



ORGANIZATION FOR PROMOTION OF HEALTH
AND COMMUNITY DEVELOPMENT (OPHCD)

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED AS DECEMBER 31, 2025

Our Services:

- Audit
- Tax
- Advisory
- Training

INDEPENDENT AUDITORS' REPORT TO THE MANAGEMENT OF ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)

OPINION

We have audited the financial statements of **Organization for Promotion of Health and Community Development (the Organization)** for the year ended as 31 December 2025, which comprises the statement of financial position, statement income and expenditure, statement of changes in fund, and statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the Organization's financial statements present true and fair view in all material respects, the financial position of the organization as at 31 December, 2025 and of its financial performance and its cash flows for the year ended in accordance with financial reporting framework as disclosed in note 2 to the financial statements.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Afghanistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with entity's accounting policy as disclosed in financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization'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 Organization or to cease operations or has no realistic alternative but to do so.

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Those charged with governance are responsible for overseeing the Organization'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 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 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, we exercise professional judgment and maintain professional scepticism 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 Organization'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 Organization'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, modify our opinion. Our conclusions are

True

based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization 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.

TRUE VIEW Audit and Consultancy.

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AUDIT & CONSULTANCY COMPANY

The logo features the company name in blue text, with a stylized blue eye icon containing a white checkmark.

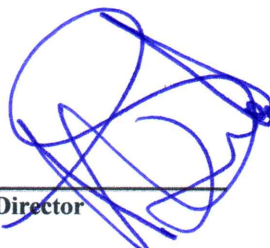
True View Audit & Consultancy Company
Engagement Partner: Sibghatullah Taban- FCCA, MSc
Location: Kabul, Afghanistan
Date: April 06, 2026

ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

	NOTES	2025 USD	2024 USD
<u>ASSETS</u>			
Non current assets			
Fixed assets	4	-	-
Current assets			
Cash and bank balances	5	1,345,088	410,361
Advances and other receivable	6	927,676	1,345
Account receivable	7	321,732	222,266
TOTAL ASSETS		2,594,496	633,972
<u>ACCUMULATED FUNDS AND LIABILITIES</u>			
Accumulated funds			
Accumulated funds		1,511,746	153,149
Current liabilities			
Accounts payable	8	1,082,750	480,823
TOTAL ACCUMULATED FUNDS AND LIABILITIES		2,594,496	633,972

The annexed notes, form an integral part of these financial statements.


 Head of Finance

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 Director

ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2025

	NOTES	2025 USD	2024 USD
INCOME			
Restricted income		7,606,589	3,791,166
Unrestricted income	9	-	123,939
TOTAL INCOME		7,606,589	3,915,105
EXPENDITURE			
Project expenses	11	6,198,663	3,791,166
Admin expenses	12	73,053	81,954
Financial Charges	13	3,027	689
Exchange (gain)/ loss			9,276
TOTAL EXPENDITURE		6,274,743	3,883,085
Other comprehensive (income)/loss		-	-
SURPLUS / (DEFICIT) FOR THE YEAR		1,331,846	32,020

The annexed notes, form an integral part of these financial statements.

Head of Finance

Director

ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Accumulated Fund USD
BALANCE AS AT JANUARY 01, 2024	54,731
Profit for the period ended December 31, 2024	32,020
BALANCE AS DECEMBER 31, 2024	86,751
Profit for the year ended December 30, 2025	1,331,846
BALANCE AS DECEMBER 31, 2025	1,418,597

The annexed notes from 1 to 18 form an integral part of these financial statements.

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Head of Finance

Director

ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2025

	NOTES	2025 USD	2024 USD
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>			
Surplus/(deficit) for the year		1,331,846	32,020
CASH SURPLUS BEFORE WORKING CAPITAL CHANGES		1,331,846	32,020
CHANGES IN WORKING CAPITAL			
(INCREASE)/DECREASE IN CURRENT ASSETS			
Decrease / (increase) in grants receivable		(926,331)	21,721
Decrease/ (increase) in advances/deposits		(99,466)	(10,226)
(INCREASE)/DECREASE IN CURRENT LIABILITIES			
Increase / (Decrease) in grants payable		-	-
Increase / (Decrease) in account payable		601,926	151,864
NET CHANGE IN WORKING CAPITAL		601,926	151,864
NET CASH GENERATED FROM OPERATING ACTIVITIES		907,975	195,379
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
Acquisition of fixed assets		-	-
NET CASH USED IN INVESTING ACTIVITIES		-	-
Adjustment		26,752	-
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		26,752	-
NET INCREASE IN CASH & CASH EQUIVALENTS FOR THE YEAR		934,727	195,379
CASH & CASH EQUIVALENTS AT BEGINNING OF THE YEAR		410,361	214,982
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR		1,345,088	410,361

The annexed notes, form an integral part of these financial statements.

