

**INDEPENDENT AUDITOR'S REPORT  
TO  
THE MANAGEMENT  
OF  
SHARIATPUR DEVELOPMENT SOCIETY (SDS)**

We have audited the accompanying Consolidated Financial Statements of **Shariatpur Development Society (SDS)** which comprise the Consolidated Balance Sheet as at 30 June 2016 and related Consolidated Statement of Income & Expenditure and Consolidated Statement of Receipts & Payments for the period from 01 July 2015 to 30 June 2016. The preparation of these financial statements is the responsibility of the project's management. Our responsibility is to express an independent opinion on these financial statements based on our audit.

**Management's responsibility**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting policies described in the note # 3.00 to the financial statements and for such internal control as management determines in necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' 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 circumstance, 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.

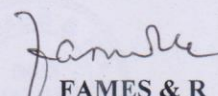
**Opinion**

In our opinion, the financial statements have been prepared in accordance with accounting policies mentioned in notes to the financial statements in note # 3.00 and give a true and fair view of the state of Project's affairs as at 30 June 2016 and of the results of its operations for the year then ended and comply with the 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 purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of account have been kept by the organization management so far as it appeared from our examination of those books;
- c) The financial statements of the project dealt with by the report are in agreement with the books of accounts; and
- d) The expenditure incurred was for the purposes of the project.

Date : 06. October, 2016  
Place : Dhaka

  
**FAMES & R**  
Chartered Accountants





Shariatpur Development Society (SDS)

Consolidated Balance Sheet

As at 30 June 2016

Particulars	Notes	30 June 2016			30 June 2015
		MF	Development Projects	Total	Total
		Amount (Tk.)	Amount (Tk.)	Amount (Tk.)	Amount (Tk.)
<b>Assets:</b>					
<b>Non Current Assets:</b>					
Property, Plant and Equipment	4.00	63,611,370	18,294,998	81,906,368	58,698,060
<b>Current Assets:</b>					
Investments on FDR	5.00	68,427,378	54,273	68,481,651	65,335,162
Loan to beneficiaries	6.00	1,298,056,952	-	1,298,056,952	1,005,924,117
Other Assets	7.00	18,789,642	2,996,516	21,786,158	20,766,298
Internal Loan	8.00	5,572,120	10,763,630	-	-
Cash and Bank Balance	9.00	17,579,456	2,241,484	19,820,940	22,314,047
<b>Total Current Assets</b>		<b>1,408,425,548</b>	<b>16,055,903</b>	<b>1,408,145,701</b>	<b>1,114,339,624</b>
<b>Total Assets :</b>		<b>1,472,036,918</b>	<b>34,350,901</b>	<b>1,490,052,069</b>	<b>1,173,037,684</b>
<b>Current Liabilities:</b>					
Members Savings Deposit General	10.00	296,490,412	-	296,490,412	258,860,199
Members Savings Deposit: Voluntary	11.00	58,224,490	-	58,224,490	21,359,258
Loan Loss Provision	12.00	49,830,148	-	49,830,148	42,137,591
Un-Earned Premium Micro &	13.00	10,415,755	-	10,415,755	5,348,681
Disaster Management Fund	14.00	-	-	-	11,170,260
Provision for Expenses	15.00	1,871,280	69,636	1,940,916	2,672,079
Gratuity Fund	16.00	9,576,964	-	9,576,964	-
Others Payable	17.00	2,640,548	394,550	3,035,098	3,348,149
<b>Non Current Liabilities:</b>					
Loan from PKSF	18.00	483,349,965	-	483,349,965	426,658,307
Commercial loan	19.00	228,519,143	-	228,519,143	107,264,579
Internal Loan	20.00	-	16,335,750	-	-
Loan From Others	21.00	-	-	-	128,716
<b>Capital and reserves:</b>					
Retained Surplus	22.00	298,006,392	17,523,475	315,529,867	267,577,268
Reserve fund	23.00	33,111,821	27,490	33,139,311	26,512,597
<b>Total Capital &amp; Liabilities</b>		<b>1,472,036,918</b>	<b>34,350,901</b>	<b>1,490,052,069</b>	<b>1,173,037,684</b>

Annexed notes form an integral part of the financial statements.

