

PRIVATE & CONFIDENTIAL

**নিরীক্ষা প্রতিবেদন
AUDITORS' REPORT
OF**



**রহমান মুস্তাফিজ হক এন্ড কোং
RAHMAN MUSTAFIZ HAQ & CO.
CHARTERED ACCOUNTANTS**

DHAKA

85, Naya Paltan (3rd Floor)
Dhaka- 1000, Bangladesh.
Phone : 02-9357324

CHITTAGONG

1745, Sk. Mujib Road (2nd Floor),
Agrabad C/A, Chittagong.
Phone : 031-2515646



রহমান মুস্তাফিজ হক এন্ড কোং

Rahman Mustafiz Haq & Co.

Chartered Accountants

85, Naya Paltan (3rd Floor),

Dhaka-1000, Bangladesh

Phone: 9357324, 01199028165

E-mail: rmh_ca@yahoo.com

**INDEPENDENT AUDITOR'S REPORT
TO THE EXECUTIVE COMMITTEE OF
INTEGRATED SOCIAL DEVELOPMENT EFFORT (ISDE), BANGLADESH**

We have audited the accompanying financial statements of **Integrated social Development Effort (ISDE) Bangladesh**, which comprise the balance sheet, the statements of income and expenditure and receipts & payments for the year ended June 30, 2018 and a summary of significant accounting policies and other explanatory information.

Management's Responsible for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting standards, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements, prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company's affairs as at June 30, 2018 and of the results of its operations for the year then ended and comply with the Companies act 1994 and other applicable laws and regulations.

We also report that;

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- In our opinion, proper books of accounts as required by law have been kept by the Organization so far as it appeared from our examination of those books; and
- The statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of accounts maintained by ISDE and examined by us.

Place: Chittagong
Date: 02 August 2018




Rahman Mustafiz Haq & Co.
Chartered Accountants

CHITTAGONG OFFICE

Taher Chamber (2nd Floor), 10 Agrabad C/A, Chittagong, Phone: 031-2515646, Mobile: 01711-140769



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INTEGRATED SOCIAL DEVELOPMENT EFFORT (ISDE) BANGLADESH

CONSOLIDATED BALANCE SHEET

AS AT 30th JUNE 2018

FUND & LIABILITIES:	NOTES	AMOUNT
CAPITAL FUND (A):		4,332,744.26
Balance as per last account		2,817,904.00
Add: Excess of Income Over Expenditure		1,514,840.26
		4,332,744.26
Add: Increase and decrease of value of assets		-
RESERVE (B):		3,775,890.00
Member Saving	9	3,078,282.00
Associate Saving	10	38,350.00
Welfare Fund	11	646,258.00
Staff Security	12	13,000.00
Total Fund & Liabilities (A+B)		8,108,634.26
ASSETS:		
FIXED ASSETS(A):		2,909,349.20
At Cost less Accumulated Depreciation		2,909,349.20
CURRENT ASSETS (B):		1,383,127.48
Advances		15,000.00
Cash in hand	14	2,051.00
Cash at bank	15	1,366,076.48
Less: CURRENT LIABILITIES (C):		1,703,342.42
IMFP A/C		1,635,458.90
NFPE A/C		-
Short Term Loan		67,883.52
Net Current Assets (D=B-C)		320,214.94
OTHER ASSETS (E):		5,519,500.00
Loan Outstanding	13	5,519,500.00
Total Assets (A+D+E)		8,108,634.26

Dated: Chittagong
02-Aug-18



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INTEGRATED SOCIAL DEVELOPMENT EFFORT (ISDE) BANGLADESH

CONSOLIDATED INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30th JUNE 2018

Particulars	Income Amount in Tk. 30.06.18	Expenditure Amount in Tk. 30.06.18
1. Head Office General Fund	1328595.00	869478.00
2. Integrated Women Employment Generation through Micro credit and Training support	1000740.88	603293.00
3. Gender Mainstreaming and Women Access to Local Government	424400.00	424520.00
4. Non Formal Primary Education and ECD	1525193.08	1227120.00
5. HIV/AIDS Prevention and Education Program	257320.00	257320.00
6. Child Rights Prevention and Development	346190.00	346190.00
7. Integrating Disability Issues In Development	425210.00	425210.00
8. Disaster Preparedness and Climate Change Adaptation	512900.00	512900.00
9. Rohingya Crisis Response Project	6005957.80	5645635.50
Sub-Total	11,826,506.76	10,311,666.50
Excess of Income Over Expenditure		1,514,840.26
Total	11,826,506.76	11,826,506.76