Head of Finance

Director

ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1 ORGANIZATION STATUS AND BACKGROUND

Organization for Promotion of Health & Community Development (OPHCD) is a nonprofit, non-political, impartial and independent organization registered with the NGOs Department of the Ministry of Economy of the Government of Islamic Republic of Afghanistan with the registration No 4160. The organization established to serve the community and advocate for better coordinating and directing the available resources and activities for provision of quality services to the communities with an equitable manner.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as applicable in Afghanistan.

2.2 Basis of measurement

These financial statements have been prepared under historical cost convention, except monetary assets and liabilities in currency other than reporting currency, which are stated as per accounting policy of foreign currency transactions.

2.3 Functional and presentation currency

These financial statements have been presented in US Dollars (USD) and the organization functional currencies are USD, EURO and AFS.

2.4 Use of estimates and judgments

The preparation of financial statements in confirmmity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, that result of which form the basis of making the judgments about carrying value of assets and liabilities that are readily not apparent from other sources.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 Capital assets

Due to nature of organizational activities and short term grants, Capital assets purchased out of funds of the Donors during the year are charged to expenditure in the same period. However, a memorandum record for the same has been maintained.

3.2 Foreign currency transactions

Transactions in currencies other than the reporting currency US Dollars (USD) are accounted for at the exchange rates prevailing on the date of transactions or rates given by respective donor. All monetary assets and liabilities denominated in currencies other than the reporting currency at the year end are translated at exchange rates prevailing on statement of financial position date. Non monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of transactions, if anv. Exchange differences are included in the statement of comorehensive income for the year.

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ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

3.3 Funds from donors

Funds from donors are recognized up to the extent of expenditure incurred. Any excess or less funds are recognized as either payable to or receivable from the donors.

3.4 Financial assets

Financial assets comprise cash and cash equivalents and advances to employees. These are recognized initially at fair-value plus directly attributable transaction costs. If any, and subsequently measured at amortized cost using effective interest rate method, if applicable less provision for impairment, if any. A provision for impairment is established when there is objective evidence that the organization will not be able to collect all amounts due according to the original terms of receivable.

3.5 Financial liabilities

Financial liabilities include payable to donors and other payables. All financial liabilities are recognized initially at fair value plus directly attributable transaction costs, if any, and subsequently measured at amortized cost using effective interest rate method, if any.

3.6 Revenue recognition

Revenue from other sources is recognized as and when it has been received during the year.

3.7 Employees benefits

Employees benefits consist of short-term employees benefits obligations only and are measured on undiscounted basis and expensed as the related services is provided. These include salaries and other benefits.

3.8 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and at banks. Cash equivalents are highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in

3.9 Offsetting

Financial assets and liabilities are offset and the net amount is reported in the statements of financial position if the organization has a legally enforceable right to offset the recognized amounts and the organization intends to settle either on a net basis, or realized the assets and settle the liability simultaneously.

3.10 Expenses

Expenses are recognized as and when incurred.

3.11 Transactions with related parties

Transactions between the organization and its related parties are carried out on arm's length basis determined in accordance with the generally accepted methods.

3.12 Taxation

The entity being a non-profit organization, is exempt from income tax as per Afghanistan Income Tax Law. However, withholding taxes are deducted as per the said law on procurement of goods and services and duly submitted to the Government.

3.13 Accounting period

These financial statements have been prepared for the year ended December 31, 2025.

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ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Notes	2025	2024
	USD	USD

4 FIXED ASSETS

Operating fixed assets*

-	-
-	-

*All capital items purchased are directly charged to the statement of receipts and expenditures as expense, however a memorandum record of the capital items is maintained.

5 CASH AND BANK BALANCES

Cash in hand

5.1

4,287	1,670
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Cash at bank

5.2

1,340,801	408,691
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1,345,088	410,361
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5.1 Cash in hand

Cash in hand USD

157	125
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Cash in hand AFS

4,130	1,545
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Cash in hand EURO

-	-
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4,287	1,670
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5.2 Cash at bank

USD

1,153,405	81,524
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Other Functional Currency

187,395	327,168
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1,340,801	408,691
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All functional currency has been converted into presentation currency at closing rate.

