

IBA-PU ALUMNI ASSOCIATION

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
JUNE 30, 2025**



INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT COMMITTEE

Opinion

We have audited the financial statements of **IBA-PU ALUMNI ASSOCIATION (the Association)**, which comprise the statement of financial position as at June 30, 2025, and the statement of income and expenditure, statement of changes in fund balances and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the association as at June 30, 2025, and 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 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 Statements section of our report. We are independent of the association 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 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 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 Committee is responsible for assessing the association'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 association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the association'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.

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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 association'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 association'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 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.

NADEEM AHMAD & CO.
CHARTERED ACCOUNTANTS
NADEEM AHMAD GHAZNAVI



Lahore

Date: February 27, 2026

UDIN: AR2025105705plaOB7Pv

IBA-PU ALUMNI ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

	Note	2025 (Rupees)	2024 (Rupees)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	3	1,101,554	1,223,949
CURRENT ASSETS			
Advance income tax		974,549	793,055
Sponsorship & advertisement receivable		229,000	-
Cash and bank balances	4	4,849,723	4,484,863
		<u>6,053,272</u>	<u>5,277,918</u>
Total assets		<u><u>7,154,826</u></u>	<u><u>6,501,867</u></u>
FUNDS AND LIABILITIES			
FUND			
Capital reserve	5	34,756	34,756
Accumulated surplus		4,959,487	4,328,042
		<u>4,994,243</u>	<u>4,362,798</u>
CURRENT LIABILITIES			
Accrued expenses		293,700	254,500
Advance sponsorship & advertisement		1,866,883	1,884,569
		<u>2,160,583</u>	<u>2,139,069</u>
		7,154,826	6,501,867
CONTINGENCIES AND COMMITMENTS			
Total funds and liabilities	6	<u>-</u>	<u>-</u>
		<u><u>7,154,826</u></u>	<u><u>6,501,867</u></u>

The annexed notes from 1 to 10 form an integral part of these financial statements.

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PRESIDENT


TREASURER

IBA-PU ALUMNI ASSOCIATION
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 (Rupees)	2024 (Rupees)
INCOME			
Sale of invitation cards		591,000	981,000
Sponsorship & advertisement		2,424,569	1,691,180
Donations		926,523	995,000
Other income		78,000	78,000
		<u>4,020,092</u>	<u>3,745,180</u>
EXPENDITURE			
Salaries and benefits		-	80,000
Members' functions expenses		2,834,712	2,107,423
Printing and stationery		289,440	220,500
Entertainment		20,972	-
Communication charges		50,360	40,710
Travelling and conveyance		-	38,000
Donations		-	200,000
Depreciation	3	122,395	135,995
		<u>3,317,879</u>	<u>2,822,628</u>
Surplus for the year before taxation		702,213	922,552
Taxation		70,768	-
Surplus for the year after taxation		<u>631,445</u>	<u>922,552</u>
carried to statement of changes in fund balances		<u>631,445</u>	<u>922,552</u>

The annexed notes from 1 to 10 form an integral part of these financial statements.




PRESIDENT


TREASURER

IBA-PU ALUMNI ASSOCIATION
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025

	CAPITAL RESERVE	ACCUMULATED SURPLUS	TOTAL
	(Rupees)	(Rupees)	(Rupees)
Balance as at June 30, 2023	34,756	3,405,490	3,440,246
Surplus for the year	-	922,552	922,552
Balance as at June 30, 2024	34,756	4,328,042	4,362,798
Surplus for the year	-	631,445	631,445
Balance as at June 30, 2025	34,756	4,959,487	4,994,243

The annexed notes from 1 to 10 form an integral part of these financial statements.



PRESIDENT


TREASURER

**IBA-PU ALUMNI ASSOCIATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025**

	Note	2025 (Rupees)	2024 (Rupees)
A. CASH FLOW FROM OPERATING ACTIVITIES			
Surplus for the year before taxation		702,213	922,552
Adjustments:			
- Depreciation	3	122,395	135,995
Cash flow from operating activities before adjustment of working capital changes		824,608	1,058,547
CHANGES IN WORKING CAPITAL (Increase) / Decrease in Current Assets			
- Sponsorship & advertisement receivable		(229,000)	-
Increase / (Decrease) in Current Liabilities			
- Accrued expenses		39,200	49,500
- Advance sponsorship & advertisement		(17,686)	1,884,569
		21,514	1,934,069
Cash generated from /(used in) operations		617,122	2,992,616
- Income tax paid		(252,262)	(320,257)
Net cash inflow/(outflow) from operating activities		364,860	2,672,359
B. CASH FLOW FROM INVESTING ACTIVITIES			
Net cash inflow / (outflow) from investing activities		-	-
C. CASH FLOW FROM FINANCING ACTIVITIES			
Net cash inflow / (outflow) from financing activities		-	-
Net increase/(decrease) in cash and cash equivalents [A+B+C]		364,860	2,672,359
Cash and cash equivalents at the beginning of the year		4,484,863	1,812,504
Cash and cash equivalents at the end of the year		4,849,723	4,484,863

