



CYTE FOUNDATION
CHANGING YOUTH THROUGH EDUCATION



Annual Report 2023

www.cytefoundation.com

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Message From The CHAIRMAN



YASAR RASHID

Chairman and Founder
CYTE Foundation



CHAIRMAN'S MESSAGE

Community is at the heart of everything we do at CYTE Foundation. It centers us as we live through the outbreak of the coronavirus, economic disruptions and political unrest-as well as the uncertainty of what might come next.

Though we cannot be confident of what the future holds, we can be clear and resolved in our mission: to lead positive systemic change that strengthens Pakistan. By leveraging the talents and resources of all sectors-public, private and philanthropic, we did what none of us could achieve on our own. By uniting the passion and commitment of donors, advisors, community leaders and nonprofits, we are creating sustainable solutions that will continue to affect lives for years to come.

At CYTE we say, "Changing Youth Through Education," and what we mean is that healing, growth, transformation and activism start inside you and me and radiate out to make a difference in the world. We recommit to open-minded learning, constant improvement and intentional evolution as individuals and as an organization. And, whether in the classroom, the garden, the kitchen, the athletics field, or anywhere else on our campus, we live by a set of values that informs the way we walk in the world: You have blessings to share and receive, and you are welcome to join us.

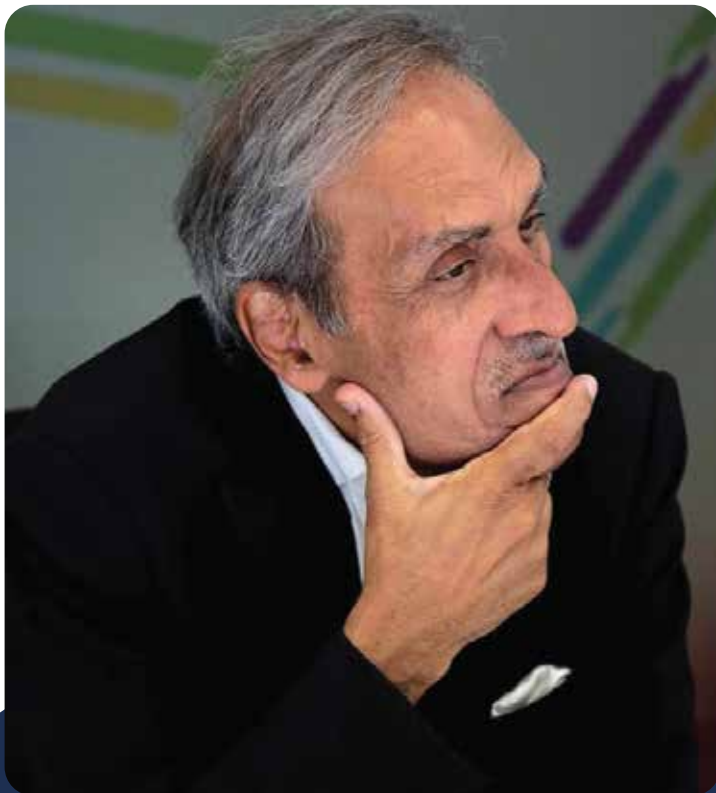
Come take a tour, get involved! Bring your energy and resources and find out how you can change the world, starting at CYTE.

Sincerely

YASAR RASHID

Chairman and Founder
CYTE Foundation

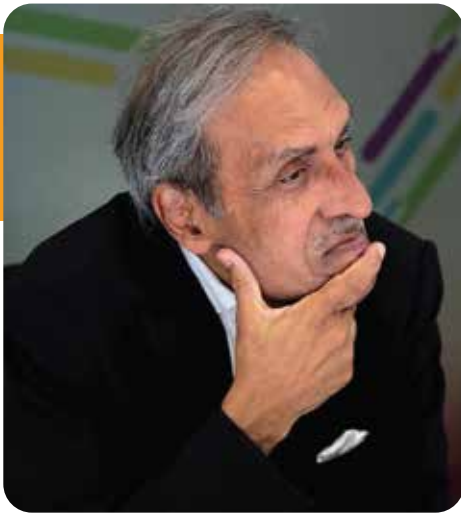
Message From The **DIRECTOR**



NASAR US SAMAD QURESHI

Director

CYTE Foundation



DIRECTOR'S MESSAGE

It is during times like these that I am proud to be a part of CYTE Foundation, working to advance equity, reduce disparities, & support communities across Pakistan. For 11 years, we have collectively addressed the most pressing community issues & funded innovative solutions to drive transformational change.

We know that each day is bringing significant challenges & pressures on the operations of nonprofit organizations, & on their leadership. In times like these, nonprofit organizations in our communities stand shoulder-to-shoulder, and we encourage you to stand at their backs.

Driving Effectiveness & Impact

We are seeing radical shifts in how the social sector works including the rise of impact investing, policy changes at the state and federal levels, and continuing increases in demand for vital safety-net services. To ensure our partners to not only compete but thrive in this new reality, we will be examining how to offer new and expanded services, strengthen our capacity building programs, create peer networks, & develop new funding partnerships.

Building Community & Collaboration

Breaking the cycle of poverty will require a committed effort that involves government, funders, the private sector, and nonprofit organizations themselves. Consequently, we want to build a space for collaborative efforts among all of our partners and stakeholders to address issues of equity, economic mobility, and ensuring access for all.

Adapting How We Work

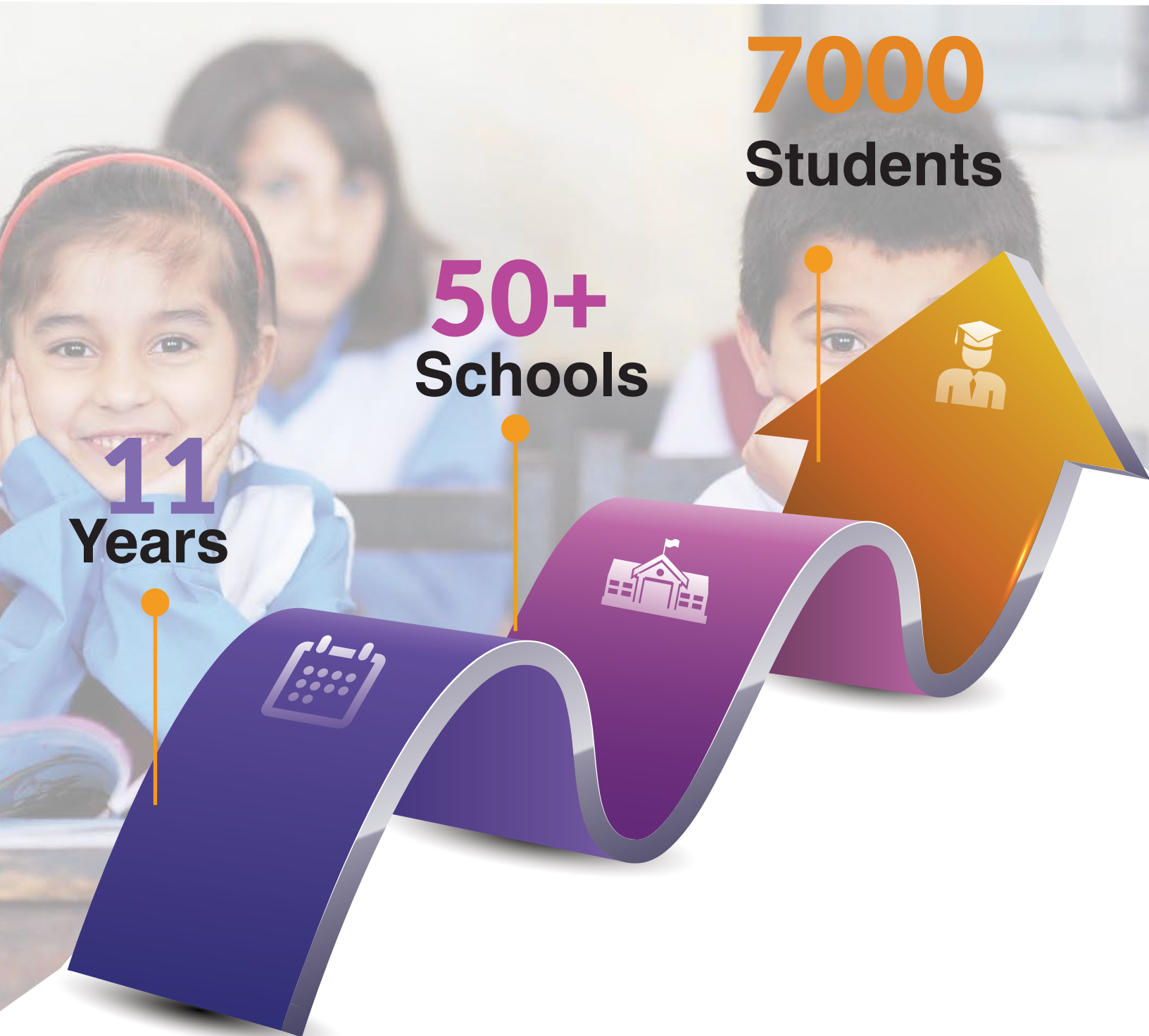
We are also improving the way we work as an organization. We are revitalizing our strategic plan and vision for how we deliver impact, exploring new systems and technology to better serve our partners, and improving our website to offer visitors an enhanced experience.

This is going to be a team effort. And I am deeply grateful to the entire team here at CYTE and our board for their support and assistance in helping me transition into this position. Thank you.

