



A 3D rendering of a stack of colorful cubes, each featuring a white icon representing one of the 17 Sustainable Development Goals (SDGs). The cubes are arranged in a cluster, with a central white cube displaying the 'GLOBAL GOALS' logo. The background is a solid blue color.

ANNUAL REPORT

2025



**RURAL COMMUNITY
DEVELOPMENT SOCIETY**



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ACRONYMS

BDN	Buzurg Dost Network
BISP	Benazir Income Support Programme
CO	Community Organizations
DDMA	District Disaster Management Authority
FAID	Foundation for Ageing and Inclusive Development
GBV	Gender-Based Violence
HOIFA	Humanitarian Operation & Innovation Facility
SMC	School Management Committee
MWRA	Married Women of Reproductive Age
NFI	Non-Food Item
PPAF	Pakistan Poverty Alleviation Fund
PPIF	Punjab Population Innovation Fund
PWD	Persons with Disabilities
RCDS	Rural Community Development Society
RCDP	Rural Community Development Programme
RGS	Rumi Grammar High School
ToGETHER	Towards Greater Effectiveness and Timeliness in Humanitarian Emergency Response
VO	Village Organization
WHH	Welthungerhilfe

MESSAGE FROM **FOUNDER DIRECTOR** **RCDS**



MUHAMMAD
MURTAZA

Pakistan continues to stand among the countries most vulnerable to the impacts of climate change. The year 2025 proved to be particularly devastating, as recurrent heatwaves and severe floods affected large parts of the country. Punjab and Khyber Pakhtunkhwa were hit hardest, resulting in billions of rupees in economic losses and the displacement of millions of people. These repeated disasters not only disrupted livelihoods but also placed immense pressure on already fragile health, agriculture, and social protection systems.

Amid this critical situation, RCDS remained steadfast in its commitment to serve the most vulnerable communities. Responding promptly to emergencies, RCDS played a leading role in providing life-saving humanitarian assistance, ensuring that affected families received timely support with dignity and compassion.

Health remained a key priority throughout the year. RCDS organized health outreach camps in hard-to-reach and disaster-affected areas, enabling poor and marginalized communities to access essential medical services. Thousands of people, including women and children, benefited from medical consultations, treatment, and preventive care, helping to reduce health risks during emergencies.

Recognizing that women are disproportionately affected during crises, RCDS continued to advocate for and facilitate reproductive health rights. Women were supported through awareness, services, and referrals, enabling them to make informed decisions about their health and well-being.

Climate change has also severely impacted agriculture, threatening food security and rural livelihoods. In response, RCDS contributed to strengthening the agriculture sector by building the capacities of farmers. Through agricultural equipment, training and awareness initiatives, farmers were supported to adopt climate-resilient practices, helping them cope with environmental challenges and sustain their livelihoods.

I extend my sincere gratitude to our donors, partners, government institutions, community members, and the dedicated RCDS team, whose collective efforts made these achievements possible. As climate and humanitarian challenges continue to intensify, RCDS remains committed to building resilient communities, promoting inclusive development, and ensuring that no one is left behind.

Together, we will continue to stand with the people of Pakistan in their journey toward resilience, dignity, and sustainable development.

Muhammad Murtaza
Founder Director-RCDS

MESSAGE FROM **CHAIRPERSON**



**MS. RAZIA
AKBAR**

Our communities are facing numerous and serious challenges, including limited access to essential services such as education, healthcare, and water and sanitation facilities. The majority of people in these areas live in extreme poverty, which continues to limit their opportunities for a better life. For more than two decades, Pakistan has consistently had over 25 million out-of-school children. This persistent educational gap has contributed to widespread deficits in learning, as well as low levels of civic awareness and scientific literacy among large segments of the population.

In response to these urgent needs, RCDS has been actively working to address the most prevalent problems in vulnerable communities through a wide range of development and humanitarian projects. RCDS' interventions are designed to improve the quality of life of the most disadvantaged groups and to strengthen the resilience of communities against ongoing and emerging challenges.

I am pleased to share that in the year 2025 RCDS implemented several projects aimed at uplifting underprivileged communities. RCDS' Annual Report 2025 highlights our achievements and the positive changes we have brought about. Our dedicated teams have played a pivotal role in driving these improvements, working tirelessly to implement programs that create meaningful and lasting change.

I would like to express my sincere gratitude to the entire RCDS team and our partners for their continued commitment and support. Their contributions are instrumental in helping communities become more resilient, self-reliant, and sustainable. I am confident that RCDS will remain focused on building a brighter future for the communities we serve.

I hope this Annual Report 2025 will serve as a valuable resource for our work and welcome any feedback or opportunities for collaboration it may inspire.

Ms. Razia Akbar
Chairperson – RCDS

MESSAGE FROM MANAGING DIRECTOR



QAISAR
IQBAL

Pakistan continues to face multiple and compounding challenges, including frequent floods, droughts, and heatwaves, which are severely impacting every sphere of life. Among the most affected sectors is agriculture, the backbone of rural livelihoods and food security. Nearly 45% of the population lives below the poverty line, while 25 million children are out of school, with Punjab alone accounting for approximately 11 million. The Global Hunger Index 2024 ranks Pakistan 103rd out of 123 countries, reflecting an alarming food and nutrition security situation.

The 2025 floods once again plunged the country into layered crises, affecting 4.2 million people and displacing 2.8 million, exacerbating vulnerabilities among already marginalized communities.

Against this challenging backdrop, it is with great pride and gratitude that I present the Annual Report of the RCDS. This year reflects not only our sustained commitment to community-driven development, but also our resilience, adaptability, and collective determination to serve the most vulnerable populations across our operational areas in Punjab.

RCDS has remained steadfast in its mission to promote socio-economic empowerment, social inclusion, and resilience through sustainable and locally led interventions. Working in close partnership with communities, District Line Agencies, national and international development partners, we have continued to address critical challenges across health, education, livelihoods, gender equality, humanitarian response, and climate resilience.

During the reporting year, RCDS supported 107,449 households through integrated interventions in Agriculture, Food and Nutrition Security, Emergency and Humanitarian Response, and the provision of Health and Education services. RCDS In line with the localization agenda, we formed and strengthened community institutions, enhanced their capacities, and supported them to play a central role in planning, implementation, and accountability.

We are deeply grateful to our valued partners, including Pakistan Poverty Alleviation Fund (PPAF), Punjab Population Innovation Fund (PPIF), Welthungerhilfe, Helvetas Swiss Intercooperation, the European Union, and concerned government departments, whose trust and collaboration enabled us to translate shared visions into tangible and measurable results. I also acknowledge the tireless efforts of our dedicated staff and volunteers, whose professionalism, integrity, and commitment remain the backbone of RCDS.

I extend my sincere appreciation to the RCDS Board of Directors, whose continued support, strategic guidance, and timely oversight have been instrumental in steering the organization toward its vision and long-term goals. On behalf of RCDS, I convey heartfelt thanks to our donors, partners, communities, and team members for their unwavering confidence and support. Together, we will continue striving towards a more equitable, resilient, and prosperous Pakistan, leaving no one behind.

