



FINANCIAL STATEMENTS  
OF  
ALLEVIATE ADDICTION SUFFERING TRUST  
FOR THE YEAR ENDED  
JUNE 30, 2025

**BDO Ebrahim & Co. Chartered Accountants**

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

## INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF TRUSTEES

### Opinion

We have audited the financial statements of **ALLEVIATE ADDICTION SUFFERING TRUST ("the Trust")**, which comprises of the statement of financial position as at June, 30 2025, and the statement of income and expenditure, the statement of comprehensive income, the statement of changes in fund and the statement of cash flows for the year ended, and notes to the financial statements, including material accounting policies information.

In our opinion, the accompanying financial statements give a true and fair view of the statement of financial position of the Trust, as at June 30, 2025 and of its financial performance for the year then ended in accordance with the 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 Trust 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 Trustees for the Financial Statements

The Trustees are 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 Trustees determine 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, Trustees are 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 are 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 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 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 Trust'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 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 represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with 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.

KARACHI

DATED: **29 SEP 2025**


UDIN: AR202510166sq1M3ipNL


BDO EBRAHIM & CO.  
CHARTERED ACCOUNTANTS  
Engagement Partner: Tariq Feroz Khan

**ALLEVIATE ADDICTION SUFFERING TRUST  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2025**

	Note	2025 Rupees	2024 Rupees
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property and equipment	5	1,330,007	1,399,285
Long term security deposits	6	4,875,000	2,575,000
		<u>6,205,007</u>	<u>3,974,285</u>
<b>CURRENT ASSETS</b>			
Prepayments	7	34,542	30,097
Cash and bank balances	8	35,101,319	1,919,437
		<u>35,135,861</u>	<u>1,949,534</u>
<b>TOTAL ASSETS</b>		<u>41,340,868</u>	<u>5,923,819</u>
<b>LIABILITIES</b>			
<b>NON CURRENT LIABILITIES</b>			
Deferred capital grants	9	-	-
<b>CURRENT LIABILITIES</b>			
Accrued liabilities	10	4,087,430	3,542,819
Other payable	11	585,235	90,457
		<u>4,672,665</u>	<u>3,633,276</u>
<b>TOTAL LIABILITIES</b>		<u>4,672,665</u>	<u>3,633,276</u>
<b>NET ASSETS</b>		<u>36,668,204</u>	<u>2,290,543</u>
<b>REPRESENTED BY:</b>			
General fund		100,000	100,000
Accumulated fund		36,568,204	2,190,544
		<u>36,668,204</u>	<u>2,290,543</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	12		

The annexed notes from 1 to 20 form an integral part of these financial statements.

  
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**ALLEVIATE ADDICTION SUFFERING TRUST  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED JUNE 30, 2025**

	Note	2025 Rupees	2024 Rupees
<b>INCOME</b>			
Donation and others	13	189,549,881	98,550,194
<b>EXPENDITURE</b>			
Direct expenses	14	(130,758,162)	(101,499,562)
Administrative expenses	15	(24,414,059)	(15,372,938)
		(155,172,221)	(116,872,500)
Surplus / (deficit) for the year		<u>34,377,660</u>	<u>(18,322,306)</u>

The annexed notes from 1 to 20 form an integral part of these financial statements.

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**ALLEVIATE ADDICTION SUFFERING TRUST  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2025**

	<b>2025 Rupees</b>	<b>2024 Rupees</b>
Surplus / (deficit) for the year	34,377,660	(18,322,306)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the year	<u>34,377,660</u>	<u>(18,322,306)</u>

The annexed notes from 1 to 20 form an integral part of these financial statements.

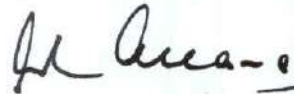
  
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**ALLEVIATE ADDICTION SUFFERING TRUST  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2025**

	Note	2025 Rupees	2024 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net surplus / (deficit) for the year		34,377,660	(18,322,306)
Adjustments for non cash items:			
Amortisation of deferred capital grant		-	(40,000,000)
Depreciation	5	147,779	155,476
<b>Decrease in current assets</b>			
Short term deposit and prepayments		(4,445)	(624)
Advance to staff		-	-
		(4,445)	(624)
<b>Increase / (decrease) in current liabilities</b>			
Accrued liabilities		544,611	27,301
Other payable		494,778	23,461
		1,039,389	50,762
Net cashflows generated from / (used in) operating activities		35,560,383	(58,116,692)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Long term deposits		(2,300,000)	(345,000)
Addition to property and equipment	5	(78,500)	(70,300)
Net cash used in investing activities		(2,378,500)	(415,300)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Deferred capital grants and net cash used in financing activities		-	-
Net increase / (decrease) in cash and cash equivalents		33,181,884	(58,531,991)
Cash and cash equivalents at beginning of the year		1,919,437	60,451,428
Cash and cash equivalents at end of the year		35,101,319	1,919,437

The annexed notes from 1 to 20 form an integral part of these financial statements.