NASAR US SAMAD QURESHI

Director CYTE Foundation

JOURNEY



INTRODUCTION

CYTE Foundation is an educational NGO working in the education sector since 2013. With a belief that every child matters, we have taken it upon ourselves to educate every child. It is only through education that the children of today will become the guiding light for others. This is why we are helping local communities develop educationally.

EVERY CHILD MATTERS



THE CONCEPT

THE CORE PHILOSOPHY

If you struggle to do something for making education accessible to every child, then CYTE is your answer. Equip the deserving children with learning so that can become responsible citizens of Pakistan. The concept is specially designed to make children learn life skills at an early age. With a focus on holistic growth, we cover multiple areas that help children develop practical insights.



VISION



An Educated Pakistan

MISSION

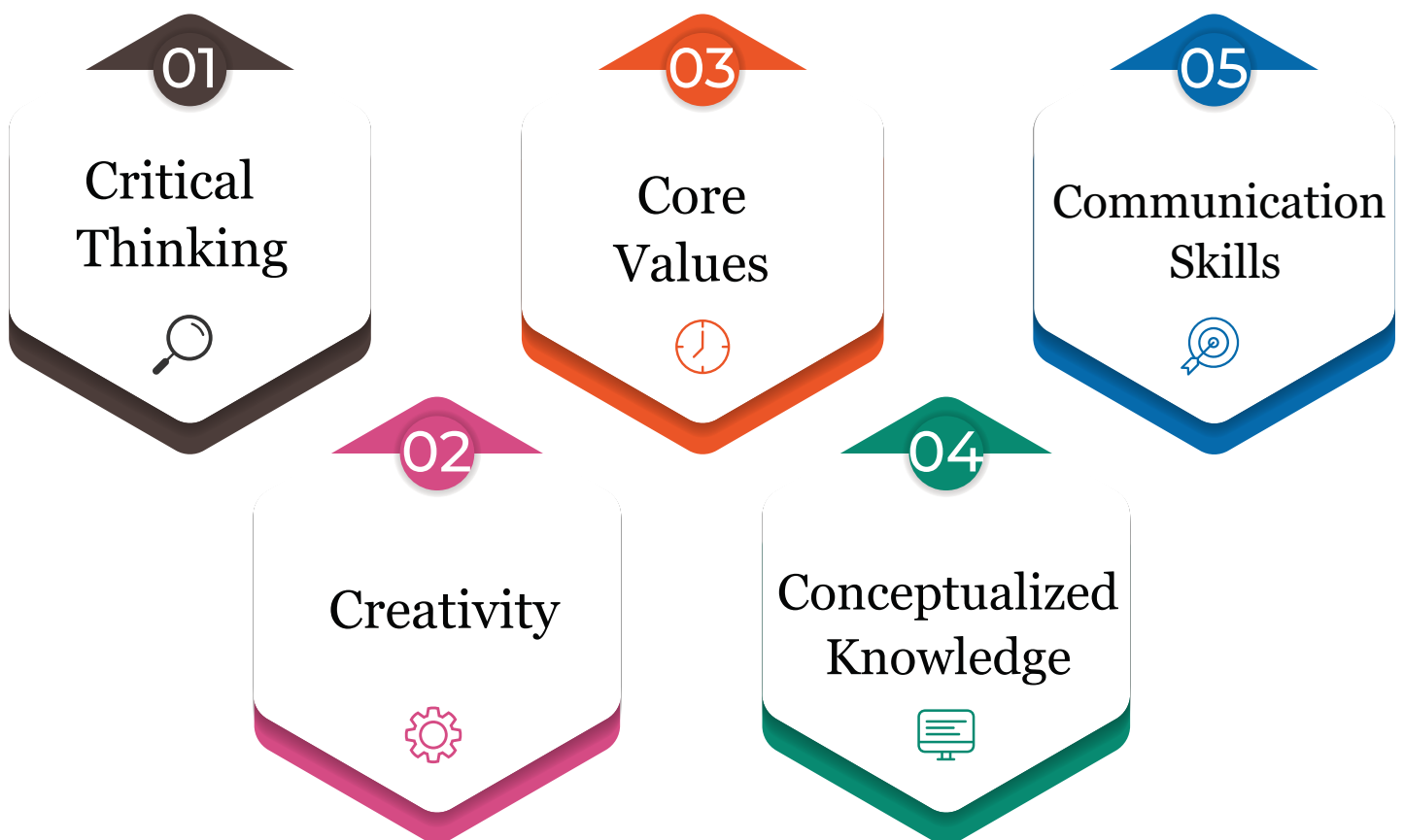


Make quality education accessible to under privileged families of Pakistan and help them create positive multiplier impact around their environment.



5C's

CYTE'S DEFINITION OF EDUCATION



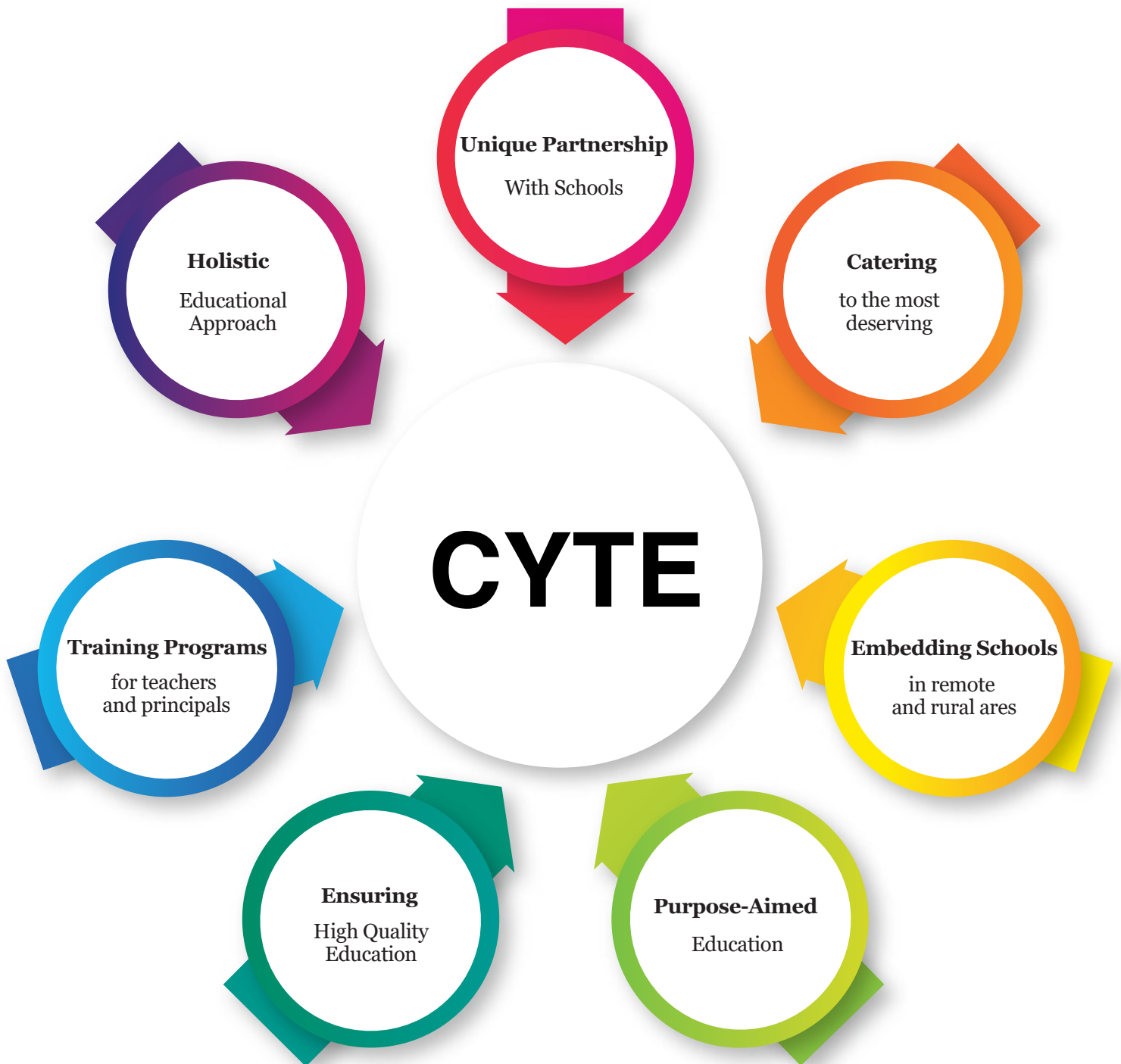
At CYTE, we believe that quality education goes far beyond the traditional classroom and book learning. 21st century education is based on the 5C's of learning that students can not only use in through their school but throughout their life. That is why we have identified critical thinking, creativity, conceptualized knowledge, communication skills and core values as the essential educational elements of CYTE Foundation.

HOW IT BENEFITS THE CHILDREN?

