



Rahman Rahman Huq
Chartered Accountants

GHASHFUL
(A Voluntary Community Development Organisation)
Auditors' Report and Financial Statements
For the year ended 30th June 2009



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AUDITORS' REPORT TO THE EXECUTIVE COMMITTEE OF GHASHFUL

We have audited the accompanying Balance Sheet of Ghashful, Chittagong as of 30th June 2009 and the related Income and Expenditure Account and Receipts and Payments Account for the year then ended. Preparation of these financial statements is the responsibility of the Executive Committee. Our responsibility is to express an opinion on these financial statements based on our audit.

This report is made solely to the members of the Executive Committee, as a body, to the fullest extent permitted by law. We do not accept or assume responsibility to anyone other than the Executive Committee, as a body, for our audit work, for this report and for the opinion we have formed.

Scope:

We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the committee, as well as evaluating the overall financial statement presentation.

We believe that our audit provides a reasonable basis for our opinion.

Opinion:

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standards (BAS), give a true and fair view of the state of project's affairs as of 30th June 2009 and of the results of its operation and its receipts and payments account for the year then ended and comply with the requirements of the Societies Registration Act 1860 and other applicable laws and regulations.

We also report that :

- (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (b) in our opinion, proper books of account as required by law have been kept by the project so far as it appeared from our examination of those books and records ;

and

- (c) the project's Balance Sheet and Income and Expenditure account dealt with by the report are in agreement with the books of account and records.

Rahman Rahman Huq *Rev*

Dated, Chittagong
26th October, 2009

Ac, Gha Rep.009 09 Surjit (f)

Rahman Rahman Huq, a Bangladesh partnership, is a member firm of KPMG International, a Swiss cooperative

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GHASHFUL
BALANCE SHEET
AS AT 30TH JUNE 2009

NOTES	GENERAL ACCOUNT	SDP PROJECT	LIVELIHOOD MICRO CREDIT	ESP - BRAC PROJECT	GKNH RIB-BLAST	EDUCARE KG SCHOOL	30.06.2009	30.06.2008
	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA
SOURCE OF FUND								
Members' Savings	5	-	-	142,211,807	-	-	142,211,807	129,211,543
Members' Unclaimed Account		-	-	453,388	-	-	453,388	327,233
Insurance Reserve Fund		-	-	7,927,107	-	-	7,927,107	5,758,707
School savings	6	85,997	-	-	-	-	85,997	286,312
Reserve Fund - School Savings		1,559	-	-	-	-	1,559	1,559
Surplus/ (Deficit) as per Revenue Account		344,736	311,573	24,005,711	12,867	(202,279)	24,472,608	29,515,425
		432,292	311,573	174,598,013	12,867	(202,279)	175,152,466	165,100,779
Capital Resevre	7	-	-	172,569	-	-	172,569	172,569
		432,292	311,573	174,770,582	12,867	(202,279)	175,325,035	165,273,348
APPLICATION OF FUND								
FIXED ASSETS								
Fixed assets -at cost/revaluation	7.01	150,968	1,168,766	5,344,987	-	-	92,450	6,213,100
Less:Accumulated Depreciation		128,259	930,553	3,368,873	-	-	56,908	4,484,593
		22,709	238,213	1,976,114	-	-	35,542	2,378,920
CURRENT ASSETS								
Loan to Members (Micro credit)	8	-	-	224,766,070	-	-	224,766,070	184,749,729
Advance, Deposits and Prepayments	9	41,891	-	2,599,127	46,450	-	2,687,468	1,810,418
Cash in hand and at banks	10	164,394	5,512	83,750,810	11,320	1,910	83,976,057	62,986,584
Advance to READ		100,000	-	-	-	-	100,000	100,000
Receivable from Garment Industries		-	184,500	-	-	-	184,500	214,500
Receivable against Tuition fee		-	-	-	-	16,340	16,340	16,340
Taxes paid at source on interest income		6,888	-	1,046,895	-	236	1,054,019	602,909
Receivable from Educare KG school		295,600	-	-	-	(295,600)	-	-
Loan to 'Nest for the Children at Risk' project		-	22,000	-	-	-	22,000	-
Staff Gratuity Fund- Janata Bank Ltd.	28	5,490,331	-	-	-	-	5,490,331	4,097,839
		6,099,104	212,012	312,162,902	57,770	1,910	(236,913)	254,578,319
CURRENT LIABILITIES								
Security deposits from field staff		10,000	-	642,242	-	-	652,242	551,947
Loan Loan Reserve	11	-	-	14,663,057	-	-	14,663,057	9,086,225
Disaster Fund Reserve	12	-	-	2,071,635	-	-	2,071,635	1,561,828
Liability for Expenses	13	15,458	22,652	132,834	-	-	171,852	144,685
Liability for JOBS (Training exp)	14	125,279	-	-	-	-	125,279	125,279
Liability for BLAST	15	-	-	-	-	1,910	1,910	1,910
Liability for BRAC	16	-	-	-	44,903	-	44,903	107,725
Loan from PKSF		-	-	121,806,666	-	-	121,806,666	75,790,000
Inter Project Account		(116,000)	116,000	-	-	-	-	-
Other liability		164,453	-	52,000	-	-	216,453	216,453
Liability for Staff Gratuity Fund	28	5,490,331	-	-	-	-	5,490,331	4,097,839
		5,689,521	138,652	139,368,434	44,903	1,910	908	145,244,328
		409,583	73,360	172,794,468	12,867	-	(237,821)	162,894,428
		432,292	311,573	174,770,582	12,867	(202,279)	175,325,035	165,273,348
NET CURRENT ASSETS								

The notes set out on pages 7 to 20 form an integral part of these financial statements.

Executive Director

Chairman & Founder

As per our annexed report of same date.

Auditors

Dated, Chittagong
26th October, 2009



**GHASHFUL
INCOME AND EXPENDITURE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE, 2009**

	NOTES	GENERAL ACCOUNT	SDP PROJECT	LIVELIHOOD MICRO CREDIT	ESP-BRAC PROJECT	EDUCARE KG SCHOOL	30.06.2009	30.06.2008
		TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA
INCOME:								
Service charges on Micro Credit	17	-	-	49,581,072	-	-	49,581,072	43,907,644
Loan processing fee and others		-	-	563,440	-	-	563,440	560,440
Contribution received from Livelihood Project		365,000	4,573,829	-	-	-	4,938,829	4,410,304
Health service charges from Garments Industries	18	-	1,009,500	-	-	-	1,009,500	1,045,000
Clinical service charges	19	-	203,215	-	-	-	203,215	180,770
Bank/FDR interest (Gross)		10,385	-	4,500,709	-	-	4,511,094	2,412,051
Sale of contraceptives		-	23,190	-	-	-	23,190	23,667
Sale of Pass Book		-	2,740	164,780	-	-	167,520	185,250
School fee received		-	284,471	-	-	-	284,471	294,604
Membership fee-General Body	24	2,470	-	-	-	-	2,470	2,400
One month notice pay realised from outgoing staff		50,909	-	-	-	-	50,909	31,721
Received from ESP BRAC Project (Unexpended Grant)		60,884	-	-	-	-	60,884	-
Received from CARE, Bangladesh		49,400	-	-	-	-	49,400	-
Other/Miscellaneous Income	25	49,500	-	240,378	-	-	289,878	618,256
		588,548	6,096,945	55,050,379	-	-	61,735,872	53,672,107

