

**FINANCIAL STATEMENTS OF
AZAD GOVERNMENT OF THE STATE
OF JAMMU AND KASHMIR**



**FOR THE FINANCIAL YEAR
2024-2025**

ACCOUNTANT GENERAL AZAD JAMMU & KASHMIR

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ACCOUNTANT GENERAL AZAD JAMMU & KASHMIR

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PREFACE

Financial Statements of Azad Government of the State of Jammu and Kashmir for the year ended 30th June, 2025 have been prepared by the Accountant General Azad Jammu and Kashmir under section 5 of the Controller General of Accounts (Appointment, Functions and Powers) Act, 2005 and are the responsibility of Controller General of Accounts (CGA).

In response to the changing nature of Stakeholders requirements for making informed decisions based on financial information and development in the Public Sector Accounting Standards, the role of CGA has transformed as now stakeholders expect high quality, reliable and relevant Financial Reports. The focus of the CGA is not limited to reporting historical results only, but is now constantly moving towards enhancing public value, by providing the legislature and executives, through the financial statements an insight of the Government's financial performance .

Auditor General prescribed New Accounting Model (NAM), which conforms to international best practices. It comprises of seven volumes and is based on Modified Cash Basis of Accounting in which, though cash basis of accounting is followed for recording Receipts and Expenditure the following additional concepts have also been introduced:-

- . Commitment Accounting
- . Physical and Financial Assets Accounting
- . Liabilities Accounting

Commitment Accounting and Assets recording practices are not yet implemented. These Financial Statements have been prepared on cash basis of accounting and do not include accrued receipts and liabilities.

The current year's Financial Statements have been prepared under NAM and the format of International Public Sector Accounting Standards (IPSAS) Cash Basis –Financial Reporting under the Cash Basis of Accounting has been adopted for the preparation of these Financial Statements.

These Financial Statements focus on reporting the budgetary activity of the Government for the Financial Year 2024-2025 as laid down in the financial procedures of the Interim Constitution, 1974 which describes the Government funds as AJK Consolidated Fund and Public Account for which Annual Budget Statement is authorized by AJK Assembly in the form of Budgetary Grants.

Finally, it is important to emphasize the value of sustained and dedicated efforts towards excellence in Public Sector Financial Accounting and Reporting. Moving forward, management and staff of CGA are working hard to overcome the challenges and issues which can limit the quality, transparency and reliability of Financial Reports. Through excellent financial reporting, we are committed to support the decision making critical to the State's fiscal future

Islamabad, Pakistan
Dated: 29.12.25


Controller General of Accounts



Auditor-General of Azad Jammu and Kashmir
Audit House, Constitution Avenue
Islamabad, Pakistan

Auditor's Report

I have audited the accompanying Financial Statements of the Azad Government of the State of Jammu and Kashmir for the financial year ended June 30th, 2024 which comprise Statement of Cash Flows, Statement of Comparison of Budget and Actual Amounts by Functions, Statement of Comparison of Budget and Actual Expenditure by Departments for the year then ended and a summary of significant accounting policies and other explanatory notes to the Financial Statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and proper presentation of these Financial Statements in accordance with the applicable financial reporting framework.

Auditor's Responsibility

My responsibility is to express an opinion on these Financial Statements based on my audit in accordance with the requirements of Section 50-A of the Azad Jammu and Kashmir Interim Constitution, 1974 read with Section 8 of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Act, 2005. I conducted my audit in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) and other guidance issued by my department. The standards require that I perform procedures including risk assessment to obtain reasonable assurance whether the Financial Statements are free of material mis-statement. The audit process includes examining, on a test basis, evidence supporting the amount and disclosures in the Financial Statements. It also includes assessing the accounting policies issued, as well as evaluating the overall Financial Statements presentation. I believe that my audit provides a reasonable basis for my opinion.

In my Opinion,

- (a) These Financial Statements present, in all material respects, the financial position of the Azad Government of State of Jammu and Kashmir as at June 30th, 2024 and results of its operations, its cash flows and its expenditure and receipts, by appropriation for the year ended in accordance with the stated accounting policies of the Azad Government of State of Jammu and Kashmir.

- (b) The sums expended have been applied, in all material respects, for the purposes authorised by the Azad Jammu & Kashmir Legislative Assembly and have, in all material respects, been booked to the relevant grants and appropriations.