- ✔ A complete set of age specific learning activities delivered
- ✔ A developmental focus on important areas that are essential for holistic nourishment and growth
- ✔ Covers multiple themes like life building skills, manual skills, financial literacy, and much more



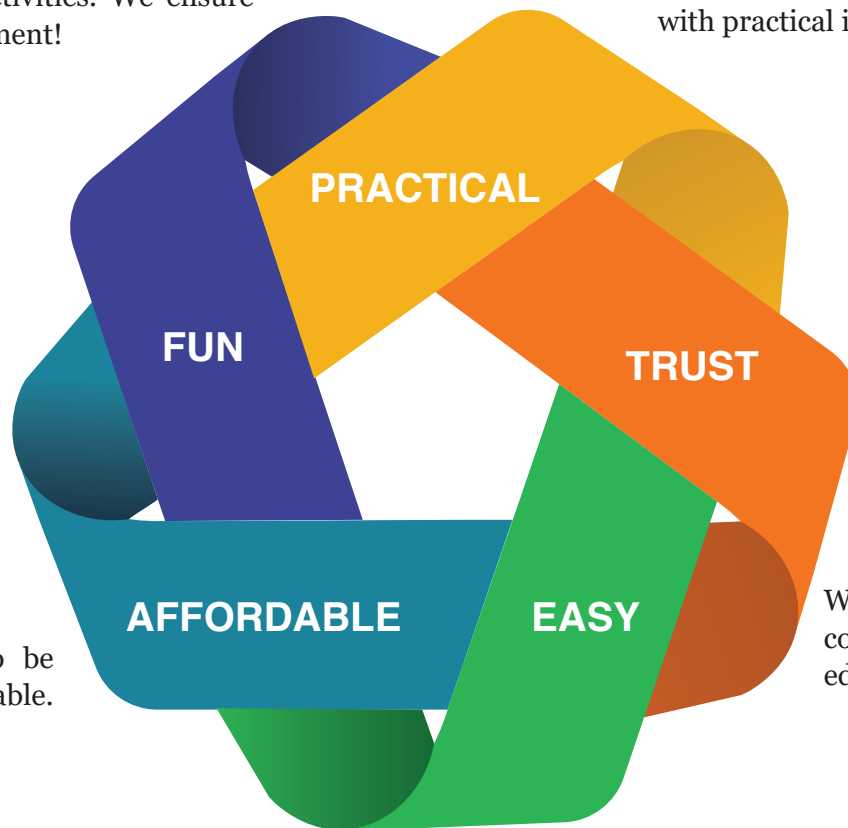
CYTE MODEL



CORE VALUES

Children love discovering the world through playful activities. We ensure to include that element!

All the educational activities with practical insights

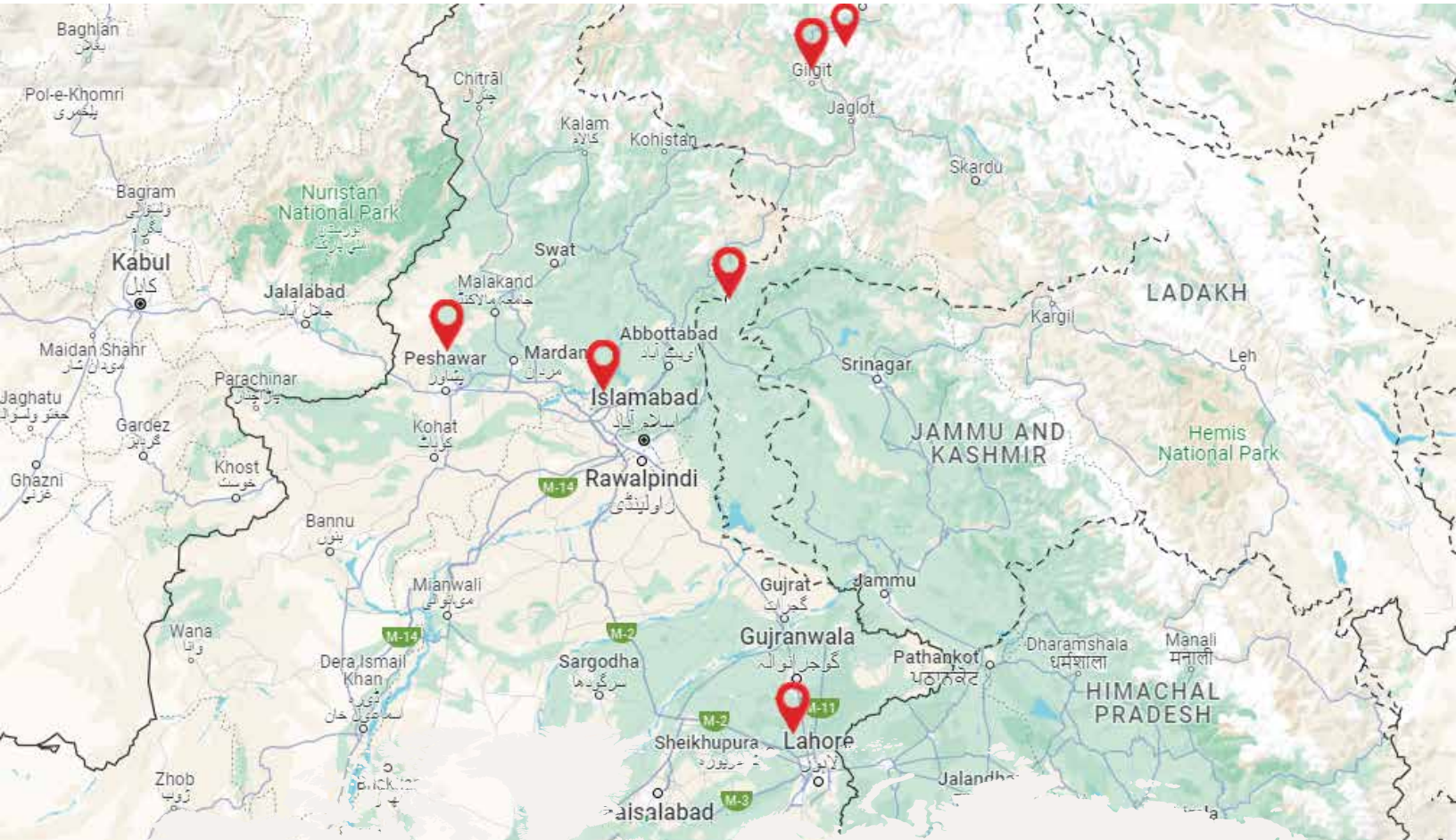


We want education to be affordable and sustainable. Quality is ensured

We ensure trust for collective decision making & educational improvement

We want to ease the lives of children by imparting them education. Our schools offer everything children need to learn at their age

WHERE WE WORK?



COMMUNITY BASED REHABILITATION

CYTE Foundation's actions are geared towards the betterment of the community. The areas we work in are remote and rural, which means that CYTE adopted schools generate economic activity in the region.

IMPORTANT FIGURES AT A GLANCE

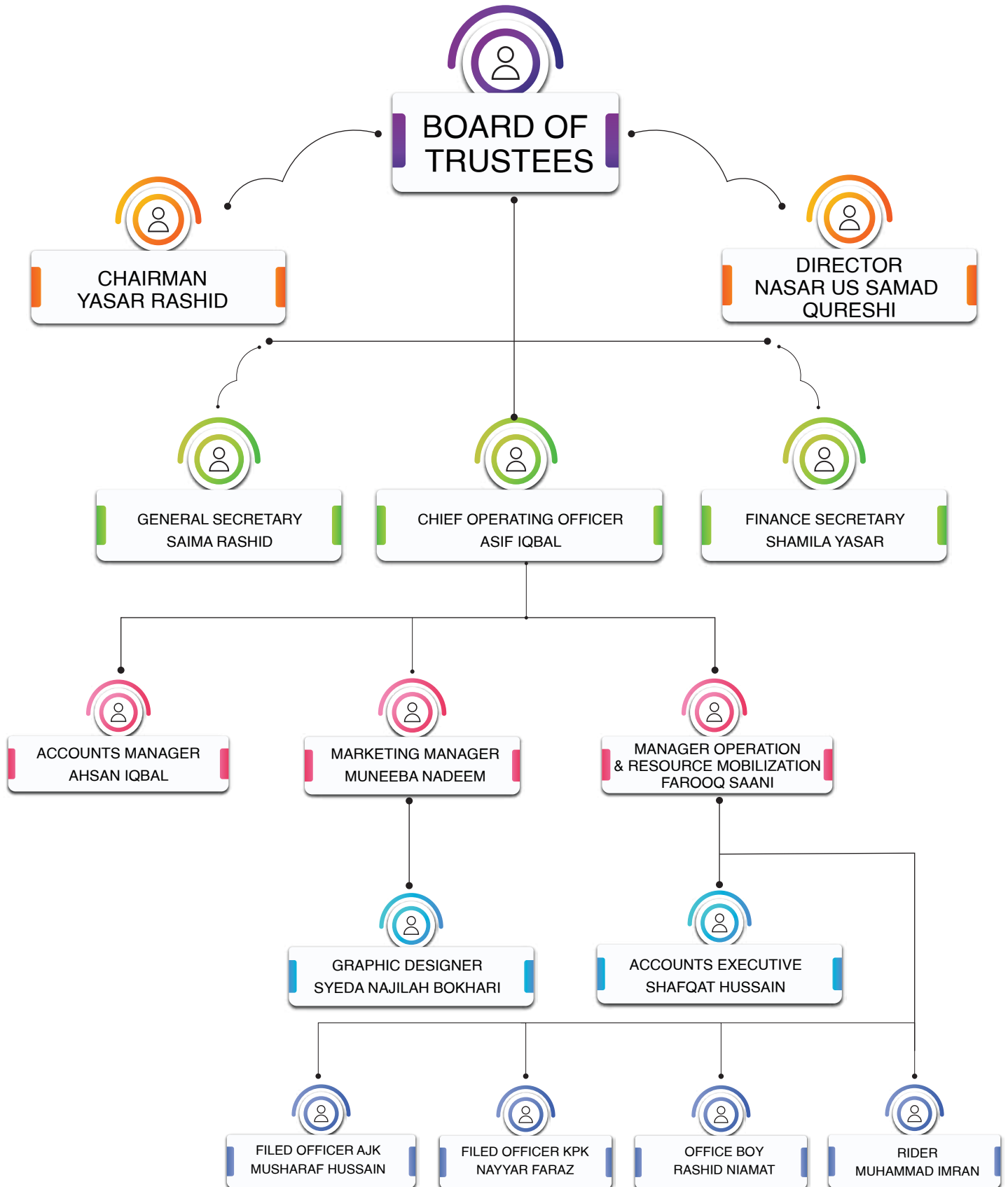
School Names	No.of Students
SAF Malikpur Lahore	400
The Smart School Lahore	800
Tahira Educational Grammer School Duban Pura Lahore	174
Fatima Grammar Public School Samamabad Lahore	50
Brightway Public School Changa Manga	110
Alfirdous Community School Islamabad	420
Sana Model Public School KPK	300
Al Suffa Model Public School KPK	300
Fatheen Learning Institute Mandoori KPK	195
Mustafai Model Public School Athmuqam AJK	330
Al Noor Model Science College Ashkot AJK	400
Noman Public School Kharigam AJ	230
Rising Star Public School AJK	160
Rising Public School Mirpura AJK	169
Mohai Ud Din Model Public School Hallamt AJK	150
Iqra Community Model School Ashkot AJK	215
AIMS School and College AJK	350

CYTE FOUNDATION

Total Number of Students

4753

Meet The Team





CYTE CHAPTERS

LAHORE CHAPTER

CYTE Foundation initiated its journey from Lahore in 2013 from where it has grown massively. CYTE Foundation has successfully established its mark through a team of competitive trainers. We are committed to upscale the educational paradigm of the country.