The annexed notes from 1 to 10 form an integral part of these financial statements.

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PRESIDENT


TREASURER

IBA-PU ALUMNI ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

1. THE ASSOCIATION'S OPERATIONS

The Association was registered in Pakistan on 30th May, 2008 under the Societies Registration Act, XXI of 1860. The registered office of the Association is situated at 200/I, P-Block, Gulberg-III, Lahore.

The main object of the Association is to bring together the old graduates of the Institute of Business Administration (IBA) University of the Punjab, Lahore to share information and experiences in their respective professions.

2. MATERIAL ACCOUNTING POLICY INFORMATION

2.1. Statement of Compliance

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

- Revised Accounting and Financial Reporting Standard for the Small-Sized Entities (Revised AFRS for SSEs) and Accounting Standard for Not for Profit Organisations (NPOs) both issued by the Institute of Chartered Accountants of Pakistan.

2.2. Basis of Preparation

These financial statements have been prepared on the basis of historical cost convention.

The preparation of financial statements in conformity with approved accounting and reporting standards, as applicable in Pakistan, requires management to make estimates and to exercise judgments in the process of applying the accounting policies that have the most significant effect on the amounts recognized in the financial statements. The estimates and judgments are continually evaluated and are based on historical experience including expectations of future events that are believed to be reasonable under the circumstances.

Significant estimates in these financial statements relate to the provisions for doubtful debts and taxation. However, the management believes that the change, if any, in outcome of estimates would not have a material effect on the amounts disclosed in the financial statements.

There are no key assumptions concerning the future, and other key sources of estimating uncertainty at the statement of financial position date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2.3. Functional and presentation currency

These financial statements are prepared and presented in Pakistani rupees, which is the association's functional and presentation currency.

2.4. Property, plant and equipment & Depreciation

Property, plant and equipment are stated at cost less accumulated depreciation except freehold land, which is stated at cost.

Depreciation is charged to income applying the reducing balance method so as to write off the historical cost of property, plant and equipment over their estimated useful lives at the rates given in Note No.3.

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

Depreciation on addition is charged from the date on which the asset was available for use and is ceased at the date on which the asset was disposed off.

Profit or loss on disposal is accounted for in the current year's income.

Normal repairs and maintenance are charged to income currently while major renewals and replacements are capitalized.

2.5. Taxation

The income of the Association is entitled to tax credit equal to one hundred percent of the tax payable, as non-profit organization, subject to the approval from Federal Board of Revenue under section 100C of the Income Tax Ordinance, 2001.

2.6. Provision

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

2.7. Financial Instruments

All the financial assets and liabilities are recognized at the time when the association becomes a party to the contractual provisions of the instruments.

The financial assets and liabilities are initially recognized at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are subsequently measured at fair value through net surplus or deficit) unless the arrangement constitutes, in effect, a financing transaction which is measured at present value of future payments discounted at market rate of interest for a similar debt instrument as determined at initial recognition.

After initial recognition, the financial assets and liabilities are measured at cost, amortized cost using the effective interest method or fair value through net surplus or deficit on the basis of the Company's business model for managing financial assets and liabilities and their related contractual cash flow characteristics.

The association de-recognizes a financial asset or a portion of financial asset when, and only when, the enterprise loses control of the contractual rights that comprise the financial asset or portion of financial asset. While a financial liability or part of financial liability is de-recognized from the statement of financial position when, and only when, it is extinguished, i.e., when the obligation specified in the contract is discharged, cancelled or expired.

Any gain or loss on recognition and settlement of financial assets and liabilities is included in net surplus or deficit in the period in which it arises.

(a) Trade and other payables

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received.

(b) Trade and other receivables

Trade and other receivables are stated at original invoice value less an allowance for any uncollectible amount based on the review of each debt individually. Where the payment of a debt becomes doubtful a provision is made and charged to current year's income.

