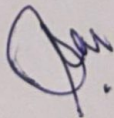
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KARACHI
DATED: SEPTEMBER 03, 2026



SALAHUDDIN & CO.
CHARTERED ACCOUNTANT

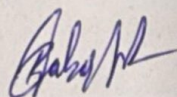
514, 5th Floor, Madina City Mall, Abdullah Haroon Road, Saddar, Karachi. Tel 35216675



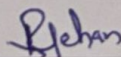
KARACHI DISABILITY NETWORK
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	Notes	2026 Rupees	2025 Rupees
ASSETS			
Current Assets			
Cash and bank balances	4	153,010	187,510
		153,010	187,510
Total Assets		153,010	187,510
FUNDS AND LIABILITIES			
Funds			
Accumulated fund		153,010	187,510
Non-Current Liabilities			
Long term loan from director	10	-	-
TOTAL FUNDS AND LIABILITIES		153,010	187,510

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



President



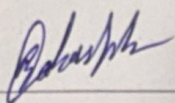
General Secretary



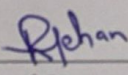
KARACHI DISABILITY NETWORK
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2026

	Notes	2026 Rupees	2025 Rupees
Donations		1,035,000	890,000
Administrative expenses		(252,300)	(234,600)
Program Expenses		(717,200)	(567,890)
Financial expenses		-	-
Operating Surplus		65,500	87,510
Other income		-	-
Surplus before taxation		65,500	87,510
Taxation - current		-	-
Surplus after taxation		65,500	87,510

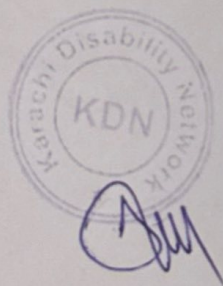
The annexed notes form an integral part of these financial statements.



 President



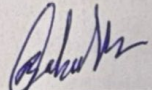
 General Secretary



KARACHI DISABILITY NETWORK
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2026

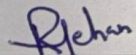
	Restricted fund	Un Restricted fund	Consolidated fund
FUND BALANCE AS AT 1st JULY, 2025	100,000	87,510	187,510
Donations for the year	-	1,035,000	1,035,000
Repayment of members' restricted contribution	(100,000)	-	(100,000)
Disbursement of expenses	-	(969,500)	(969,500)
Financial charges	-	-	-
FUND BALANCE AS AT JUNE 30, 2026	-	153,010	153,010

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



 President





 General Secretary

KARACHI DISABILITY NETWORK
NOTES TO THE FINANCIAL STATEMENTS
AS AT JUNE 30, 2026

1 STATUS AND NATURE OF BUSINESS

The Organization is registered in Pakistan under the Sindh Social Security Act 1961 with Sindh Social Welfare Department as a Non Governmental organization. The registered office of the Organization is situated at Building R-1633-1A, Near New M.A. Jinnah Road, Beside Government Vocational Training Centre (Boys), Karachi.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017 provisions of and directives issued under the Companies Act 2017. In case requirements differ, the provisions of or directives of the Companies Act 2017 shall prevail.

2.2 Accounting convention

These financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies herein below.

2.3 Basis of preparation

These financial statements are prepared on accrual basis except for cash flow information.

2.4 Presentation and functional currency

These financial statements are presented in Pakistani Rupees, which is also the Organization's functional currency. All figures have been rounded off to the nearest of rupees, unless otherwise stated.

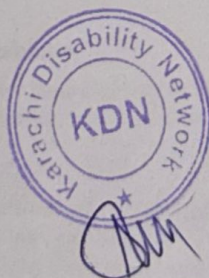
2.5 Use of estimates and judgments

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

2.6 Initial application of standards, amendments or an interpretation to existing standards

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on July 01, 2022 but are considered not to be relevant or to have any significant effect on the Organization's operations and are, therefore, not detailed in these financial statements.



