S.I.T.E. Association Of Industry

(A Company Limited By Guarantee)

Financial Statements
For the year ended June 30, 2026

REANDA

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SITE ASSOCIATION OF INDUSTRY (A COMPANY LIMITED BY GUARANTEE) REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the annexed financial statements of **SITE Association of Industry (A Company Limited By Guarantee)** which comprise the statement of financial position as at June 30, 2026, the statement of income and expenditure, the statement of changes in funds, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of income and expenditure, the statement of changes in funds and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2026 and of the surplus, the changes in funds and its cash flows for the year then ended.

Basis for Opinion

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 Company 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.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The Other Information comprises the information included in the Company's Annual Report does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the Other Information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Other Information and, in doing so, consider whether the Other Information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this Other Information, we are required to report that fact. We have nothing to report in this regard.

Reanda Haroon Zakaria Aamir Salman Rizwan & Company
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Responsibilities of Management for the Financial Statements

Management 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 the requirements of Companies Act, 2017(XIX of 2017) and for such internal control as management 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 is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Management is responsible for overseeing the Company'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 to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the Company'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 Company'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 Company to cease to continue as a going concern.

REANDA

- 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 the management 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.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);

b) the statement of financial position, the statement of income and expenditure, the statement of changes in funds and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;

c) investments made, expenditure incurred and guarantees extended during the year were for the Company's business; and

d) No zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is **Farhan Ahmed Memon**.

M. Reanda Haroon Zakaria Aamir Salman Rizwan & Co.

Reanda Haroon Zakaria Aamir Salman Rizwan & Company
Chartered Accountants

Place: Karachi
Dated: 01 SEP 2026

UDIN: AR202610147tfCQNm8Sz

SITE ASSOCIATION OF INDUSTRY
(A COMPMANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	Note	*2026* *Rupees*	*2025* *Rupees*
ASSETS			
Non-Current Assets			
Property and equipment	4	**27,849,244**	23,605,788
Long term deposits	5	**755,090**	655,090
		28,604,334	24,260,878
Current Assets			
Short term investments	6	**2,162,494,396**	108,701,361
Loans, advances, prepayments and other receivables	7	**737,186**	378,882
Tax refunds due from government		**672,206**	648,559
Deffered Tax Asset	8	**-**	-
Profit receivable on bank deposits		**78,532**	62,524
Cash and bank balances	9	**6,755,627**	10,361,511
		2,170,737,947	120,152,837
Total Assets		**2,199,342,281**	144,413,715
FUNDS AND LIABILITIES			
Funds			
General Fund	10	**41,627,884**	37,413,370
Site Self Security System Fund	11	**112,732,330**	87,636,376
Grant in Aid from Sindh Government	12	**2,026,463,487**	-
		2,180,823,701	125,049,746
Non-Current Liabilities			
Security deposit from tenant		**25,000**	25,000
Current Liabilities			
Unearned annual subscription		**8,853,750**	8,902,500
Creditors for services	13	**6,680,862**	7,097,879
Accrued and other liabilities	14	**2,958,968**	3,338,590
		18,493,580	19,338,969
Contingencies & Commitments	15		
Total Funds and Liabilities		**2,199,342,281**	144,413,715

The annexed notes from 1 to 26 form an integral part of these financial statements.