KASHMIR CHAPTER

CYTE Foundation is spreading the light of education in Neelum Valley, AJK. The schools are progressively moving forward. There is a very positive response from the society and parents are now willing to send their children to school despite the problematic conditions of the country.



KPK CHAPTER

CYTE Foundation established its KPK Chapter just a year ago. Since then, it is spreading the light of education in KPK quite rapidly. We have already registered hundreds of out of school children in our partnered schools. CYTE KPK Team is led by dynamic and hardworking KPK Chapter's President, Mr. Muhammad Shahab Khattak, who is working voluntarily and tirelessly for the cause. Mr. Khattak is an ex-banker and has worked over 30+



years in various countries at top positions. Soon CYTE will be reaching every district of KPK and ensure quality education to less privileged kids in our Partnered Schools.

GILGIT BALTISTAN CHAPTER

CYTE laid the foundation of the first school in a village in Ghizer. With the mission to educate every child of Pakistan, we are staying true to our cause. The work started on constructing a school for Nomads community living in Ishqomen, Ghizer, Gilgit-Baltistan. The whole community doesn't have any school in the area and donated their land for the school project. It is the first school in their area ever.



SCHOOL IMPROVEMENT

CYTE partners with existing private schools to bring improvement.

PHYSICAL INFRASTRUCTURE IMPROVEMENT

- Classroom improvement
- School infrastructure improvement
- Clean water system
- Science and computer labs
- Sports facilities

PROCESSES

- Curriculum development
- Lesson planning
- Teacher training

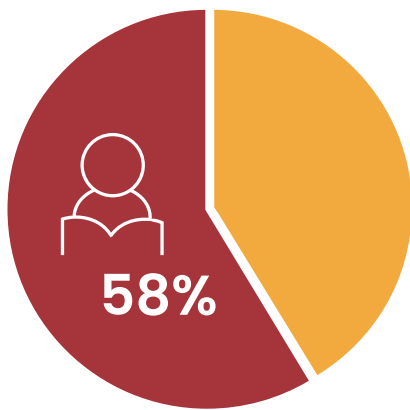
PARENT COUNSELLING

Parents need to be counselled to eliminate dropouts.

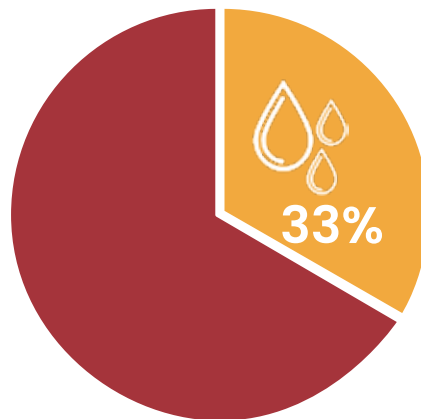
FINANCIAL VIABILITY

In the rural and remote areas, private schools are running on commercial basis, where affordability is an issue. CYTE partners with them to sponsor a set number of children which enhances their financial viability and helps them sustain through their expenses.

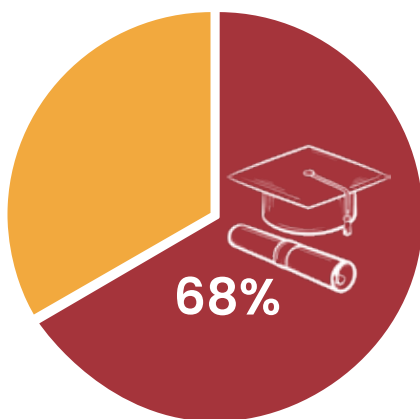
WHY EDUCATION?



The literacy rate of Pakistan



33% of Government Primary Schools did not have drinking water facility



Only 68% of Pakistani children finish primary school education

- There are 22.8 million boys and girls out of school
- Government spending on educational sector is 2.97% of its GDP

Features

CYTE Foundation has the following prominent features:

- Unique model of provision of education
- Single digit cost to donation ratio
- CYTE is managed by a team of volunteers, dedicated professional and qualified personnel keeping very low overhead costs
- Having TAX Exemption status for Donors under Section 2 [36] ITO-2001
- Transparent Child Adoption Program
- Donors can meet with their tagged family/student at any time

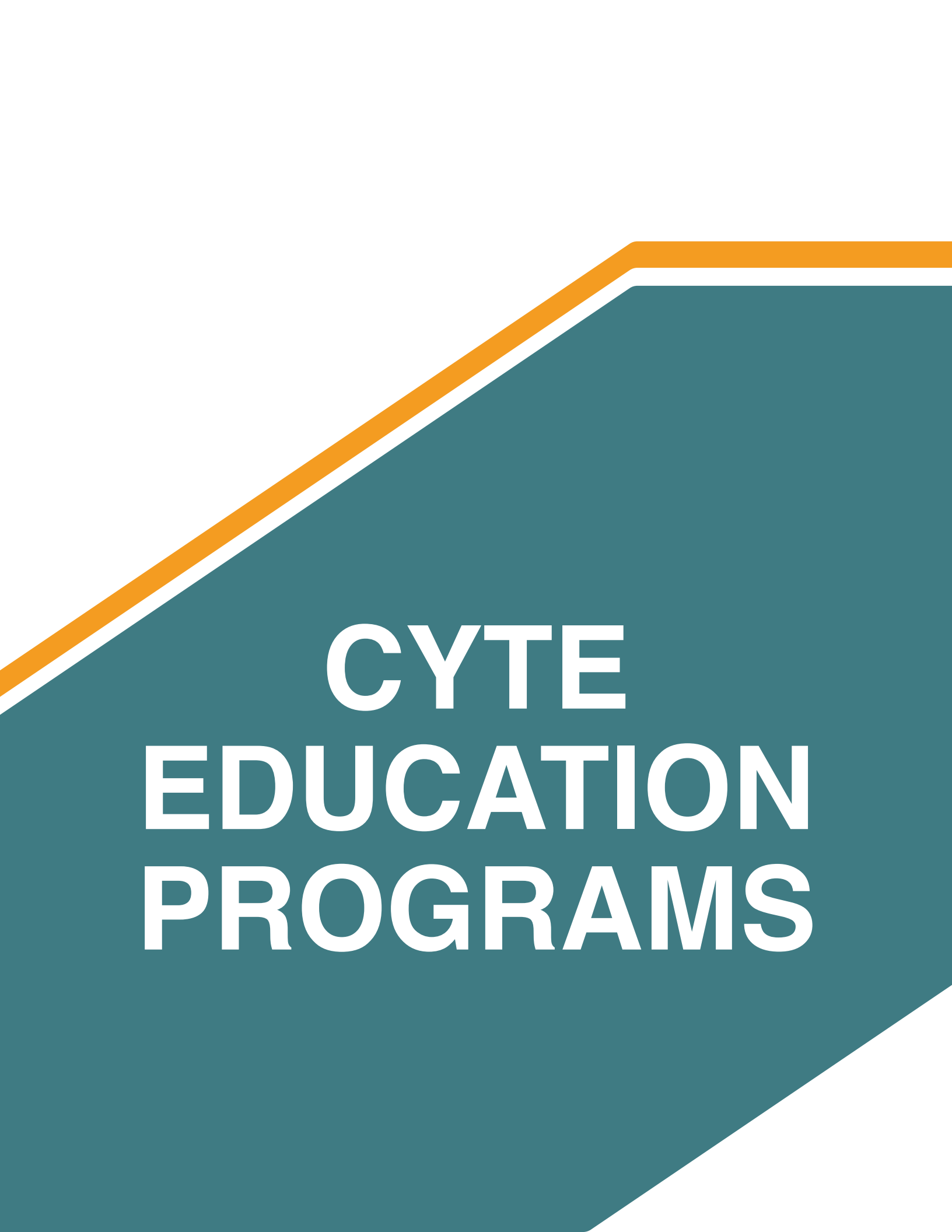
Compliance

Sharia Compliant



Sharia compliant zakat mechanism certified by

"Centre for Advance Islamic Economics"



**CYTE
EDUCATION
PROGRAMS**

EDUCATION DEVELOPMENT CONSULTANT (EDC)



FIELD OFFICERS



CUSTOMIZED CURRICULUM



Sun Series & Iqbal Series (Textbooks / Readers / Worksheets)



IN - DEPTH TEACHER TRAINING





FAMILY COUNSELLING

School based family counselling is an integrative systems approach to helping children succeed academically and personally through mental health interventions that link family and school.