Other Reports

Reports covering significant aspects of the financial governance or economical and effective utilization of public resources are submitted separately to the President of Azad Government of the State of Jammu and Kashmir under Article 50-A of the Azad Jammu and Kashmir Interim Constitution, 1974.

Muzaffarabad

Date:

31 DEC 2025



(Maqbool Ahmad Gondal)

Auditor-General

Azad Jammu and Kashmir


AZAD GOVERNMENT OF THE STATE OF JAMMU AND KASHMIR
Statement of Cash Receipts and Payments
For The Year Ended 30th June, 2025

AJ & K CONSOLIDATED FUND	Note	2025 Rupees in Million		2024 Rupees in Million	
		Receipt / Payment controlled by the Government	Receipt / Payment by Third Parties	Receipt / Payment controlled by the Government	Receipt / Payment by Third Parties
RECEIPTS					
<i>Taxation</i>	8.2	-	-	-	-
<i>Taxation- AJ & K Government's own collection</i>	8.1 & 9	71,382	-	59,984	-
<i>Non-Tax Revenue and Other Receipts</i>					
General Administration	10	1,661	-	1,592	-
Economic Services	11	2,526	-	10,386	-
Development Surcharge and Royalties	12	379	-	713	-
Others	13	15,549	-	16,095	-
		20,115	-	28,786	-
Grant in Aid	14	105,000	-	93,000	-
<i>Borrowings</i>					
Foreign Debt	15	-	-	-	-
Domestic Debt	16	33,014	-	42,215	-
		33,014	-	42,215	-
<i>Capital Receipts</i>					
Recovery of Loans and Advances	17	1,165	-	934	-
		1,165	-	934	-
TOTAL RECEIPTS		230,677	-	224,919	-

**Statements of Cash Receipts and Payments
For The Year Ended 30th June, 2025**

	Note	2025 Rupees in Million		2024 Rupees in Million	
		Receipt / Payment controlled by the Government	Receipt / Payment by Third Parties	Receipt / Payment controlled by the Government	Receipt / Payment by Third Parties
PAYMENTS					
Operations					
Salaries and Employee Benefits	18	133,962	-	120,469	-
Operating Expenses	19.1	36,515	-	31,863	-
Repair & Maintenance	19.2	2,402	-	2,341	-
		172,880	-	154,673	-
Expenditure on					
Physical Assets	20	17,680	-	10,274	-
Civil Works	21	27,918	-	25,740	-
		45,598	-	36,014	-
Debt and Interest Payments					
Principal Repayment of Debt	22	2,842	-	7,086	-
Debt Services Re-Payment	22.1	2,173	-	9,293	-
Loans to others	22.2	3,978	-	1,986	-
		8,993	-	18,366	-
TOTAL PAYMENTS		227,470	-	209,052	-
NET PAYMENT OF A J&K GOVERNMENT CONSOLIDATED FUND		3,206	-	15,867	-
NET RECEIPT OF PUBLIC ACCOUNT	23	4,448	-	688	-
INCREASE / (DECREASE) IN CASH		7,654	-	16,555	-
CASH AT THE BEGINNING OF THE YEAR		34,980	-	18,424	-
INCREASE / (DECREASE) IN CASH		7,654	-	16,555	-
CASH AT THE END OF THE YEAR	24	42,634	-	34,980	-

The annexed notes 1 to 28 form an integral part of these Financial Statements.

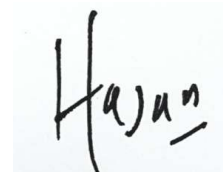


Accountant General Azad Jammu and Kashmir

AZAD GOVERNMENT OF THE STATE OF JAMMU AND KASHMIR
Statement of Cash Flows
For The Year Ended 30th June, 2025