President	*Secretary General*	*Chairman Finance Committee*

SITE ASSOCIATION OF INDUSTRY
(A COMPMANY LIMITED BY GUARANTEE)
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2026

	Note	*2026 Rupees*	*2025 Rupees*
INCOME			
Fees & subscription	16	**13,708,750**	14,397,500
Other income	17	**11,126,298**	10,460,857
		24,835,048	24,858,357
EXPENDITURE			
Salaries and other benefits		**8,247,704**	7,055,681
Entertainment		**2,348,608**	2,074,711
Utilities	18	**832,782**	783,243
Depreciation	4	**2,224,876**	2,069,101
Repairs and maintenance		**1,464,661**	1,775,192
Rent, rates and taxes		**42,643**	-
Fees & subscription	19	**102,315**	69,891
Postage, telephone and Internet		**492,426**	380,646
Public relations		**774,370**	501,270
Printing and stationery		**353,896**	225,161
IT related services		**934,547**	932,530
Legal and professional		**1,028,916**	194,344
Travelling and conveyance		**207,672**	303,975
Sundry charges		**569,717**	398,179
Newspaper & periodicals		**26,965**	26,560
Audit fee	20	**172,500**	140,000
Bank charges		**15,205**	565
Write off- tax refund due from government		**187,188**	-
Solar Panel Maintenace		**90,360**	69,500
Total Expenses		**(20,117,350)**	(17,000,549)
Surplus for the year before Taxation and Levies		**4,717,698**	7,857,809
Levies	21	**(244,597)**	-
Surplus for the year before Taxation and Levies		**4,473,101**	7,857,809
Taxation	22	**(258,587)**	-
Surplus for the year		**4,214,514**	7,857,809

The annexed notes from 1 to 26 form an integral part of these financial statements.

President	*Secretary General*	*Chairman Finance Committee*

SITE ASSOCIATION OF INDUSTRY
(A COMPMANY LIMITED BY GUARANTEE)
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2026

	Note	*General Fund*	*Contingency Fund*	*Social Welfare Fund*	*Site Self Security System Fund*	*Grant in Aid Fund From Sindh Government*	*Total*
		----------	----------	----------	*Rupees*	----------	----------
Balance as at June 30, 2024		26,048,773	1,773,821	1,732,967	66,017,342	-	95,572,903
Received during the year		-	-	-	54,590,600	-	54,590,600
Surplus for the year		7,857,809	-	-	-	-	7,857,809
Utilized/refunded during the year		-	-	-	(32,971,566)	-	(32,971,566)
Transfers during the year	12.1	3,506,788	(1,773,821)	(1,732,967)	-	-	-
Balance as at June 30, 2025		**37,413,370**	**-**	**-**	**87,636,376**	**-**	**125,049,746**
Received during the year		**-**	**-**	**-**	**63,310,472**	**2,000,000,000**	**2,063,310,472**
Surplus for the year		**4,214,514**	**-**	**-**	**-**	**26,463,487**	**30,678,001**
Utilized/refunded during the year		**-**	**-**	**-**	**(38,214,518)**	**-**	**(38,214,518)**
Transfers during the year		**-**	**-**	**-**		**-**	**-**
Balance as at June 30, 2026		**41,627,884**	**-**	**-**	**112,732,330**	**2,026,463,487**	**2,180,823,701**

The annexed notes from 1 to 26 form an integral part of these financial statements.

President *Secretary General* *Chairman Finance Committee*

SITE ASSOCIATION OF INDUSTRY
(A COMPMANY LIMITED BY GUARANTEE)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 Rupees	2025 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the year		**4,717,698**	7,857,809
Adjustments for:			
Depreciation		**2,224,876**	2,069,101
Profit on bank deposits		**(644,722)**	(608,717)
Profit on Investments in Mutual Funds		**(8,832,194)**	(8,337,061)
Write off- tax refund due from government		**187,188**	-
Bank charges		**15,205**	565
		(2,331,949)	981,697
(Increase) / decrease in current assets			
Loans, advances, prepayments and other receivables		**(358,304)**	(217,240)
Increase / (decrease) in current liabilities			
Unearned annual subscription		**(48,750)**	37,500
Creditors for services		**(417,017)**	1,408,588
Accrued and other liabilities		**(379,622)**	3,017,806
		(1,203,693)	4,246,654
Cash generated from / (used in) operations		**(3,535,642)**	5,228,351
Bank charges paid		**(15,205)**	(565)
Taxes paid		**(714,019)**	(648,559)
Net cash generated from operating activities		**(4,264,866)**	4,579,227
B. CASH FLOWS FROM INVESTSTING ACTIVITIES			
Capital expenditure		**(6,468,330)**	(3,219,025)
Profit received on bank deposits		**628,714**	572,695
Profit on Investments in Mutual Funds		**8,832,194**	8,337,061
Long term deposits - net		**(100,000)**	(24,000)
Investment in mutual funds- net		**(2,053,793,035)**	(22,310,834)
Net cash used in from investing activities		**(2,050,900,457)**	(16,644,103)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
General fund - net		-	3,506,788
Contingency Fund - net		-	(1,773,821)
Social Welfare Fund - net		-	(1,732,967)
Grant in Aid from Sindh Government		**2,026,463,487**	-
Site Self Security System Fund - net		**25,095,952**	21,619,034
Net cash generated from financing activities		**2,051,559,439**	21,619,034
Net increase / (decrease) in cash and cash equivalents (A+B+C)		**(3,605,884)**	9,554,158
Cash and cash equivalents at the beginning		**10,361,511**	807,353
Cash and cash equivalents at the end	9	**6,755,627**	10,361,511