Executive Director  
SDS

Deputy Director (A & F)  
SDS

Signed in terms of our separate report of even date annexed

Date : 06. October, 2016  
Place : Dhaka

*Jamile*  
FAMES & R  
Chartered Accountants





**Shariatpur Development Society (SDS)**  
**Consolidated Statement of Income and Expenditure**  
For the period from 01 July 2015 to 30 June 2016

Particulars	Notes	30 June 2016			30 June 2015
		MF	Development Projects	Total	Total
<b>Income:</b>					
Service Charge Received	24	247,076,223		247,076,223	195,049,673
Grant Received	27	12,261,180	24,155,178	36,416,358	78,932,106
Bank Interest		762,650	56,197	818,847	519,429
Interest on FDR		3,768,501	4,273	3,772,774	1,397,116
Sale Of pass Book		322,180	-	322,180	305,926
SDS Academy Inc.		-	1,236,959	1,236,959	828,020
Others income		96,724	-	96,724	109,909
<b>Total Income</b>		<b>264,287,458</b>	<b>25,452,607</b>	<b>289,740,065</b>	<b>277,142,179</b>
<b>Expenditure:</b>					
Service Charge Paid to PKSF	29	27,757,298	-	27,757,298	23,560,050
Salary & Allowances		106,516,021	11,864,026	118,380,047	92,551,510
Traveling & Conveyance		4,168,252	1,020,426	5,188,678	4,702,701
Printing & Stationary		2,320,503	96,101	2,416,604	3,172,954
Telephone & Postage		1,136,950	51,975	1,188,925	1,094,587
Entertainment		1,412,445	45,897	1,458,342	1,379,893
Office Rent		4,005,810	249,222	4,255,032	2,439,888
Utility Bill		556,482	170,796	727,278	682,402
Training Expenses		1,201,384	1,088,282	2,289,666	3,466,229
Fuel		2,246,675	29,207	2,275,882	1,978,363
Repair & Maintenance		2,906,656	633,985	3,540,641	2,773,371
Lunch Subsidy		-	-	-	1,827,496
Paper Bill		189,627	4,600	194,227	191,936
KCRE		-	-	-	87,199
Micro insurance Reserve Exp.		-	-	-	25,305
Re-insurance Reserve Exp.		-	-	-	5,061
Legal support		116,018	-	116,018	157,351
Direct Tax Exp		760,409	5,811	766,220	192,964
Soft ware Maintenance Exp		892,800	-	892,800	481,600
Donation		391,426	-	391,426	599,486
Advertisement & Recruitment Exp		65,457	-	65,457	11,650
Audit Fee		253,500	53,975	307,475	570,272
Bank Charge		586,119	25,268	611,387	432,800
Loan Loss Provision Expenses		7,692,557	-	7,692,557	7,918,438
Disaster Management Exp		-	-	-	1,933,821
Depreciation Expenses		1,915,112	2,616,275	4,531,387	4,591,628
Interest on Savings		16,250,305	-	16,250,305	12,100,784
Administrative exp		-	616,348	616,348	1,597,717
Overhead Expenses	30	27,414,404	5,446,242	32,860,646	18,253,132
Direct Activities Cost	31	-	13,003,358	13,003,358	27,024,489
<b>Total Expenditure</b>		<b>210,756,210</b>	<b>37,021,794</b>	<b>247,778,004</b>	<b>215,805,077</b>
Excess of income over expenditure		53,531,248	(11,569,187)	41,962,061	61,337,102
<b>Total :</b>		<b>264,287,458</b>	<b>25,452,607</b>	<b>289,740,065</b>	<b>277,142,179</b>

Annexed notes form an integral part of the financial statements.