(c) Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at book value which approximates their fair values. For the purpose of statement of cash flows, cash and cash equivalents comprise cash in hand, cash with banks on current, saving and deposit accounts, short term bank financings and other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of change in value.

2.8. Off Setting of Financial Assets and Liabilities

A financial asset and a financial liability is offset and the net amount is reported in the statement of financial position if the association has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and to settle the liabilities simultaneously.

2.9. Impairment and Un-Collectibility of Assets

An assessment is made at each statement of financial position date to determine whether there is evidence that the association's assets including a financial asset or group of financial assets may be impaired. If such evidence exists, the estimated recoverable amount of those asset/assets is determined and impairment loss is recognized for the difference between the recoverable amount and carrying amount.

Known bad debts are written off and provision is made against debts considered doubtful



2.10. Revenue Recognition

Revenue is recognized to the extent the amount of revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Association. Revenue is measured at the fair value of the consideration received or receivable, exclusive of sales tax, rebates and trade discounts. Income is recognized on accrual basis.



NOTE NO.

3. PROPERTY, PLANT AND EQUIPMENT - Tangible

(Amounts in rupees)

PARTICULARS	2025								
	COST			Rate %	DEPRECIATION				Book value As at 30-06-2025
	As at 30-06-2024	Addition/ (deletion)	As at 30-06-2025		As at 30-06-2024	For the year	Adjustment	As at 30-06-2025	
Office building	1,769,000	-	1,769,000	10%	611,848	115,715	-	727,563	1,041,437
Furniture & fixture	36,000	-	36,000	10%	11,941	2,406	-	14,347	21,653
Office equipment	56,728	-	56,728	10%	13,990	4,274	-	18,264	38,464
Rupees 2025	1,861,728	-	1,861,728		637,779	122,395	-	760,174	1,101,554

(Amounts in rupees)

PARTICULARS	2024								
	COST			Rate %	DEPRECIATION				Book value As at 30-06-2024
	As at 30-06-2023	Addition/ (deletion)	As at 30-06-2024		As at 30-06-2023	For the year	Adjustment	As at 30-06-2024	
Office building	1,769,000	-	1,769,000	10%	483,275	128,573	-	611,848	1,157,152
Furniture & fixture	36,000	-	36,000	10%	9,268	2,673	-	11,941	24,059
Office equipment	56,728	-	56,728	10%	9,241	4,749	-	13,990	42,738
Rupees 2024	1,861,728	-	1,861,728		501,784	135,995	-	637,779	1,223,949

NOTE NO.**2025
(Rupees)****2024
(Rupees)****4. CASH AND BANK BALANCES**

Cash in hand	87,779	3,513
Cash at bank- current account in Pak rupees	4,761,944	4,481,350
	<u>4,849,723</u>	<u>4,484,863</u>

5. CAPITAL RESERVE

Capital reserve	<u>34,756</u>	<u>34,756</u>
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It represents income and expenditure relating to the period prior to registration of the Association.

6. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at statement of financial position date (2024: -Nil-).

7. DATE OF AUTHORIZATION OF THE FINANCIAL STATEMENTS

These financial statements have been authorized for issue on February 27, 2026 by the Management Committee of the association.

8. NUMBER OF EMPLOYEES**(Numbers)**

Total number of employees at the end of the year	<u>-</u>	<u>-</u>
Average number of employees during the year	<u>-</u>	<u>-</u>

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NOTE NO.

9. CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES

(Amounts in rupees)

PARTICULARS	Fair value through profit or loss		Amortized cost		Total	
	2025	2024	2025	2024	2025	2024
Financial assets						
Sponsorship & advertisement receivable	-	-	229,000	-	229,000	-
Cash and bank balances	-	-	4,849,723	4,484,863	4,849,723	4,484,863
	-	-	5,078,723	4,484,863	5,078,723	4,484,863
Financial liabilities						
Accrued expenses	-	-	293,700	254,500	293,700	254,500
	-	-	293,700	254,500	293,700	254,500

9.1 Fair value of financial assets and liabilities

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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NOTE NO.

10. GENERAL

- i) Figures in these financial statements have been rounded off to the nearest of rupee.
- ii) Comparative figures have been re-arranged and re-grouped, wherever considered necessary, for the purposes of comparison. However, no material rearrangements have been made during the year.

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PRESIDENT


TREASURER