The annexed notes from 1 to 26 form an integral part of these financial statements.

President	***Secretary General***	***Chairman Finance Committee***

SITE ASSOCIATION OF INDUSTRY
(A COMPMANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF OPERATIONS

The Company was registered under the Companies Act VII of 1913 vide registration no 1441 of 1963 - 64 dated 22 July, 1963, subsequently superseded by Companies Ordinance, 1984 (Repealed with the enactment of Companies Act, 2017 on May 2017).

The principal activity of the Company is to promote, foster, encourage, protect and advance the interest of members engaged in industry.

The Company's registered office is situated at Aiwan - e - Sanat, H-16, Textile Avenue, SITE, Karachi.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards for Small and Medium - Sized Entities (IFRS for SMEs) issued by the international Accounting Standard Boards (IASB) as notified under the Companies Act , 2017.

- Accounting Standards for Not for Profit Organizations (Accounting Standards for NPOs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and

- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS for SMEs or Accounting Standards for NPOs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

The company is applying tax exemption certificate u/s 159 (1)(a) of the Income Tax Ordinance, 2001, as it operates and is registered as an NPO under this Ordinance.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except as otherwise disclosed. Further, accrual basis of accounting has been followed except for as disclosed in relevant policies stated hereunder.

2.3 Functional and presentation currency

The financial statements are presented in Pakistan Rupees, which is also The Company's functional currency.

2.4 *Critical accounting 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 the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made by management in the application of approved accounting standard as, applicable in Pakistan, that have significant effect on the financial statements and estimates with a significant risk of material judgment in the next year are as follows: -

a) Property and equipment

The Company estimates the rate of depreciation of property and equipment. Further, The Company reviews the value of the assets for possible impairment on an annual basis. Any change in the estimates in future years might affect the carrying amounts of the respective items of property and equipment with a corresponding effect on the depreciation charge and impairment.

3 *MATERIAL ACCOUNTING POLICY INFORMATION*

3.1 *Property and equipment*

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. The depreciation is charged to the income using the reducing balance method at the rates specified in the relevant note to the financial statements. Full year's depreciation is charged on additions during the year, whereas no depreciation is charged in the year of disposal.

Maintenance and normal repairs are charged to statement of income and expenditure as and when incurred. Major renewals and improvements are capitalized and assets so replaced, if any, are written off.

Gain / (loss) on disposal of Property and equipment is recognized in the statement of income and expenditure.

3.2 *Impairment*

The Company assesses at each reporting date whether there is any indication that Property and equipment may be impaired. If such condition exists and where the carrying values exceeds the estimated recoverable amount, the assets or cash - generating units are written down to their recoverable amount and the differences are recognized in the statement of income and expenditure.

3.3 *Financial instrument*

All the financial assets and financial liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Any gain or losses on derecognition of the financial assets and financial liabilities are taken to statement of income and expenditure currently. Financial assets are stated at their nominal value as reduced by the appropriate allowances for estimating irrecoverable amount. Mark up bearing financial liabilities are recorded at the gross proceeds received. Other financial liabilities are stated at their nominal value.