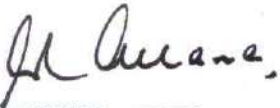
  
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**ALLEVIATE ADDICTION SUFFERING TRUST  
STATEMENT OF CHANGES IN FUND  
FOR THE YEAR ENDED JUNE 30, 2025**

	<b>General Fund</b>	<b>Accumulated fund</b>	<b>Total</b>
	-----Rupees-----		
Balance as at July 01, 2023	100,000	20,512,850	20,612,850
Deficit for the year	-	(18,322,306)	(18,322,306)
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	(18,322,306)	(18,322,306)
Balance as at June 30, 2024	<u>100,000</u>	<u>2,190,544</u>	<u>2,290,544</u>
Balance as at July 01, 2024	100,000	2,190,544	2,290,544
Surplus for the year	-	34,377,660	34,377,660
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	34,377,660	34,377,660
Balance as at June 30, 2025	<u>100,000</u>	<u>36,568,204</u>	<u>36,668,204</u>

The annexed notes from 1 to 20 form an integral part of these financial statements.

  
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**ALLEVIATE ADDICTION SUFFERING TRUST  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2025**

**1 STATUS OF TRUST AND NATURE OF ACTIVITIES**

Alleviate Addiction Suffering Trust (the trust) is a not for profit organization, established under the Trust Act, 1882 on April 10, 2003 and registered on September 03, 2003. The trust is engaged in alleviation of addiction of narcotics from the society.

**2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS**

The registered office of the trust is situated at 8-C, Old sunset boulevard commercial street, DHA Phase 2, Karachi. The trust operates six facilities across two different cities in Pakistan. Five facilities are located in Karachi, and one facility is located in Lahore.

**3 BASIS OF PREPARATION**

**3.1 Statement of compliance**

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

Revised Accounting and Financial Reporting Standard for Small-Sized Entities (AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan.

Accounting Standard for Not-for-Profit Organization (NPOs) issued by the Institute of Chartered Accountants of Pakistan.

Where IFRSs for SSEs differ from the requirements of Accounting standard for NPO, the Accounting standard for NPO have been followed.

**3.2 Basis of measurement**

These financial statements have been prepared under historical cost convention basis except as disclosed otherwise in the related accounting policy.

**3.3 Functional and presentation currency**

These financial statements are presented in Pakistan 'Rupees' or 'Rs.', which is the functional and presentation currency for the trust.

**4 MATERIAL ACCOUNTING POLICIES INFORMATION**

The accounting policies adopted in the preparation of these financial statements are consistent with prior year. The principal accounting policies are summarised below:

#### **4.1 Property and equipment**

These are stated at cost less accumulated depreciation. Depreciation is charged by applying reducing balance method at rates specified in relevant note. Full year's depreciation is charged in the year of addition whereas no depreciation is charged in the year of disposal. Gains / losses on disposal of property and equipment are included in other income currently. Normal repairs and maintenance is charged to expenses as and when incurred.

#### **4.2 Impairment on non financial assets**

The carrying amount of the trust assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such indications exist, the assets recoverable amount is estimated in order to determine the extent of impairment loss, if any. Impairment losses are recognized as expense in the statement of income and expenditure.

An impairment loss is recognized if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that is largely independent from other assets and group.

The recoverable amount is the higher of an assets fair value less costs to sell and value in use.

#### **4.3 Other receivables**

Other receivables are initially recognized at nominal amount which is fair value of the consideration to be received in future, while subsequently measured at amortized cost.

#### **4.4 Taxation**

The Trust has been allowed a tax credit equal to one hundred percent of the tax payable, including minimum tax and final taxes payable subject to the conditions specified under 100C of the Income Tax Ordinance, 2001. As the trust meets the prescribed conditions therefore, no provision for tax has been made for the year.

#### **4.5 Financial instruments**

All the financial assets and financial liabilities are recognized at the time when the trust becomes a party to the contractual provisions of the instrument. Any gain or loss on de-recognition of the financial assets and financial liabilities is taken to the statement of income and expenditure.

a) **Financial assets**

The trust classifies its financial assets into the following categories: fair value through profit or loss, fair value through other comprehensive income, and amortized cost. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of financial assets at initial recognition. As at the reporting date, all of the trust's financial assets are carried at amortized cost.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at fair value through profit or loss:

- (i) It is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- (ii) Its contractual terms give rise, on specified dates, to cash flows that are solely payments of principal and interest on the outstanding principal amount.