KARACHI DISABILITY NETWORK
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Property, Plant and Equipment

Operating fixed assets are stated at cost less accumulated depreciation and impairment, if any except for lease hold land which is stated at cost. Depreciation is charged to income applying the straight line method at the rates specified in the relevant note. Depreciation on additions is charged from the date at which asset is available for use and on disposals up to the date of disposal.

Normal repairs & maintenance are charged to income as and when incurred. Major renewals and improvements if any are capitalised when it is probable that respective future economic benefits will flow to the Organization.

3.2 Long term deposits

These are stated at cost.

3.3 Stores and consumables

These are stated at moving average cost. Items in transit are valued at cost comprising invoice value plus other charges incurred thereon.

3.4 Short term investment

These are stated at amortized cost less impairment if any.

3.5 Trade debts

Trade debts are carried at original invoice amount. Debts considered irrecoverable are written off and provision is made for debts considered doubtful.

3.6 Advances, deposits, prepayments and other receivables

These are stated at cost.

3.7 Cash & cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents include cash in hand and with bank. The fair value of cash and cash equivalents approximates their carrying amount.

3.8 Staff retirement benefits - contribution plan

The Organization operates an approved provident fund scheme for its employees. Equal monthly contributions are made both by the Organization and the employees to the fund at the rate of 8.33% of basic salary.

3.9 Borrowings and borrowing costs

All borrowings are recorded at the proceeds received net of transaction cost. Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are added to the cost of those assets, until such time as the assets are substantially ready for their intended use. All other borrowing costs are charged to income in the period in which they are incurred.

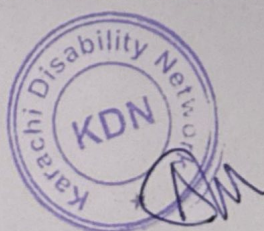
3.10 Creditors, accrued and other liabilities

Liabilities for creditors, accrued and other liabilities are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Organization.

3.11 Provisions

A provision is recognized in the balance sheet when the Organization has a legal or constructive obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

3.12 Taxation



Provision for current taxation is based on taxable income at the current rates of taxation after considering tax credits and rebates, if any.

3.13 Foreign currency translation

Pakistan rupee (PKR) is the functional currency of the Organization. Monetary assets and liabilities in foreign currencies are translated into Pak Rupees at the rates of exchange prevailing at the balance sheet date. Exchange gain and loss on translation are taken to the income and expenditure account.

3.14 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Organization and the revenue can be measured reliably. Donations are recorded on receipt basis. Return on investments, if any, is recognised on effective rate method.

3.15 Other financial assets and liabilities

All other financial assets and financial liabilities are recognized at the time when the Organization becomes a party to the contractual provisions of the instrument. All financial assets and financial liabilities, other than disclosed above, are carried at amortized cost. The fair value of these approximate their carrying amount.

3.16 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to set-off the recognised amounts and the Organization intends to either settle on a net basis, or to realise the asset and settle the liability simultaneously.

3.17 Related party transactions

All transactions with related parties are priced on an arm's length basis.



KARACHI DISABILITY NETWORK
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

4 CASH AND BANK BALANCES

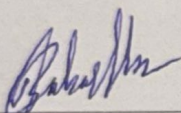
	2026 Rupees	2025 Rupees
Cash in hand	153,010	187,510
	<u>153,010</u>	<u>187,510</u>

5 DATE OF AUTHORIZATION FOR ISSUE

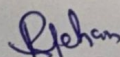
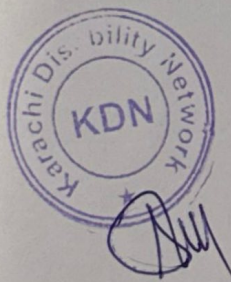
These financial statements were authorised for issue on September 11, 2026 by the Board of the organization.

6 GENERAL

Figures have been rounded off to the nearest rupee.



President



General Secretary