NOTES	GENERAL ACCOUNT	SDP PROJECT	LIVELIHOOD MICRO CREDIT	ESP - BRAC PROJECT	EDUCARE KG SCHOOL	30.06.2009	30.06.2008
	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA
EXPENDITURE:							
Salaries and allowances	-	2,494,120	27,535,740	-	-	30,029,860	22,138,645
Gratuity	-	197,568	1,500,000	-	-	1,697,568	1,275,328
Interest on members' savings	20	-	6,492,754	-	-	6,492,754	6,080,526
Bank charges	1,148	447	233,987	-	-	235,582	121,647
Audit and professional fees	50,755	25,000	47,000	-	-	122,755	132,790
Communication expenses	14,376	87,549	536,668	-	-	638,593	515,941
Clinical support	-	1,581	-	-	-	1,581	21,319
Depreciation	7.01	6,700	70,706	-	-	650,412	693,393
Entertainment	-	40,789	389,556	-	-	650,829	438,747
Honorarium for school teacher & social worker	-	669,425	-	-	-	669,425	596,500
Insurance premium	6,976	-	-	-	-	6,976	8,000
Interest on Loan from PKSf	-	-	3,875,117	-	-	3,875,117	2,118,012
Interest on security deposit	-	-	4,108	-	-	4,108	3,527
Interest on school savings	15,522	-	-	-	-	15,522	11,912
Maintenance - Capital and Non Capital	-	314,695	613,682	-	-	928,377	468,759
Maintenance - Office	56,345	156,726	449,767	-	-	662,838	376,232
Maintenance and fuel - vehicles	-	216,975	48,064	-	-	265,039	491,677
Material expenses	21	-	180,511	-	-	180,511	151,948
Meeting expenses	-	74,614	89,623	-	-	164,237	77,846
Membership fee	22	5,000	70,540	-	-	93676	40,100
Newspaper and periodicals	-	8,003	69,845	-	-	77,848	72,439
Office rent/shop rent	-	161,777	1,953,464	-	-	2,115,241	1,881,232
Printing and stationery	43,783	288,468	799,229	-	-	1,131,480	1,413,772
Publications and advertisement	114,748	-	38,230	-	-	152,978	126,995
Program and operational costs	-	136,620	2,494,694	-	-	2,631,314	2,451,242
Provision for loan loss and disaster fund	-	-	6,086,641	-	-	6,086,641	2,612,703
School rent	-	189,100	-	-	-	189,100	178,800
Special Day celebration	23	2,000	50,493	-	-	52,493	84,648
Subsidy to SDP and organisation	-	-	4,938,829	-	-	4,938,829	4,410,304
General Fund	-	-	-	-	-	-	-
Training expenses	2,000	24,421	-	-	-	26,421	32,088
Traveling and conveyance	15,178	421,800	737,848	-	-	1,174,826	992,185
Uniform and Leverage	-	4,745	45,395	-	-	50,140	190,535
Utilities	-	41,720	361,109	-	-	402,829	378,080
Malaria Program (CARE)	59,391	-	-	-	-	59,391	-
Scholarship fee	12,987	-	-	-	-	12,987	-
Office shifting and decoration	-	111,040	-	-	-	111,040	-
Microcredit Summit	26	179,371	-	-	-	179,371	-
Rates and taxes	-	-	-	-	-	-	18,851
Consultancy fee and others	-	-	-	-	-	-	101,448
Welfare services	-	-	-	-	-	-	16,000
Paid to PKSf for relief of SIDR affected people	-	-	-	-	-	-	100,000
	701,683	6,234,137	59,842,869	-	-	66,778,689	50,587,872
Excess of expenditure over income	(113,135)	(137,192)	(4,792,490)	-	-	(5,042,817)	2,847,936
Add: Adjustment in respect of prior years	-	-	-	-	-	-	997,247
	(113,135)	(137,192)	(4,792,490)	-	-	(5,042,817)	3,845,183
Add: Last year's excess of income over expenditure	457,871	448,765	28,798,201	12,867	(202,279)	29,515,425	25,670,242
Balance carried to Balance Sheet	344,736	311,573	24,005,711	12,867	(202,279)	24,472,608	29,515,425

The notes set out on pages 7 to 20 form an integral part of these financial statements.

Executive Director

Chairman & Founder

As per our annexed report of same date.

Dated, Chittagong
26th October, 2009



Rahman Rahman
Auditors

GHASHFUL
RECEIPTS AND PAYMENTS ACCOUNTS
FOR THE PERIOD FROM 1ST JULY, 2008 TO 30TH JUNE, 2009

GENERAL ACCOUNT	SDP PROJECT	LIVELIHOOD MICRO CREDIT	ESP-BRAC PROJECT	EDUCARE KG SCHOOL	GKNHRIB- BLAST PROJECT	12 MONTHS TO 30.06.09	12 MONTHS TO 30.06.08
TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA

Opening Balance

Cash in hand	9,522	36,128	78,855	840	5,787	1,300	132,432	215,810
Cash at bank:								
Savings/Current	470,091	95,404	18,183,671	68,052	36,324	610	18,854,152	16,157,218
FDR			44,000,000				44,000,000	13,100,000
	479,613	131,532	62,262,526	68,892	42,111	1,910	62,986,584	29,473,028

RECEIPTS:

Bank interest	10,385	-	-	-	-	-	10,385	18,365
Clinical Service Charges	-	203,215	-	-	-	-	203,215	180,770
Sale of contraceptives	-	23,190	-	-	-	-	23,190	23,667
Grant received from BRAC	-	-	-	404,633	-	-	404,633	364,910
Contribution received from Livelihood Project	365,000	4,573,829	-	-	-	-	4,938,829	4,410,304
Loan from PKSF	-	-	81,500,000	-	-	-	81,500,000	50,400,000
Health service charges received from garments industries	-	1,039,500	-	-	-	-	1,039,500	1,046,500
Collection of savings	97,769	-	72,409,147	-	-	-	72,506,916	67,516,916
Collection of Loan installment	-	-	446,559,731	-	-	-	446,559,731	397,719,928
Collection of Insurance Fund	-	-	2,592,200	-	-	-	2,592,200	2,267,523
Income from other finance- related services	-	-	-	-	-	-	-	-
Sale of Pass Book	-	2,740	-	-	-	-	5,469,307	3,749,123
Advance adjusted from office rent	-	-	236,870	-	-	-	2,740	1,140
Advance adjusted against expenses	33,000	-	72,317	-	-	-	236,870	185,000
Security Deposit	-	-	305,000	-	-	-	105,317	329,924
Unclaimed account	-	-	852,307	-	-	-	305,000	826,000
One month notice pay realised from outgoing staff	50,909	-	-	-	-	-	852,307	771,090
Miscellaneous receipts	49,500	-	-	-	-	-	-	-
Loan recovered from staffs	8,000	-	264,512	-	-	-	50,909	31,721
Membership fee - General Body	2,470	-	-	-	-	-	49,500	7,370
School fee received- NFPE school	-	284,471	-	-	-	-	272,512	6,000
Tax deducted at source- staff	-	3,366	54,486	-	-	-	2,470	2,400
Received from ADF/BSAF	-	15,000	-	-	-	-	284,471	294,604
Grant received from ESP BRAC Project	60,884	-	-	-	-	-	57,852	102,073
Recovery of loan from Educare KG School	100,000	-	-	-	-	-	15,000	7,000
Received from CARE, Bangladesh	49,400	-	-	-	-	-	60,884	-
Recovery of advance from HASAB	77,650	-	-	-	-	-	-	-
Recovery of advance from BSAF	8,200	-	-	-	-	-	100,000	-
Recovery of advance from 'Nes' project	-	-	-	-	-	-	49,400	-
	-	-	-	-	-	-	77,650	-
	-	-	-	-	-	-	8,200	-
	-	-	-	-	-	-	-	-
	-	448,829	-	-	-	-	448,829	-
Received from Family Planning	-	-	-	-	-	-	-	100,000
Received from SDP Fund of Family Planning	-	-	-	-	-	-	-	-
Received against "Micro Credit Summit"	-	-	-	-	-	-	-	100,000
	-	-	-	-	-	-	-	18,165
Refund of grant from READ	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	25,000
	913,167	6,594,140	610,315,877	404,633	-	-	618,227,817	530,262,328
	1,392,780	6,725,672	672,578,403	473,525	42,111	1,910	681,214,401	559,735,356