**Dated: Chittagong
2-Aug-18**




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INTEGRATED SOCIAL DEVELOPMENT EFFORT (ISDE) BANGLADESH

CONSOLIDATED RECEIPTS AND PAYMENTS STATEMENT

AS ON 30th JUNE 2018

Particulars	Receipts Amount in Tk 30.06.2018	Payments Amount in Tk 30.06.2018
1. Head Office General Fund	1,428,931.00	1,428,931.00
2. Integrated Women Employment Generation through Micro Credit and Traning support	9,267,448.00	9,267,448.00
3. Gender Mainstreaming and Women Access to Local Government	424,520.00	424,520.00
4. Non Formal Primary Education and ECD	1,525,263.18	1,525,263.18
5. HIV/AIDS Prevention and Education Program	257,320.00	257,320.00
6. Child Rights Prevention and Development	346,190.00	346,190.00
7. Integrating Disability Issues In Development	425,210.00	425,210.00
8. Disaster Preparedness and Climate Change Adaptation	512,900.00	512,900.00
9. Rohingya Crisis Response	6,005,957.80	6,005,957.80
Total	20,193,739.98	20,193,739.98

**Dated: Chittagong
2-Aug-18**




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INTEGRATED SOCIAL DEVELOPMENT EFFORT (ISDE) BANGLADESH
GENERAL FUND
FIXED ASSETS SCHEDULE
AS ON 30 JUNE 2018

Sl No.	Particulars	COST			Rate %	DEPRECIATION				W. D. V. as on 30.06.2018
		Opening Balance	Addition	Adjustment		Closing Balance	Operating Balance	Charged	Adjustment	Closing Balance
1	Land	410,000	-	-		410,000	-	-	-	410,000
2	Building	2,075,000	-	-		2,075,000	-	-	-	2,075,000
3	Furniture & Fixture	235,819	57,000	-	10	292,819	153,948	15,395	-	169,343
4	Office Equipment	122,720	15,000	-	15	137,720	109,464	10,946	-	120,410
5	Training Equipments	15,885	-	-	15	15,885	15,885	-	-	15,885
6	Clinical Equipments	35,860	-	-	15	35,860	35,860	-	-	35,860
7	Vehicles	843,267	-	-	20	843,267	651,538	32,577	-	684,115
8	Motor Car	451,840	-	-	15	451,840	360,640	-	-	360,640
9	Computer	180,400	-	-	15	180,400	134,076	13,408	-	147,484
10	Ceiling Fan	31,665	-	-	15	31,665	31,665	-	-	31,665
11	Books	100,000	-	-	10	100,000	90,641	9,064	-	99,705
12	Telephone	2,400	-	-	10	2,400	2,372	28	-	2,400
		4,504,856	72,000	-		4,576,856	1,586,089	81,418	-	1,667,507
										2,909,349



INTEGRATED SOCIAL DEVELOPMENT EFFORT (ISDE) BANGLADESH

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30th JUNE 2018

1. **INTRODUCTION:**

Integrated Social Development Effort (ISDE) Bangladesh is a non-government, voluntary, social development organization is working in the southeastern part of Bangladesh including Cox's Bazar, Chittagong and Chittagong Hill District (CHT). ISDE was established in 1992 with and aims to serve the socio-economically disadvantaged and under developed community people in the southern coastal and hill areas of Bangladesh. It seeks to create workable rural communities through a process of battling against rural drawbacks and socio-economic energizing of the poor. Such as expending process involves a complicated sum of proliferation intervention in the form of social and economic action. ISDE is an especially instrumental to the cause of the poor who works for there own development instead of being the passive receiver it.

2. **AUDIT OBJECTIVES AND SCOPE OF WORK:**

Our audit was conducted in accordance with Generally Accepted Auditing Standards as adopted by the Institute of Chartered Accountants of Bangladesh and accordingly included such test of accounting records and other auditing procedures which we considered appropriate and allowable under the terms of agreement and other applicable program documents and the laws and regulations of Bangladesh.

3. **THE WORKING AREAS:**

ISDE has been providing various socio-economic and poverty alleviation services to the under development community people in southeastern part of Bangladesh i.e. Cox's Bazar, Chittagong and Chittagong Hill Tracts. From the organization hops to gradually expand its coverage and services over the rest of the district. The panoramic horizon of the ISDE's working areas Cox's Bazar and Bandarban with a territory of about 3000 kilometers & is juxtaposed curly against the ruthless reality impregnating the life of the lives. Historically the Cox's Bazar and Chittagong area were the hinterland of Zamindas and Chittagong hill tract was that of tribal Rajas who were the cruel collectors of revenue but doing nothing for the people. The heritage of the systems is awesome suffering and pulverizing poverty of the majority, illiteracy of cover 75% of the population and alarming in adequacy of health facilities. The people in Chittagong hill tracts are the tribal of residents of hilly enclaves of the valley living in seclusion out of civilization forever five centuries with no cushioning from minimum income sources.

