ZIAUDDIN UNIVERSITY

ANNUAL REPORT

For the Year Ended 30 June 2025

with FY2026 Budget Outlook

Karachi, Pakistan

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About Ziauddin University

Ziauddin University was originally incorporated under its charter as Dr. Ziauddin Postgraduate Institute of Medical Sciences and later reconstituted as Ziauddin University through the Ziauddin University (Amendment Act 2003) on 13 December 2005. The University was further established as a degree-awarding institution through a gazette notification issued by the Provincial Assembly of Sindh under Sindh Act No. XXXIV of 2018, transforming the Dr. Ziauddin Postgraduate Institute of Medical Sciences into Ziauddin University.

The University is recognized by the Higher Education Commission (HEC) of Pakistan and is authorized to provide higher education in medical and allied health sciences. It operates as a not-for-profit educational institution committed to advancing learning through teaching, training, research, and entrepreneurship. The main campus is situated at 4/B Shahrah-e-Ghalib Road, Block 6, Clifton, Karachi, on land owned by Ziauddin Hospital, a related party.

As reflected in the University's FY2025-26 budget structure, the University comprises the Faculty of Health Sciences, Faculty of Allied Health Science, Faculty of Nursing, Faculty of Pharmacy, Faculty of Engineering Science and Technology, College of Law, College of Veterinary and Animal Science, Faculty of Liberal Arts and Human Sciences, and Faculty of Eastern Medicine and Natural Sciences, alongside a Sukkur campus.

The University's workforce stood at 1,450 employees as at 30 June 2025, compared to 1,315 employees as at 30 June 2024.

Independent Auditor's Opinion

The University's financial statements for the year ended 30 June 2025 were audited by Grant Thornton Anjum Rahman, Chartered Accountants, Karachi. The audit was conducted in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan.

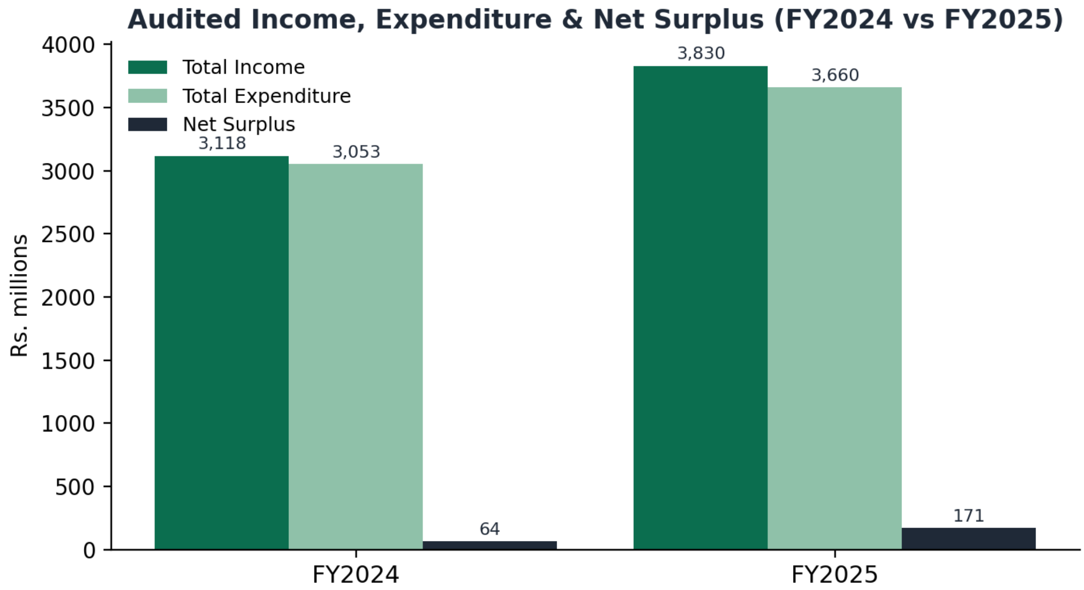
In the auditor's opinion, the financial statements present fairly, in all material respects, the financial position of the University as at 30 June 2025 and its financial performance and cash flows for the year then ended, in accordance with the approved accounting and reporting standards as applicable in Pakistan (International Financial Reporting Standards and the Accounting Standards for Not-for-Profit Organizations issued by the Institute of Chartered Accountants of Pakistan) i.e., an unqualified (clean) audit opinion.

The engagement partner was Khurram Jameel. The report is dated 2 June 2026, and the financial statements were authorized for issue by the Board of Governors of the University on 12 May 2026.