PAYMENTS:

GENERAL ACCOUNT	SDP PROJECT	LIVELIHOOD MICRO CREDIT	ESP-BRAC PROJECT	EDUCARE KG SCHOOL	GKNHRIB- BLAST PROJECT	12 MONTHS TO 30.06.09	12 MONTHS TO 30.06.08
TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA	TAKA
Salaries and allowances	-	2,494,120	27,535,740	279,205	-	30,309,065	22,404,354
Gratuity	-	197,568	1,500,000	-	-	1,697,568	1,275,328
Miscellaneous Advance	-	-	1,058,687	-	-	1,058,687	409,120
Advance against expenses	33,000	-	-	-	-	33,000	39,368
Audit and professional fee	50,755	20,000	59,885	-	-	130,640	148,925
Bank charges	1,148	447	233,987	-	-	235,582	126,079
Capital expenditure	5,348	64,767	473,956	-	-	544,071	855,125
Communication expenses	16,246	93,087	541,668	-	-	651,001	510,759
Clinical support and contraceptive fee	-	1,581	-	-	-	1,581	21,319
Entertainment	40,789	220,484	389,556	7,200	-	658,029	445,022
Honorarium for school teacher & social	-	669,425	-	-	-	669,425	596,500
Insurance Clim settled	-	-	423,800	-	-	423,800	249,575
Insurance Premium	7,188	-	-	-	-	7,188	7,188
Loan disbursed	-	-	436,995,000	-	-	436,995,000	378,039,000
Loan refund to PKSF	-	-	35,483,334	-	-	35,483,334	15,180,000
Interest on Loan from PKSF	-	-	3,875,117	-	-	3,875,117	2,118,012
Maintenance - Capital and Non-capital	-	314,695	480,833	-	-	795,528	468,759
Maintenance - Office	56,345	156,726	449,767	-	-	662,838	376,232
Maintenance and fuel vehicles	-	216,975	180,917	-	-	397,892	491,677
Material expenses	-	180,511	-	7,225	-	187,736	156,848
Meeting expenses	74,614	89,623	-	-	-	164,237	77,846
Membership fee	5,000	70,540	18,136	-	-	93,676	40,100
Newspaper and Periodicals	-	8,003	69,845	-	-	77,848	72,439
Office Rent / Shop rent / Auditorium rent	-	161,777	1,949,964	-	-	2,111,741	1,892,932
Printing and Stationery	43,783	288,468	748,035	-	-	1,080,286	1,443,827
Program and operational costs	-	136,620	2,494,694	32,074	-	2,663,388	2,451,242
Publications and advertisement	114,748	-	38,230	-	-	152,978	126,995
Payment to ADF/BSAF	-	15,000	-	-	-	15,000	7,000
Savings refund with interest	313,606	-	65,905,745	-	-	66,219,351	57,991,786
School Rent	-	189,100	-	56,900	-	246,000	225,900
Security deposit refund with interest	-	-	204,705	-	-	204,705	185,927
Special Day Observation	2,000	50,493	-	-	-	52,493	84,648
Subsidy to SDP Project	-	-	4,573,829	-	-	4,573,829	4,210,304
Subsidy to Organisation General Fund	-	-	365,000	-	-	365,000	200,000
Tax deducted at source - staff	-	3,366	54,486	-	-	57,852	-
Tax deducted at source-bank interest	1,039	-	450,071	-	-	451,110	333,065
Various loan to staff	8,000	-	397,100	-	-	405,100	436,555
Training expenses	2,000	24,421	-	-	-	26,421	32,088
Travelling and conveyance	15,178	421,800	737,848	18,717	-	1,193,543	1,016,810
Unclaimed account settled	-	-	726,150	-	-	726,150	700,454
Uniform and leverage	-	4,745	45,395	-	-	50,140	190,535
Utilities	-	43,949	366,113	-	-	410,062	392,729
Grant refund to organisation General A/C	-	-	-	60,884	-	60,884	-
Scholarship fee	12,987	-	-	-	-	12,987	-
Advance to HASAB	77,650	-	-	-	-	77,650	-
Loan to Educare KG School	100,000	-	-	-	-	100,000	-
Expenditure incurred for malaria	59,391	-	-	-	-	59,391	-
Advance to BASF	8,200	-	-	-	-	8,200	-
Office Shifting and decoration	-	111,040	-	-	-	111,040	-
Advance to Nest Project	-	470,829	-	-	-	470,829	-
Microcredit Summit	179,371	-	-	-	-	179,371	-
Security deposit - National Project	-	-	-	-	-	-	500,000
Purchase of medicine	-	-	-	-	-	-	100,000
Payment against "Micro credit Summit"	-	-	-	-	-	-	18,165
Rates and taxes	-	-	-	-	-	-	18,851
Paid to organisation General Fund	-	-	-	-	-	-	100,000
Award to staff	-	-	-	-	-	-	5,101
Consultancy fee and others	-	-	-	-	-	-	101,448
Welfare expenses	-	-	-	-	-	-	16,000
Paid to PKSF for relief of SIDR affected people	-	-	-	-	-	-	100,000
1,228,386	6,720,160	588,827,593	462,205	-	-	597,238,344	496,032,372
Closing Balance							
Cash in hand	17,948	1,523	22,026	11,220	5,787	59,804	132,432
Cash at bank	146,446	3,989	19,728,784	100	36,324	19,916,253	18,854,152
Savings/Current FDR	-	-	64,000,000	-	-	64,000,000	44,000,000
164,394	5,512	83,750,810	11,320	42,111	1,910	83,976,057	62,986,584
1,392,780	6,725,672	672,578,403	473,525	42,111	1,910	681,214,401	559,018,956

**LIVELIHOOD PROJECT OF GHASHFUL
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH JUNE, 2009**

	<u>2009</u> <u>TAKA</u>	<u>2008</u> <u>TAKA</u>
CASH FLOW FROM OPERATING ACTIVITIES		
Net (Loss)/ Profit as per Profit and Loss Account	(4,792,490)	3,008,802
Adjustments for non-cash items:		
Depreciation	573,006	610,550
Cash flow from operating activities before working capital charges	(4,219,484)	3,619,352
(Increase)/ Decrease in Current Assets		
Total loan portfolio	(40,016,341)	(24,226,716)
Advances and deposits	(882,088)	(378,994)
Advance income tax	(450,071)	(230,992)
	(41,348,500)	(24,836,702)
Increase/ (Decrease) in Current Liabilities		
Member's savings	13,000,264	15,762,471
Member's unclaimed savings balances	126,155	70,636
Insurance fund	2,168,400	2,017,948
Loan from PKSf	46,016,666	35,220,000
Liabilities for expenses	31,805	(20,729)
Security deposits-staff	100,295	143,875
Loan loss provision	5,576,832	2,173,632
Disaster fund reserve	509,807	439,071
	67,530,224	55,806,904
Net cash flow from operating activities	26,181,724	30,970,202
CASH FLOW FROM FINANCING ACTIVITIES		
Acquisition of fixed assets	(473,956)	(807,725)
Short term investment-FDR	(20,000,000)	(30,900,000)
Net cash used in investing activities	(20,473,956)	(31,707,725)
CASH FLOW FROM FINANCING ACTIVITIES		
Capital Reserve	-	-
Net cash used in financing activities	-	-
Net increase in cash and cash equivalents	<u>1,488,284</u>	<u>2,881,829</u>
Check		
Cash and bank balances at the beginning of the year	18,262,526	15,380,697
Cash and bank balances at the end of the year	19,750,810	18,262,526
Net increase in cash and cash equivalents	<u>1,488,284</u>	<u>2,881,829</u>

GHASHFUL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2009

1.00 Organization profile:

Ghashful is a Non-Government Associations (NGO) registered with the Department of Social Services of the Government of the People's Republic of Bangladesh under Foreign Donation (Voluntary activities) Regulation Ordinance/ Rule 1978 as amended in 1982 under the Registration No. DSS/FDO/R-376 dated 8.4.1990. The organization is also registered with the Social Welfare Department (Registration No. 959/1983) and with District Population Control and Family Planning Department (Registration No. FP/Ctg./1/78).