Qaisar Iqbal

Managing Director – RCDS

BOARD OF DIRECTORS



Ms. Razia Akbar
Chairperson
Gender and Development Expert

Mr. Muhammad Murtaza
Founder Director
Social Development Expert and Entrepreneur

Ms. Shahida Rafique
Secretary to Board
Gender Expert

Ms. Hina Tahir
Member
Educationist

Mr. Nauman Rehmat
Member
Financial Expert

Mr. Chaudry Naeem Ahmed
Member
Media & Communication Expert

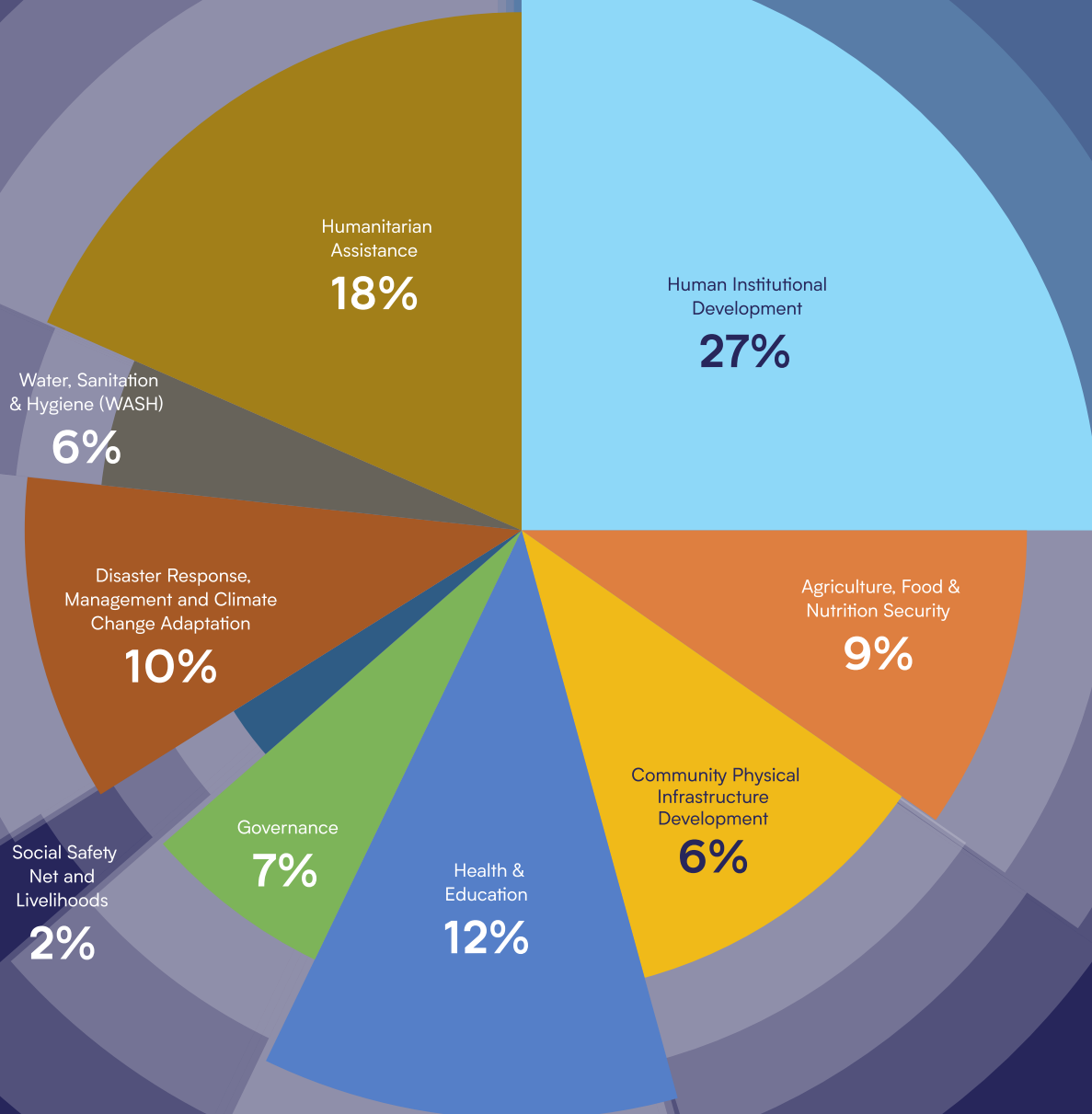
Ms. Maimoona Mansha
Member
Youth Development Expert

CORE TEAM

Location	Name of Staff	Designation
Head Office	Qaisar Iqbal Mukhtiar Ali Kapri Shazia Nawaz Maria Hussain Abdul Waheed Khan Kashif Hussain Rida Zainab Komal Younas Adnan Ali Simal Bukhari	Managing Director Manager Programs Communication & StakeHolder Engagement Officer Project Manager District Coordinator Finance Officer Head Office Communication & Documentation Officer MEAL Officer Account Officer Head Office HR Officer
Kasur Office	Javed Iqbal Dr. Abdul Moeed Baig Ahmad Raza	District Manager Kasur Quality Assurance Coordinator Kasur Monitoring & Evaluation Coordinator Kasur
Lahore Office	Dr. Maryam Younas Arooj Rana	Quality Assurance Coordinator Lahore Communication Coordinator

SYNOPSIS OF RCDS' CONTRIBUTION (2001-2025)

Human Institutional Development	96,340
Agriculture, Food & Nutrition Security	31,878
Skills Development and Women Empowerment	10,860
Community Physical Infrastructure Development	20,628
Health & Education	43,428
Governance	25,880
Social Safety Net and Livelihoods	5,096
Disaster Response, Management and Climate Change Adaptation	34,380
Water, Sanitation & Hygiene (WASH)	21,422
Humanitarian Assistance	64,637
Sehat Sahulat Program	550,000
TOTAL	904,549



BENEFICIARY HOUSEHOLDS

From July 2024 to June 2025



GEOGRAPHICAL COVERAGE



- COVERAGE AREA
- NON-COVERAGE AREA
- HEAD OFFICE



SCALE UP OF E-VOUCHER MODEL FOR BISP BENEFICIARIES



RCDS, in partnership with the Punjab Population Innovation Fund (PPIF), is implementing World Bank—funded program “Scale-Up of the E-Voucher Model for BISP Beneficiaries.” The project targets Married Women of Reproductive Age (MWRAs) to enhance access to family planning services in Lahore and Kasur district.



PROJECT DURATION:

January 1, 2025 – June 30, 2027

TARGETED BENEFICIARIES in District Lahore:

- 169,091 MWRAs
- 106 Private Service Providers
- 106 Mother Leaders
- 106 Family Planning Champions

KEY ACHIEVEMENTS for the Reporting Period in Lahore:

- 18,700 MWRAs registered
- 106 Private Service Providers trained
- 106 Family Planning Champions trained
- 10,401 MWRAs received Family Planning Services
- 106 Mother Leaders identified

TARGETED BENEFICIARIES in District Kasur:

- 95,549 MWRAs
- 60 Private Service Providers
- 60 Mother Leaders
- 60 Family Planning Champions

KEY ACHIEVEMENTS for the Reporting Period in Kasur:

- 14,779 MWRAs registered
- 60 Private Service Providers trained
- 60 Family Planning Champions trained
- 5,564 MWRAs received Family Planning Services
- 60 Mother Leaders identified

CAPACITY-BUILDING FOR SOCIAL DILIGENT AGRIBUSINESSES (CSDA)



RCDS, in partnership with, Helvetas Germany Intercooperation gGmbH, is implementing European Union (EU)-funded Project “Capacity-building for Socially Diligent Agribusinesses (CSDA)”. The project targets the human rights dimension of the rice value chain in the districts of Punjab: Lahore, Sheikhupura, Gujranwala.