CYTE Foundation periodically conducts family counselling sessions for educating parents of the children in underprivileged areas regarding the importance of education.

The approach has the following benefits:

- ★ School and family focus
- ★ Systems orientation
- ★ Educational focus
- ★ Parent partnership
- ★ Multicultural sensitivity
- ★ Child advocacy
- ★ Promotion of school transformation
- ★ Interdisciplinary focus.





**CYTE
TEACHERS'
TRAINING**

Teachers were given training on child protection and conflict management, how children can be provided security in school and which activities can help in this regard. The teacher guides the students/pupils through planned activities so that they may acquire richest learning possible from their experiences.

The teacher also interacts with the students under his/her responsibility in order to bring about the expected change in the student's behavior.

In the school, the teacher has a pivotal role to play if effective teaching and learning must take place.

Communication building was also emphasized as students need to communicate with teachers in case of a conflict. Teachers' Training was conducted in CYTE and SAF sponsored schools in Azad Kashmir.

Teachers were given training on child protection and conflict management, how children can be provided security in school and which activities can help in this regard. The participants were also guided regarding the initiatives of child protection which they should practice in the school.






**CYTE
BAZAR**

CYTE RAMZAN BAZAR

This year CYTE did support 700+ families by providing low cost Daily Grocery items.



The image features a large, solid olive-green shape that resembles a stylized mountain or a large letter 'A'. The top edge of this shape is defined by a thick orange line that slopes upwards from the left and then levels off horizontally to the right. The text 'GOAT PROJECT' is centered within the green area in a bold, white, sans-serif font.

GOAT PROJECT

THE MODEL

Female Goats are easiest and cheapest animal to maintain with good potential income. It produces many kids and have higher potential of income with time. We have started donating Female Goats since 2020 to the family putting kids into schools. The goat will give free milk to the family. Family can also sell its milk, cheese, meat, fur, skin, etc. Children also love playing and fostering the goats.




CONDITION FOR THE FAMILY

The family has to return one female Goat back to CYTE Foundation for onward donation to other families within two years.

The goat is purchased from local vendor in villages we are working in and is donated in front of community members and Mosque as guarantor. Whole community will ensure healthy goats are acquired from local vendor. The new recipient of goat to be returned by family is already identified in the area and is on waiting list and also serve as a check on the present recipient.





**GIRLS' EDUCATION
AND
EMPOWERMENT**



Educating girls is the single most powerful investment we can make to improve the lives of individual girls and to spur economic development and to build stable and prosperous societies.

Michelle Obama



Investing in girls' education transforms communities, countries and the entire world. Girls who receive an education are less likely to marry young and more likely to lead healthy, productive lives. They earn higher incomes, participate in the decisions that most affect them, and build better futures for themselves and their families.

Girls education strengthens economies and reduces inequality. It contributes to more stable, resilient societies that give all individuals including boys and men the opportunity to fulfil their potential.

Education for girls is about more than access to school. It's also about girls feeling safe in classrooms and supported in the subjects and careers they choose to pursue including those in which they are often under represented.

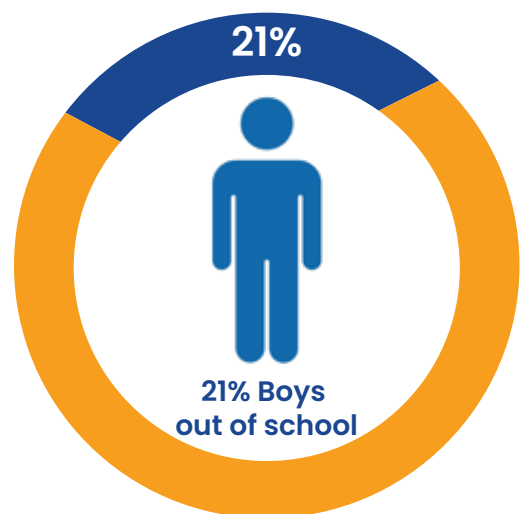
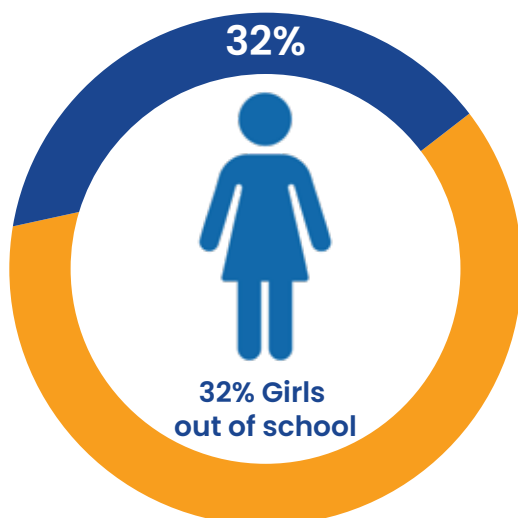
WHY ARE GIRLS OUT OF SCHOOL?

Despite evidence demonstrating how central girls education is to development, gender disparities in education persist.

In Pakistan, an estimated 22.8 million children are out of school, of which the majority are girls. Thirty-two percent (32%) of primary school age girls are out of school, compared with 21% of boys. This gender gap differential persists into middle school, and by grade nine merely 13% of young women are still enrolled in school.

The insufficient supply of middle and high schools within accessible distance is a major barrier for girls in rural areas. Similarly, the lack of adequate sanitation facilities particularly impacts girls' retention rates in middle and high schools. Girls from poor communities living in remote, rural areas are especially vulnerable.

22.8 Million Children are out of School



WHEN WE INVEST IN GIRLS' SECONDARY EDUCATION

- The lifetime earnings of girls dramatically increase
- National growth rates rise
- Child marriage rates decline
- Child mortality rates fall
- Maternal mortality rate fall
- Child stunting drops





CYTE'S WORK TO PROMOTE GIRLS' EDUCATION

CYTE works with communities, Governments and partners to remove barriers to girls' education and promote gender equality in education even in the most challenging settings. Because investing in girls' secondary education is one of the most transformative development strategies, we prioritize efforts that enable all girls to complete secondary education and develop the knowledge and skills they need for life and work.

This will only be achieved when the most disadvantaged girls are supported to enter and complete pre-primary and primary education.

OUR WORK

- Tackles discriminatory gender norms and harmful practices that deny girls access to school and quality learning.
- Ensures that budgets are gender responsive and that national education plans and policies prioritize gender equality.
- Helps schools and governments use assessment data to eliminate gender gaps in learning.
- Promotes social protection measures, including cash transfers, to improve girls' transition to and retention in secondary school.
- Focuses teacher training and professional development on gender responsive pedagogies.
- Removes gender stereotypes from learning materials.
- Addresses other obstacles, like distance related barriers to education



WHAT CYTE IS DOING

CYTE Foundation is making a real difference, right now in the lives of girls in Pakistan. Our Tech Lab, in which girls learn invaluable communication skills, presentation strategies, and technological learnings that will lead to future jobs in this rapidly growing sector.

Our highly effective Tutoring Program, in which trained educational professionals work in small groups with at risk girls to ensure they finish 10th grade a crucial threshold to their academic success and eventual graduation.

Our Life Skills Program which emphasizes what we call our "4Cs"

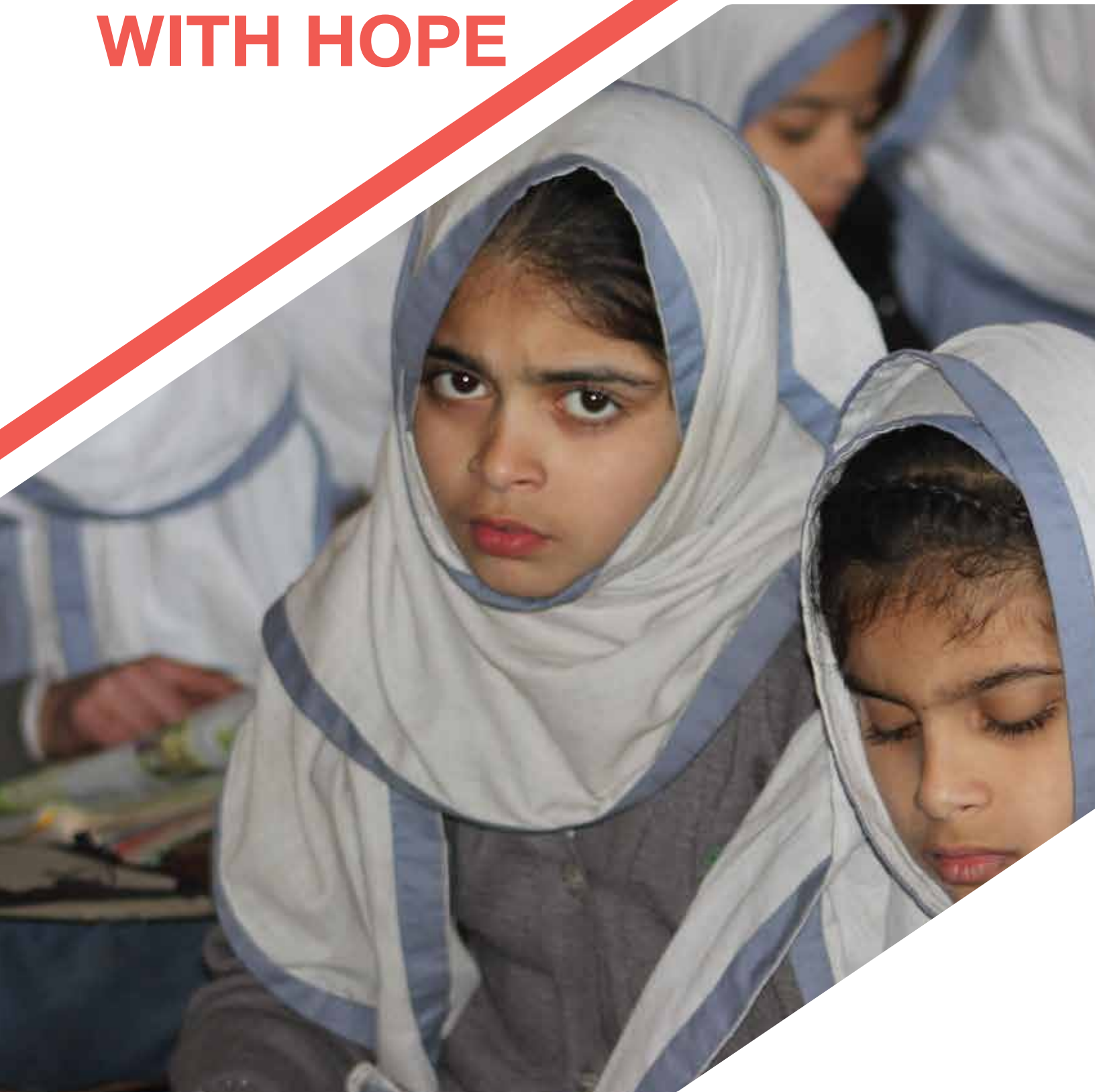
Confidence, Creativity, Communication and Critical thinking all essential skills to thrive in today's workplace and life.