3.4 *Offsetting of financial assets and financial liabilities*

Financial asset and financial liability is set off and the net amount is reported in the statement of financial position if the Company has a legal right to set off the transaction and also intends either to settle on a net basis or to realize the asset and settle the liability simultaneously. Corresponding income on assets and charge on liability is also offset.

3.5 *Investment*

3.5.1 *In TFCs*

Investments in TFCs are stated at cost. Profit is recognized on statement of income and expenditure on accrual basis.

3.5.2 *In mutual funds*

Investments in mutual funds are classified as at fair value - through profit or loss. Gains or losses on such investments are recognized in statement of income and expenditure.

3.6 *Trade and other receivables*

Trade debts and other receivables are carried at original invoice amount less an estimate made for doubtful debts and other receivables based on a review of all outstanding amounts at the year end. Bad debts and other receivables are written off when identified.

3.7 *Advances, prepayments and deposits*

These are stated at the amounts originally disbursed. Provision is made for the amounts considered doubtful, if any, and the amounts considered irrecoverable are written off.

3.8 *Cash and cash equivalents*

For the purpose of statement of cash flows, cash and cash equivalents consist of cash in hand and balances with bank.

3.9 *Accrued and other liabilities*

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

3.10 *Taxation*

It is a Not for Profit Organization (NPO) and collectively formulates strategies on all issues of common interests and addresses business concerns of the members. Management is of the opinion that its income is not taxable being NPO. Where any provision has been made in the financial statements for taxation, it will be in accordance with the Income Tax Ordinance, 2001.

3.11 *Income*

Fees and subscription is recognized on accrual basis.

Profit on bank deposits is recorded on accrual basis using effective profit rates.

Rental income is recognized on accrual basis.

3.12 *Related party transactions*

Transactions and contract with the related parties are based on the policy that all transactions between the Company and related parties are carried out at arm's length prices which are determined in accordance with the methods prescribed in the Companies Act, 2017.

4 PROPERTY AND EQUIPMENT

4.1 Operating fixed assets

Description	Cost				Rate	Accumulated depreciation			Written down value as at June 30, 2026
	As at July 1, 2025	Additions / (disposal)	Transfers from CWIP	As at June 30, 2026		As at July 1, 2025	Charge for the year / (disposal)	As at June 30, 2026	
	----- Rupees -----					----- Rupees -----			
Leased land - industry house	1,174,350	-	-	1,174,350	0%	-	-	-	1,174,350
Office building	8,939,245	5,543,128	-	14,482,373	5%	2,766,943	585,771	3,352,714	11,129,659
Site self security building	9,611,074	-	-	9,611,074	5%	2,893,104	335,899	3,229,003	6,382,071
Furniture and fixture	1,570,218	-	-	1,570,218	10%	912,177	65,804	977,981	592,238
Electric appliances	2,050,996	9,900	-	2,060,896	20%	1,325,398	147,100	1,472,498	588,398
Office equipment	3,575,631	96,588	-	3,672,219	10%	1,965,135	170,709	2,135,844	1,536,375
Fire fighting equipment	384,680	687,500	-	1,072,180	10%	38,468	103,371	141,839	930,341
Postal franking machine	14,850	-	-	14,850	10%	14,850	-	14,850	-
Vehicles	2,672,549	-	-	2,672,549	20%	1,541,354	226,239	1,767,593	904,956
Library books	42,499	-	-	42,499	10%	40,667	183	40,850	1,649
Computer with printers	1,084,530	131,214	-	1,215,744	25%	875,627	85,030	960,657	255,088
Gas generator	120,000	-	-	120,000	20%	119,424	115	119,539	461
Diesel generator	1,368,500	-	-	1,368,500	20%	1,180,265	37,647	1,217,912	150,588
Solar electric system	6,194,346	-	-	6,194,346	10%	1,524,268	467,008	1,991,276	4,203,070
Rupees 2026	**38,803,468**	**6,468,330**	**-**	**45,271,798**		**15,197,680**	**2,224,876**	**17,422,556**	**27,849,244**
Rupees 2025	35,584,443	3,219,025	-	38,803,468		13,128,579	2,069,101	15,197,680	23,605,788