Registered office of the organization is situated at South Ridge Apartment, Flat 3C, 16 Nasirabad Housing Society, Road No. 2, Chittagong.

1.02 Changing of project name and cancellation of partnership by Action Aid Bangladesh.

The project is being operated in the name of Social Development Project (SDP) financed by its own contribution (instead of Integrated Urban FP Health and Community Development Project- DA 6 financed by Action Aid Bangladesh) with effect from 1st January, 2006 as Action Aid Bangladesh the donor has decided not to continue this project vide their letter ref: CD89/- change of partnership status/2005 dated 4th October, 2005.

2.00 (a) Nature of the organization:

It is a wholly non-political, voluntary community development non-governmental organization. The organization is committed to motivate awareness, assist in education, economic and financial condition and upliftment of the poor, neglected, distressed and vulnerable people of the Society.

(b) Objects:

The main object of the organization is to undertake upliftment activities relating to education, human development, micro finance, agriculture, environmental development, health care, social justice, religion and infrastructure development in the Slum Areas of Chittagong District.

3.00 Executive Committee:

1. Mrs. Shamsun Nahar Rahman Paran	Chairperson
2. Dr. Mosharraf Hossain	Vice Chairman
3. Mr. Aftabur Rahman Jafree	General Secretary
4. Md. Shahid Ullah	Joint General Secretary
5. Mrs. Shamima Akter Ruby	Treasurer
6. Dr. Moinul Islam Mahmud	Member
7. Mr. Manjurul Amin Chowdhury, phd	Member

4.00 Significant Accounting Policies:

4.01 Basis of Accounting:

The accounts have been consistently prepared under the historical cost convention applying the generally accepted accounting principles.

4.02 Principles of valuation:

4.02.01 Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation. Depreciation on fixed assets is calculated on **Diminishing balance method**. Full year's depreciation has been charged on fixed assets. The principal annual rates are as follows:

<u>Name of assets</u>	<u>Rates(%)</u>
Computer and equipments	25
Furniture and fixtures	20
Domestic appliance	25
Bi-cycle	20
Auto Rickshaw	25
Micro Bus	25
Photocopy Machine	25
Digital Camera	25
Generator	25
Mobile Set	25
Office equipments	20

4.02.02 Capitalization Policy

An individual item of Asset value over Tk. 5,000 is capitalized. All others items whose expected life are more than one year, but cost of an individual item is less than Tk. 3,000, are treated as non-capital assets and charged to revenue.

5.00 Members' savings:	30.06.2009	30.06.2008
A. Savings against Rural Micro Credit (RMC):	Tk.	Tk.
As per Branches- 7,9,12-14,16-17,20 and 23-25		
Opening Balance as on 01.07.2008	13,461,628	7,714,619
Add: Savings during the year	13,920,643	10,927,903
	13,920,643	10,927,903
Add: Interest earned by members	625,625	494,257
	28,007,896	19,136,779
Less: Withdrawals during the year	4,594,241	1,315,239
Refund/transfer during the year	4,194,040	4,359,912
	8,788,281	5,675,151
Closing Balance as on 30.06.2009	19,219,615	13,461,628
B. Savings against Urban Micro Credit (UMC):		
As per Branches- 1-6,8,10-11,15, 18-19 and 21-22		
Opening Balance as on 01.07.2008	66,730,114	68,173,301
Add: Savings during the year	35,034,251	23,975,638
Interest earned by members	2,970,628	3,094,504
	38,004,879	27,070,142
	104,734,993	95,243,443
Less: Withdrawals during the year	10,489,984	11,059,542
Refund/transfer to unclaimed account	17,097,370	17,453,787
	27,584,354	28,513,329
Closing Balance as on 30.06.2009	77,150,639	66,730,114
C. Savings against Micro Enterprise Program:		
As per Branches-1-5,7,9 and 11		
Opening Balance as on 01.07.2008	30,058,669	19,177,126
Add: Savings during the year	10,834,761	17,816,474
	10,834,761	17,816,474
	40,893,430	36,993,600
Add: Interest earned by members	1,399,973	1,603,992
	42,293,403	38,597,592
Less: Refund during the year	5,499,760	4,962,357
Withdrawals during the year	5,693,340	3,576,566
	11,193,100	8,538,923
Closing Balance as on 30.06.2009	31,100,303	30,058,669
D. Savings against Daily Savings Program:		
As per Branches-6,8,15,18,19 and 21-22		
Opening Balance as on 01.07.2008	10,722,299	8,435,709
Add: Savings during the year	4,856,840	4,828,320
	4,856,840	4,828,320
	15,579,139	13,264,029
Add: Interest earned by members	512,370	496,611
	16,091,509	13,760,640
Less: Refund during the year	1,933,780	1,637,750
Withdrawals during the year	1,665,525	1,400,591
	3,599,305	3,038,341
Closing Balance as on 30.06.2009	12,492,204	10,722,299

	30.06.2009	30.06.2008
	Tk.	Tk.
E. Ghashful Enterprise Development Program (GEDP)		
Savings : As per Branche -6		
Opening Balance as on 01.07.2008	27,047	250,323
Add: Savings during the year	49,346	12,660
	49,346	12,660
	76,393	262,983
Add: Interest earned by members	996	6,475
	77,389	269,458
Less: Refund during the year	5,820	88,096
Withdrawals during the year	19,980	154,315
	25,800	242,411
Closing Balance as on 30.06.2009	51,589	27,047
F. Savings against Ultra-poor Program- (former Hard Core Savings) :		
As per Branches -1,2,4-6,7,9 and 11-13		
Opening Balance as on 01.07.2008	61,276	6,759
Add: Savings during the year	133,092	54,390
	194,368	61,149
Add: Interest earned by members	3,719	587
	198,087	61,736
Less: Refund/ Withdrawal during the year	57,912	460
Closing Balance as on 30.06.2009	140,175	61,276
G. Term Deposit Scheme:		
As per Branches - 1-6,8 and 11		
Opening Balance as on 01.07.2008	8,150,510	9,691,235
Add: Savings during the year	1,059,500	3,723,506
	1,059,500	3,723,506
	9,210,010	13,414,741
Add: Interest earned by members	979,111	384,100
	10,189,121	13,798,841
Less: Refunded during the year	8,159,861	5,648,331
	8,159,861	5,648,331
Closing Balance as on 30.06.2009	2,029,260	8,150,510
H. Savings against Agriculture Micro Credit Loan:		
As per Branches - 7 and 9		
Opening Balance as on 01.07.2008	-	-
Add: Savings during the year	27,960	-
	27,960	-
Add: Interest earned by members	332	-
	28,292	-
Less: Refunded during the year	270	-
Closing Balance as on 30.06.2009	28,022	-
Total Closing Balance as on 30.06.2009 : (A+B+C+D+E+F+G+H)	142,211,807	129,211,543

5.01 5% interest on savings is calculated on the basis of the following factor:

$$\text{Factor} = 5/100 \times 1/12 = 0.0042$$

5.02 Savings against Micro Enterprise(ME) Loan:

This is a restructured program of former GEDP (Ghashful Enterprise Development Program) from 10th September, 2006 following the guideline of PKSF. Through this program organisation offers a handsome amount ranging from Tk. 30,000 to Tk.300,000 to their small entrepreneurs who had successfully repaid their loans during the past 02 (two) years. These qualifying members will be entitled to get these facilities with a repayment of 45 (forty-five) equal monthly instalments including service charges @ 12.5% flat rate on the principal. Member's joining this scheme should deposit a minimum weekly savings of Tk. 50.

