

PRIVATE & CONFIDENTIAL

ECO-SOCIAL DEVELOPMENT ORGANIZATION (ESDO)

Consolidated Audit Report and Financial Statement
For the year ended 30th June, 2014



KHAN WAHAB SHAFIQUE RAHMAN & CO.
CHARTERED ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT
TO THE GOVERNING BODY
OF
Eco-Social Development Organization (ESDO)**

We have audited the accompanying Consolidated Financial Statements of **Eco-Social Development Organization (ESDO)**, which comprise the Consolidated Statement of Financial Position as at 30 June, 2014 and Consolidated Statement of Comprehensive Income, Consolidated Statement of Receipts and Payments for the year then ended and a summary of significant accounting policies and other explanatory notes on that date.

Management Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as BFRS 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 judgement, 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 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.



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Tel: 0208-543-4421, 0208-543-4422, Fax: 0208-544-0245

Partners:
S.M. Shafique FCA
Mujibur Rahma FCA
Md. Abu Sina FCA
Md. Anisur Rahman FCA

Opinion

In our opinion, subject to our separate letter to the management in regard to observations and findings, we report that the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the **ESDO** as at 30 June, 2014 and its financial performance for the year then ended in accordance with Bangladesh Financial Reporting Standard (BFRS) and the accounting policies described in the note # 03 to the Financial Statements 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 accounts as required by laws have been kept by the organization's management so far as it appeared from our examination of those books and
- (c) In our opinion, the consolidated statements of financial position and the consolidated statement of comprehensive income dealt with by the report are in agreement with the books of accounts.

Dated: 25th September 2014
Dhaka.

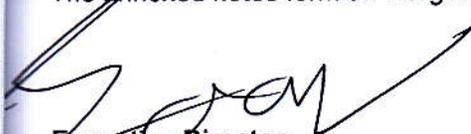

Khan Wahab Shafique Rahman & Co.
Chartered Accountants



ECO-SOCIAL DEVELOPMENT ORGANIZATION (ESDO)**Consolidated Statement of Financial Position****As at 30th June, 2014**

Particulars	Note	Amount In Taka	
		30.06.2014	30.06.2013
<u>PROPERTIES AND ASSETS:</u>			
Non-Current Assets:			
Property, Plant and Equipment	4.00	219,509,444	201,821,079
Investments	5.00	69,407,294	78,849,281
Current Assets:		1,181,149,099	1,249,343,671
Loan to Beneficiaries	6.00	1,047,510,039	1,066,194,101
Staff Loan (Vehicle)	7.00	22,127,602	24,953,516
Advance	8.00	4,764,793	3,171,294
Receivable (Donor)	9.00	27,924,993	66,193,059
Stock in Materials	10.00	-	6,632,612
Cash and Cash Equivalents	11.00	78,821,672	82,199,089
Total Properties and Assets		1,470,065,837	1,530,014,030
<u>FUND AND LIABILITIES:</u>			
Fund	12.00	392,036,645	373,427,642
Capital Fund		362,343,404	362,640,869
Unspend Fund		29,693,241	10,786,773
Reserve and Other fund		94,385,236	138,178,106
Security & Gratuity	13.00	27,461,735	24,492,421
LLP & DMF Reserve	14.00	50,124,579	99,762,154
Bima/Insurance (Staff & Bene.)	15.00	16,798,922	13,923,531
PKSF loan	16.00	602,099,984	690,024,031
Current Liabilities		381,543,972	328,384,251
Savings Fund	17.00	381,342,177	328,079,328
Provisions for Expenses	18.00	201,795	304,923
Total Fund and Liabilities		1,470,065,837	1,530,014,030

The annexed notes form an integral part of the financial statements.



Executive Director
ESDO



Member (Finance)
ESDO



Chairman
ESDO

Dated, Dhaka
September 25, 2014



Subject to our separate report of even date



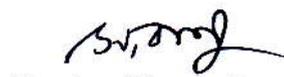
Khan Wahab Shafique Rahman & Co.
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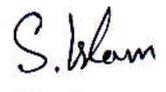
ECO-SOCIAL DEVELOPMENT ORGANIZATION (ESDO)**Consolidated Statement Of Comprehensive Income****For The Year Ended June 30, 2014**