		Note	2026 Rupees	2025 Rupees
5	**LONG TERM DEPOSITS**			
	Against utilities			
	Sui Southern Gas Company Limited		**15,350**	15,350
	Pakistan Telecommunication Company Limited		**2,250**	2,250
	K - Electric		**490**	490
	Mehran Bottlers (Pvt) Limited		**13,000**	13,000
	Pakistan State Oil Company Limited		**700,000**	600,000
	Pakistan Beverage Limited		**24,000**	24,000
			755,090	655,090

6 SHORT TERM INVESTMENTS

	Note	2026	2025
At fair value through profit or loss			
Meezan Funds	6.1	**35,676**	108,701,361
HBL Funds	6.2	**137,497,879**	-
HBL Funds-Project Specific	6.3 & 6.5	**1,316,705,294**	-
UBL funds-Project Specific	6.4 & 6.5	**708,255,547**	-
		2,162,494,396	108,701,361

6.1 In Meezan Funds

Number of units 2026	Number of units 2025			2026	2025
2,113,667	1,727,611	Opening		**108,701,361**	86,390,527
		Investment during the year		**-**	14,000,000
		Profit realized (net of tax)		**885,090**	8,337,061
		Disinvestments during the year		**(109,550,775)**	(26,227)
679	2,113,667	Meezan Sovereign Fund	6.1.1	**35,676**	108,701,361

6.1.1 The company invested in Al Meezan Investment Management Limited under MSF. The units under these investments are valued using NAV values as at the year end.

6.2 In HBL funds

Number of units 2026	Number of units 2025		2026 Rupees	2025 Rupees
-	-	Opening	-	-
		Investment during the year	**119,249,405**	-
		Profit realized (net of tax)	**18,248,474**	-
1,348,290	-	HBL Islamic Money Market Fund	**137,497,879**	-

6.2.1 The company invested in HBL Asset Management Limited under ISMMF. The units under these investments are valued using NAV values as at the year end.

6.3 *In HBL funds- Project Specific*

Number of units 2026	2025		Note	2026 Rupees	2025 Rupees
-	-	Opening		-	-
		Investment during the year	6.5	**1,300,000,000**	-
		Profit realized (net of tax)		**16,705,294**	-
13,033,163	-	HBL Islamic Saving Fund		**1,316,705,294**	-

6.3.1 The company invested in HBL Asset Management Limited under ISAVF Plan-I. The units under these investments are valued using NAV values as at the year end.

6.4 *In UBL funds- Project Specific*

Number of units 2026	2025		Note	2026 Rupees	2025 Rupees
-	-	Opening		-	-
		Investment during the year	6.5	**700,000,000**	-
		Profit realized (net of tax)		**9,750,982**	-
		Disinvestments during the year		**(1,495,435)**	-
7,046,526	-	Al-Ameen Islamic Cash Plan		**708,255,547**	-

6.4.1 The company invested in UBL Funds under Al-Ameen Islamic Cash Plan-I (Class-A). The units under these investments are valued using NAV values as at the year end.

6.5 This represents grant-in-aid received for the development and rehabilitation of infrastructure in the Industrial Zones of Karachi. Pending utilization, the funds are invested in mutual funds, and the resulting gain/(loss) is accumulated until completion of the project.

7 *LOANS, ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES*

	Note	2026 Rupees	2025 Rupees
Unsecured profit free loans - considered good			
To staff		**218,555**	233,055
Advances			
To staff		**3,150**	5,150
Against expenses		**835**	835
		3,985	5,985
Prepayments		**7,000**	7,000
Other receivables		**507,646**	132,842
		737,186	378,882

8 *DEFERRED TAX ASSET / (LIABILITY)*

	2026	2025
Relating to deductible / (taxable) temporary difference		
Accelerated tax depreciation	**(1,662,796)**	-
Minimum tax impact	**244,597**	-
Unadjusted business losses	**723,862**	-
Unabsorbed Tax Depreciation	**1,572,917**	-
	878,580	-
Deferred tax asset not recognized	**(878,580)**	-
	-	-

Deferred tax asset on unused tax losses has not been recognized, as the availability of sufficient future taxable profits to utilize such losses cannot be reasonably ascertained. Accordingly, on a prudent basis, the deferred tax asset has not been recognized.