5.03 Savings against Agriculture Micro Credit Loan:

This program is initiated during this year to support marginal and small farmers community and their family to operate agricultural activities by providing working capital loan up to a maximum amount of Tk. 20,000 to Tk. 50,000 to be repaid by 4 (four) quarterly installments including service charges @ 2% calculated on reducing balance method.

The objective of this program is to play up a role in improvement of agriculture and living standard of farmer's family by utilizing their knowledge, efficiency /ability and to assist in minimizing food deficiency of the country by acquiring knowledge about modern agricultural technology and by increasing agricultural product applying modern technology in the practical field. Member's joining this scheme should deposit a minimum weekly savings of Tk. 20.

5.04 Savings against Ultra Poor Programme(Former Hard Core Savings)

This Programme is a re-structured programme of former Hard Core Savings during the year 2008.

	<u>30.06.2009</u> <u>Tk.</u>	<u>30.06.2008</u> <u>Tk.</u>
6.00 School Savings		
Opening balance on 01.07.2008	286,312	431,215
Add: Savings during the year	<u>97,769</u>	<u>97,499</u>
	384,081	528,714
Less: Refunded during the year	<u>298,084</u>	<u>242,402</u>
Closing balance on 30.06.2009	<u><u>85,997</u></u>	<u><u>286,312</u></u>

7.00 Capital Reserve - Tk. 172,569

During the year 2006 various assets were revalued by Arif Hossain & Co., Chartered Accountants. Fair market value of various assets was estimated at Tk. 1,521,943 as against net book value of Tk. 1,349,374. Thus revaluation surplus of Tk. 172,569 was credited to Capital Reserve Account.

7.01 Fixed Assets at cost/Revaluation less depreciation

Name of Assets	COST			Rate %	DEPRECIATION			Written down value as on 30.06.2009
	Balance on 01.07.2008	Addition during the year	Balance on 30.06.2009		Balance on 01.07.2008	Charged for the year	Balance on 30.06.2009	
	Tk.	Tk.	Tk.		Tk.	Tk.	Tk.	Tk.
General Account								
Furniture & fixtures	15,545	-	15,545	20	5,596	1,990	7,586	7,959
Refrigerator	17,300	-	17,300	25	16,163	284	16,447	833
Television	22,500	-	22,500	25	21,669	208	21,877	623
VCP	12,000	-	12,000	25	11,557	111	11,668	332
Camera	5,000	-	5,000	25	4,754	62	4,816	185
Mobile set	4,300	5,348	9,648	25	2,713	1,734	4,447	5,201
Computer & Equipments	23,500	-	23,500	25	16,995	1,626	18,621	4,879
Sewing Machine	5,475	-	5,475	25	5,205	68	5,273	203
Motor Vehicles	40,000	-	40,000	20	36,907	619	37,526	2,474
Sub Total:	145,620	5,348	150,968		121,559	6,700	128,259	22,709

SDP								
Computer and Equipments	662,164	-	662,164	25	542,544	29,905	572,449	89,714
Furniture and Fixtures	149,935	64,767	214,702	20	108,193	21,302	129,495	85,207
Generator	58,500	-	58,500	25	36,905	5,399	42,304	16,196
Bi-cycle	9,000	-	9,000	20	6,876	425	7,301	1,699
Auto Rickshaw	186,100	-	186,100	25	157,119	7,245	164,364	21,736
Camera	11,000	-	11,000	25	2,750	2,063	4,813	6,187
PABX systems	27,300	-	27,300	20	5,460	4,368	9,828	17,472
Sub Total:	1,103,999	64,767	1,168,766		859,847	70,706	930,553	238,213

Livelihood Project (Microcredit)								
Computer and Equipments	1,659,155	69,500	1,728,655	25	1,019,325	177,339	1,196,664	531,991
Furniture and Fixtures	1,514,250	203,317	1,717,567	20	630,556	217,840	848,396	869,171
Micro Bus	1,076,767	-	1,076,767	25	778,659	74,527	853,186	223,581
Digital Camera	31,500	-	31,500	25	17,575	3,481	21,056	10,444
Motor Vehicles	87,800	-	87,800	25	69,570	4,558	74,128	13,672
Generator	58,500	-	58,500	25	36,905	5,399	42,304	16,196
Photocopy Machine	235,000	-	235,000	25	174,787	15,053	189,840	45,160
Mobile Set	79,568	92,850	172,418	25	30,405	35,507	65,912	106,506
Office equipments	118,561	106,284	224,845	20	34,998	37,532	72,530	152,315
Crockeries	9,930	2,005	11,935	20	3,087	1,770	4,857	7,078
Sub Total:	4,871,031	473,956	5,344,987		2,795,867	573,006	3,368,873	1,976,114

Educare KG School								
Furniture and Fixtures	92,450	-	92,450	20	56,908	-	56,908	35,542
Sub Total:	92,450	-	92,450		56,908	-	56,908	35,542

Total 30.06.2009	6,213,100	544,071	6,757,171		3,834,181	750,412	4,484,593	2,272,578
Total 30.06.2008	5,357,975	855,125	6,213,100		3,140,783	693,393	3,834,180	2,378,920

8.00 Loan to Members (Micro Credit)	30.06.09	30.06.08
A. Rural Micro Credit (RMC):	Tk.	Tk.
As per Branches - 7,9,12-14,16-17, 20 and 23-25		
Opening Balance on 01.07.2008	37,766,714	26,182,319
Add: Disbursed during the year	97,482,000	74,599,000
Service charges @ 12.5%	10,395,249	7,876,827
	107,877,249	82,475,827
	145,643,963	108,658,146
Less: Realized during the year:		
Principal	83,161,991	63,014,605
Interest @ 12.5%	10,395,249	7,876,827
	93,557,240	70,891,432
Closing Balance on 30.06.2009	52,086,723	37,766,714
B. Urban Micro Credit (UMC):		
As per Branches - 1-6, 8, 10-11, 15, 18-19 and 21-24		
Opening Balance on 01.07.2008	92,590,670	85,248,398
Add: Disbursed during the year	216,875,000	189,819,000
Service Charges @ 12.5%	24,569,045	22,809,661
	241,444,045	212,628,661
	334,034,715	297,877,059
Less: Realized during the year:		
Principal	196,551,532	182,476,728
Interest @ 12.5%	24,569,045	22,809,661
	221,120,577	205,286,389
Closing Balance on 30.06.2009	112,914,138	92,590,670
C. Loan against Micro Enterprise Program:		
As per Branches - 1-5, 7, 9 and 11		
Opening Balance on 01.07.2008	39,331,255	35,406,240
Add: Disbursed during the year	88,808,000	84,600,000
Service Charges @ 12.5%	10,697,946	10,084,373
	99,505,946	94,684,373
	138,837,201	130,090,613
Less: Realized during the year:		
Principal	85,589,879	80,674,985
Interest @ 12.5%	10,697,946	10,084,373
	96,287,825	90,759,358
Closing Balance on 30.06.2009	42,549,376	39,331,255
D. Loan against Daily Savings Program:		
As per Branches - 6,8,15,18-19 and 21-22		
Opening Balance on 01.07.2008	14,232,665	9,698,766
Add: Disbursed during the year:	32,018,000	27,910,000
	46,250,665	37,608,766
Service Charges @ 12.5%	3,787,701	2,920,942
- do - @ 18.75%	-	1,285
	3,787,701	2,922,227
	50,038,366	40,530,993
Less: Realized during the year:		
Principal @ 12.5%	30,301,499	23,367,536
- do - 18.75%	-	8,565
	30,301,499	23,376,101
Interest @ 12.5%	3,787,701	2,920,942
- do - @ 18.75%	-	1,285
	3,787,701	2,922,227
	34,089,200	26,298,328
Closing Balance on 30.06.2009	15,949,166	14,232,665