	2025	2024
Note	Rupees in Million	Rupees in Million
CASH FLOW FROM OPERATING ACTIVITIES		
Taxation-	8.2	-
Taxation- AJ&K Government's own collection	8.1 & 9	59,984
	10,11,	28,786
Non-Tax Revenue and Other Receipts	12,13	93,000
Grants in Aid - Receipts	14	(154,673)
Operations- Payments	(172,880)	23,618
Cash from Operating Activities	23,618	27,097
CASH FLOW FROM INVESTING ACTIVITIES		
Recovery of Loans and Advances	17	934
Expenditure on Physical Assets	20	(10,274)
Expenditure on Civil Works	21	(25,740)
Cash used in Investing Activities	(44,433)	(35,080)
CASH FLOW FROM FINANCING ACTIVITIES		
Receipt of Foreign Debt	15	-
Receipt of Domestic Debt	16	42,215
Principal Repayment of Debt	22	(18,366)
Net Receipt of Public Account	23	688
Cash from Financing Activities	28,470	24,538
INCREASE IN CASH AND CASH EQUIVALENTS	7,654	16,555
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	34,980	18,424
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	24	34,980
	<u>42,634</u>	<u>34,980</u>

The annexed notes 1 to 28 form an integral part of these Financial Statements.



Accountant General Azad Jammu and Kashmir

AZAD GOVERNMENT OF THE STATE OF JAMMU AND KASHMIR
Statement of Comparison of Budget and Actual Amounts by Function
For The Year Ended 30th June, 2025

	2025 (Rupees in Million)			2024 (Rupees in Million)		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Revised		Original	Revised	
RECEIPTS						
<u>Revenue</u>						
Taxation	75,000	69,000	70,659	44,641	55,589	59,991
Non-Taxation	136,199	137,132	132,017	136,809	138,041	139,093
Total revenue receipts	211,199	206,132	202,677	181,450	193,630	199,084
<u>Capital</u>						
Domestic Debt	28,000	28,000	28,000	28,000	25,835	25,835
Foreign Debt	3,000	-	-	2,000	-	-
Total capital receipts	31,000	28,000	28,000	30,000	25,835	25,835
TOTAL RECEIPTS	242,199	234,132	230,677	211,450	219,465	224,919
PAYMENTS						
<u>Revenue</u>						
General Public Service	66,933	68,819	63,979	63,313	68,690	67,853
Defence	585	591	580	499	513	513
Public Order and Safety Affairs	13,680	13,561	13,417	11,341	10,890	11,152
Economic Affairs	60,755	50,621	49,304	35,211	29,700	30,891
Environment Protection	24	23	25	21	21	22
Housing and Community Amenities	4,125	4,209	4,210	817	3,783	3,957
Health Affairs and Services	14,950	14,767	15,168	16,672	12,324	13,502
Recreation, Culture and Religion	879	1,033	874	829	829	764
Education Affairs and Services	43,687	43,816	43,948	40,133	40,000	39,904
Social Protection	24,444	8,561	8,047	36,211	14,924	14,753
Total Revenue Payments	230,062	206,000	199,553	205,047	181,674	183,312
<u>Capital</u>						
General Public Service	2,350	819	818	3,350	683	683
Economic Affairs	8,075	2,708	2,708	7,575	2,493	2,478
Environment Protection	150	48	48	150	82	82
Housing and Community Amenities	22,590	20,935	20,854	21,590	19,072	18,995
Governance/Misc	2,035	1,213	1,213	1,035	1,096	1,095
Health Affairs and Services	3,000	1,301	1,301	3,000	716	715
Recreation, Culture and Religion	700	195	195	700	105	105
Education Affairs and Services	4,800	728	728	4,300	1,457	1,457
Social Protection	300	53	53	300	131	130
Total Capital Payments	44,000	28,000	27,918	42,000	25,835	25,740
TOTAL PAYMENTS	274,062	234,000	227,470	247,047	207,509	209,052

The annexed notes 1 to 28 form an integral part of these Financial Statements.



Accountant General Azad Jammu and Kashmir

AZAD GOVERNMENT OF THE STATE OF JAMMU AND KASHMIR
Statement of Comparison of Budget and Actual Expenditure by Department
For The Year Ended 30th June, 2025