9 CASH AND BANK BALANCES	Note	2026 Rupees	2025 Rupees
Cash in hand		**108,019**	21,238
Cash at bank			
- In profit or loss sharing accounts (PLS)	9.1	**6,407,605**	10,109,510
- In current accounts		**240,003**	230,763
		6,647,608	10,340,273
		6,755,627	10,361,511

9.1 The profit or loss sharing accounts (PLS) carry profit rate ranging from 10% to 14% (2025: 14% to 20%) per annum.

10 GENERAL FUND	Note	2026 Rupees	2025 Rupees
Balance as at beginning of the year		**37,413,370**	26,048,773
Surplus/ Deficit		**4,214,514**	7,857,809
Transfer from funds	12.1	**-**	3,506,788
Utilization of funds		**-**	-
Balance as at end of the year		**41,627,884**	37,413,370

11 SITE SELF SECURITY SYSTEM FUND

	Note	2026 Rupees	2025 Rupees
Balance as at beginning of the year		**87,636,376**	66,017,342
Received during the year	11.1	**63,310,472**	54,590,600
Utilization of funds	11.2	**(38,214,518)**	(32,971,566)
Balance as at end of the year		**112,732,330**	87,636,376

11.1 Received during the year includes:

SSSS Receipts		**62,235,466**	52,990,600

11.2 Utilization of funds

Towards			
Rangers Security Guards (Private) Limited		**25,167,186**	21,665,723
Fuel for security mobiles		**5,261,945**	3,130,350
Miscellaneous		**79,987**	53,925
Utilities		**832,786**	783,243
Repairs and maintenance		**1,038,818**	680,860
SCMC Computer Expense		**8,200**	-
Salaries		**5,315,927**	4,676,819
Postage, telephone and Internet		**492,426**	380,646
Printing and stationary		**17,243**	-
Donation for model police station	11.3	**-**	1,600,000
		38,214,518	32,971,566

11.3 Donations amounting to Rs. nill (2025: 1,600,000) were collected from the members and utilized for the renovation and maintenance of the Model Police Station situated at Mauripur.

12 *GRANT IN AID FUND FROM SINDH GOVERNMENT*	*Note*	***2026*** ***Rupees***	*2025* *Rupees*
Balance as at beginning of the year		-	-
Received during the year	6.5	**2,000,000,000**	-
Surplus/Profit on Investments-net	6.4 & 6.3	**26,456,276**	-
Profit on bank deposit		**7,211**	-
Utilization of funds		-	-
Balance as at end of the year		**2,026,463,487**	-

13 *CREDITORS FOR SERVICES*

This includes liabilities in respect of Rangers Security Guards (Private) Limited and Fuel for Security Mobiles amounting to Rs. 6.157 (2025: Rs.6.789) Million and Rs. 0.523 (2025: Rs. 0.309) Million respectively and belong to Site Self Security System Fund.

14 *ACCRUED AND OTHER LIABILITIES*	*Note*	***2026*** ***Rupees***	*2025* *Rupees*
Accrued expenses		**758,421**	180,196
Security deposit from members	14.1	**2,000,000**	3,000,000
Audit fee payable		**172,500**	140,000
Others		**28,047**	18,394
		2,958,968	3,338,590

14.1 Security deposits received from members are held to ensure the protection and maintenance of infrastructure, including roads, and may be used to recover costs of any damages. Any unutilised portion is refunded to members.

15 *CONTINGENCIES & COMMITMENTS*

15.1 Contingencies

There is no contingency in respect of the following legal case on part of Site Association of Industries as this is instituted in the High Court of Sindh at Karachi to represent the Members of the Association:

	Name of the court, agency or authority	***Description of the factual basis of the proceedings and relief sought***	***Principal parties***	***Date instituted***
15.1.1	Sindh High Court	Site Association and others have filed a petition in respect of challenging the notices to various industries in pursuance of the Sindh Environmental Quality Standards filed before the Honorable High Court of Sindh at Karachi. The said Petition is pending before the Honourable High Court of Sindh till next hearing.	SITE Association and Sindh Environmental Quality Standards	2017

15.1.2 The Company has applied under **Section 2(36) of the Income Tax Ordinance, 2001** to avail exemption under **Section 100C**. The application is currently pending with the tax authorities.

