YOUNG HEART WELFARE FOUNDATION

FINANCIAL STATEMENTS

FOR THE PERIOD

FOR THE YEAR ENDED JUNE 30, 2026

YOUNG HEART WELFARE FOUNDATION
REG NO 050

HMZ
HAFIZ MUHAMMAD ZUBAIR & CO.
CHARTERED ACCOUNTANTS

Independent Auditors' Report to the Members of the Foundation

We have audited the accompanying accounts of M/S. YOUNG HEART WELFARE FOUNDATION ("the Foundation"), which comprises of the Statement of Financial Position as at June 30, 2026, the Statement of Income and Expenditure and notes to the Accounts for the year hen ended.

Management's Responsibility for the Accounts

The management is responsible for the preparation and fair presentation of these accounts in accordance with the applicable accounting standards, and for such internal control as the Management determine is necessary to enable the preparation of these accounts that are free from material misstatement, whether due to fraud or error; and these accounts are prepared for the only purpose and use only and cannot be used for any other purposes unless and otherwise specifically allowed by the management and Management in accordance with the letter of engagement of the audit.

Auditor's Responsibility

Our responsibility is to express an opinion on these accounts based on our audit as per the exclusive and specific engagement. We conducted our audit in accordance with the audit engagement. This engagement requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the accounts 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the accounts.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accounts present fairly, in all material respects, (or give a true and fair view of) the financial position of the Foundation as at June 30, 2026, and of its financial performance for the year then ended in accordance with the applicable accounting standards.

H.M

Engagement Partner: Hafiz Muhammad Zubair, ACA
Place: Lahore
Dated: July 17, 2026

HAFIZ M. ZUBAIR & CO. Chartered Accountants

YOUNG HEART WELFARE FOUNDATION REG NO 050

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110, Garden Block, New Garden Town, Lahore.

YOUNG HEART WELFARE FOUNDATION

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2026

	Note	2026 Rupees
ASSETS		
NON-CURRENT ASSETS		
OPERATING FIXED ASSETS	5	106,875
		106,875
CURRENT ASSETS		
Advances, deposits and prepayments		-
Cash and bank balances	6	23,101
		23,101
Total assets		129,976
FUNDS AND LIABILITIES		
LIABILITIES		
NON CURRENT LIABILITIES		
Loan from President		1,015,850
CURRENT LIABILITIES		
Accrued and other liabilities	7	20,000
		20,000
Total Liabilities		1,035,850
NET ASSETS		
Represented by:		
General Funds		(905,874)
Contingencies & Commitments	8	-

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

PRESIDENT
YOUNG HEART WELFARE FOUNDATION

GENERAL SECRETARY
YOUNG HEART WELFARE FOUNDATION

PRESIDENT

SECRETARY

HAFIZ M. ZUBAIR & CO.
Chartered Accountants

YOUNG HEART WELFARE FOUNDATION
REG NO 050

YOUNG HEART WELFARE FOUNDATION

THE STATEMENT OF INCOME AND EXPENDITURE

FOR THE YEAR ENDED JUNE 30, 2026

	Note	FOR THE YEAR ENDED JUNE 30, 2026
		Rupees
INCOME		
Public Donations		275,000
Memberships dues		1,000
PLS Profit		2
Total income		**276,002**
LESS: EXPENDITURES		
Administrative and general expenses	9	(1,181,875)
Finance costs	10	(1)
		(1,181,876)
Surplus before taxation		**(905,874)**
Taxation	11	-
Surplus for the period		**(905,874)**

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

PRESIDENT
YOUNG HEART WELFARE FOUNDATION

PRESIDENT

GENERAL SECRETARY
YOUNG HEART WELFARE FOUNDATION

SECRETARY

HAFIZ M. ZUBAIR & CO.
Chartered Accountants

YOUNG HEART WELFARE FOUNDATION
REG NO 050

YOUNG HEART WELFARE FOUNDATION

STATEMENT OF CHANGES IN GENERAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2026