	30.06.09	30.06.08
	Tk.	Tk.
E. Loan against Ghashful Enterprise Development Program (GEDP) : As per Branch - 6		
Opening Balance on 01.07.2008	131,464	327,490
Add: Disbursed during the year:	-	-
	131,464	327,490
Service Charges @ 12.5%	4,205	24,896
- do - @ 18.75%	-	13,913
	4,205	38,809
	135,669	366,299
Less: Realized during the year:		
Principal @ 12.5%	21,595	132,780
- do - @ 18.75%	-	63,246
	21,596	196,026
Interest @ 12.5%	4,205	24,896
- do - @ 18.75%	-	13,913
	4,205	38,809
	25,800	234,835
Closing Balance on 30.06.2009	109,869	131,464
E. Loan against Ultra-poor Program- former Hard Core Program:		
As per Branches - 1-7, 9 and 11-13		
Opening Balance on 01.07.2008	496,583	10,800
Add: Disbursed during the year	919,000	697,000
	1,415,583	707,800
Add: Service Charges @ 10%	83,403	21,129
	1,498,986	728,929
Less: Realized during the year:		
Principal	834,082	211,217
Interest @ 10%	83,403	21,129
	917,485	232,346
Closing Balance on 30.06.2009	581,501	496,583
G. Loan against Livelihood Restoration Project (LRP):		
As per Branches - 1-5, 7, 9-11 and 21		
Opening Balance on 01.07.2008	200,378	3,649,000
Add: Disbursed during the year	347,000	414,000
	547,378	4,063,000
Add: Service Charges @ 4%	28,512	154,618
	575,890	4,217,618
Less: Realized during the year:		
Principal	404,081	3,862,622
Interest @ 4%	28,512	154,618
	432,593	4,017,240
Closing Balance on 30.06.2009	143,297	200,378
H. Loan against Agriculture Sector Microcredit Program:		
As per Branches - 7 and 9		
Opening Balance on 01.07.2008	-	-
Add: Disbursed during the year	546,000	-
	546,000	-
Add: Service Charges @ 2%	15,011	-
	561,011	-
Less: Realized during the year:		
Principal	114,000	-
Interest @ 2%	15,011	-
	129,011	-
Closing Balance on 30.06.2009	432,000	-
Total Closing Balance as on 30.-6.2009 : (A+B+C+D+E+F+G+H)	224,766,070	184,749,729

Note : Interest on total loan has been accounted for on cash basis as per past practice.

9.00 Advance, Deposits and Prepayments	30.06.09 Tk	30.06.08 Tk
(a) Advances:		
Office Rent	1,117,680	629,550
School Rent	46,450	46,950
Staff	1,107,968	841,719
Advance to Palli Tathya Kendra	371,479	248,520
	<u>2,643,577</u>	<u>1,766,739</u>
(b) Deposits:		
With Ctg. Zilla Parishad against shop rent	34,000	34,000
With Pacific Telecom Ltd. Against mobile phone	2,500	2,500
With T&T Board against land phone	2,000	2,000
	<u>38,500</u>	<u>38,500</u>
(c) Prepayments:		
Prepaid Insurance	5,391	5,179
	<u>2,687,468</u>	<u>1,810,418</u>

The management believes that these advances are realisable.