15.2 Commitments

There are no commitments as at the date of statement of financial position (2025: nil).

	Note	2026 Rupees	2025 Rupees

16 FEES & SUBSCRIPTION

Annual subscription fee		**13,708,750**	14,397,500

17 OTHER INCOME

	Note	2026 Rupees	2025 Rupees
Rental income	17.1	**606,456**	508,144
Profit on bank deposits		**644,722**	608,717
Miscellaneous		**142,926**	169,935
NOC charges		**900,000**	837,000
Profit on Meezan Investment	17.2	**583,720**	8,337,061
Profit on Hbl Investment	19.3	**8,248,474**	-
		11,126,298	10,460,857

17.1 This represents amount in respect of rent of office premises in the association building rented out to All Pakistan Textile Processing Mills Association.

17.2 Profit on Meezan Investment (net of tax)

(Net of tax)

	2026 Rupees	2025 Rupees
Gross receipt	**885,849**	10,813,275
W.H.T deducted	**(302,129)**	(2,476,214)
	583,720	8,337,061

17.3 Profit on HBL Investment (net of tax)

	2026 Rupees	2025 Rupees
Gross receipt	**10,900,244**	-
W.H.T deducted	**(2,651,770)**	-
	8,248,474	-

18 UTILITIES

	2026 Rupees	2025 Rupees
Gross		
Electricity charges	**1,656,829**	2,033,289
Gas charges	**97,264**	97,980
Water charges	**318,840**	346,114
	2,072,933	2,477,383
Less: electricity charges recovered		
Electricity charges	**(255,691)**	(849,610)
Less: advance tax on electricity	**(151,675)**	(61,288)
Less: charged to site self security system fund		
Electricity charges	**624,732**	561,196
Gas charges	**48,632**	48,990
Water charges	**159,420**	173,057
Total Charged to Site Self Security System fund	**(832,786)**	(783,243)
	832,782	783,243

	2026 Rupees	2025 Rupees

19 FEES AND SUBSCRIPTION

	2026 Rupees	2025 Rupees
Employers Federation of Pakistan	**35,869**	29,891
Karachi Chamber of Commerce and Industry	**20,000**	16,500
SECP fee	**46,446**	23,500
Miscellaneous fee	**-**	-
	102,315	69,891

20 AUDIT FEE

	2026 Rupees	2025 Rupees
Annual audit fee	**150,000**	129,630
Sales Tax @ 15%	**22,500**	10,370
	172,500	140,000

21 LEVY

This represents final and minimum tax paid under section - of Income Tax Ordinance (ITO, 2001), representing levy in terms of requirements of IFRIC 21/IAS 37. Company has selected approach 2 of ICAP circular of (IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes) for the accounting treatment of final & minimum tax differential.

	2026 Rupees	2025 Rupees
Minimum tax u/s 113	**51,757**	-
Prior year adjustment	**192,840**	-
	244,597	-

22 Taxation

	2026 Rupees	2025 Rupees
Current	**140,698**	-
Prior year adjustment	**117,889**	-
	258,587	-

23 NUMBER OF EMPLOYEES

	2026	2025
	----- Number -----	
Number of employees as at year end	**26**	24
Average number of employees during the year	**25**	22

24 CORRESPONDING FIGURES

Previous year figures have been rearranged and/or reclassified, wherever necessary, for better presentation and classification.

25 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by President of the Company on 01 SEP 2026.

26 GENERAL

26.1 Figures in these financial statements have been rounded off to the nearest rupee.

26.2 Prior year's figures in these financial statements have been re-arranged / re-classified, where necessary, for better presentation.

President	***Secretary General***	***Chairman Finance Committee***