PROJECT DURATION:

January 1, 2025 – April 30, 2028

TARGETED BENEFICIARIES:

15

Rice
Companies

7500

Farm Labour

10

Civil Society
Organizations

750

Employees

2000

Farmers

04

Local Unions

During the report period, following activities were conducted:

Project Kick-Off Workshop

Project inception workshop was organized in Lahore to orient key stakeholders on human rights in rice value chain. The workshop was attended by 120 key stakeholders including rice companies, textile associations, labour unions, employees, civil society representatives, government officials, farmers, academia, and media.

Stakeholder Engagement on Strengthening Labour Rights in Rice Value Chain

To meaningfully engage key stakeholders and promote human rights in the rice value chain, 10 meetings were conducted with the Agriculture Department, the Labour & Human Resource Department Punjab, the Human Rights and Minorities Department Punjab, rice companies, the Punjab Workers Federation, the Pakistan Basmati Heritage Foundation (PBHF), and civil society organizations. The meetings focused on orienting and sensitizing stakeholders on Human Rights Due Diligence, ILO Decent Work Principles, women empowerment, grievance mechanisms, worker awareness, and compliance with EU and national labour standards.

Sensitization of Farmers, Tenants and Landowners on Labour Rights and Decent Work Conditions

Sensitization meetings were conducted with farmers, tenants, and landowners to promote the creation of a safe and worker-friendly farm environment through the payment of timely and fair wages and the adoption of decent working conditions at the farm level.

110 farmers, tenants, and landlords, (20 women & 90 men) were sensitized.



Dialogue on Human and Labour Rights Due Diligence for Pakistani Agribusinesses Strengthening Socially Diligent Value Chains in Pakistan

12th June 2025, Faletti's Hotel, Crystal Hall, Lahore



CLEAN DRINKING WATER PROJECTS IN PUNJAB PROVINCE



To ensure access to safe drinking water for deprived communities in the drought-prone regions of South Punjab, RCDS, in partnership with Community Helpers USA, implemented water supply intervention through hand pumps in the district Bahawalpur and Layyah.

The installation of hand pumps within localities has enhanced the safety of women and children, reduced physical hardship, and ensured reliable access to clean drinking water.

KEY RESULT OF THE INTERVENTION:

1,350 underserved community members in drought-affected areas have improved and sustainable access to safe drinking water.



SUSTAINABLE WATER SOLUTIONS FOR VULNERABLE COMMUNITIES IN PUNJAB



To improve long-term access to safe water for underserved communities, RCDS, in partnership with Tayaba Welfare International Association, implemented innovative and sustainable water interventions in the rural areas of Sheikhpura and Nankana Sahib district.

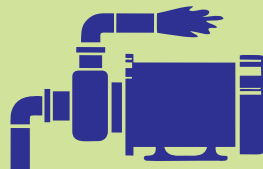
KEY RESULT OF THE INTERVENTION

- To improve access to safe water and reduce daily hardships, 800 households were provided with water wheels, enabling them to collect water efficiently from distant sources and enhancing their overall quality of life
- 1,200 women and children are now relieved from the burden of fetching water from distant sources, enhancing their safety and well-being
- A community-driven sustainable water solution was established in underprivileged villages of Sheikhpura and Nankana Sahib district through the installation of solar-powered water pumps.



Village:

Noolan
Nawan Kot
Kot Mehmood



Number of Solar Water Pumps Installed:

Noolan: 01
Nawan Kot: 01
Kot Mehmood: 01



Number of Households Benefitted

Noolan: 200
Nawan Kot: 250
Kot Mehmood: 350

LOCALIZED MULTI-HAZARD ANTICIPATORY ACTION FACILITY PAKISTAN



RCDS, in partnership with Welthungerhilfe (WHH), under Start Network, implemented a project “Localized Multi-Hazard Anticipatory Action Facility Pakistan” in District Rajanpur. The project focused on the Preparedness and Anticipatory Actions.

Preparedness Actions

Under the preparedness, key achievements are as follows:

Situational Analysis of the Rajanpur Punjab: Historical data, Socioeconomic condition, Coping Mechanism

Rajanpur is a highly disaster-prone district of Punjab. Considering the vulnerability of the area, a situational analysis on riverine and flash floods was conducted to understand the key challenges faced by the region and to identify strategies to improve resilience and adaptive capacity to natural disasters. Based on the analysis of district-level information, RCDS and WHH planned targeted interventions to strengthen communities' ability to anticipate, prepare for, and respond to flood-related hazards, contributing to disaster risk reduction and sustainable development in Rajanpur.

Enhancing Community Resilience through Early Warning Systems

To strengthen community resilience, early warning systems were established in the 30 disaster-prone villages of Rajanpur. Early Response Teams (ERT) were formed in the villages and trained on the preparedness by equipping with the knowledge and emergency kits.

To equip communities with knowledge, awareness-raising materials (2,100 brochures and 200 panaflex banners) were

published and distributed among the communities.

To equip communities with essential tools and resources to effectively manage and respond to emergencies, emergency kits were distributed in 30 villages to enhance community preparedness and resilience in the face of potential disasters.

180 Emergency Response Team (ERT) members (106 men and 74 women) were trained in DRR, First Aid, and Search & Rescue, strengthening community-level preparedness and response capacity.

Evacuation and Safe Places for Flood-Affected Communities

To ensure the timely evacuation and protection of flood-affected communities, 03 safe evacuation camps were established with essential facilities. 400 flood-affected people were safely evacuated and accommodated in the camps. The potable water was regularly replenished into water tanks to ensure the availability of clean drinking water for all evacuees.

life-Saving Kits to Rescue 1122

To enhance district's emergency preparedness, 100 life-saving jackets were handed over to Rescue 1122. The provision of these life-saving kits has addressed the immediate shortage, and also strengthened the overall ability of Rescue 1122 to respond more effectively to emergencies and protect the lives of those in need.

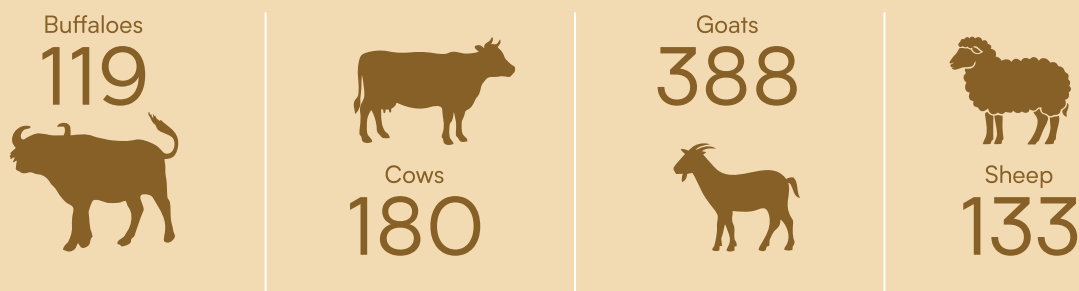
Enhancing DDMA Capacity for Effective Disaster Management

To enhance the capacity of the District Disaster Management Authority (DDMA), a training was organized for district government officials. The training provided a platform for continuous learning, fostering a culture of resilience and collaboration among government institutions.

