



KAZI ZAHIR KHAN & CO.
CHARTERED ACCOUNTANTS

কাজী জহির খান এন্ড কোং
চার্টার্ড একাউন্ট্যান্টস

Date: 25 August, 2017
Annexure-A1/1

**Auditors' Report on the Financial Statements of
Development Initiative for Social Advancement (DISA)
for the year ended 30 June, 2017**

We have audited the accompanying Financial Statements of "Development Initiative for Social Advancement (DISA)" which comprise the Statement of Financial Position as at 30 June, 2017 and the Statement of Comprehensive Income, Statement of Cash Flows, Receipts & Payments Statement and Statement of Changes in Equity for the year then ended 30 June, 2017 and a summary of significant accounting policies and other explanatory notes.

Management Responsibility:

PMBS's management is responsible for the preparation and fair presentation of these financial statements in accordance with International 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.

Auditors' Responsibility:

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conduct our audit in accordance with International Standards on Auditing (ISA), as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements.

Opinion:

In our opinion, the Financial Statements present fairly, in all material respects, the financial position of "Development Initiative for Social Advancement (DISA)" as at 30 June, 2017 and its financial performance and its cash flows for the year then ended 30 June, 2017 in accordance with International Financial Reporting Standards (IFRS) and other applicable laws and regulations including MRA guidelines.

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 purpose of our audit and made due verification thereof;
- In our opinion, proper books of account as required by law and MRA Act & Rule have been kept so far as it appeared from our examination of those books;
- In our opinion, the Statement of Financial Position and the Statement of Comprehensive Income dealt with by the report are in agreement with books of accounts; and
- PMBS management has complied all the guidelines on Prevention of Money Laundering and Terrorist Financing for NGO/NPO sector.

Kazi Zahir Khan & Co.

(Abdulla-Al-Mahmud FCA, FCMA, FCS, LL.B)
Partner
KAZI ZAHIR KHAN & CO.
Chartered Accountants.

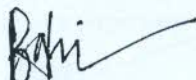


Development Initiative for Social Advancement (DISA)
Micro Finance Program
Statement of Financial Position
as at June 30, 2017

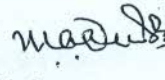
Annexure- A1/2

Properties and Assets	Notes	FY 2016-2017	FY 2015-2016
Non-Current Assets			
Property, Plant and Equipment	6	57,664,695	47,834,856
Long Term Investments (Savings & Other FDR)	7	267,590,000	182,423,398
Other Long Term Loan (Staff Loan)	8	6,850,000	7,450,000
Total Non-Current Assets		332,104,695	237,708,254
Current Assets:			
Loan to Members	9	2,094,606,369	1,409,659,991
Advance, Deposits & Pre-payments	10	21,399,265	9,350,092
Loan to Other Project	11	123,704,429	69,055,735
Interest Receivable on FDR		21,811,512	18,167,458
Interest Receivable on Project Loan		21,477,787	12,991,855
Suspense Accounts		4,026,070	2,725,388
Cash & Cash Equivalent	12	59,169,669	38,694,437
Total Current Assets		2,346,195,101	1,560,644,956
Total Properties and Assets		2,678,299,796	1,798,353,210
Capital Fund and Liabilities			
Capital Fund			
Cumulative Surplus	13	149,962,905	96,278,226
Reserve Fund	14	18,500,000	11,000,000
Total Capital Fund		168,462,905	107,278,226
Non Current Liabilities			
Loans from PKSF	15	186,783,333	196,299,990
Loans from Stromme Foundation (SF) - Long Term	16	44,000,000	85,062,500
Loans from Commercial Banks - Long Term	17	1,445,691,270	882,747,625
Total Non Current Liabilities		1,676,474,603	1,164,110,115
Current Liabilities			
Members Savings Deposits	18	659,686,492	450,009,850
Accounts Payables	19	201,263	114,181
Loan Loss Provision	20	63,093,291	34,975,445
Interest on Savings		-	1,145,641
Other Liabilities	21	110,381,242	40,719,752
DMF	22	-	-
Total Current Liabilities		833,362,288	526,964,869
Total Capital Fund and Liabilities		2,678,299,796	1,798,353,210

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


Coordinator (Finance & Accounts)
DISA



Chief Executive
DISA


Chairman
DISA

Signed as per our separated report of even date.