A financial asset is initially measured at fair value plus transaction costs that are directly attributable to its acquisition.

**Impairment**

At each reporting date, the trust assesses whether the financial assets carried at amortized cost are credit-impaired. A financial asset is credit-impaired when one or more events that have detrimental impact on the estimated future cash flows of the financial assets have occurred.

If a financial asset is credit-impaired, the carrying amount is reduced through an allowance for impairment, and the related loss is recognized in statement of income and expenditure. Interest income on such assets is recognized on the net carrying amount (i.e., after deducting the loss allowance). Financial assets that are determined to be uncollectible are written off against the allowance.

b) **Financial Liabilities**

The trust classifies its financial liabilities into the following categories: fair value through profit or loss and amortized cost. The classification depends on the purpose for which the financial liabilities were incurred. Management determines the classification of financial liabilities at initial recognition. As at the statement of financial position date, all of the trust's financial liabilities are carried at amortized cost.

A financial liability is measured at amortized cost if it meets both of the following conditions and is not designated as at fair value through profit or loss:

(i) It is incurred within a business model whose objective is to settle obligations through contractual cash outflows; and

(ii) Its contractual terms give rise, on specified dates, to cash flows that are solely payments of principal and interest on the outstanding principal amount.

A financial liability is initially measured at fair value plus transaction costs that are directly attributable to its incurrence.

#### **4.6 Cash and bank balances**

Cash and bank balances are carried at nominal amount.

#### **4.7 Cash and cash equivalents**

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of the cash flow statement, cash and cash equivalents comprise cash in hand, deposits held with banks in current and savings accounts, and other short-term highly liquid investments with maturities of three months or less.

#### **4.8 Contingencies**

A contingent liability is disclosed when the entity has a possible obligation as a result of past events, existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or the entity has a present legal or constructive obligation that arises from past events, but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability.

#### **4.9 Donation**

Donations are recognized as income as and when received. Donations received in kind are recognized at the fair value prevailing at the time of receipt of such donation.

Grants and donations received for revenue expenditure are taken to income and expenditure account.

Donations restricted in its use by the donors are utilised for the purpose specified and are classified as donations under restricted fund account. Any income made from such restricted donations is also credited directly in the restricted fund account.

#### **4.10 Deferred grant**

The Trust initially recognises conditional grants related to expenses as deferred income at fair value if there is reasonable assurance that they will be received and the Trust will comply with the conditions associated with the grants. Grants related to expenses are recognised in statement of income and expenditure when its related costs are recognised as expenses in statement of income and expenditure.

#### **4.11 Provisions**

Provisions are recognized when the Trust has a 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.

#### **4.12 Trade and other payables**

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for the goods and services received, whether billed or not to the Trust.

#### **4.13 Related party transactions**

Transactions with related parties are based on normal commercial rates and agreed terms as approved by the trustees.

#### **4.14 Accumulated funds**

##### **a) Unrestricted fund**

Funds received for ongoing activities, without any restrictions on utilisation, are classified as unrestricted funds. These funds are recognised as income when received. The expenses incurred against such funds are recognised in the statement of income and expenditure as and when incurred.

##### **b) Restricted fund**

Reflect contributions with donor-imposed restrictions that do not expire and that typically allow for the income earned thereon to be expended consistent with donor intent.

#### **4.15 Significant accounting judgments and critical accounting estimates / assumptions**

The preparation of financial statements in conformity with the accounting and reporting standards requires the management to:

- exercise its judgments in process of applying the Trust's accounting policies, and

- use of certain critical accounting estimates and assumptions concerning the future.

The areas involving critical accounting estimates and significant assumptions concerning the future are discussed below:

**a) Property and equipment**

Management has made estimates of residual values, useful lives and recoverable amounts of certain items of property and equipment. Any change in these estimates in future years might affect the carrying amounts of the respective items of property and equipment with corresponding effect on the depreciation charge and impairment loss.

**b) Impairment**

The carrying amount of the Trust's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such indications exist, the asset's recoverable amount is estimated in order to determine the extent of impairment loss, if any.

5 PROPERTY AND EQUIPMENT

Operating fixed assets

Particulars	Cost		Rate %	Accumulated Depreciation		W.D.V. As at June 30, 2025
	As at July 01, 2024	Addition during the year		As at July 01, 2024	Charge for the year	
<b>Owned</b>						
Furniture	1,852,341		10%	1,349,205	50,314	452,822
Office equipment	1,567,736	78,500	10%	804,775	84,146	757,315
Generator	51,000	-	10%	34,995	1,601	14,405
Medical equipments	178,605	-	10%	61,421	11,718	105,466
<b>Total Rupees - 2025</b>	<b>3,649,682</b>	<b>78,500</b>		<b>2,250,396</b>	<b>147,779</b>	<b>1,330,007</b>
<b>Total Rupees - 2024</b>	<b>3,579,382</b>	<b>70,300</b>		<b>2,094,922</b>	<b>155,476</b>	<b>1,399,285</b>