60 government officials (54 men and 6 women) enhanced their knowledge and skills in disaster management, strengthening the district's capacity to prepare for, respond to, and mitigate the impacts of natural hazards.

Vaccination of Livestock

To protect livestock of the poorest communities from outbreaks of contagious diseases such as foot-and-mouth disease, anthrax, and brucellosis, vaccination campaign was launched in the flood-affected prone villages. Animals were vaccinated highlighted as follows:



Anticipatory Action

Under Anticipatory Action, key achievements are as follows:

Emergency Relief Support for Flood-Affected Communities

To protect affected communities from hunger and starvation, food ration was distributed. 412 households were provided ration to meet their immediate food needs during the critical situation.

To maintain health & hygiene and protect flood-affected communities from diseases, hygiene and dignity kits were distributed. 412 households were provided kits, safeguarding the health of women and girls in need.

Strengthening Mental Health and GBV Awareness among Communities

To provide mental health and psychosocial support, as well as raise awareness on gender-based violence (GBV), training sessions were conducted for flood-affected communities.

- 44 men received support
- 76 women received support



RESTORING SOCIAL SERVICES AND CLIMATE RESILIENCE



RCDS, in partnership with Pakistan Poverty Alleviation Fund (PPAF), is implementing a project “Restoring Social Services and Climate Resilience” in district Rajanpur.



PROJECT DURATION:

May 1, 2024 – April 30, 2026

Objectives of Project

To restore access of the floods-affected communities to social services — particularly health, education and water & sanitation, and critical community social infrastructure

To strengthen resilience of the disaster-prone rural communities and local governments/authorities, while mainstreaming gender, to enhance their ability to anticipate, absorb, accommodate, and recover from climate change and other disaster and pandemic shocks

Key Achievements for the Reporting Period

- The formation of 18 Community Organizations (COs) enhanced community ownership and improved local capacity to identify needs and implement collective solutions
- The formation of 04 Village Organizations (VOs) enhanced community ownership and improved collective decision-making at the village level
- 06 health outreach camps improved access to primary healthcare by providing free consultations, screening, and essential medicines to 1,100 flood-affected patients, with a focus on women and children
- 02 social mobilization and capacity-building trainings enhanced the technical and organizational capacities of 80 VO members (42 men and 38 women), strengthening leadership, governance, and sustainability of Village Organizations
- 03 community-based disaster risk management trainings were conducted, building the capacity of 123 participants (60 men and 63 women) from communities, local institutions, and authorities in disaster preparedness, response, contingency planning, and climate change adaptation
- 08 school-based disaster risk management activities were conducted, reaching 228 participants (126 men and 102 women), including teachers, students, SMC members, and community members, through school safety planning, mock drills, and safety awareness. First aid kits were provided to eight schools, and an environmental initiative planted 100 trees in school premises
- 04 GBV prevention sessions trained 133 community members (62 men, 71 women), strengthening awareness and prevention capacity

- O2 Trainings on Voice in Leadership and Decision-Making empowered 80 community members (38 men and 42 women), enhancing women's participation and promoting gender-inclusive leadership in the community
- O2 trainings on women's rights and access to legal aid enhanced the awareness of 72 participants (40 men and 32 women) about their legal rights, entitlements, and available support systems
- O2 trainings on behavior-change interventions for GBV prevention enhanced the capacity of 60 government staff (30 men and 30 women) to raise awareness and effectively prevent gender-based violence





ToGETHER 2.0

TOWARDS GREATER EFFECTIVENESS AND TIMELINESS IN HUMANITARIAN EMERGENCY RESPONSE



RCDS, a Local Humanitarian Partner, in partnership with Welthungerhilfe (WHH), is implementing project “ToGETHER 2.0– Towards Greater Effectiveness and Timeliness in Humanitarian Emergency Response”.



PROJECT DURATION:

May1, 2024– April 30, 2027

PROJECT COMPONENTS



Local
Leadership



Advocacy



Capacity
Strengthening
and Sharing



Humanitarian
Operation &
Innovation Facility
(HOIFA)



Humanitarian Operation & Innovation Facility (HOIFA)

Under HOIFA, Promoting Localized Strategies for Smog Mitigation in District Lahore Punjab Project” was implemented.

Key Highlights of the HOIFA

- **32** Smog Mitigation Committees formed
- **37,464** reusable cloth bags were distributed to communities and students, promoting sustainable and eco-friendly practices
- **3,950** face masks and protective glasses were provided to students and labourers, improving protection for vulnerable group
- **600** FM 101 radio messages reached **5 million** listeners, boosting community awareness
- Training on smog mitigation enhanced the skills of **51 government officials** to combat air pollution
- **32** rotavators were provided to farmer committees in villages, enabling efficient crop residue management and reducing the need for burning
- **02** university seminars on air pollution reached **583** participants, promoting sustainable solution
- **5,000** IEC materials were distributed to communities and institutions, enhancing awareness at scale

Humanitarian Operation & Innovation Facility (HOIFA)

Under HOIFA, Flood Emergency Response 2025, District Chiniot Punjab was implemented.

Key Highlights of the HOIFA

- **550** flood-affected households received food rations, supporting their immediate nutritional needs.
- **550** flood-affected households, especially women and girls, received hygiene and dignity kits, enhancing hygiene and dignity





STRENGTHENING THE RIGHTS AND WELL-BEING OF **OLDER PEOPLE** IN PUNJAB



To strengthen the rights and well-being of older people across Punjab, RCDS, as chair of the Buzurg Dost Network (BDN)–Punjab, and with the support of FAID — Foundation for Ageing and Inclusive Development, organized events which brought together civil society representatives, government officials, political leaders from different parties, community members, older people, media personnel, and academia.

Following events were organized:

Impact of Climate Change on Older People: Strengthening Care & Support Systems

- **Date:**
October 10, 2024
- **Location:**
Best Western Premier Hotel Lahore
- **Participants:**
29 women & 24 men



International Day of Persons with Disabilities (IDPD) & International Human Rights Day: Bridging Human Rights — Inclusion for PWDs and Older People

- **Date:**
December 05, 2024
- **Location:**
Parklane Hotel Gulberg III Lahore
- **Participants:**
57 women & 43 men





Seminar on World Health Day 2025: Healthy Beginnings and Hopeful Future

- **Date:**
April 24, 2025
- **Location:**
Parklane Hotel Gulberg III Lahore
- **Participants:**
30 women & 29 men



Securing Dignity: Exploring Sustainable Income Solutions for Daily Wage Senior Citizens in Pakistan

- **Date:**
June 03, 2025
- **Location:**
Parklane Hotel Lahore
- **Participants:**
22 women & 31 men

Seminar on Bridging Intergenerational Rights for Inclusive Development

- **Date:**
July 30, 2025
- **Location:**
Parklane Hotel Gulberg III Lahore
- **Participants:**
19 women & 29 men



Political Leadership for Senior Citizens: Tackling Needs and Challenges

- **Date:**
June 4, 2025
- **Location:**
Flatties Hotel Lahore
- **Participants:**
13 women & 12 men



EMERGENCY RELIEF ASSISTANCE TO THE 2025 FLOOD AFFECTED COMMUNITIES



RCDS, in partnership with Pakistan Poverty Alleviation Fund (PPAF), started emergency relief assistance for the flood affected communities in Hafizabad, Sialkot, and Nankana Sahib districts of Punjab. Immediate relief was provided to flood-affected communities through distribution of food rations, non-food items (NFIs), health services, and livestock vaccination, addressing urgent needs and supporting community resilience.