**Executive Director**  
SDS

**Deputy Director (A & F)**  
SDS

Signed in terms of our separate report of even date annexed

Date : 06. October, 2016  
Place : Dhaka

*Janaka*  
**FAMES & R**  
Chartered Accountants





**Shariatpur Development Society (SDS)**  
**Consolidated Receipts and Payments Statement**  
For the period from 01 July 2015 to 30 June 2016

Particulars	Notes	30 June 2016			30 June 2015
		MF	Development	Total	Total
		Amount (Tk.)	Amount (Tk.)	Amount (Tk.)	Amount (Tk.)
<b>A: Receipts:</b>					
Opening Balance:		13,905,895	8,408,152	22,314,047	17,758,713
Cash in Hand		2,220,261	30,621	2,250,882	2,374,273
Cash at Bank		11,685,634	8,377,531	20,063,165	15,384,440
MCP Loan Received from PKSf:	25.00	419,000,000	-	419,000,000	359,500,000
Loan Realized from Beneficiaries :	26.00	1,899,628,548	-	1,899,628,548	1,443,353,954
Grant Received		2,752,295	15,718,772	18,471,067	54,557,421
Internal Loan		-	30,021,614	30,021,614	147,620,128
Service charges received	32.00	244,326,735	-	244,326,735	190,739,570
Members Savings Deposit (General)	33.00	117,015,071	-	117,015,071	103,496,306
Members' Savings Deposits Collection	34.00	49,392,762	-	49,392,762	23,194,870
Un-Earned Premium Micro insurance	35.00	9,054,591	-	9,054,591	6,387,180
Earned Premium Micro insurance	36.00	654,982	-	654,982	584,409
Grant Fund Payable:	37.00	8,813,162	-	8,813,162	869,714
<b>Loan &amp; Others A/C:</b>					
Staff Loan A/C: Motor cycle		83,175	-	83,175	115,327
Staff Loan A/C: By cycle		12,570	-	12,570	21,200
Petty cash		1,419,311	-	1,419,311	843,261
Receivable A/C: Other Projects		2,315,531	-	2,315,531	530,350
Advance A/C		128,280	3,600,969	3,729,249	8,287,422
<b>Other Receipts:</b>					
Others Received		443,011	5,586,850	6,029,861	-
Sale Of pass Book & Form		322,180	-	322,180	305,926
Bank Interest		762,650	56,197	818,847	637,105
KCR Income		-	-	-	567,901
Suspension		304,428	-	304,428	148,650
RFI Income		-	-	-	-
Interest on FDR	39.00	3,758,810	4,273	3,763,083	3,104,815
FDR Encashment	40.00	190,499,755	-	190,499,755	81,318,810
Receivable Interest on FDR	41.00	363,244	-	363,244	1,270,997
DMF		-	-	-	-
VAT & Tax		1,856,554	-	1,856,554	563,186
SDS Academy Inc.		-	1,236,959	1,236,959	828,020
General & Admin		-	2,663,170	2,663,170	107,211
Loan from outsources		200,000,000	-	200,000,000	-
<b>Total</b>		<b>3,166,813,540</b>	<b>67,296,956</b>	<b>3,234,110,496</b>	<b>2,446,712,446</b>
<b>B. PAYMENTS:</b>					
Loan Disbursement to Beneficiaries:	42.00	2,216,093,000	-	2,216,093,000	1,697,111,000
MCP Loan Refunded to PKSf (Principal):	43.00	441,053,778	-	441,053,778	289,075,011
Service charges paid to PKSf:	44.00	38,871,268	-	38,871,268	23,560,050
Purchase of Fixed Assets:	45.00	16,565,702	4,019,361	20,585,063	13,538,740
Members Savings Refund (General)	46.00	72,712,064	-	72,712,064	59,418,040
Members Savings Refund (Voluntary)	47.00	11,213,003	-	11,213,003	1,526,339
Investment:	48.00	193,941,823	-	193,941,823	94,451,327
Un-Earned Premium Micro insurance	49.00	549,020	-	549,020	210,000
<b>Loan &amp; Others A/C</b>					
Staff Loan A/C: Motorcycle		2,077,456	-	2,077,456	2,100,850
Loan A/C: Bi Cycle		332,000	-	332,000	204,000
Gratuity Fund		-	13,300	13,300	4,203,643