	30.06.09	30.06.08
	Tk	Tk
10.00 Cash and Bank Balances		
Cash in hand	59,804	132,432
Cash at bank-		
Janata Bank Ltd. - Sarkarhat Branch-CA 247	616,255	39,674
Janata Bank Ltd. - Patenga Branch-CA 1027	457,582	443,003
Janata Bank Ltd. - Uttara, Dhaka-CA 1020735	61,052	48,389
Janata Bank Ltd. - Kattali Branch-CA 688	390,477	558,377
Janata Bank Ltd. - Sarkarhat - STD 03	-	434,026
Janata Bank Ltd. - Patenga Branch-STD 205	-	12,859
Janata Bank Ltd. - Kattali Branch-STD 19	-	26,907
Janata Bank Ltd. - Corporate Branch, Ctg - STD 36000881	2,845,284	2,055,138
Janata Bank Ltd. - Uttara, Dhaka-STD - 544	-	6,361
Janata Bank Ltd. - Corporate Branch, Ctg - SB 34089505	15,162	14,749
Janata Bank Ltd. - Corporate Branch, Ctg - SB 34089496	96,544	92,589
Janata Bank Ltd. - Corporate Branch, SB 45268	284,346	1,053,341
Janata Bank Ltd. - Corporate Branch, STD 3336000915	5,352	5,186
Janata Bank Ltd. - Corporate Branch, CA 3333014703	941,212	154,102
Janata Bank Ltd. - Putiya Branch-STD 4000431	-	12,975
Janata Bank Ltd. - Putiya Branch-CA 1021703	648,274	856,940
Janata Bank Ltd. - Neamatpur Branch, Nowgaon-CA 771	748,087	60,924
Janata Bank Ltd. - Neamatpur Branch, Nowgaon-STD-17	-	2,114
Janata Bank Ltd. - Nowgaon Branch, Nowgaon-CA 4064	71,280	307,690
Janata Bank Ltd. - Nowgaon Branch, Nowgaon-STD 100	-	1,867
Janata Bank Ltd. - Chowdhuryhat Branch-CA 834	1,036	403,285
Janata Bank Ltd. - Burishchar Branch-CA 1005224	217,457	97,781
Janata Bank Ltd. - Burishchar Branch-STD 4000087	-	15,000
Janata Bank Ltd. - Baizid Bostami Branch-CA 912	406,895	154,181
Janata Bank Ltd. - Baizid Bostami Branch-STD 16	-	11,141
Janata Bank Ltd. - Mohipal Branch, Feni-CA 586	177,410	125,567
Sonali Bank Ltd. - Halishahar Branch, -CA 534	-	428,646
Sonali Bank Ltd. - Halishahar Branch, - STD 9	-	1,000
Sonali Bank Ltd. - Dewambazar Branch, - CA 706	437,702	190,153
Sonali Bank Ltd. - Anowara Branch, - CA 1138	281,729	204,998
Sonali Bank Ltd. - Anowara Branch, - STD 11	-	166,540
Sonali Bank Ltd. - Kalarpul Branch, Putiya- CA 159	490,890	351,838
Sonali Bank Ltd. - Kalarpul Branch, Putiya-STD 03	-	666,245
Sonali Bank Ltd. - Comilla Sadar Branch, Comilla-CA 33001455	342,532	32,877
The City Bank Ltd. - Kadamtali Branch, Ctg. -STD 384	1,319,165	623,244
The City Bank Ltd. - Kadamtali Branch, Ctg. -STD 673	-	815,218
The City Bank Ltd. - Kadamtali Branch, Ctg.-CA 11022-81252001	1,676,390	426,279
The City Bank Ltd. - Kadamtali Branch, Ctg. -STD 697	-	2,092,900
The City Bank Ltd. - Kadamtali Branch, Ctg.-CA 11022-81254001	2,271,432	821,136
The City Bank Ltd. - Kadamtali Branch, Ctg. -STD 704	-	76,200
The City Bank Ltd. - Kadamtali Branch, Ctg.-CA 11022-81255001	57,578	1,177,616
The City Bank Ltd. - Kadamtali Branch, Ctg. -STD 716	-	56,100
The City Bank Ltd. - Kadamtali Branch, Ctg.-CA 11022-81256001	1,623,960	622,886
The City Bank Ltd. - Kadamtali Branch, Ctg. -STD 661	-	6,451
The City Bank Ltd. - Kadamtali Branch, Ctg. -CA 29204	-	1,127
The City Bank Ltd. - Kadamtali Branch, Ctg. -STD 685	-	176,891
The City Bank Ltd. - Kadamtali Branch, Ctg. -CA 29231	535,667	856,281
Rupali Bank Ltd. - Eshan Mistri Hat Branch-CA 1080	791,651	379,395
Rupali Bank Ltd. - Eshan Mistri Hat Branch- STD 13	-	3,500
AB Bank Ltd. - Bahaddarhat Branch, Ctg. CA-4130-756199-001	42,447	291,041
AB Bank Ltd. - Bahaddarhat Branch, Ctg. STD-4130-756199-431	-	5,000
AB Bank Ltd. - Bahaddarhat Branch, Ctg. CA-4130-756199-000	371,762	351,742
AB Bank Ltd. - Bahaddarhat Branch, Ctg. STD-4130-756199-430	-	4,330
AB Bank Ltd. - Hathazari Branch, Ctg. CA-4130-756717-000	648,685	204,904
AB Bank Ltd. - Hathazari Branch, Ctg. CA-4130-756718-430	-	154,967
Standard Bank Ltd. - Chowdhury Hat, Ctg. Br. C/A 633005839	264,608	-
Dhaka Bank Ltd. - Sarkar Hat Br. Ctg. - CA 3404	441,508	-
Southeast Bank Ltd. - Halishahar Br. Ctg.- CA-161110001122-8	147,373	-
Standard Chartered Bank - Nasirabad Br. C/A 01-1547550-01	3,989	95,404
Standard Chartered Bank - Nasirabad Br. C/A 01-1510770-01	100	68,052
Janata Bank Ltd. - SB 3334085603	102,684	312,617
Janata Bank Ltd. - SB 4077633	610	610
Janata Bank Ltd. - SB 4077641	36,324	36,324
Janata Bank Ltd. - SB 3334045557	13,062	12,722
Janata Bank Ltd. - SB 3043	30,700	144,752
FDR with The City Bank Ltd.-Kadamtali Br. (Note-10.01)	10,100,000	7,100,000
FDR with South East Bank Ltd.-Jubilee Road Br. (Note-10.01)	12,000,000	9,500,000
FDR with BRAC Bank Ltd. - Agrabad Branch, Ctg. (Note-10.01)	-	3,400,000
FDR with Bank Asia Ltd. - Agrabad Branch, Ctg. (Note-10.01)	6,300,000	7,500,000
FDR with Bank Asia Ltd. - Anderkilla Branch, Ctg. (Note-10.01)	5,200,000	4,000,000
FDR with DBHPL, CDA Avenue Branch Ctg. (Note-10.01)	-	6,500,000
FDR with One Bank Ltd. - Agrabad Branch, Ctg. (Note-10.01)	13,000,000	-
FDR with Standard Bank Ltd-Bahaddarhat Branch, Ctg.(Note-10.01)	17,400,000	6,000,000
	83,916,253	62,854,152
	83,976,057	62,986,584

10.01 Short Term Investment - FDR

	30.06.09	30.06.08
	Tk.	Tk.
Investment against Savings Reserve:		
The City Bank Ltd. - Kadamatali Branch, Chittagong	7,000,000	5,000,000
South East Bank Ltd. - Jubilee Road Branch, Chittagong	9,500,000	7,000,000
BRAC Bank Ltd. - Agrabad Branch, Chittagong	-	2,500,000
Bank Asia Ltd. - Agrabad Branch, Chittagong	4,500,000	4,500,000
Bank Asia Ltd. - Anderkilla Branch, Chittagong	4,000,000	4,000,000
Delta Brac Housing Finance Corporation Ltd. CDA Avenue, Chittagong	-	5,500,000
Standard Bank Ltd. - Bahadderhat Branch, Chittagong	9,000,000	4,500,000
One Bank Ltd. - Agrabad Branch, Chittagong	9,000,000	-
	43,000,000	33,000,000
Investment against Loan Loss Reserve:		
The City Bank Ltd. - Kadamatali Branch, Chittagong	2,100,000	1,300,000
South East Bank Ltd. - Jubilee Road Branch, Chittagong	2,300,000	2,300,000
BRAC Bank Ltd. - Agrabad Branch, Chittagong	-	900,000
Bank Asia Ltd. - Agrabad Branch, Chittagong	1,500,000	1,500,000
Bank Asia Ltd. - Anderkilla Branch, Chittagong	1,200,000	1,200,000
Delta Brac Housing Finance Corporation Ltd. CDA Avenue, Chittagong	-	700,000
Standard Bank Ltd. - Bahadderhat Branch, Chittagong	5,400,000	1,300,000
One Bank Ltd. - Agrabad Branch, Chittagong	2,500,000	-
	15,000,000	9,200,000
Investment against Disaster Fund Reserve:		
The City Bank Ltd. - Kadamatali Branch, Chittagong	1,000,000	800,000
South East Bank Ltd. - Jubilee Road Branch, Chittagong	200,000	200,000
Bank Asia Ltd. - Agrabad Branch, Chittagong	300,000	300,000
Delta Brac Housing Finance Corporation Ltd. CDA Avenue, Chittagong	-	300,000
Standard Bank Ltd. - Bahadderhat Branch, Chittagong	200,000	200,000
One Bank Ltd. - Agrabad Branch, Chittagong	900,000	-
	2,600,000	1,800,000
Investment against Depreciation Reserve Fund:		
Standard Bank Ltd. - Bahadderhat Branch, Chittagong	2,800,000	-
One Bank Ltd. - Agrabad Branch, Chittagong	600,000	-
	3,400,000	-
Total:	64,000,000	44,000,000
Bank-wise allocation:		
The City Bank Ltd. - Kadamatali Branch, Chittagong	10,100,000	7,100,000
South East Bank Ltd. - Jubilee Road Branch, Chittagong	12,000,000	9,500,000
BRAC Bank Ltd. - Agrabad Branch, Chittagong	-	3,400,000
Bank Asia Ltd. - Agrabad Branch, Chittagong	6,300,000	7,500,000
Bank Asia Ltd. - Anderkilla Branch, Chittagong	5,200,000	4,000,000
Delta Brac Housing Finance Corporation Ltd. CDA Avenue, Chittagong	-	6,500,000
Standard Bank Ltd. - Bahadderhat Branch, Chittagong	17,400,000	6,000,000
One Bank Ltd. - Agrabad Branch, Chittagong	13,000,000	-
	64,000,000	44,000,000

Income from FDR is accounted for on cash basis. Amount invested In FDR from fund available under PKSf branches only.

11.00 Loan Loss Reserve- Tk. 14,663,057

Loan loss reserve has been provided as per format prescribed by PKSf to cover any future loss.