Particulars	Note	Amount (In Taka)	
		2013-2014	2012-2013
INCOME			
Donor Fund		673,999,864	648,103,433
Service Charge		270,065,256	267,113,182
Member Subscription		9,500	9,500
Bank Interest		476,917	340,320
Other Income		309,952	295,617
Total Income:		944,861,489	915,862,052
EXPENDITURE			
Food Security Programme		440,592,718	449,231,384
Rights and Governance Programme		42,966,471	42,156,125
Health, Hygiene, Nutrition and Sanitation Programme		78,446,663	71,736,840
Disaster Management and Climate Change Adaptation Program		30,001,296	30,020,321
Agricultural Development Programme		6,851,446	6,725,355
Education Programme		12,198,462	12,037,456
Microfinance Programme		205,567,859	203,589,527
ESDO Special Initiative		36,025,668	30,426,411
Provision for Expenses		201,795	304,923
LLPE		22,184,596	3,287,991
DMFE		2,331,752	2,006,699
Depreciation		15,730,848	11,873,128
Total Expenditure		893,099,574	863,396,160
Excess of Income Over Expenditure		51,761,915	52,465,892
Total:		944,861,489	915,862,052

The annexed notes form an integral part of the financial statements.

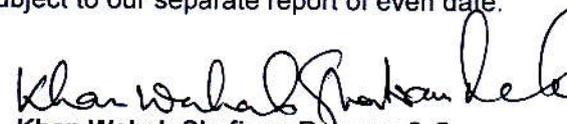

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Subject to our separate report of even date.

Dated, Dhaka
September 25, 2014


Khan Wahab Shafique Rahman & Co.
Chartered Accountants



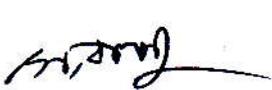
Eco Social Development Organization (ESDO)**Consolidated Statement of Receipts & Payments
for the period from 01 July 2013 to 30 June 2014**

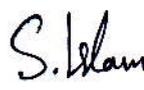
Particulars	Amount in Taka	
	2013-2014	2012-2013
Opening Balance:	82,199,089	170,867,862
Cash in Hand	182,175	113,540
Cash at Bank	82,016,914	170,754,322
RECEIPTS:	3,531,872,234	3,471,612,101
Donor Fund	635,288,098	526,009,927
Service Charges	270,065,256	271,364,151
Member Subscription	9,500	9,500
Bank Interest	476,917	340,320
Other Income	309,952	295,200
Received of Bill & Interest	66,193,059	761,431
Loan Received from PKSF	307,000,000	449,000,000
Loan Recovery from Beneficiaries	1,843,841,764	1,607,177,978
Savings Received from Beneficiaries	282,415,853	237,061,934
Loan Insurance Received from Beneficiaries	13,410,348	8,239,489
WWF Received	1,085,100	1,038,760
Loan Recovery from Staff	5,701,561	5,404,328
Loan Inter Project	78,994,055	320,783,745
Staff Security Received	2,693,750	4,110,100
FDR Encashment	9,583,620	32,750,165
Advance	12,145,525	5,510,145
Gratuity Received	2,656,726	1,754,928
Suspense A/C	1,150	-
Total	3,614,071,323	3,642,479,963
PAYMENTS:	3,501,830,437	3,516,310,836
Food Security Program	440,592,718	449,277,949
Rights and Governance Program	42,966,471	42,156,125
Health, Hygiene, Nutrition and Sanitation Program	78,446,663	71,736,840
Disaster Management and Climate Change Adaptation Program	30,001,296	30,020,321
Agricultural Development Program	6,851,446	6,725,355
Education Program	12,198,462	11,990,891
Microcredit Program	205,567,859	203,589,527
ESDO Special Initiative	29,393,056	30,426,411
Loan Disbursement	1,899,299,000	1,778,569,000
Loan Refund to PKSF	394,924,047	380,796,648
Staff Security Refund	1,862,300	1,858,050
Gratuity Refund	63,862	109,594
Savings Refund to Beneficiaries	229,153,004	176,924,944
Investment to FDR	6,101,363	49,657,059
Loan to Inter Project	85,592,760	262,470,317
Loan to Staff	2,875,647	8,298,695
Insurance Paid to Beneficiaries	7,758,980	5,822,133



Loan Refund (General)	12,841,692	-
WVNF Refund	794,715	201,839
Provision for Exp. Payment	154,923	260,000
Donation to Hospital	9,196,149	-
Advance	4,739,024	5,419,138
Performance Security	455,000	-
Capital Expenditure:	33,419,214	43,970,038
Land & Development	-	30,185,370
Building	27,051,223	9,464,132
Vehicle	1,009,947	684,611
Furniture & Fixture	1,092,140	1,720,708
Computer	3,684,699	897,802
Photocopier	19,469	-
Generator	6,050	-
Office Equipment	555,686	1,017,415
Closing Balance:	78,821,672	82,199,089
Cash in Hand	438,783	182,175
Cash at Bank	78,382,889	82,016,914
Total Taka:	3,614,071,323	3,642,479,963


Executive Director
ESDO


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