DEPARTMENT	2025 Rupees in Million			2024 Rupees in Million		
	Budgeted Amounts		Actual Amounts	Budgeted Amounts		Actual Amounts
	Original	Revised		Original	Revised	
Agriculture, Livestock & Cooperation	2,238	2,258	2,236	2,052	2,078	2,059
Board of Revenue, Stamps	1,920	1,946	1,912	1,767	1,837	1,789
Education	43,687	43,816	43,948	40,133	40,000	39,904
Environment, Forestry, Wild life	2,213	2,180	2,161	1,984	1,879	1,919
Finance	71,474	58,029	57,820	75,052	57,913	57,355
Food	42,043	30,422	28,873	14,906	13,491	13,466
Health	14,950	14,767	15,168	16,672	12,324	13,502
Home and Tribal Affairs	10,796	10,549	10,494	8,829	8,153	8,511
Industries	634	610	600	574	591	571
Information	401	393	368	379	378	315
Law	3,469	3,603	3,504	3,011	3,251	3,154
Local Governance	957	987	986	817	955	948
Population, Planning and Welfare Department	875	896	886	747	821	802
Administration and Establishment	5,073	4,501	4,413	4,966	4,661	4,311
Works and Services	6,006	6,111	6,136	5,416	4,861	5,736
Zakat and Ushr	277	374	309	266	255	254
Sports, Culture, Archeology & Museum	201	266	198	183	196	195
Relief Rehabilitation and Settlement	2,007	2,008	1,982	1,992	2,003	1,970
Energy and Power	10,813	12,285	12,547	10,300	9,647	10,171
Ways and means	10,029	10,000	5,014	15,000	16,380	16,380
	230,062	206,000	199,553	205,047	181,674	183,312
Development Expenditure	44,000	28,000	27,918	42,000	25,835	25,740
TOTAL	274,062	234,000	227,470	247,047	207,509	209,052

The annexed notes 1 to 28 form an integral part of these Financial Statements.



Accountant General Azad Jammu and Kashmir

AZAD GOVERNMENT OF THE STATE OF JAMMU AND KASHMIR
Notes to the Financial Statement
For The Year Ended 30th June, 2025

1 REPORTING ENTITY

Azad Government - Azad Jammu & Kashmir (the Government) conducts its operations under the Rules of Business 1985. These rules were made pursuant to Section 58 of the Interim Constitution Act 1974 of the Azad Jammu & Kashmir (the Constitution) and envisages Azad Government as comprising of departments and their attached departments. Financial procedures describes the Government Funds as Consolidated Fund and Public Account of the Azad Jammu & Kashmir for which Annual Budget Statement is authorized by the Azad jammu & Kashmir Assembly in the form of budgetary grants. These Financial Statements focus on reporting the budgetary activity of the Government for the financial year 2024-25.

Section 50-A of the Constitution confers the powers of defining the form, principles and methods of the accounts of the Azad Jammu & Kashmir to the Auditor General , with the approval of the President. New Accounting Model was prescribed by the Auditor General in 2001 which describes Government as an accounting and reporting entity comprising of;

- a) Government Accounting Entities; for which the Accountant General Azad Jammu & Kashmir has the primary responsibility for accounting and reporting.
- b) Self Accounting Entities; for which the Principal Accounting Officer has the primary responsibility for accounting and reporting. The Self Accounting Entities are as under:-
 1. Public Works Department-Works and Services, Irrigation & Public Health Engineering
 2. Forest/Wildlife Department
 3. Electricity Department

2 BASIS OF CONSOLIDATION

The Financial Statements have been prepared by consolidating the accounts of all Government entities.

3 STATEMENT OF COMPLIANCE

These Financial Statements have been prepared in accordance with the New Accounting Model (NAM) which comprises of seven volumes. In 2001, Auditor General prescribed NAM. Implementation of NAM is an ongoing process. Commitment Accounting, asset and liability accounting practices have not yet been implemented.

4 ACCOUNTING CONVENTION AND BASIS OF CONSOLIDATION

These Financial Statements have been prepared under the Cash Basis of Accounting which recognizes transactions and events only when cash is received or paid by the entity. Assets and Liabilities in the disclosed notes based on a historical cost.

These Financial Statements have been prepared as per the requirements of NAM that supports best international practices. The statement of receipt and payments, statements of comparison of budget and actual amounts by function, statements of comparison of budget and actual expenditure by department and notes forming parts thereof have been prepared on the format of Cash Basis IPSAS - Financial Reporting under the Cash Basis of Accounting. The statement of cash flows, as required by IPSAS 2, has also been presented, as prescribed by Cash Basis IPSAS.