Our evergreen work to fund school fees, room and board, and even college expenses and mentorship programs for vulnerable girls who need us, so they can realize their worth and one day change the world.



**LOOKING TO THE
FUTURE
WITH HOPE**





2K
1 LIFE

2K 1 LIFE

01

ADOPT A CHILD

You can adopt a child in only PKR 2000 per month.

AIMS

Aims to enable less privileged students to acquire quality education in Pakistan.

02

03

WHAT DOES THE DONOR DO?

The individual donor gives PKR 2000 per month for each child.

TAGGED WITH THE DONOR'S NAME

Each child is tagged to a particular donor paying the monthly fee.

04

05

REPORTING THROUGH THE APP

We believe in transparency.

THE WORKING OF 2K 1LIFE



Access student education related details directly



Meet the child/ parents or school visits feature will increase transparency



Use your login credential to view the students name, school name, attendance, grades and also communicate with the child or his/ her family through that application



Progress of the student in the form of panel data



Donors can lodge any complaint through the app and the queries will be responded as soon as possible.



Get to know the number of under privileged families/ students who contacted CYTE Foundation for educational financial support



Support more students

2K 1LIFE APP



ADOPT A CHILD



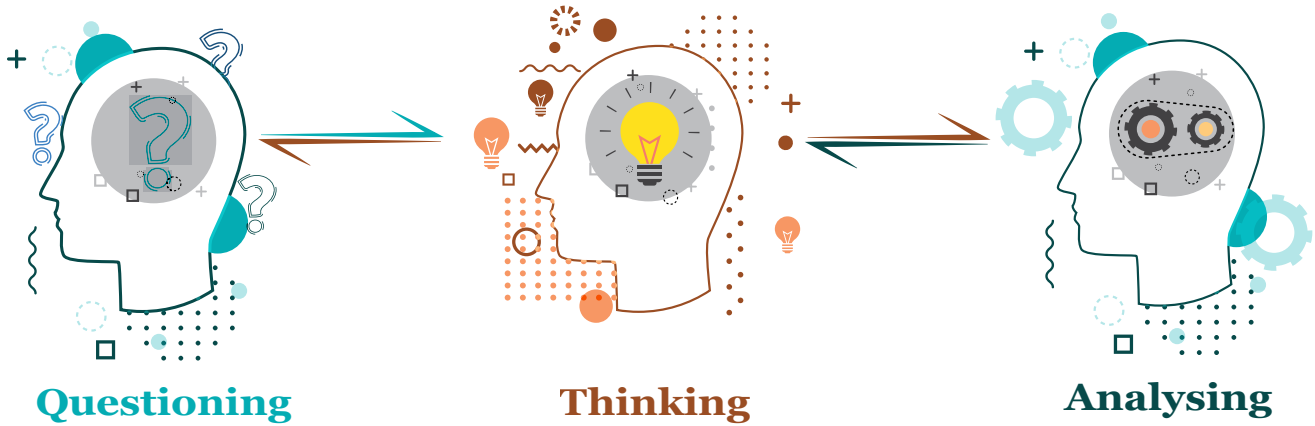
ADOPT A SCHOOL



**DONATE A LIBRARY,
LAB, WATER SYSTEM OR UPS**

**DONATE TO #CYTEFOUNDATION
THROUGH 2K1LIFE APP**

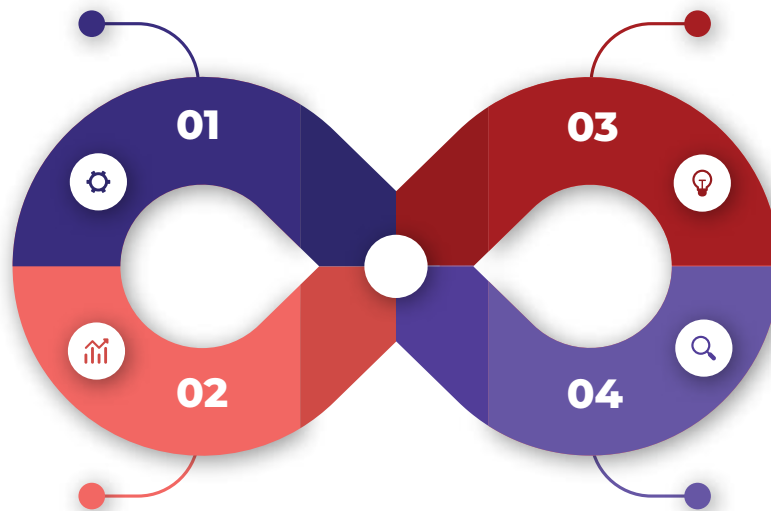
WE PROMOTE



GET INVOLVED

We advocate every child's right to quality education and partner with schools in remote areas to ensure no child remains uneducated.

We sponsor education of less-privileged children and bear all the educational expenses of the child including books, uniform and stationary.



We develop school infrastructure, conduct trainings for teachers and principals, work with teachers, students and parents to ensure that no child remains uneducated.

You can be a part of this cause by adopting a child for only 2k. You can also choose to adopt a school or donate a library, lab, UPS or a solar system for ensuring quality education.

WE LOVE OUR PARTNERS





Financial Highlights



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**FINANCIAL STATEMENTS
OF
CYTE FOUNDATION
FOR THE YEAR ENDED
JUNE 30, 2023**

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.

The Trustees,
CYTE Foundation,
Lahore.

April 22, 2024
C-182/AA-1780/24

AUDIT OF FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

Gentlemen,

We have completed the audit of your CYTE Foundation's (the Foundation) financial statements for the above referred year and are pleased to enclose herewith two copies of the draft financial statements together with our draft audit report thereon duly initialed by us for identification purposes. We shall be pleased to sign this report in its present or amended form after the financial statements are approved by the trustees and signed on their behalf by the Chairman, General Secretary and Trustee and on receipt/review of the following:

- a) Letter of representation addressed to us on behalf of the Trustees and signed by the Chairman and General Secretary as per draft provided by us.
- b) The Trustees' resolution in respect of the following:
 - Additions to property and equipment amounting to Rs. 0.215 million.
 - Food distribution expense amounting to Rs. 5.13 million.

1. RESPONSIBILITIES OF THE MANAGEMENT AND AUDITORS IN RELATION TO THE FINANCIAL STATEMENTS

The auditors are responsible for forming and expressing their opinion on the financial statements, the responsibility for preparation of such statements is primarily that of the Foundation's management.

The management's responsibilities include the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of the assets of the Foundation and prevention and detection of frauds and irregularities. The audit of financial statements does not relieve the management of its responsibilities.

These draft financial statements shall remain and be deemed unaudited unless these have been approved by the Trustees, and signed by the Chairman, General Secretary and Trustee authorized to do so on its behalf and the audit report on these financial statements has been signed by us.





2. SIGNIFICANT MATTERS

We would like to draw attention of the Trustees to following matters noted by us during the course of the audit:

2.1 Property and Equipment

We have noted that a fixed assets register has been maintained but not as per the requirement of ICAP TR6 to provide itemized control over the fixed assets of the Foundation.

We recommend that a fixed assets register should be maintained in the required form so that cost and details of physical location of each item of fixed assets is easily accessible as and when required.

2.2 Tax refund due from Government

The Foundation is exempt from taxation under section 2(36) of Income Tax Ordinance, 2001. However, we have noted that Income tax return filed showing tax liability of Rs. 0.030 million for the year ended June 30, 2022 and the Foundation has paid the income tax liability. We recommend that the Foundation should consider the exemption obtained under the tax law while filing the return to prevent future loss to the Foundation.

3. INDEPENDENCE

We confirm that in our professional judgment, the Firm is independent within the meaning of regulatory and professional requirements and the objectivity of the audit engagement partner and audit staff has not been compromised.

4. UNIQUE DOCUMENT IDENTIFICATION NUMBER

To enhance public trust on auditor's report, the Institute of Chartered Accountants of Pakistan (ICAP) has issued a Directive 4.27, whereby it is required that every practicing chartered accountant will place UDIN generated from ICAP portal on the following reports:

- Auditor's Report on General Purpose Financial Statements
- Auditor's Report on Interim Financial Information
- Auditor's Report on Statement of Compliance with Code of Corporate Governance.