Financial Highlights-FY2025 (Audited)

Total income for the year ended 30 June 2025 rose to Rs. 3,830.26 million from Rs. 3,117.53 million in FY2024, an increase of approximately 23%. Net surplus for the year increased to Rs. 170.60 million, up from Rs. 64.28 million in FY2024 an increase of roughly 165%, driven by growth in tuition and allied fees and other income outpacing the rise in operating and administrative costs.

Description	FY2025 (Rs.)	FY2024 (Rs.)
Tuition and allied fees	3,393,667,844	2,871,418,659
Donations	3,855,000	1,955,000
Other income	432,732,746	244,154,760
Total Income	3,830,255,590	3,117,528,419
Operating expenses	2,933,142,232	2,374,158,124
Administrative expenses	567,107,852	415,576,310
Finance costs	159,410,187	263,510,099
Total Expenditure	3,659,660,271	3,053,244,533
Net Surplus for the Year	170,595,319	64,283,886



Source: Ziauddin University Statement of Income and Expenditure, audited financial statements for the year ended 30 June 2025.

Statement of Financial Position (Condensed)

As at 30 June 2025, total assets stood at Rs. 6,518.75 million, compared to Rs. 6,689.46 million at 30 June 2024, a decrease of approximately 2.6%, largely reflecting a reduction in current assets, particularly tuition fee receivable and due from related parties.

Description	2025 (Rs.)	2024 (Rs.)
Non-current assets	4,323,503,399	3,992,438,334
Current assets	2,195,243,859	2,697,019,970
Total Assets	6,518,747,258	6,689,458,304
Total Funds	3,416,234,539	3,245,639,221
Non-current liabilities	256,150,784	577,944,422
Current liabilities	2,846,361,935	2,865,874,662
Total Funds and Liabilities	6,518,747,258	6,689,458,304

Cash Flow Summary

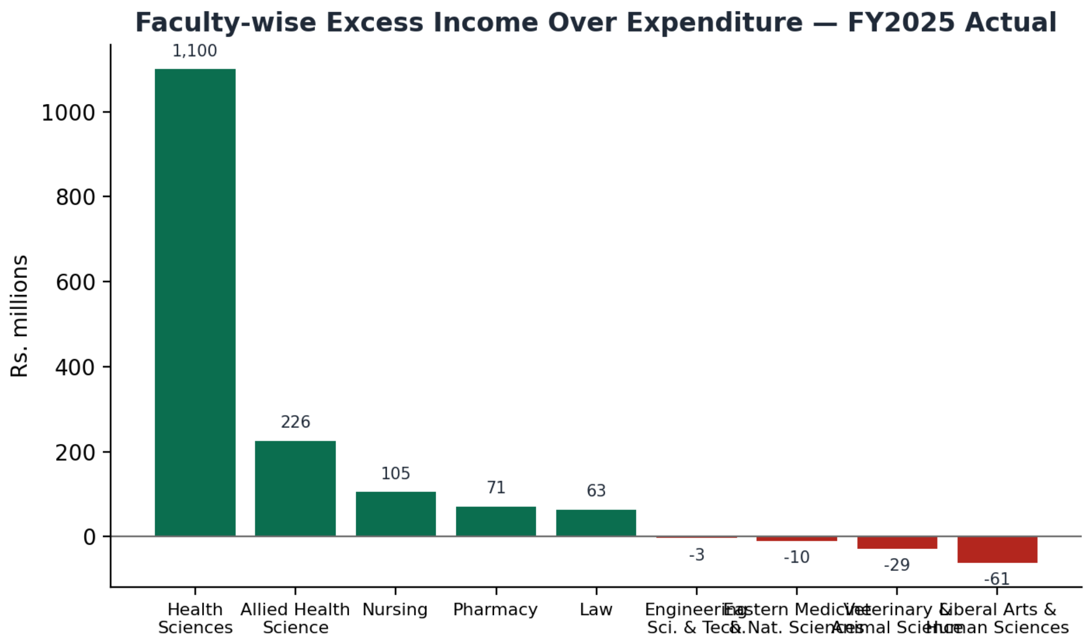
Description	FY2025 (Rs.)	FY2024 (Rs.)
Net cash generated from operating activities	1,669,033,599	1,124,434,286
Net cash used in investing activities	(1,029,251,985)	(719,295,256)
Net cash used in financing activities	(262,753,183)	(131,793,268)
Net increase in cash and cash equivalents	377,028,431	273,345,762
Cash and cash equivalents at year end	337,162,428	(39,866,003)

Source: Ziauddin University Statement of Cash Flows, audited financial statements for the year ended 30 June 2025.

