

FINANCIAL STATEMENTS  
OF  
PAKISTAN RED CRESCENT SOCIETY (SINDH PROVINCIAL BRANCH)  
FOR THE YEAR ENDED DECEMBER 31, 2025

RAZA SIDDIQUI & CO.

CHARTERED ACCOUNTANTS

Room # 402, Amber Estate (Ext), K.C.H.S.U., Block-7/8, Karachi,  
Karachi- Tel: 021-34532778 & 021-34391843



## **RAZA SIDDQUI & CO.**

**CHARTERED ACCOUNTANTS**

### **INDEPENDENT AUDITORS' REPORT**

#### **TO THE MANAGEMENT COMMITTEE OF PAKISTAN RED CRESCENT SOCIETY (SINDH PROVINCIAL BRANCH)**

##### **Qualified Opinion**

We have audited the financial statement of **Pakistan Red Crescent Society (Sindh Provincial Branch)** which comprise of the statement of financial position as at **December 31<sup>st</sup> 2025**, and the statement of income and expenditures, the statement of cash flows and the statement of changes in accumulated funds for the year ended December 31<sup>st</sup> 2023, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effect of the matters described in point of Basis for Qualified Opinion section of our report, and to the best of our information and according to the explanations given to us, the statement of financial position, income and expenditure accounts, the statement of cashflows and the statement of changes in accumulated funds of **Pakistan Red Crescent Society (Sindh Provincial Branch)** as at **December 31, 2025**.

##### **Basis for Qualified Opinion**

The Society is operating an unfunded defined benefit plan, covering all its permanent employees. The calculation on which the gratuity is based are on unjustified assumption, however, in the absence of the actuarial valuation of the employees' benefits plan, we are unable to calculate at what extent the amount will be higher or lower recognized in the deferred liability for gratuity.

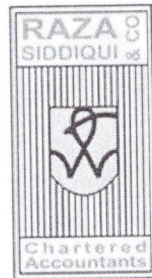
We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society 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 Statement**

The Members of Managing Committee is responsible for the preparation and fair presentation of the financial statement in accordance with approved accounting standards as applicable in Pakistan, as described in note 2.1 to the financial statement, and for such internal control as the Managing Committee determines is necessary to enable the preparation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, Managing Committee is responsible for assessing the Society'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 Managing Committee either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.



## 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. 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 statement, 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 Society'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 Managing Committee'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 Society'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 statement 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 Society 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.



Raza Siddiqui & Co.  
Chartered Accountants

Date: 04 JUN 2026

UDIN: AR2025102661xtcz9wfg

PAKISTAN RED CRESCENT SOCIETY (SINDH PROVINCIAL BRANCH)  
STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2025

	Note	2025 Rupees	2024 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment	4	26,409,842	27,853,030
Intangible asset	5	58,283	87,424
Long term investments	6	55,000,000	55,000,000
		81,468,126	82,940,455
<b>CURRENT ASSETS</b>			
Advances, deposits and prepayments	7	76,678,015	145,573,289
Accrued Income	8	4,035,960	91,674
Cash and bank balances	9	6,164,162	11,272,451
		86,878,137	156,937,414
<b>TOTAL ASSETS</b>		<b>168,346,263</b>	<b>239,877,869</b>
<b>CURRENT LIABILITIES</b>			
Bank overdraft		7,669,977	11,160,746
Accrued and other liabilities	10	53,238,692	116,760,336
		60,908,670	127,921,082
Contingencies and commitments	11	-	-
<b>NET ASSETS</b>		<b>107,437,593</b>	<b>111,956,787</b>
<b>REPRESENTED BY :</b>			
<b>GENERAL FUND</b>			
Accumulated surplus		97,644,988	102,164,182
<b>NON CURRENT LIABILITIES</b>			
Security deposit received from tenant		6,980,647	6,980,647
50% Share from Distt. Br. For Ambulance Pajero		2,811,958	2,811,958
		9,792,605	9,792,605
		107,437,593	111,956,787

The annexed notes form integrated part of this financial statement.

  
PROVINCIAL  
SECRETARY

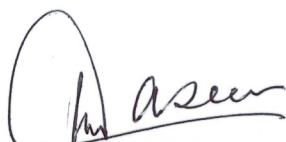
  
HONORARY  
TREASURER


  
CHAIRMAN

PAKISTAN RED CRESCENT SOCIETY (SINDH PROVINCIAL BRANCH)  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Note	2025 Rupees	2024 Rupees
<b>Income</b>	12	96,380,876	102,304,222
<b>Expenditure</b>			
Health care expenditure	13	22,930,666	22,760,654
Ambulance services	14	11,656,619	11,260,059
Maintenance expenditure of Hilal-e-Ahmar House	15	43,031,409	45,576,984
Other expenditure	16	6,266,365	7,228,794
		83,885,059	86,826,491
Net surplus from operation		12,495,817	15,477,731
General and administrative expenditure	17	16,579,052	14,379,171
Financial charges	18	435,958	274,636
		17,015,010	14,653,807
(Deficit)/Surplus before taxation		(4,519,194)	823,924
Taxation	20	-	-
<b>Net (deficit)/Surplus for the year after taxation</b>		<b>(4,519,194)</b>	<b>823,924</b>

The annexed notes form integrated part of this financial statement.

  
PROVINCIAL  
SECRETARY

  
HONORARY  
TREASURER

  
CHAIRMAN