In order to obtain the UDIN, auditors are required to upload certain financial information of the reporting entity. Accordingly, we are required to upload the information on ICAP's portal for generation of UDIN. The ICAP, in its frequently asked questions, has assured that Client's confidential data would be entered by the concerned engagement partner and such data would not be available for any unauthorized use.



Compliance of the above ICAP Directive is mandatory and non-compliance will result in professional misconduct under Chartered Accountants Ordinance, 1961.

5. CONTINGENCIES AND COMMITMENTS

We have been informed by the management that there are no contingencies and commitments as on the date of the financial statements.

6. COMPLIANCE WITH STATUTORY LAWS AND REGULATIONS

We have been informed by the management that there were no instances of noncompliance with statutory laws and regulations that would have financial reporting implications. Kindly confirm the representations made by management.

7. SUBSEQUENT EVENTS

We have been informed by the management that there were no subsequent events other than those already disclosed in the financial statements.

8. FRAUD

We have been informed by the management that there were no suspected instances or instances of fraud that would have financial reporting implications or required disclosure in these financial statements. Kindly confirm the representations made by management.

We take this opportunity to thank all your staff for the courtesy and cooperation extended to us during the course of our audit.

Yours faithfully,

BDO EBRAHIM & CO.
(Enclosed as above)



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INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF CYTE FOUNDATION

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **CYTE FOUNDATION** ('the foundation'), which comprise the statement of financial position as at June 30, 2023, and the income and expenditure account, the statement of changes in funds and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements presents fairly, in all material respects, the financial position of the CYTE Foundation as at June 30, 2023, and of its financial performance, the changes in funds and its cash flows for the year then ended in accordance with the approved accounting and reporting standards as applicable in Pakistan.

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 Foundation 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 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 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, the Management is responsible for assessing the Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

The Trustees is responsible for overseeing the Foundation'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 Foundation'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 Foundation'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 Foundation 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, 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.

The engagement partner on the audit resulting in this independent auditor's report is Sajjad Hussain Gill.

LAHORE

DATED: 10 MAY 2024

UDIN: AR202310087G8sofSzHF


BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

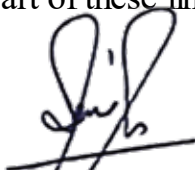

CYTE FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

	Note	2023			2022
		Donation Fund	Zakat Fund	Total	
		(Rupees)			(Rupees)
ASSETS					
NON - CURRENT ASSETS					
Operating fixed assets	5	869,197	-	869,197	860,042
Intangible assets	6	26,000	-	26,000	38,000
		895,197	-	895,197	898,042
CURRENT ASSETS					
Tax refund due from the Government	7	472,209	-	472,209	466,070
Deposits and other receivables	8	4,500	-	4,500	4,500
Cash and bank balances	9	11,803,840	4,975,213	16,779,053	18,365,512
		12,280,549	4,975,213	17,255,762	18,836,082
TOTAL ASSETS		13,175,746	4,975,213	18,150,959	19,734,124
CURRENT LIABILITIES					
Deferred grant	10	1,616,605	-	1,616,605	13,909,349
Accrued expenses and other liabilities		204,270	-	204,270	150,000
		1,820,875	-	1,820,875	14,059,349
NET ASSETS		11,354,871	4,975,213	16,330,084	5,674,775
REPRESENTED BY					
Accumulated fund account		11,354,871	4,975,213	16,330,084	5,674,775

The annexed notes 1 to 16 form an integral part of these financial statements.



CHAIRMAN



GENERAL SECRETARY



TRUSTEE

**CYTE FOUNDATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023			2022
		Donation Fund	Zakat Fund	Total	Total
		(Rupees)			(Rupees)
INCOME					
Donation		15,710,143	-	15,710,143	9,602,810
Zakat		-	4,808,623	4,808,623	3,252,404
Grant utilized	10.1	26,434,744	-	26,434,744	15,533,541
Other income	11	373,010	-	373,010	2,566
		<u>42,517,897</u>	<u>4,808,623</u>	<u>47,326,520</u>	<u>28,391,321</u>
EXPENDITURE					
Administrative and management expenses					
Office rent		1,250,000	-	1,250,000	617,500
Salaries expense		2,145,142	-	2,145,142	1,515,393
Depreciation of operating fixed assets	5	205,845	-	205,845	296,853
Amortization of intangible assets	6	12,000	-	12,000	12,000
Auditors' remuneration		225,000	-	225,000	162,600
Utilities		-	-	-	223,802
Repair and maintenance		48,200	-	48,200	326,763
Office expense		244,919	-	244,919	100,773
Legal and professional charges		-	-	-	110,000
Internet and mobile charges		75,621	-	75,621	76,855
Insurance expense		-	-	-	77,770
Printing and stationary		221,680	-	221,680	-
		<u>4,428,407</u>	<u>-</u>	<u>4,428,407</u>	<u>3,520,309</u>
Program costs					
Tuition fee	12	17,558,090	1,739,760	19,297,850	17,349,650
Salaries and benefits		3,215,764	-	3,215,764	2,929,449
Travelling and lodging expense		135,298	-	135,298	325,189
Web designing and domain charges		11,469	-	11,469	4,535
Repair and maintenance		544,675	-	544,675	753,420
Printing and stationery expense		2,348,304	-	2,348,304	1,168,481
Courier charges		130,338	-	130,338	85,897
Advertising expense		296,986	-	296,986	82,000
Bank charges		12,483	-	12,483	13,105
Project expenses	13	4,034,789	1,095,500	5,130,289	1,174,040
Event expense		246,164	-	246,164	96,247
Office rent expense		32,000	-	32,000	30,000
Fuel charges		32,069	-	32,069	20,405
School construction expense		-	809,115	809,115	-
		<u>28,598,429</u>	<u>3,644,375</u>	<u>32,242,804</u>	<u>24,032,418</u>
TOTAL EXPENDITURE		<u>33,026,836</u>	<u>3,644,375</u>	<u>36,671,211</u>	<u>27,552,727</u>
SURPLUS FOR THE YEAR		<u>9,491,061</u>	<u>1,164,248</u>	<u>10,655,309</u>	<u>838,594</u>

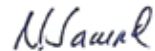
The annexed notes 1 to 16 form an integral part of these financial statements.



CHAIRMAN



GENERAL SECRETARY



TRUSTEE

**CYTE FOUNDATION
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	Donation	Zakat	Total
Note	(Rupees)		(Rupees)
Balance as at July 01, 2021	1,863,810	2,972,371	4,836,181
Surplus for the year	-	838,594	838,594
Balance as at June 30, 2022	1,863,810	3,810,965	5,674,775
Surplus for the year	9,491,061	1,164,248	10,655,309
Balance as at June 30, 2023	11,354,871	4,975,213	16,330,084

The annexed notes 1 to 16 form an integral part of these financial statements.


CHAIRMAN

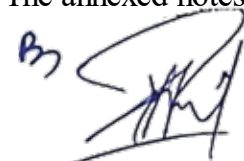

GENERAL SECRETARY


TRUSTEE

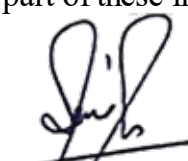
CYTE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

	Note	2023 (Rupees)	2022 (Rupees)
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus for the year		10,655,309	838,594
Adjustments for items not involving movement of funds:			
Gain on disposal of operating fixed assets	11	-	(2,566)
Depreciation of operating fixed assets	5	205,845	296,853
Amortization of intangible assets	6	12,000	12,000
Deferred grant utilized	10.1	(26,434,744)	(15,533,541)
Adjustment of long term security deposit		-	240,000
		<u>(26,216,899)</u>	<u>(14,987,254)</u>
Net cash flow before working capital changes		<u>(15,561,590)</u>	<u>(14,148,660)</u>
Increase/(decrease) in current liabilities			
Accrued expenses and other liabilities		54,270	(1,247,565)
Net cash used in operations		<u>(15,507,320)</u>	<u>(15,396,225)</u>
Income tax paid		(6,139)	(30,457)
Deferred grant received	10.1	<u>14,142,000</u>	<u>18,576,570</u>
Net cash used in operating activities		<u>(15,513,459)</u>	<u>(15,426,682)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to operating fixed assets - net	5	(215,000)	(25,800)
Proceeds from sale of operating fixed assets		-	363,000
Net cash (used in) /generated from investing activities		<u>(215,000)</u>	<u>337,200</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Net (decrease)/increase in cash and cash equivalents		<u>(1,586,459)</u>	<u>3,487,088</u>
Cash and cash equivalents at the beginning of the year		<u>18,365,512</u>	<u>14,878,424</u>
Cash and cash equivalents at the end of the year	9	<u>16,779,053</u>	<u>18,365,512</u>

The annexed notes 1 to 16 form an integral part of these financial statements.



CHAIRMAN



GENERAL SECRETARY



TRUSTEE

**CYTE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

1 LEGAL STATUS AND OPERATIONS

CYTE Foundation ('the Foundation') was incorporated in Pakistan and registered under Societies Registration Act, XXI of 1860 in 2013 as Non-Governmental Organization (NGO). Its core objective is to financially enable under-privileged children to have the right to quality education. The Foundation is striving to contribute positively in the development of the country by “Changing Youth Through Education”.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Foundation is situated at Office 405, 4th Floor, Haly Tower, Phase II, DHA, Lahore, Pakistan.

3 BASIS OF PREPARATION

3.1 Statement of compliance

These financial statements have been prepared in accordance with Accounting Standards for Not for Profit Organizations (NPOs) and Accounting and Financial Reporting Standards for Small Sized Entities (AFRS for SSEs) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as applicable in Pakistan.