12.00 Disaster Fund Reserve- Tk. 2,071,635

Disaster fund reserve has been created as per format prescribed by PKSf to cover any future loss occasioned by natural calamities and disaster.

	<u>30.06.2009</u> <u>Tk.</u>	<u>30.06.2008</u> <u>Tk.</u>
13.00 Liability for expenses		
Opening balance as on 01.07.2008	144,685	199,637
Add: Provision made during the year	170,944	126,900
	<u>315,629</u>	<u>326,537</u>
Less: Paid during the year	143,777	181,852
Closing balance as on 30.06.2009	<u>171,852</u>	<u>144,685</u>

14.00 Liability for JOBS (Training exp.)

125,279 125,279

The amount was received from JOBS, an organization engaged in assisting enterprises to create employment, towards the cost of 2nd training programme of the Ghashful Organization. The balance amount is expected to be spent on specified 'Training' during 2008-09, but the amount remains unspent up to 30.06.09.

15.00 Liability for BLAST

	<u>30.06.2009</u> <u>Tk.</u>	<u>30.06.2008</u> <u>Tk.</u>
Opening balance as on 01.07.2008	1,910	1,910
Add: Grant received during the year	-	-
Contribution from organisation	-	-
	<u>1,910</u>	<u>1,910</u>
Less: Expenses incurred during the year:		
Salaries and allowances	-	-
Traveling and conveyance	-	-
Communication expenses	-	-
Printing and stationery	-	-
Miscellaneous expenses	-	-
Training expenses	-	-
Program cost	-	-
	<u>-</u>	<u>-</u>
Closing balance as on 30.06.2009	<u>1,910</u>	<u>1,910</u>

The amount was received from Bangladesh Legal Aid and Services Trust (BLAST) for implementation of the project of Gender Knowledge, Networking and Human Rights Intervention in Bangladesh. This project period was over in 2007.

16.00 Liability for BRAC

Opening Balance as on 01.07.2008	107,725	83,225
Add: Grant received during the year	404,633	364,910
	<u>512,358</u>	<u>448,135</u>
Less: Expenditure incurred during the year:-		
Salary and allowances	279,205	265,709
Traveling and Conveyance	18,717	24,625
School Rent	62,150	23,900
Entertainment	7,200	6,275
Material Expenses	7,225	4,900
Grant refund to organisation General A/c.	60,884	-
Program cost	32,074	-
Bank Charges	-	2,596
Printing and stationery	-	12,405
	<u>467,455</u>	<u>340,410</u>
Closing balance as on 30.06.2009	<u>44,903</u>	<u>107,725</u>

The amount was received from BRAC for non-formal primary education. The balance amount is expected to be spent by December 2009.

	30.06.09	30.06.08
	Tk.	Tk.
17.00 Service charges on Micro Credit		
Rural Micro Credit (RMC)	10,395,249	7,876,827
Urban Micro Credit (UMC)	24,569,045	22,809,661
Loan against Micro Enterprise (ME)	10,697,946	10,084,373
Loan against Daily Savings Program	3,787,701	2,922,227
Loan against Ghashful Enterprise Development Program (GEDP)	4,205	38,809
Loan against Livelihood Restoration Program (LRP)	28,512	154,618
Loan against Ultra-poor Program (UPP)	83,403	21,129
Loan against Agriculture Micro Credit Program	15,011	-
	<u>49,581,072</u>	<u>43,907,644</u>
18.00 Health Service charges from Garments Industries	1,009,500	1,045,000
The charges are realized from more than 40 (forty) Garments companies at varying rates from Tk. 1,000 to Tk. 5,000 per month, by providing health services to their workers, especially the women.		
19.00 Clinical Service charges	203,215	180,770
The amount was recovered from women who require various medical tests including primary health checkup and family planning assistance at the clinics operated by the SDP (Social Development Project) of GHASHFUL.		
20.00 Interest on member's savings		
Savings against Rural Micro Credit (RMC)	625,625	494,257
Savings against Urban Micro Credit (UMC)	2,970,628	3,094,504
Daily Savings Program	512,370	496,611
Savings against Micro Enterprise (ME) program	1,399,973	1,603,992
Savings against Ghashful Enterprise Development Program(GEDP)	996	6,475
Term deposits scheme	979,111	384,100
Ultra-poor Program- former Hardcore Program	3,719	587
Savings against Agriculture Microcredit Program	332	-
	<u>6,492,754</u>	<u>6,080,526</u>
21.00 Material expenses - Tk. 180,511		
It represents cost for arranging meeting and materials for students etc. funded by Ghashful.		
22.00 Membership fees - Tk. 93,676		
It represents the fees paid to various net working organization and forum, such as, Numco, BASF, CDF, VHSS, COFCON and FNB.		
23.00 Special Day celebration - Tk. 52,493		
It represents cost of costume, sticker, paper etc. for celebrating World Aids Day/World Mothers Day/World Environment Day/Victory Day/Independence Day etc. and various expenses incurred for program with transport workers and orientation courses at various places.		
24.00 Membership fee General Body Tk. 2,470		
Details are as follows:	Amount	
	(Tk.)	
20 members @ Tk. 10 per month X 12	2,400	
1 member @ Tk. 10 per month X 7	70	
	<u>2,470</u>	
25.00 Other/Miscellaneous income Tk. 289,878		
Details are as follows:		
Dropout fee	121,465	
Income from sewing training	36,321	
Income from staff accommodation	76,337	
Microbus rent	3,065	
Transfer fee	1,180	
Late fine	2,010	
TV rent for video show received from HASAB	49,500	
	<u>289,878</u>	
26.00 Micro-credit Summit Tk. 179,371		
It represents cost for attending Micro-credit Summit held in Indonesia.		
27.00 Educare KG School		
The organization discontinued the operation of Educare KG School from 01.07.2006.		

28.00 Staff Gratuity Fund

The organisation operates an unfunded Gratuity scheme since 2002 for its permanent employees and provision is made as per gratuity rules at the rate of last one month's gross salaries. The entire amounts are invested with Janata bank, Sk. Mujib Road, Corporate Branch, Agrabad, Chittagong. The break-up are as follows:

	<u>SDP</u>	<u>Livelihood</u>	<u>Total</u>
	<u>Tk.</u>	<u>Tk.</u>	<u>Tk.</u>
Balance up to 01.07.2008	988,764	3,109,075	4,097,839
Add: Received during the year	197,568	1,500,000	1,697,568
	1,186,332	4,609,075	5,795,407
Less: Refunded during the year	-	143,589	143,589
	1,186,332	4,465,486	5,651,818
Less: Temporary loan paid to HIV/AIDS and STD Alliance Bangladesh (HASAB)			231,600
			5,420,218
Add: Interest provided during the year			70,113
Balance as on 30.06.2009			5,490,331

	<u>Amount</u>
	<u>(Tk.)</u>
Bank balance as on 30.06.2009	
Savings account with Janata Bank, Sk. Mujib Road Br., Agrabad, Chittagong	2,846,657
FDR account with Janata Bank, Sk. Mujib Road Br., Agrabad, Chittagong	2,643,674
	5,490,331

	<u>30.06.09</u>	<u>30.06.08</u>
	<u>Nos.</u>	<u>Nos.</u>
29.00 Employee Particulars.		
Employees earning over Tk. 10,000 per month	44	20
Employees earning over Tk. 5,000 per month	159	114
Employees earning over Tk. 3,000 per month	107	116
Employees earning below Tk. 3,000 per month	56	82
	366	332

30.00 General

30.01 Figures appearing in this accounts are rounded off to the nearest Taka.

30.02 Previous year's figures have been re-arranged, where necessary, to conform to current year's presentation.