The Financial Statements for the financial year 2024-2025 have been prepared and presented in order to make a fair presentation of all the relevant financial information without making any change in the fundamentals applied and all policies have been applied on a basis consistent with the previous year.

5 REPORTING AND BUDGET PERIOD

The reporting and budget period of these Financial Statements is the financial year 2024-2025 (from 1st July, 2024 to 30th June, 2025).

6 REPORTING CURRENCY

The reporting currency of these Financial Statements is Pak Rupee, which is also the Azad Jammu & Kashmir Government's functional and presentation currency.

7 SIGNIFICANT ACCOUNTING POLICIES

7.1. Revenue recognition

Revenue is recognized on the date of receipt of money by the bank or clearance of cheque. Revenue is recognized on a gross basis and any related costs are recorded separately. Receipts representing recovery of any previous overpayment are adjusted against relevant expenditure, if it occurs in the same financial year.

7.2. Recognition of expenditure

Expenditure is recognized on the date when payment is made or cheque is issued. Financial year to which the payments pertain is determined by the date on which a cheque or payment advice is issued. Policies for recognition of expenditure are as follows;

a) Payments made through cheque

Expenditure is recognized on the date the cheque is issued.

b) Inter government transfers

Expenditure is recognized on the date the transfer is made by the transferor.

c) Payments directly in bank accounts

In case of direct payments into bank account, expenditure is recognized on the date the payment advice is issued to the bank.

d) Direct Payments by State Bank of Pakistan (SBP)

In case of repayment of loans and other direct payments by the SBP, expenditure is recognized on the date State Bank of Pakistan advises the relevant accounting office.

e) Imprest payments

Expenditure is recognized when the required claim vouchers are submitted and imprest account is reimbursed.

7.3. Foreign currency

Transactions in foreign currencies are recorded in the books at the rates of exchange prevailing on the date of transaction. Exchange differences arising on settlement of these transactions are recognized in the statement of cash receipts and payments, but are not being disclosed separately.

7.4. Employee benefits

The government has following plans for its employees:

a) General Provident Fund

It is compulsory for employee to subscribe to the General Provident Fund from the date of appointment and monthly subscription is by way of deduction from monthly payroll at a uniform rate of subscription, as advised by the Government for a financial year as laid down in the Provident Fund Act and General Provident Fund Rules. GP Fund in AJ&K is non Interest bearing.

b) Pension

It is the entitlement of Government employees to a stream of payments after they retire from service. No liability for pension is recognized in the Financial Statements and pension payments made during the year are recorded as expenditure.

c) Encashment of leave

This represents liability arising from entitlements to the various forms of leave earned by Government employees. Provision is made and the expenditure is recognized on the basis of payments made during the year.

7.5. Investments

All investments made by the Government are initially measured at cost being the fair value of consideration given plus transaction costs that are directly attributable to their acquisition.

Subsequent to initial recognition, investments are carried forward at historical cost. Any dividends received against investments are recognized when received in the AJ & K Government Consolidated Fund.

7.6. Cash and cash equivalents

For the purpose of Cash Flow Statement, cash and cash equivalents comprise cash with State Bank of Pakistan lying in the AJ&K Government Account.

7.7. Liability

Liabilities are future sacrifices of economic benefits that the government is presently obliged to make as a result of the past transaction. All liabilities are recorded at historical cash value.

7.8. Public Debt

Public Debt comprise cash inflows from banks, similar lending agencies, commercial institutions and amounts owing in respect of non-cash assistance provided by third parties and foreign borrowings. All debts raised are classified as either floating or permanent debts depending on the nature of the transaction.

7.9. Assets

Assets are future economic benefits controlled by the Government as a result of past transactions or other past events.

7.10. Loan and advances

Loans and Advances include loans and advances due from autonomous bodies, financial and non-financial institutions, to Government servants for house building, purchase of conveyances and other loans. Loans to Government servants are Non-interest bearing.