6 ADVANCES AND OTHER RECEIVABLES

WFP-UNHAS

-	1,345
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Advances

-	-
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Bank guarantee

Other Receivable

927,676	-
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927,676	1,345
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7 ACCOUNT RECEIVABLE

Grant Receivable

-	-
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Other Receivable

321,732	222,266.00
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321,732	222,266
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7.1 Grant Receivable

Opening balance

-	-
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Grants received during the year

-	-
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Grants income realized during the year

-	-
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Admin income during the year

-	-
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Closing balance - payable / (receivable)

-	-
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8 ACCOUNTS PAYABLE

Salary payable

617,913	194,298
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CBNP Payable

34,864	66,421
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CBNI Payable

55,226	43,802
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HCS Payable

80,610	53,009
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Other Payables

294,137	123,293
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1,082,750	480,823
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ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Notes	2025 USD	2024 USD
9 INCOME			
Income realized			
9.1 Provision of BPHS EPHS services in Afghanistan-Khost Province		2,049,414	-
9.2 Expanded Program Immunization		62,836	-
9.3 Basic Emergency Obstetric & New Born Care and Comprehensive Emergency Obstetric & New Born Care (BEmONC & CEmONC) Khost Province		47,435	-
9.4 Provision of life-saving nutrition services to the most vulnerable population through FHHs and Non-HER HF's in the Southern Region (Scale Up)		392,795	-
9.5 Provision of essential life-saving healthcare services to underserved populations in Nimroz, Hilmand, Zabul and Urozgan Provinces (South Region of Afghanistan) (PHC)		316,536	-
9.6 Community Based Nutrition Intervention (CBNI) Faryab and Jawzjan Provinces		719,334	178,873
9.7 Community-based nutrition program Urazgan Province		199,887	983,578
9.8 Strengthening routine immunization (SRI Helmand)		1,607,621	559,034
9.9 Strengthening routine immunization (SRI Urozgan)		1,296,259	551,944
9.10 Targeted supplementary feeding programme (TSFP) HLM and URZ		32,612	776,637
9.11 Targeted supplementary feeding programme (TSFP) Khost		79,785	-
9.12 Targeted supplementary feeding programme (TSFP) Nomad		802,075	65,126
9.13 6 Health camps teams in Kandahar province		-	767,303
9.14 Nomad mobile health team Wardak province		-	45,073
9.15 Cataract		-	210,772
9.16 Conducting 2 years community midwife training and providing mother and child health service in hard to reach and isolated area of Afghanistan		-	8,009
9.17 Providing logistical and operational support for the training on event-based surveillance in five province		-	78,573
9.18 Targeted supplementary feeding programme for treatment of moderate acute malnourished (mam) children age 6-59 months and acute malnourished pregnant & lactating women (TSFP)		-	25,517
		7,606,589	4,250,439
10 Unrestricted income			
Admintrastive overhead			123,939
		-	123,939
Admin cost provided by various donors to be charged on eligible expenditures			
11 PROJECT EXPENSES			
11.1 Provision of BPHS EPHS services in Afghanistan-Khost Province		973,375	-
11.2 Expanded Program Immunization		22,347	-
11.3 Basic Emergency Obstetric & New Born Care and Comprehensive Emergency Obstetric & New Born Care (BEmONC & CEmONC) Khost Province		45,904	-
11.4 Provision of life-saving nutrition services to the most vulnerable population through FHHs and Non-HER HF's in the Southern Region (Scale Up)		392,436	-
11.5 Provision of essential life-saving healthcare services to underserved populations in Nimroz, Hilmand, Zabul and Urozgan Provinces (South Region of Afghanistan) (PHC)		255,043	-
11.6 Community Based Nutrition Intervention (CBNI) Faryab and Jawzjan Provinces		768,159	135,072
11.7 Community-based nutrition program Urazgan Province		286,438	577,215
11.8 Strengthening routine immunization (SRI Helmand)		649,564	614,394
11.9 Strengthening routine immunization (SRI Urozgan)		651,106	598,848
11.10 Targeted supplementary feeding programme (TSFP) HLM and URZ		1,137,646	878,788
11.11 Targeted supplementary feeding programme (TSFP) Khost		30,479	-
11.12 Targeted supplementary feeding programme (TSFP) Nomad		68,590	66,332
11.13 6 Health camps teams in Kandahar province		917,576	714,834
11.14 Nomad mobile health team Wardak province		-	37,352
11.15 Cataract		-	166,837
11.16 Supporting primary education		-	1,495
		6,198,663	3,791,166

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ORGANIZATION FOR PROMOTION OF HEALTH AND COMMUNITY DEVELOPMENT (OPHCD)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Notes	2025	2024
	USD	USD

12 ADMIN EXPENSES

Staff salary	34,906	41,174
Food cost	13,538	9,751
Heating and cooling	1,507	1,494
House rent	-	6,808
Internet charges	537	3,723
Repairing	1,886	1,265
Office stationary	1,552	10,374
Other cost	14,835	-
Utilities	1,660	1,275
Equipments	1,361	4,102
Vehical rent	1,271	1,989

73,053	81,954
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13 FINANCIAL CHARGES

Bank charges	3,027	689
	3,027	689

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