3.2 Basis of measurement

These financial statements have been prepared under historical cost convention.

3.3 Functional and presentation currency

These financial statements are presented in Pak Rupee, which is the Foundation's functional currency. Figures have been rounded off to the nearest Pak Rupee, unless otherwise stated.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Operating fixed assets

These are stated at historical cost less accumulated depreciation and impairment, if any. Depreciation on assets is charged to income and expenditure account using straight line method whereby the cost of the asset is written off over its estimated useful life. Depreciation on additions to operating fixed assets is charged from the month in which the asset is acquired or capitalized, while no depreciation is charged for the month in which the asset is disposed off.

B

Asset's residual value and useful life are reviewed and adjusted if appropriate, at each statement of financial position date. An asset's carrying amount is written down immediately to its recoverable amount if its carrying amount is greater than its estimated recoverable amount. Subsequent costs are included in the asset carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the asset will flow to the entity and the cost of the asset can be measured reliably. All other repair and maintenance cost are charged to income and expenditure account during the year in which these are incurred.

The gain or loss on disposal or retirement of an asset, represented by the difference between the sale proceeds and the carrying amount of an asset, is recognized as an income or an expense.

4.2 Cash and cash equivalents

Cash and cash equivalents are carried in statement of financial position at cost. For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand and balances in banks, which are subject to an insignificant risk of change in value.

4.3 Revenue recognition

Donation, Zakat and life time membership fee income are recognized on receipt basis.

4.4 Accrued liabilities

These are stated initially 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 Foundation.

4.5 Taxation - current

The Foundation is approved as a non-profit organization under section 2(36) of Income tax Ordinance 2001 (the Ordinance) by the Commissioner of Inland Revenue, therefore its income is exempt from tax under section 100C of the Ordinance. The Foundation is also exempt from levy of minimum tax under section 113 vide clause 11A of Part IV, Second Schedule of Income Tax Ordinance, 2001, therefore, no provision has been made in these financial statements.

B₂

5 OPERATING FIXED ASSETS

Particulars	Fixtures	Office equipment	Total
	(Rupees)		
Net carrying value basis			
year ended June 30, 2023			
Opening net book value (NBV)	785,243	74,800	860,042
Additions (at cost)	-	215,000	215,000
Depreciation charge	(115,423)	(90,422)	(205,845)
Closing net book value	669,820	199,377	869,197
Gross carrying value basis			
year ended June 30, 2023			
Cost	1,154,230	530,277	1,684,507
Accumulated depreciation	(484,410)	(330,900)	(815,310)
Net book value	669,820	199,377	869,197
Net carrying value basis			
year ended June 30, 2022			
Opening net book value (NBV)	970,946	520,583	1,491,529
Additions (at cost)	-	25,800	25,800
Disposal (NBV)	(63,378)	(297,056)	(360,434)
Depreciation charge	(122,326)	(174,527)	(296,853)
Closing net book value	785,243	74,800	860,042
Gross carrying value basis			
year ended June 30, 2022			
Cost	1,154,230	315,277	1,469,507
Accumulated depreciation	(368,987)	(240,478)	(609,465)
Net book value	785,243	74,799	860,042
Depreciation rate % per annum	10%	20%	

B₂

	Note	2023 (Rupees)	2022 (Rupees)
6 INTANGIBLE ASSETS			
Net carrying value as at 1 July			
Opening balance as on July 01,		38,000	50,000
Amortization charge		(12,000)	(12,000)
Net book value as at June 30,		<u>26,000</u>	<u>38,000</u>
Gross carrying value as at 30 June			
Cost		60,000	60,000
Accumulated amortization		(34,000)	(22,000)
		<u>26,000</u>	<u>38,000</u>
Amortization % per annum		<u>20%</u>	<u>20%</u>
7 TAX REFUND DUE FROM THE GOVERNMENT			
Income tax	7.1	<u>472,209</u>	<u>466,070</u>
7.1	This includes withholding tax deducted at source and advance income tax deducted on electricity, mobile and internet bills.		
8 DEPOSITS AND OTHER RECEIVABLES			
Deposits and other receivables	8.1	<u>4,500</u>	<u>4,500</u>
8.1	This pertains to advance deposited against mobilink post paid sim card for office use.		
9 CASH AND BANK BALANCE			
		2023	2022
	Fund	Total	
	Donation	Zakat	
		(Rupees)	(Rupees)
Cash in hand	188	-	243
Cash at banks - current account	11,803,652	4,975,213	18,365,269
	<u>11,803,840</u>	<u>4,975,213</u>	<u>18,365,512</u>
10 DEFERRED GRANT			
Grant	10.1	<u>1,616,605</u>	<u>13,909,349</u>

B

	Note	2023 (Rupees)	2022 (Rupees)
10.1 Grant from Shahid Afridi Foundation			
The amounts recognized in the statement of financial position are as follows:			
Opening balance		13,909,349	10,866,320
Addition during the year		14,142,000	18,576,570
Grant utilized during the year	10.2	(26,434,744)	(15,533,541)
Deferred grant as at 30 June,		<u>1,616,605</u>	<u>13,909,349</u>

10.2 Grant utilized during the year includes management fee amounting to Rs. 6,559,159 (2022: Rs. 2,507,041).

11 OTHER INCOME

Gain on disposal of operating fixed assets		-	2,566
Other income	11.1	<u>373,010</u>	<u>-</u>
		<u>373,010</u>	<u>2,566</u>

11.1 This represents the income earned from CYTE Sasta Ramzan Bazar near Yateemkhana Chowk, Lahore.

Bs

12	TUITION FEE	Note	Active Students	Fund		Total
				Donation	Zakat	
			No.	(Rupees)	(Rupees)	(Rupees)
12.1	From un-restricted funds	12.1.1				
	The Smart School (Lahore)		8	137,800	-	137,800
	Bright Way Public Middle School (Lahore)		87	84,000	384,000	468,000
	Tahira Educational Grammar School (Lahore)		174	2,088,000	-	2,088,000
	Lahore Public Girls High School (Lahore)		-	-	-	80,000
	Iqra Community Model School (AJK)		250	111,840	208,160	320,000
	Nauman Public School (AJK)		250	140,400	134,600	275,000
	Rising Public School Mirpura (AJK)		200	383,400	56,600	440,000
	University Model Public School (AJK)		-	-	-	40,000
	Fatheen Learning Institute (KPK)		-	-	-	70,000
	Rising Star Public School Kel Gran (AJK)		200	277,750	118,250	396,000
	Aims School and College (AJK)		200	254,500	25,500	280,000
	Fatima Kids Campus (Lahore)		23	48,000	228,000	276,000
	Al-Firdous Welfare Association (Islamabad)		50	300,000	-	300,000
	Ali Public School (KPK)		50	2,400	17,600	20,000
	Sahar Naseem School		100	150,000	-	150,000
	School fee, tuition fee and others	12.1.2	24	240,000	567,050	807,050
			1,616	4,218,090	1,739,760	5,957,850
12.2	From restricted fund					
	Mustafai Model School (AJK)		300	1,800,000	-	1,800,000
	Sana Public School (KPK)		300	1,800,000	-	1,800,000
	SAF Malik Pur Campus (Lahore)		450	4,940,000	-	4,940,000
	Al-Sufa School (KPK)		300	1,800,000	-	1,800,000
	Al-Noor Model Science College (AJK)		350	2,100,000	-	2,100,000
	Mohaitu-din-Model Public School (AJK)		150	900,000	-	900,000
			1,850	13,340,000	-	13,340,000
			3,466	17,558,090	1,739,760	19,297,850

12.1.1 There are total 18 schools (2022: 21 schools) registered with the CYTE Foundation, where monthly fee for selected students is paid directly to these schools. Further, the foundation also pays monthly fee for selected students studying in unregistered schools, academies and universities.

12.1.2 This relates to the school fee paid for individual students studying in unregistered schools, academies and universities.

B

13 PROJECT EXPENSES

This includes the expense for food distribution amounting to Rs. 5,130,289 (2022: Rs. Nil) and expense for goat project in Azad Jammu and Kashmir amounting to Rs. Nil (2022: Rs. 506,040).

14 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purposes of comparison and for better presentation. However, no significant reclassification has been made during the year.

15 NUMBER OF EMPLOYEES

The number of employees at foundation as at June 30, 2023 is 10 (2022: 10).

16 DATE OF AUTHORIZATION FOR ISSUE

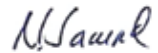
These financial statements were approved and authorized for issue by the Governing Body on 29 April 2024.



CHAIRMAN



GENERAL SECRETARY



TRUSTEE

MY PLEDGE

Name: _____

Contact Number: _____

CNIC: _____

Organization: _____

Pledge Amount: _____

PAYMENT METHOD

Cash

Cheque

PAYMENT TIME PERIOD

From: _____ To: _____

FOR ONLINE DONATION
www.cytefoundation.com

BANK DETAILS

FOR ZAKAT







Branch Name : MEEZAN BANK LIMITED
Account Title : CYTE FOUNDATION
Account No. : 0105279889
Address : Plot # C3 Commercial Broadway
Phase VIII DHA Lahore.
Branch Code : 0263
IBAN : PK04MEZN0002630105279889

FOR DONATION

Branch Name : BANK ALFALAH LIMITED
Account Title : CYTE FOUNDATION
Account No. : 0028-1003-875164
Address : Main Boulevard Branch Gulberg,
Lahore, Pakaistan.
Branch Code : 0028
IBAN : PK72ALFH0028001003875164



CYTE FOUNDATION

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-  <https://www.instagram.com/cyte.ngo/>