	Excess of Income over Expenditures	Total
	--------------------Rupees------------------	
Balance as on July 01, 2025	-	-
Surplus for the period	(905,874)	(905,874)
	(905,874)	(905,874)
Balance as on June 30, 2026	(905,874)	(905,874)

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

PRESIDENT
YOUNG HEART WELFARE FOUNDATION

GENERAL SECRETARY
YOUNG HEART WELFARE FOUNDATION

PRESIDENT

SECRETARY

HAFIZ M. ZUBAIR & CO.
Chartered Accountants

YOUNG HEART WELFARE FOUNDATION
REG NO 050

YOUNG HEART WELFARE FOUNDATION

RECEIPTS AND PAYMENTS ACCOUNT

FOR THE YEAR ENDED JUNE 30, 2026

	NOTE	FOR THE YEAR ENDED JUNE 30, 2026 Rupees
RECEIPT		
Opening Balance		
Cash in Hand		-
Cash at Bank		-
		-
REVENUE RECEIPTS		
Public Donations		275,000
Memberships dues		1,000
PLS Profit		2
		276,002
CAPITAL RECEIPTS		
Loan from President		1,015,850
Total		1,291,852
PAYMENTS		
Salaries and Benefits		180,000
Building rent		600,000
Utility bills		96,000
Travelling and conveyance		10,128
Repair & Maintenance		-
Printing & Stationary		3,160
Advertisement expenses		5,500
Human Right Activities		253,400
Auditor's remuneration		-
Miscellaneous		562
Bank charges		1
		1,148,751
CAPITAL PAYMENTS		
Asset purchases		120,000
		120,000
Closing Balance		
Cash in Hand		2,000
Cash at Bank		21,101
		23,101
Total		1,291,852

HAFIZ M. ZUBAIR & CO. Chartered Accountants

PRESIDENT
YOUNG HEART WELFARE FOUNDATION

PRESIDENT

GENERAL SECRETARY
YOUNG HEART WELFARE FOUNDATION

SECRETARY

YOUNG HEART WELFARE FOUNDATION
REG NO. 058

YOUNG HEART WELFARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

1 **LEGAL STATUS AND NATURE OF BUSINESS**

The Young Heart Welfare Foundation was registered in Pakistan on 16-December-2025 vide registration No-KAR No-050 of 2025-26. The Young Heart Welfare Foundation is a non-governmental organization in Pakistan dedicated to promoting a compassionate, equitable, and socially responsible society. Their primary mission focuses on community development, providing support for fundamental human rights, and fostering sustainable development for underserved individuals across the country. The registered office of the Society is situated at Plot No-GRW-282/I, Ground Floor Near Nadra Registration Office Garden West Karachi.

2 **BASIS OF PREPARATION**

2.01 These financial statements have been prepared in accordance with the historical cost convention.

2.03 The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and related assumptions are based on historical experience and various other factors that are believed to be reasonable by the management under different circumstances. These estimates and related assumptions are reviewed on on-going basis. Accounting estimates are revised in the period in which such revisions are made.

2.04 **Functional and presentation Currency**

These financial statements are prepared in Pak Rupees which is the Society's functional and presentation currency.

3 **STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan.

4 **SIGNIFICANT ACCOUNTING POLICIES**

4.01 **Operating fixed assets and depreciation**

Fixed assets are stated at cost less accumulated depreciation and any identified impairment loss except freehold land which is stated at cost. Cost includes expenditure that are directly attributable to the acquisition of the item.

Depreciation is recognized in Income and Expenditure by applying reducing balance method over the useful life of each item of property, plant and equipment using the rates specified in the fixed asset schedule attached to the accounts. The asset's residual values, depreciation method and useful lives are reviewed, at each year end and adjusted if impact on depreciation is significant.

Depreciation on additions to property, plant and equipment is charged from the month in which the item becomes available for use. Depreciation is discontinued for the month in which it is disposed off or classified as held for 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 to the Trust and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to income during the period in which they are incurred.

Profit or loss on disposal of operating fixed assets is included to current year's income.