	Note	2025 Rupees	2024 Rupees
<b>6</b>	<b>Long term security deposits</b>		
	Security deposit	600,000	600,000
	Deposits against rental premises	4,275,000	1,975,000
		<u>4,875,000</u>	<u>2,575,000</u>
<b>7</b>	<b>PREPAYMENTS</b>		
	Prepaid insurance	34,542	30,097
<b>8</b>	<b>CASH AND BANK BALANCES</b>		
	Cash in hand	254,417	147,583
	Cash at bank in current account	34,846,902	1,771,854
		<u>35,101,319</u>	<u>1,919,437</u>
<b>9</b>	<b>DEFERRED CAPITAL GRANT</b>		
	Balance as at July 01	-	40,000,000
	Grant received during the year	9.1	-
	Released to income and expenditure to the extent of expenses	-	(40,000,000)
	Balance as at June 30	<u>-</u>	<u>-</u>
9.1	This represents Grant received from Government of Sindh and utilized specifically for the intended purpose.		
<b>10</b>	<b>ACCRUED LIABILITIES</b>		
	Salaries payable	4,087,430	3,542,819
<b>11</b>	<b>OTHER PAYABLE</b>		
	Others	585,235	90,457

These mainly comprise withholding tax deducted under sections 149 and 153 of income tax ordinance, 2001.

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at the reporting date (2024: Nil).

	Note	2025 Rupees	2024 Rupees
<b>13 DONATION AND OTHERS</b>			
Government of Sindh – Restricted grants		-	40,000,000
Government of Sindh – Unrestricted grants		120,000,000	-
Other donations	13.1	66,160,303	54,519,089
Patient and consulting fee		3,389,578	4,031,105
		<u>189,549,881</u>	<u>98,550,194</u>
<b>13.1 OTHER DONATIONS</b>			
Indus Health Network		24,913,471	14,175,000
CJMF Foundation		-	22,304,948
Donations from British Asian Trust (BAT)		13,936,500	11,210,000
Others		27,310,332	6,829,140
		<u>66,160,303</u>	<u>54,519,089</u>
<b>14 DIRECT EXPENSES</b>			
Salaries, allowance and other benefits		40,475,148	35,517,844
Rent expense		11,594,827	7,873,437
Patients welfare expense		63,126,906	45,012,319
Electricity charge		7,192,927	7,096,580
Repair and maintenance		8,368,354	5,999,382
		<u>130,758,162</u>	<u>101,499,562</u>
<b>15 ADMINISTRATIVE EXPENSES</b>			
Salaries, allowances and other benefits		7,142,673	6,267,855
Repair and maintenance		1,476,768	1,058,714
Printing and stationery		1,139,455	961,262
Telephone, water and gas charges		3,837,468	2,689,391
Insurance expense		92,114	90,803
Fuel expense		2,690,001	2,369,530
Bank charges		8,289	36,289
Depreciation	5	147,779	155,476
Legal and professional charges		73,880	102,600
Education expenses		4,737,535	692,252
Miscellaneous expenses		1,534,284	637,316
Travelling expense		1,533,813	311,448
		<u>24,414,059</u>	<u>15,372,938</u>

**16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

The related parties comprise of related group companies, local associated companies, trustees, directors and key management personnel. Key transactions with related parties other than disclosed elsewhere in the financial statements are as follows:

**16.1 NAME AND NATURE OF RELATIONSHIP**

<b>Name of Related party</b>	<b>Nature of Relation</b>
Alson Autoparts (Private) Limited	Associated Company
Alson Industries (Private) Limited	Associated Company
Alson Technologies (Private) Limited	Associated Company
Alson Tatsuno (Private) Limited	Associated Company
AAS Recovery Center	Associated Undertaking
Abdul Rehman Allana	Director

No transactions were entered into with related parties during the year, and there are no outstanding balances as at the reporting date.

**17 NUMBER OF EMPLOYEES**

The number of employee as at year end were 83 (2024: 95).

**18 CORRESPONDING FIGURES**

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and for better presentation However, there is no material reclassification to report.

**19 DATE OF AUTHORIZATION FOR ISSUE**

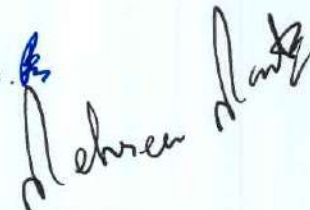
The Board of Trustees authorized these financial statements for issue on  
16 SEP 2025

**20 GENERAL**

Figures have been rounded off to the nearest Pakistani rupee unless stated otherwise.



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