Faculty-Wise Financial Performance — FY2025 (Actual)

The University's internal Budget 2026 report breaks down financial performance by faculty and college for FY2025. These figures are drawn from the University's internal Power BI budget/finance report rather than the audited financial statements, and are presented on a different consolidation and classification basis; totals here will therefore not tie exactly to the audited figures in the sections above.

Faculty / College	Excess Income Over Expenditure (Rs.)
Faculty of Health Sciences	1,100,254,469
Faculty of Allied Health Science	225,564,897
Faculty of Nursing	105,450,888
Faculty of Pharmacy	71,149,983
College of Law	63,369,081
Faculty of Engineering Science and Technology	(3,017,354)
Faculty of Eastern Medicine and Natural Sciences	(10,056,055)
College of Veterinary and Animal Science	(28,656,109)
Faculty of Liberal Arts and Human Sciences	(61,428,290)



Source: Ziauddin University Budget 2026 report (internal, Power BI-based, unaudited).

Budget 2026 Outlook (Proposed)

The proposed budget for the year 2026 was presented to, and approved by, the University's Finance & Planning Committee. Total proposed income for 2026 is budgeted at Rs. 4,424.83 million against proposed expenditure of Rs. 4,098.84 million, projecting an excess of income over expenditure of Rs. 325.99 million.

Description	Budget 2026 (Rs.)	Budget 2025 (Rs.)
Total Income	4,424,831,672	3,855,624,889
Total Expenditure	4,098,837,345	3,792,321,999
Excess Income Over Expenditure	325,994,327	63,302,891
Proposed Capital Expenditure	1,371,598,512	551,640,563

A significant share of the proposed FY2026 capital budget — Rs. 1,150.6 million — is allocated to construction. Per the minutes of the 62nd Finance & Planning Committee meeting (7 April 2025), this includes a proposed Basic Health Services (BHS) unit at the Sukkur Campus and the demolition and reconstruction of BC-06 (the Pharmacy building) at the Clifton campus, each estimated to require approximately Rs. 1 billion in funding, as well as a proposed student hostel at the Sukkur campus. The Committee was also informed that an Australian design and construction consultancy has been engaged for the design of a new University Hospital in Rawalpindi.

Source: Ziauddin University Budget 2026 report and Notice/Minutes of the Finance & Planning Committee (internal, unaudited).

Governance and Risk

Financial Oversight

The University's annual budget and financial performance are reviewed by the Finance & Planning Committee, chaired by the Chancellor, Dr. Asim Hussain. The 62nd meeting of the Committee was held on 7 April 2025; the 63rd meeting was scheduled for 28 May 2025 to approve the Annual Budget for 2026 and confirm prior minutes. Under Note 29 of the audited financial statements, overall responsibility for the establishment and oversight of the University's risk management framework rests with the Board of Directors.

Contingencies

In prior years, the Additional Commissioner Inland Revenue raised a tax demand of Rs. 61,150,000 under Sections 122, 122(5A) and 161 of the Income Tax Ordinance, 2001. The University filed appeals before the Appellate Tribunal Inland Revenue, which remanded the case to the concerned officer. Based on tax advice, management believes the University has a reasonable position, and accordingly no provision has been recorded in the financial statements.

Related Parties

The University has related-party balances and transactions with Ziauddin Hospital (owner of the land on which the main campus is constructed), Ziauddin Enterprises (Pvt.) Limited, Ziauddin Education System (Pvt.) Limited, and the Ziauddin Examination Board.

Data Notes and Limitations

This report combines two source documents: (i) the audited financial statements for the year ended 30 June 2025, prepared by university management and audited by Grant Thornton Anjum Rahman, and (ii) the University's internal Budget 2026 report (Power BI-based, unaudited, prepared for internal financial planning).

Where figures from the two sources differ for example, total 'Excess Income Over Expenditure' for FY2025 appears as Rs. 646.81 million in the internal Budget 2026 report versus a Net Surplus of Rs. 170.60 million in the audited financial statements this reflects differing consolidation, classification, or account-grouping bases between the two reports. The audited financial statements should be treated as the authoritative source for FY2025 actual results.

All figures are in Pakistani Rupees (PKR) unless otherwise stated.

This report does not include a formal Vice Chancellor's or Chancellor's message, a sustainability/SDG section, or accreditation/ranking data, as no such content was provided in the source documents for this report.