HAFIZABAD



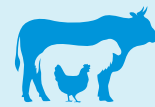
1,000 Flood-affected Households

received emergency relief, including food, NFIs, and hygiene kits, addressing urgent needs promptly and with dignity



525 Flood-affected Patients

benefited from medical assistance at community health camps



820 Livestock

were vaccinated, strengthening animal health and supporting livelihoods of vulnerable households



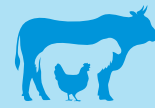
SIALKOT

**1,000 Flood-affected Households**

received emergency relief, including food, NFIs, and hygiene kits, addressing urgent needs promptly and with dignity

**890 Flood-affected Patients**

benefited from medical assistance at community health camps

**970 Livestock**

were vaccinated, strengthening animal health and supporting livelihoods of vulnerable households

NANKANA SAHIB

**500 Flood-affected Households**

received emergency relief, including food, NFIs, and hygiene kits, addressing urgent needs promptly and with dignity

**1,016 Flood-affected Patients**

flood-affected patients benefited from medical assistance at community health camps

**1,056 Livestock**

were vaccinated, strengthening animal health and supporting livelihoods of vulnerable households



NO CHILD LEFT BEHIND: EMPOWERING UNDERPRIVILEGED CHILDREN



RUMI GRAMMAR HIGH SCHOOL

RCDS has established Rumi Grammar School at Mandi Faizabad, a small town in district Nankana Sahib. RCDS believes that every child, no matter who or where they are, has the right to education, protection, care and all the support and services they need to thrive.

Rumi Grammar School was constructed with the generous support of the Embassy of Japan, featuring standard, child-friendly infrastructure that provides a safe, inclusive, and conducive learning environment for underprivileged children.

To ensure quality education, 15 well-qualified teachers are imparting education by using modern teaching methods and digital tools, creating an engaging and effective learning environment for children.



Grade-Wise Student Enrollment

Grade	Boys	Girls	Total
Play Group	29	27	56
Nursery	22	30	52
Prep	9	15	24
One	13	17	30
Two	16	12	28
Three	12	13	25
Four	8	10	18
Five	7	10	17
Six	8	9	17
Seven	3	15	18
Pre - Nine	3	4	7
Total	130	162	292







SUCCESS STORIES

ENDING CROP RESIDUE BURNING FOR A HEALTHIER ENVIRONMENT





S U C C E S S S T O R Y

A village Minhala is located near the Pakistan-India border Lahore. The livelihood of a majority people of the village depends on agriculture. Farmers of the village burn the crop residues. They were unaware that burning crop residues contributed to the increase in smog in the region. **“Burning crop residues is our old practice, we have never considered its impacts on the environment or human health,”** a farmer Khushi Muhammad shared. **“RCDS formed smog mitigation committee in our village. I am a member this committee. I participated in the awareness raising sessions and learned about the harmful impacts of smog. We learned that burning crop residues practice contributes to smog, which in turn causes various diseases,”** Muhammad Asghar stated.

“When I learned that we, as farmers, are contributing to smog, which is severely impacting agriculture, I became deeply concerned. I am raising awareness among my fellow farmers about the importance of avoiding crop residue burning,” Muhammad Habeeb added.

“We will no longer burn crop residues, as we have found alternative solutions. RCDS gave us rotavator to mix the crop residues into the soil. We learned that incorporating crop residues into the soil enhances crop yield and improves soil longevity. We will use rotavator to save our land. We all farmers collectively own the rotavator,” Muhammad Ameen said.

“For the first time, we will use a rotavator instead of burning crop residues. We are committed to reducing our impact on climate change and protecting our ecosystem. I am sure when farmers in other villages will see our rotavators, they will buy their own. The practice of burning crop residues will completely be ended in our area. We all committee members have launched a campaign to prevent the burning crop residues,” Safdar stated.

HUMANITARIAN ASSISTANCE BRINGS SMILES BACK TO A VULNERABLE WOMAN





S U C C E S S T O R Y

Tahira Bibi, 38 years old, the sole breadwinner for her family, lives in village Lodhra, District Chiniot. She takes care of her four sisters. “I have no brother. I have no male member in my home. I work in my neighbors' homes to earn a living for my sisters. I earn very little, which I spend on food. I struggle to meet my sisters' basic needs. They often wish for new clothes. I am unable to make their small wishes come true,” she shared this with tears in her eyes.

When the flood hit her village, Tahira Bibi's life took a devastating turn. Her mud house collapsed. The flood made them vulnerable. **“I am deeply worried about my sisters' safety and security. “When I go to work, I have to leave my sisters alone under the open sky,”** she said.

The provision of food brought substantial relief to vulnerable families. **“I was sitting with my sisters. We were talking about food and other household's needs. My sister said to me, how will we buy food, and how will we build our shelter? I was helpless. I am forgotten. I never got married. I sacrificed my life for the sake of my poor sisters. In my time of despair, I received a food ration from RCDS. The food package will help to meet our needs for the next two months,”** she said with smile face.

The hygiene and dignity kits brought joy to the poor young girls who had never used such items in their life. **“The truth is, we had never seen dignity kits like these before. My sisters were so happy when they saw kits,”** she mentioned joyfully.



AUDIT REPORT



Ilyas Saeed & Co.

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE GENERAL BODY OF RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS) REPORT ON AUDIT OF FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of **Rural Community Development Society (RCDS)**, which comprise of the statement of financial position as at **June 30, 2025**, statement of income and expenditure, statement of comprehensive income, statement of changes in fund, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **Rural Community Development Society (RCDS)** as at **June 30, 2025**, and its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society 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.

Responsibility 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, management is responsible for assessing the society'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 intend to liquidate the society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the society financial reporting process.

Auditors' Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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Ilyas Saeed & Co.
Chartered Accountants

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 Society'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 Society'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 Society's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The engagement partner on the audit resulting in this independent auditor's report is Bushra Sana.

Ilyas Saeed & Co. ISCO
Chartered Accountants
Lahore

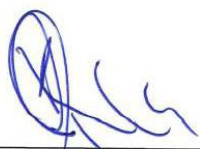
Dated: October 30, 2025
UDIN: AR202510278obIKZh4W3

RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
ASSETS			
Non-current assets			
Property and equipment	4	68,095,674	71,444,811
Capital Work in progress		31,875	31,875
Asset held on Behalf of PPIF - Furniture & Computers	5	17,333,500	-
Long Term Investment	6	22,378	22,378
		<u>85,483,427</u>	<u>71,499,064</u>
Current assets			
Advances, prepayments and other receivables	7	6,422,531	3,297,230
Grant Receivable	8	56,783,092	4,367,814
Advance Income tax		29,578,715	28,198,992
Cash and bank balances	9	49,699,404	27,660,973
		<u>142,483,742</u>	<u>63,525,009</u>
		<u>227,967,169</u>	<u>135,024,073</u>
FUNDS AND LIABILITIES			
Funds			
General fund		118,608,562	116,938,875
LIABILITIES			
Non current liabilities			
Deferred income	10	40,037,934	14,567,230
		<u>40,037,934</u>	<u>14,567,230</u>
Current liabilities			
Trade and other payables	11	69,320,673	3,517,968
		<u>227,967,169</u>	<u>135,024,073</u>
Contingencies and commitments	12	-	-

The annexed notes from 1 to 22 form an integral part of these financial statements.