Notes	2025 Rupees in Million	2024 Rupees in Million
8 TAXATION		
<i>Indirect Taxes</i>		
8.1 Sales tax	6,935	7,280
8.2 80%Share from Azad Jmmu &Kashmir Council	-	-
Federal excise	-	-
	6,935	7,280
	<u>6,935</u>	<u>7,280</u>
9 TAXATION - A J & K GOVERNMENT'S OWN COLLECTION		
<i>Direct Taxes</i>		
<i>Incom Tax-Agriculture</i>		
Income Tax	57,762	46,623
Property Tax	248	83
Land Revenue	69	62
Tax on Profession, Trade and Callings	19	9
Capital Value Tax on Immoveable Property	-	-
	58,098	46,776
	<u>58,098</u>	<u>46,776</u>
<i>Indirect Taxes</i>		
Receipts Under Motor Vehicles Act	241	104
Stamp Duties	367	373
Provincial Excise	762	1,261
Others Indirect Taxes	4,980	4,190
	6,350	5,928
	<u>6,350</u>	<u>5,928</u>
10 GENERAL ADMINISTRATION RECEIPTS		
<i>Fiscal Administration</i>		
Community Services	168	577
Social Services	820	392
Defence Services	35	30
Economic Regulations	-	-
Law and Order	233	211
Organs of State	405	382
	1,661	1,592
	<u>1,661</u>	<u>1,592</u>
11 ECONOMIC SERVICES RECEIPTS		
Food and Agriculture	480	421
Fisheries and Animal Husbandry	146	118
Forest	138	92
Others	1,762	9,755
	2,526	10,386
	<u>2,526</u>	<u>10,386</u>

Notes	2025 Rupees in Million	2024 Rupees in Million
12 DEVELOPMENT SURCHARGE AND ROYALTIES		
Water Usage Charges Mangla	<u>379</u>	<u>713</u>
	<u><u>379</u></u>	<u><u>713</u></u>
12.1 The water usage charges on Mangla Dam received from Government of Pakistan under the water usage Surcharge Ordinance. In pursuance of the said ordinance, the Federal Government has to fix the amount of water usage for financial year and payments are made in instalments to Azad Jammu & Kashmir Government through State Bank of Pakistan.		
13 OTHER RECEIPTS		
Unclaimed deposits		
Miscellaneous Receipts(Electricity)	<u>15,549</u>	<u>16,095</u>
	<u><u>15,549</u></u>	<u><u>16,095</u></u>
14 GRANTS in AID		
14.1 Controlled by Govt:		
Variable Grant in lieu of Federal Taxes share	105,000	93,000
Non-Development Grants Fixed Grant in Aid	-	-
	<u>105,000</u>	<u>93,000</u>
	<u><u>105,000</u></u>	<u><u>93,000</u></u>
14.2 Third Party Receipts		
Development Grants	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>
15 FOREIGN DEBT - RECEIPTS		
15.1 Controlled by Govt:		
Federal Government/IDA	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>
15.2 Third Party Receipts		
Foreign Lenders	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>
16 DOMESTIC DEBT - RECEIPTS		
Permanent Debt Development Loan	28,000	25,835
Permanent Debt Ways and Means Advance	5,014	16,380
	<u>33,014</u>	<u>42,215</u>
	<u><u>33,014</u></u>	<u><u>42,215</u></u>
This represents borrowings from Federal Government. Repayment period and interest rate for these borrowings is determined in accordance with terms and conditions of each loan.		
17 RECOVERY OF LOANS AND ADVANCES		
Government Servants. House Building Advance	<u>1,165</u>	<u>934</u>
	<u><u>1,165</u></u>	<u><u>851</u></u>

Notes	2025 Rupees in Million	2024 Rupees in Million
18 SALARIES AND EMPLOYEE BENEFITS		
Pay of Officers	15,211	15,827
Pay of Other Staff	26,258	26,187
Allowances	46,110	37,054
Retirement Benefits	46,384	41,402
	<u>133,962</u>	<u>120,469</u>
	<u>133,962</u>	<u>120,469</u>
19 OPERATING EXPENSES		
19.1 Controlled by Govt:		
Communication	63	69
Entertainments and Gifts	12,657	18,282
General Operating Expenses	23,794	13,513
	<u>36,515</u>	<u>31,863</u>
	<u>36,515</u>	<u>31,863</u>
19.2 Repair & Maintenance		
Repair & Maintenance	2,402	2,341
	<u>2,402</u>	<u>2,341</u>
19.3 Third Party Payments		
General Operating Expenses	-	-
	<u>-</u>	<u>-</u>
20 PHYSICAL ASSETS		
Purchase of Other Assets	17,680	10,274
	<u>17,680</u>	<u>10,274</u>
21 CIVIL WORKS		
21.1 Controlled by Govt:		
Other Works Capital Expenditure	27,918	25,740
	<u>27,918</u>	<u>25,740</u>
21.2 Third Party Payments		
Other Works	-	-
	<u>27,918</u>	<u>25,740</u>
22 REPAYMENT OF DEBT		
Principal Re-Payment		
Domestic Debt	450	2,541
Foreign Debt	2,391	4,545
	<u>2,842</u>	<u>7,086</u>
	<u>2,842</u>	<u>7,086</u>
22.1 Debt Services Re-Payment		
Domestic	1,351	7,623
Foreign	822	1,670
	<u>2,173</u>	<u>9,293</u>
	<u>8,993</u>	<u>18,366</u>
22.2 Loan & Advances		
Other Loans	3,978	1,986
	<u>3,978</u>	<u>1,986</u>