HAFIZ M. ZUBAIR & CO. Chartered Accountants

YOUNG HEART WELFARE FOUNDATION REG NO 050

4.02 Donations Receivable

All the outstanding receivables are reviewed at each balance sheet date the society recognizes and carries these receivables at original amount less an allowance for uncollectable amount(if any). Bad debts (if any) are written off as incurred and provision is made against receivables considered doubtful when the collection of the full amount is no longer probable.

4.03 Advances, Deposits , Prepayments and other receivables

Advances, Deposits , Prepayments and other receivables are recognized and carried at original invoice amount less an allowance for any uncollectible amount. Carrying amount of advances and receivables are assessed on a regular basis.

4.04 Creditors, Accrued and Other Liabilities

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 trust.

4.05 Cash and Cash equivalents

For the purpose of cash flow statement, cash and cash equivalents consist of cash in hand, cash at bank in current account, deposit accounts and foreign currency accounts (if any).

4.06 Taxation

The Foundation has granted approval as a non profit organization under section 2(36) of the Income Tax Ordinance 2001 by the commissioner of Income Tax. In view of tax credit available under section 100C of the Ordinance, the income would not be liable to tax.

4.07 Unrestricted Funds

Unrestricted Funds are received from donors with no specific condition or purpose attached for its use. Such funds are directly charged to statement of financial activities.

4.08 Restricted Funds

Restricted Funds are received from Government Institutions and other donors with a specific condition or purpose attached to its use.

4.09 Revenue Recognition

Grants / Donations are recognized on actual receipts.
Return on PLS account is recognized on receipt basis.

4.10 Provisions

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

4.11 Expenditure Recognition

All expenses are recognized in the income and expenditure account on an accrual basis.

HAFIZ M. ZUBAIR & CO. Chartered Accountants

YOUNG HEART WELFARE FOUNDATION REG NO 050

YOUNG HEART WELFARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

5 OPERATING FIXED ASSETS

PARTICULARS	COST				RATE	ACCUMULATED DEPRECIATION			WRITTEN DOWN VALUE As At June 30, 2026
	As at July 01, 2025	Addition	(Deletion)	As at June 30, 2026		As at July 01, 2025	For the period	As at June 30, 2026	
	------	------	------	------	Rupees	------	------	------	
Furniture- Chair and table	-	50,000	-	50,000	7.5%	-	3,750	3,750	46,250
Printer	-	15,000	-	15,000	7.5%	-	1,125	1,125	13,875
Computer	-	55,000	-	55,000	15%	-	8,250	8,250	46,750
As at June 30, 2026	-	120,000	-	120,000		-	13,125	13,125	106,875

HAFIZ M. ZUBAIR & CO. Chartered Accountants

YOUNG HEART WELFARE FOUNDATION REG NO 050

YOUNG HEART WELFARE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

6 CASH AND BANK BALANCES	**June 30, 2026**
Cash in hand	2,000
Cash at bank- current account	21,101
Total	**23,101**

7 ACCRUED AND OTHER LIABILITIES	
Auditor remuneration	20,000
Total	**20,000**

8 CONTINGENCIES AND COMMITMENTS

There are no significant contingencies and commitments as at the reporting dates.

9 ADMINISTRATIVE AND GENERAL EXPENSES	
Salaries and Benefits	180,000
Building rent	600,000
Utility bills	96,000
Travelling and conveyance	10,128
Printing & Stationary	3,160
Advertisement expenses	5,500
Human Right Activities	253,400
Depreciation	13,125
Auditor's remuneration	20,000
Miscellaneous	562
Total	**1,181,875**

10 FINANCE COSTS	
Bank charges	1
Total	**1**

11 Taxation

Provision for taxation for the year has not been made as the Foundation is a not for Profit organization under section 2(36)and is entitled for 100% tax credit under section 100C of income tax ordinance, 2001.

12 Date of Authorization for Issue

These financials statements were authorized for issue on 14th July, 2026 by the board of trustee.

HAFIZ M. ZUBAIR & CO. Chartered Accountants

YOUNG HEART WELFARE FOUNDATION REG NO 050