ISCO



MANAGING DIRECTOR



CHAIRPERSON

RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
INCOME			
Profit on bank deposits	13	5,365,920	3,535,028
Income from other activities	14	14,718,210	11,990,284
Deferred grants amortized	10	115,840,153	44,332,609
		135,924,283	59,857,921
EXPENDITURE			
Salaries and other benefits		46,740,201	16,401,650
Operating expenses	15	87,408,111	46,060,488
Finance Cost	16	106,285	74,747
Total Expenditures		134,254,597	62,536,885
Net (deficit) / surplus for the year		1,669,686	(2,678,964)

The annexed notes from 1 to 22 form an integral part of these financial statements.

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MANAGING DIRECTOR



CHAIRPERSON

RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

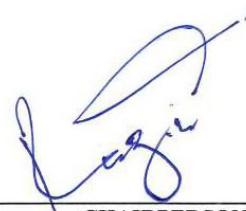
	Note	2025 Rupees	0 2024 Rupees
Surplus (deficit) for the year		1,669,686	(2,678,964)
Other Comprehensive Income for the year		-	-
		<u>1,669,686</u>	<u>(2,678,964)</u>

The annexed notes from 1 to 22 form an integral part of these financial statements.

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MANAGING DIRECTOR



CHAIRPERSON

**RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED JUNE 30, 2025**

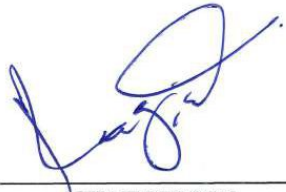
	Endowment Funds	General Funds	Total Funds
	Rupees		
Balance as at June 30, 2023	-	119,617,840	119,617,839
Net Surplus for the year ended June 30, 2024		(2,678,964)	(2,678,964)
Balance as at June 30, 2024	-	116,938,876	116,938,875
Net Surplus for the year ended June 30, 2025		1,669,686	1,669,686
Balance as at June 30, 2025	-	118,608,562	118,608,561

The annexed notes from 1 to 22 form an integral part of these financial statements.

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MANAGING DIRECTOR



CHAIRPERSON

RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
Cash flows from operating activities			
(Deficit) / Surplus for the year		1,669,686	(2,678,964)
Adjustments for non cash items:			
Depreciation		3,460,401	3,815,530
Deferred income amortized		(115,840,153)	(44,332,609)
		(112,379,752)	(40,517,079)
Net cash flows before working capital changes		(110,710,066)	(43,196,043)
(Increase) / decrease in current assets and liabilities			
Advances, prepayments and other receivables		(56,920,302)	(571,608)
Trade and other payables		65,802,705	785,940
		8,882,403	214,332
Net cash from operating activities		(101,827,663)	(42,981,711)
Cash flows from investing activities			
Purchase of fixed assets		(514,153)	(3,487,300)
Sale proceeds from disposal of fixed assets		402,889	-
Assets held on behalf of GOP PPIF - Furniture & Computer		(17,333,500)	-
Net cash used in investing activities		(17,444,764)	(3,487,300)
Cash flows from financing activities			
Deferred income		141,310,858	49,909,618
Net cash (used in)/ from financing activities		141,310,858	49,909,618
Net (decrease) / increase in cash and cash equivalents		22,038,431	3,440,608
Cash and cash equivalents at beginning of year		27,660,973	24,220,365
Cash and cash equivalents- at the end of year		49,699,404	27,660,973

The annexed notes from 1 to 22 form an integral part of these financial statements.

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MANAGING DIRECTOR



CHAIRPERSON

RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

1 STATUS AND NATURE OF BUSINESS

- 1.1** Rural Community Development Society "The Society" was registered under the Societies Registration Act, 1860 vide registration No: RP/6061/L/S/98/570 dated July 04, 1998. The purpose of RCDS is to work for social, economic and cultural betterment of low income groups in both urban and rural areas.
- 1.2** The principal activity of the Society is to provide cost effective grant based services to needy persons in order to enhance their economic role. The RCDS is also taking part to train and support human resources for designing implementing and overseeing development projects of community physical infrastructure and programs. In addition to these functions the RCDS also provides services in the form of training both to its clients and staff.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the Approved Accounting & Reporting Standards as applicable in Pakistan. Approved Accounting Standards comprise of such International Financial Reporting Standards and the Accounting standards for Not For Profit Organizations (NPOs) issued by Institute of Chartered Accountants of Pakistan (ICAP).

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies adopted in preparation of these financial statements are set out below. These policies have been consistently applied to all years prescribed, unless otherwise stated.

3.1 Basis of measurement

These financial statements have been prepared under the historical cost convention except as otherwise stated in the respective policies and notes given hereunder.

3.2 Material Accounting Estimates and Judgments

The preparation of financial statements in conformity with the Financial reporting guidelines for NGOs/ NPOs engaged in microfinance issued by the Institute Chartered Accountants of 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. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

Significant areas requiring the use of management estimates in these financial statements relate to the useful life of depreciable assets and provisions for doubtful receivables. However, assumptions and judgments made by management in the application of accounting policies that have significant effect on the financial statements are not expected to result in material adjustment to the carrying amount of assets and liabilities in the next year.

3.3 Revenue

Revenue is recognized to the extent that the economic benefits will flow to the entity and revenue can be reliably measured. Revenue from different sources is recognized on the following basis:

- Donations in kind are recognized at fair market value as and when donated items are received.
- Return on investments is recognized on accrual basis.
- Revenue received from rental income is recognized on the basis of accrual accounting

3.4 Borrowings

Loans and borrowings are recorded on the cash basis. In subsequent periods, borrowings are stated at amortized cost using the effective yield method. Financial charges are accounted for on accrual basis and are included in current liabilities to the extent of amount remaining unpaid, if any.

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RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
NOTES TO THE FINANCIAL STATEMENTS

3.5 Taxation

The income of the organization is exempt from the levy of tax under clause (c) of sub-section 36 of section 2 of the Income Tax Ordinance, 2001. Accordingly, no provisions for taxation has been made in the financial statements.

3.6 Property, plant and equipment

Property, plant and equipment are initially recognized at acquisition cost including any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the management.

Subsequently, property, plant and equipment are stated at cost less accumulated depreciation and any identifiable impairment loss. Subsequent costs are included in the asset's carrying amount or recognized as a separate cost, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the organization and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to income statement during the year in which they are incurred.

Depreciation is charged to the Income and Expenditure Account using the reducing balance method, applying the depreciation rates disclosed in Note 4, to allocate the depreciable amount of assets over their estimated useful lives. Depreciation on additions is charged from the date the asset becomes available for use, while no depreciation is charged on the date the asset is disposed of.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on de-recognition of assets (calculated as the difference between the net disposal proceed and carrying amount of the asset) is included in the income statement in the year the asset is derecognized.

The assets' residual values and estimated useful lives are reviewed at least at each balance sheet date and impact on depreciation is adjusted, if significant.

3.7 Recognition of grants

Grants received for capital expenditure are presented in the balance sheet as "Deferred Income" that is recognized as income in line with depreciation charged on respective assets over the useful life of the assets.

Grants received for revenue expenditure are recognized as grant income as per terms of agreement with donors.

3.8 Trade and other payables

Trade and other payables are stated at cost which is the fair value of consideration to be paid in the future for goods and services.

3.9 Advances, prepayments and other receivables

These are stated at their nominal values net of any allowance for uncollectable amounts. Other receivables are recognized at nominal amount which is fair value of the consideration to be received in future.