Although, repeated cyclone, upsurge of saline water and subsequent crop failure accentuates want and perilously affect the quality of life for the poor. Maternal death and child mortality rates are of pre historic magnitude. With no creating for minimum health facilities, diseases turn epidemics causing dateable losses to human life.

4. **LEGAL STATUS:**



ISDE is registered with the Societies Registration Act XX1 of 1860, under Joint Stock Companies, Ministry of Commerce, NGO Affairs Bureau office of the Prime Minister, Directorate of Family Planning, Ministry of Health and Family Welfare, Government of Bangladesh. The details are CHC-202, FP-53/95 and FDR-803 respectively.

5. VISION AND MISSION STATEMENT:

OUR VISION:

ISDE aspires to create a poverty and hunger free, just society of educated, socio-economically developed and environmentally friendly people.

OUR MISSION:

To facilitates socio-economic change in the lives of disadvantaged people, particularly women and children, in the southeast of Bangladesh through the promotion of income generating activities, health services, education and awareness raising.

STRATEGIES:

- ☞ Building confidence, hope and self-reliance among the disadvantaged and deprived people through organization building.
- ☞ Increasing knowledge, raising awareness levels and changing behavioral practices through education, motivation and training.
- ☞ Ensuring sustainable development through mainstreaming gender equity at organization and community levels.
- ☞ Developing maternal and child health status through primary health services and nutrition education.
- ☞ Creating income earning and self-employment generation opportunities by providing technical assistance and credit.
- ☞ Developing environmental equilibrium through social forestation and regenerative agriculture.
- ☞ Promoting universal child rights Convention (CRC) through awareness raising, education and rehabilitation.
- ☞ Carrying out disaster preparedness and management activities to reduce the effects of natural disaster and lower the number of deaths caused by disaster.

6. ACCOUNTING SYSTEM:

The accounts of ISDE are prepared under the historical cost convention following Generally Accepted Accounting Principals applied on a consistent basis.

7. TANGIBLE FIXED ASSETS:

Operating fixed assets are stated at cost less accumulated depreciation.

8. DEPRECIATION:

Depreciation on fixed assets are charged on diminishing balance method based on their expected useful life. Full year's depreciation is charged on addition made during the year irrespective of the date of addition.



9 MEMBER SAVINGS: Tk. 30,78,282.00

This is made up as follows:

b) IWEGMT	
Opening Balance	3,108,570.00
Add: Received	1,948,581.00
	<u>5,057,151.00</u>
Less: Returned	1,978,869.00
Closing Balance	<u>3,078,282.00</u>

10 ASSOCIATE SAVING : Tk. 38,350.00

This balance has been arrived at as follows:

a) IWEGMT	
Opening Balance	38,350.00
Add: Received	-
	<u>38,350.00</u>
Less: Returned	-
Closing Balance	<u>38,350.00</u>

11 WELFARE FUND: Tk. 6,46,258.00

This is made up as follows:

a) IWEGMT	
Opening Balance	724,694.00
Add: Received	64,370.00
	<u>789,064.00</u>
Less: Returned	142,806.00
Closing Balance	<u>646,258.00</u>

12 STAFF SECURITY: Tk. 13,000.00

This is made up as follows:

a) IWEGMT	
Opening Balance	13,000.00
Add: Received	-
	<u>13,000.00</u>
Less: Returned	-
Closing Balance	<u>13,000.00</u>

13 LOAN OUTSTANDING: Tk. 55,19,500.00

This is made up as follows:

a) IWEGMT	
Opening Balance	5,527,260.00
Add: Disbursed	6,437,000.00
	<u>11,964,260.00</u>
Less: Realised	6,444,760.00
Closing Balance	<u>5,519,500.00</u>



14 CASH IN HAND: Tk. 2051.00

This is made up as follows

a) IWEGMT	651.00
b) Head Office General Project	1400.00
Total	2051.00

15 CASH AT BANK: TK. 13,66,076.48

This is made up as follows

a) IWEGMT	68140.00
b) Head office General Project	639471.00
C) Rohingya Crisis Response Project	360322.30
d) NFPE Project	298143.18
Total	1,366,076.48