Notes	2025 Rupees in Million	2024 Rupees in Million
23 NET RECEIPT / (PAYMENT) OF PUBLIC ACCOUNT		
Receipts		
Trust & other Public Accounts	58,411	50,170
Special Deposits	9,307	2,021
State Provident Fund	3,193	3,089
	70,911	55,280
Payments		
Trust & other Public Accounts	57,505	49,768
Special Deposits	6,565	2,519
State Provident Fund	2,393	2,304
	66,463	54,591
	4,448	688
23.1 The Public Account consists of those moneys received by the Government for which it has a fiduciary duty, but not at liberty to appropriate for the general services of the Government, unless provided under an Act of AJ&K Legislative Assembly or rules made by President. The balances in the Public Account are carried forward at year end, to be used for the specific purpose for which they are established.		
24 CASH AND BANK		
AJ & K Government Balance	42,634	34,980
	42,634	34,980
24.1 AJ & K Government's Balance		
Public Account Balance	4,448	688
Consolidated Fund Balance	3,206	15,867
	42,634	34,980
25 ASSETS AND LIABILITIES		
Assets		
Long Term Assets	333,843	305,922
Loans and Advances	10,183	7,369
Current Assets	1,000	1,000
Closing Balance	42,634	34,980
	387,660	349,271
Liabilities and equity		
Public Debt	486,100	455,927
Special Deposits and Trust Accounts	32,930	29,353
Deferred Liabilities	12,246	11,371
Revenue Account Balance	(143,616)	(147,380)
	387,660	349,271
25.1 These Financial Statements have been prepared under the cash basis of accounting, the information of assets and liability have been presented which are not mandatory disclosures as per IPSAS Cash Basis.		

Notes	2025 Rupees in Million	2024 Rupees in Million
26 PUBLIC DEBT		
Domestic Debt		
Government Securities		
Opening Balance	445,518	422,224
Add: Debt Receipts	28,000	25,835
Less: Principal Repayments of Debt	(450)	(2,541)
Closing Balance	473,068	445,518
Foreign Debt		
Opening Balance	3,119	(1,426)
Add: Debt Receipts	-	-
Less: Principal Repayments of Debt	(2,391)	4,545
Closing Balance	728	3,119
	473,795	448,637

- 26.1** The amount of foreign debt is recorded in Pak Rupees at the rate of exchange prevailing on the date of transaction, which is the historical cash value. The foreign debt has not been revalued at the year end in accordance with Government policy stated in note 7.7, nor any foreign debt revaluation exchange differences have been recognized in the Financial Statement except for principal repayment of foreign debt.

27 AUTHORIZATION FOR ISSUE

Under Article 8 of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Act, 2005, read with Article 50-A of the Azad Jammu and Kashmir Interim Constitution, 1974 the Auditor General submits the certified Financial Statements of the Government of Azad Jammu & Kashmir together with the audit reports on these Financial Statements to the President of the Azad Jammu & Kashmir who shall cause them to be laid before the Assembly. These Financial Statements have been authorized for issue on -----.

28 GENERAL

31 DEC 2025

28.1 Level of Precision

Figures in these consolidated Financial Statements have been rounded off to the nearest million of rupees, unless otherwise stated.

28.2 Corresponding Figures

Corresponding figures, wherever necessary, have been rearranged and reclassified for the purposes of comparison.



Accountant General Azad Jammu and Kashmir