3.10 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For purpose of cash flow statement, cash and cash equivalents include cash in hand, demand deposits, other short term highly liquid investments that are readily convertible to known amount of cash and which are subject to an insignificant risk of change in value.

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**RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
NOTES TO THE FINANCIAL STATEMENTS**

3.11 Use of Estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience, including expectation of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to the Company's financial statements or where judgments were exercised in application of accounting policies are below:

- Operating fixed assets - Tangible and intangible
- Micro credit loan portfolio
- Advances, prepayments and other receivables
- Creditors, accrued and other liabilities

3.12 Cost allocation

Common costs relating to financial and non-financial services is allocated on proportionate basis according to share percentage of program's direct cost to total cost.

3.13 Other receivables

Other receivables are recognized initially at fair value plus directly attributable cost, if any and subsequently measured at amortized cost. A provision for impairment of other receivables is established when there is objective evidence that the Society will not be able to collect all amounts due according to the original terms of receivables.

3.14 Creditors, accrued and other liabilities

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the organization and subsequently measured at amortized cost.

3.15 Recognition of grants and donations

Funds provided by donors to subsidize operating and administrative expenses are recognized as grant income as per terms of agreement with donors.

Funds utilized for acquiring fixed assets are taken to deferred grant and amortized over the useful life of the assets.

Grant related to capacity building are taken to deferred grant and amortized over the useful life.

Grants utilized for financing of lending operations are recognized as donated fund.

3.16 General fund

Funds generated by the Society through contribution from the trustees and other donors, without any specific purpose or activity, are classified as unrestricted general funds. Accordingly, any income generated and expenses incurred with respect to normal operations of the Society, which are not related to specific funds/activities, are charged to statement of income and expenditure.

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**RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
NOTES TO THE FINANCIAL STATEMENTS**

4 PROPERTY AND EQUIPMENT

Particulars	Cost			Depreciation				Written down value as at June 30, 2025
	As at July 01, 2024	additions during the period	Disposal / Transferred	As at June 30, 2025	Rate	As at July 01, 2024	For the period	As at June 30, 2025
Rs.								
Free hold land	26,837,919	-	-	26,837,919	0%	-	-	26,837,919
Building	40,662,716	-	-	40,662,716	5%	8,852,967	1,590,487	10,443,454
Furniture and fixtures	5,882,351	-	-	5,882,351	10%	2,109,128	377,322	2,486,450
Vehicles	21,044,230	-	(1,769,750)	19,274,480	20%	15,412,673	1,045,734	15,091,545
Office equipment	1,294,533	514,153	-	1,808,686	30%	1,043,467	130,922	1,174,389
Agri Equipment	6,548,783	-	-	6,548,783	10%	3,416,520	313,226	3,729,747
Health Equipment	2,239,000	-	-	2,239,000	30%	2,229,965	2,711	2,232,675
Total	104,509,532	514,153	(1,769,750)	103,253,935		33,064,720	3,460,402	35,158,261
								68,095,674

Particulars	Cost			Depreciation				Written down value as at June 30, 2024
	As at July 01, 2023	additions during the period	Disposal / Transferred	As at June 30, 2024	Rate	As at July 01, 2023	For the period	As at June 30, 2024
Rs.								
Free hold land	26,837,919	-	-	26,837,919	0%	-	-	26,837,919
Building	40,662,716	-	-	40,662,716	5%	7,178,769	1,674,197	8,852,967
Furniture and fixtures	5,882,351	-	-	5,882,351	10%	1,689,881	419,247	2,109,128
Vehicles	17,556,930	3,487,300	-	21,044,230	20%	14,150,087	1,262,585	15,412,673
Office equipment	1,294,533	-	-	1,294,533	30%	935,867	107,600	1,043,467
Agri Equipment	6,548,783	-	-	6,548,783	10%	3,068,491	348,029	3,416,520
Health Equipment	2,239,000	-	-	2,239,000	30%	2,226,092	3,872	2,229,965
Water testing equipment	-	-	-	-	10%	-	-	-
Total	101,022,232	3,487,300	-	104,509,532		29,249,189	3,815,531	33,064,720
								71,444,811

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RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
NOTES TO THE FINANCIAL STATEMENTS

	Note	2025 Rupees	2024 Rupees
5 ASSET HELD ON BEHALF OF PPIF - FURNITURE & COMPUTERS			
Opening balance		-	-
Additions during the Year (Funded by PPIF)		17,333,500	-
Less: Adjustment (if any)		-	-
Closing balance		<u>17,333,500</u>	<u>-</u>
The Society holds specific movable assets exclusively for use in the PPIF-funded project "Scale up of E-Voucher Model for BISP beneficiaries in District Lahore".			
(i) Legal ownership of all such assets rests solely with PPIF, and			
(ii) Movable assets are required to be returned to PPIF in working condition upon project completion.			
The Society holds these assets strictly for designated project use and does not control their substantive future economic benefits.			
6 LONG TERM INVESTMENT			
Investment in EFU saving plans		<u>22,378</u>	<u>22,378</u>
		<u>22,378</u>	<u>22,378</u>
7 ADVANCES, DEPOSITS AND OTHER RECEIVABLES			
Advance to staff against salaries		384,999	93,440
Advance to staff against expenses		2,680,139	514,563
Advance against the purchase of Agri Machinery		2,000,000	2,000,000
Unadjustable advance		387,000	257,000
Receivable against School fees & Books collection		304,675	131,800
Receivable From Al Khair Motors		28,800	28,800
Receivable From PSDF		73,510	73,510
Other receivable		563,408	198,117
		<u>6,422,531</u>	<u>3,297,230</u>
8 GRANT RECEIVABLE			
Punjab Population Innovation Fund (PPIF)		53,252,440	-
Helvitas		181,870	-
Welthungerhilfe		3,348,782	4,367,814
		<u>56,783,092</u>	<u>4,367,814</u>
9 CASH AND BANK BALANCES			
Cash in hand			
Cash in hand		722,813	326,440
Cash at banks			
In current accounts	12.1	386,184	386,184
In deposit accounts	12.2	48,590,407	26,948,349
		<u>48,976,591</u>	<u>27,334,533</u>
		<u>49,699,404</u>	<u>27,660,973</u>
9.1	Cash at bank is free of lien and charge.		
9.2	The rate of return on deposit accounts at rates ranging from 7% to 19% per annum (2024: 8% to 20% per annum).		

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RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
NOTES TO THE FINANCIAL STATEMENTS

10 DEFERRED INCOME

Opening balance	14,567,231	8,990,222
Add : Cash received from donors	84,527,764	45,541,804
Less: Amortization of grants	(115,840,153)	(44,332,609)
Add: Grant Receivable portion	56,783,092	4,367,814
Closing balance	40,037,934	14,567,231

- 10.1** RCDS is continuing its collaboration with the **Pakistan Poverty Alleviation Fund (PPAF)** through the project “**Restoring Social Services and Climate Resilience**” (May 2024–April 2026; budget: Rs. 49.45 million), implemented in Union Council Haripur, District Rajanpur.

The project aims to rebuild flood-affected communities by strengthening local capacity through training in social mobilization, leadership, disaster preparedness, and health awareness. Future efforts will focus on linking communities with relevant agencies to enhance livelihoods, economic opportunities, and socio-economic resilience.