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Particulars	Notes	30 June 2016			30 June 2015
		MF	Development	Total	Total
		Amount (Tk.)	Amount (Tk.)	Amount (Tk.)	Amount (Tk.)
Receivable from Other Project		30,497		30,497	245,769
Internal Loan		7,991,952	21,069,662	29,061,614	77,083,878
Advances A/C		10,597,341	5,559,236	16,156,577	14,722,726
Suspension A/C		-	-	-	51,369
Provision for Expenses		2,335,696	-	2,335,696	1,305,798
Petty cash		1,415,996	-	1,415,996	845,218
Fund Transfer to Others		18,111,210	-	18,111,210	3,121,696
<b>Operating expenses:</b>					
Salary & Allowances		80,184,745	10,816,533	91,001,278	77,884,181
Traveling & Conveyance		3,882,157	814,131	4,696,288	4,236,865
Printing & Stationary		2,319,913	126,997	2,446,910	3,126,591
Telephone & Postage		1,132,603	107,335	1,239,938	1,086,187
Honorarium		-	247,500	247,500	287,440
Entertainment Cost		1,408,635	45,897	1,454,532	3,008,411
Office Rent		3,214,741	115,400	3,330,141	2,157,688
Utility		543,118	169,615	712,733	657,402
Training Expenses		681,887	447,400	1,129,287	1,909,224
Fuel		2,130,284	13,253	2,143,537	1,892,660
Repair & Maintenance		1,693,675	576,430	2,270,105	1,397,566
Paper Bill		189,627	4,600	194,227	175,590
Donation		391,426	64,526	455,952	599,486
VAT & Tax Exp		760,409	22,591	783,000	192,964
VAT & Tax		1,860,769	105,834	1,966,603	563,186
Bedding Instrument		-	124,015	124,015	-
Claim Settlement exp.		1,095,000	-	1,095,000	865,000
DSRA Accounts		-	-	-	1,812
Soft ware Maintenance Exp		892,800	3,000	895,800	481,600
Advertisement & Recruitment Exp		65,457	-	65,457	11,650
Lunch Subsidy/Food cost		1,962,929	2,274,873	4,237,802	1,827,496
Legal Exp		114,818	-	114,818	141,465
FDR A/C		-	4,273	4,273	-
Audit Fee		133,500	53,975	187,475	214,272
Transfer to GF		-	-	-	2,835
Administrative exp		-	758,788	758,788	1,594,267
Bank charge		585,919	25,268	611,187	414,750
Overhead Expenses		9,781,437	153,257	9,934,694	9,515,878
Group Insurance		316,429	79,225	395,654	351,990
Direct Activity Cost		-	15,792,840	15,792,840	27,024,489
Consultancy Fee		-	296,500	296,500	-
Others Expenses		-	1,149,857	1,149,857	-
<b>Sub Total</b>		<b>3,149,234,084</b>	<b>65,055,472</b>	<b>3,214,289,556</b>	<b>2,424,398,399</b>
<b>Closing Balance:</b>		<b>17,579,456</b>	<b>2,241,484</b>	<b>19,820,940</b>	<b>22,314,047</b>
Cash in Hand		1,382,225	35,725	1,417,950	2,250,882
Cash at Bank		16,197,231	2,205,759	18,402,990	20,063,165
<b>Total</b>		<b>3,166,813,540</b>	<b>67,296,956</b>	<b>3,234,110,496</b>	<b>2,446,712,446</b>

Annexed notes form an integral part of the financial statements.

Executive Director  
SDS

Deputy Director (A & F)  
SDS

Signed in terms of our separate report of even date annexed

Date : 06. October, 2016  
Place : Dhaka

*James*  
FAMES & R  
Chartered Accountants