- 10.2** In 2024, RCDS formalized a partnership with **Welthungerhilfe** to implement the project “**Together 2.0 – Towards Greater Effectiveness and Timeliness in Humanitarian Emergency Response**.”

- The project runs from May 1, 2024, to April 30, 2027, with an initial budget of EUR 301,444, and is active in the Lahore and Layyah districts. Its primary goal is to strengthen localized humanitarian response by enhancing organizational systems, building staff capacity, and ensuring timely assistance delivery.

- During the year 2025, modification to the agreement has increased the total budget to EUR 318,862.5, allowing for expanded implementation and impact.

- 10.3** During the current year, RCDS has entered into a partnership with **Helvtas** for the Capacity Building for Socially Diligent Agribusiness project, effective from January 2025 to April 2028. The project is funded at PKR 23,021,541.

The initiative will directly engage 2,000 farmers, 7,500 farm laborers, and 750 factory workers, alongside key stakeholders including 10 civil society organizations, 4 labor unions, and 15 rice companies. The project aims to achieve the following outcomes:

1 Enhanced Awareness and Capacity on Labor Rights

- Build knowledge of labor and human rights among 7,500+ workers and farmers.
- Strengthen civil society organizations and labor unions to effectively advocate for rights and provide legal support.

2 Functional Due Diligence and Whistle-Blowing Mechanisms

- Establish safe, confidential reporting channels for labor rights violations.
- Support 15 rice companies in implementing due diligence policies across their supply chains.

3 Measurable Improvement in Working Conditions

- Document gaps in compliance and facilitate remedial actions in the rice value chain.
- Improve labor law adherence in areas such as fair wages, occupational safety, and social protection for workers and laborers.

We look forward to working together to advance socially responsible agribusiness practices and strengthen labor rights across the sector.

- 10.4** During the year, RCDS has entered into an agreement with **Community Helpers USA** for the Clean Drinking Water project. The project is scheduled to run from April 2025 to March 2026, with a total budget of PKR 300,000.

Project Objective: To install three hand water pumps in prioritized, vulnerable communities within District Bahawalpur, District Rajanpur, and Lahore following a comprehensive needs assessment.

- 10.5** RCDS has signed two agreements with the **Punjab Population Innovation Fund (PPIF)**—a non-profit public sector company supporting family planning initiatives—to scale the E-Voucher Model for BISP beneficiaries.

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RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)

NOTES TO THE FINANCIAL STATEMENTS

-**The Lahore project**, running from February 2025 to May 2027 with a budget of PKR 196,474,935, aims to reach 169,091 eligible women through household visits on Healthy Timing and Spacing of Pregnancies (HTSP).

-**The Kasur project**, covering the same period with a budget of PKR 116,332,670, targets 95,549 eligible women for similar family planning sensitization services.

- 10.6** RCDS entered into an agreement with the **Tayyaba Foundation** in July 2024 to implement a humanitarian support project valued at PKR 1,050,000. This initiative, active from July to August 2024, involved installing three solar-powered water filtration plants—each equipped with a full water facilitation system and a 500-foot bore—in vulnerable communities across the districts of Layyah, Rajanpur, and Lahore.

- 10.7** Received PKR 10 million from Rural Community Development Programme (RCDP) for the construction of a hospital.

	Note	2025 Rupees	2024 Rupees
11 TRADE AND OTHER PAYABLES			
Withholding tax payable		1,096,698	101,754
Staff payables		3,011,779	1,173,718
Staff provident fund payable		1,140,352	1,140,352
Accrued expenses		1,099,550	696,710
Payable to PPIF (Security received from PPIF against the project)		62,561,521	-
Payable to PPAF		206,714	206,714
Others		204,059	198,720
		<u>69,320,673</u>	<u>3,517,968</u>
12 CONTINGENCIES AND COMMITMENTS			
12.1	There are no contingencies and commitments as on balance sheet date. (2024: NIL)		
13 PROFIT ON BANK DEPOSITS			
Profit on bank deposits		5,365,920	3,535,028
		<u>5,365,920</u>	<u>3,535,028</u>
14 INCOME FROM OTHER ACTIVITIES			
Vehicle Rental Income		7,605,601	6,425,250
Building Rental Income		2,636,616	2,396,925
School Fee income		2,871,357	2,890,843
Profit from Banks		-	-
Profit on Sale of Fixed Asset		1,597,111	-
Exchange gain		7,525	277,266
		<u>14,718,210</u>	<u>11,990,284</u>
15 OTHER OPERATING EXPENSES			
Project and Allied Expenses		58,633,650	32,539,978
Training expenses		3,763,483	-
Office rent		2,688,000	832,000
Printing and stationery		973,521	1,111,650
Petrol and maintenance		4,947,636	2,694,501
Utilities		691,402	613,838
Communication & Couriers		1,481,581	579,681
Depreciation		3,460,402	3,815,531
Office supplies		2,145,044	2,745,674
Audit Fee	15.1	312,500	250,000
Legal aid Expenses		-	-
Travelling		6,497,036	304,022
Registration expenses		365,412	105,715
Consultancy		210,000	-
Others		1,238,444	467,899
		<u>87,408,111</u>	<u>46,060,489</u>

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RURAL COMMUNITY DEVELOPMENT SOCIETY (RCDS)
NOTES TO THE FINANCIAL STATEMENTS

	312,500	250,000
16 FINANCE COST		
Bank charges	106,285	74,747
	106,285	74,747
	2025	2024
17 NUMBER OF EMPLOYEES	Numbers	Numbers
Number of employees at the end of the year	27	27
Average number of employees during the year	27	28

18 REMUNERATION OF CHIEF EXECUTIVES, DIRECTORS AND EXECUTIVES

Following are the particulars of remuneration to chief executive officer, Certain directors and executives:

	2025		2024	
	Managing Director	Executives	Managing Director	Executives
Basic Salaries	3,597,273	6,716,108	2,760,000	3,302,273
Medical allowances	359,727	671,611	276,000	330,227
Bonus	150,000	80,000	-	-
Others	392,000	908,182	210,000	65,000
	4,499,000	8,375,901	3,246,000	3,697,500
Number of Persons	1	4	1	2

19 RELATED PARTY TRANSACTIONS

The related parties comprise subsidiaries, associated under takings (Common Directorship), post employment benefit plans, other related companies, and key management personnel. The company in normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

Name and basis of relationship	Nature of Transaction	2025 Rupees	2024 Rupees
Rural Community Development Programmes (RCDP) - Associated Entity	Received vehicle and building rental income	10,242,217	8,822,175
Rural Community Development Programmes (RCDP) - Associated Entity	Funds received for hospital construction	10,000,000	-

20 CORRESPONDING FIGURES

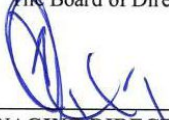
20.1 Corresponding figures have been reclassified, where ever considered necessary, for better presentation of the financial statements. However, no significant reclassification has been made during the year.

21 GENERAL

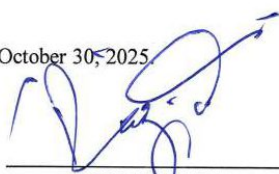
Figures have been rounded off to the nearest rupees.

22 DATE OF AUTHORIZATION FOR ISSUE

The Board of Directors authorized these financial statements for issue on October 30, 2025.


MANAGING DIRECTOR

TSCo


CHAIRPERSON



Rural Community Development Society (RCDS)

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