Dated: Dhaka
August 25, 2017




Kazi Zahir Khan & Co.
Chartered Accountants


Development Initiative for Social Advancement (DISA)
Statement of Comprehensive Income
Micro Finance Program
for the year ended June 30, 2017

Annexure- A1/3

Particulars	Notes	FY 2016-2017	FY 2015-2016
Income:			
Service Charges on Loan	23	415,902,343	248,105,350
Bank Interest		1,733,713	290,479
Bank Interest on FDR		12,438,283	9,389,840
Membership Fees		2,650	2,400
Others		27,545,933	12,812,269
Total Income		457,622,922	270,600,338
Expenditure			
Service Charge of PKSF Loan		13,909,386	6,910,959
Service Charge of SF Loan		5,838,631	4,678,705
Service Charge of Commercial Banks Loan		118,727,991	54,858,801
Interest on Member's Savings		26,264,782	17,726,251
Salaries and Allowances		96,782,799	69,921,607
Staff Benefit		29,013,177	14,599,119
Office Rent		13,936,780	8,219,815
Printing and Stationery		9,136,284	5,157,841
Travelling & Daily Allowance		3,456,255	2,028,262
Telephone and Postage		4,035,559	2,441,730
Repair and Maintenance		4,517,657	3,187,007
Fuel Cost		3,505,029	2,282,556
Entertainment		2,080,430	1,567,947
Bank Charges/ DD Charges		2,172,447	2,208,576
Training Expenses		13,620,855	7,922,063
Registration Fee		889,583	415,960
Meeting Expenses		411,482	420,616
Education Program		2,798,741	-
Health Program		1,899,501	-
Other Operating Expenses/Miscellaneous		6,863,575	4,336,972
Audit Fees		112,500	172,500
Taxes		1,098,167	273,809
LLPE		28,117,846	14,360,012
Depreciation		4,611,895	3,158,016
Donation		492,970	629,300
Utility		2,143,921	1,416,381
Total Expenditure		396,438,243	228,894,805
Excess of Income over Expenditure		61,184,679	41,705,533
Total		457,622,922	270,600,338

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


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DISA

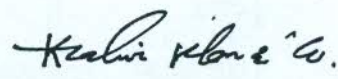

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Dated: Dhaka
August 25, 2017





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Development Initiative for Social Advancement(DISA)
Statement of Receipts & Payments
Micro Finance Program
for the period from July 01, 2016 to June 30, 2017

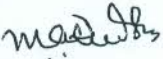
		Annexure- A1/4	
Particulars	Notes	FY 2016-2017	FY 2015-2016
Receipts:			
Opening Balance:		38,694,437	20,598,026
Cash in Hand		376,954	404,590
Cash at Bank		38,317,483	20,193,436
Service Charges on Loan	23	415,902,343	248,105,350
Loan Realization	24	3,039,616,622	1,719,091,231
Advance and Loans Realized	25	3,761,508	1,826,638
Loan received from PF,SB & DMF		35,000,000	25,800,000
Realized Staff House Loan		600,000	600,000
Bank Interest		1,733,713	290,479
FDR Encashment		90,323,398	162,419,769
Bank Interest on FDR		10,399,229	4,406,295
Membership Fees		2,650	2,400
Pass Book form Sales		888,354	2,136,553
Fund received from PKSF		147,500,000	140,000,000
Fund received from Stromme Foundation (SF)		15,000,000	67,500,000
Loan received from Bank		1,370,000,000	942,000,000
Savings	26	556,440,727	388,342,230
Service Security Money Received		4,067,500	2,845,000
Security & Welfare Fund		52,578,030	34,548,532
Miscellaneous (Local Received)		11,745,080	3,025,915
Rent Income		1,457,953	37,740
Staff Dream Fund (SDF)		14,614,526	-
Suspense Accounts		80,070	30,000
Total Receipts		5,810,406,140	3,763,606,158
Payments:			
Service Charge of PKSF Loan		13,909,386	6,910,959
Service Charge on SF Loan		5,838,631	4,678,705
Service Charge on BANK Loan		118,727,991	54,858,801
Loan Paid to PKSF		157,016,657	101,800,002
Loan Paid to SF		56,062,500	39,125,000
Loan Paid to BANK		807,056,355	401,959,568
Savings Return		373,028,867	270,226,860
Loan Disbursements	27	3,724,563,000	2,362,848,000
Advance and Loans Paid	28	76,285,478	50,916,291
Loan Paid to PF,SB & DMF		-	45,590,800
Land and Land Developments		-	2,054,994
Furniture		5,407,424	3,190,359
Office Equipment		6,811,310	3,315,942
Vehicles		2,223,000	3,776,000
Soft Assets		-	4,195
Investment DMFI		-	1,047,466
Investment FDR (Savings)		70,000,000	140,500,000
Investment FDR(Others)		105,490,000	85,500,000
Salaries and Allowances		86,512,809	61,534,284

Particulars	Notes	FY 2016-2017	FY 2015-2016
Staff Benefit and Others		29,013,177	13,268,228
Office Rent		11,916,808	7,854,615
Printing and Stationery		9,136,284	5,157,841
Traveling		3,456,255	7,476,624
Telephone and Postage		4,035,559	2,441,730
Repair and Maintenance		4,517,657	3,187,007
Fuel Cost		3,505,029	2,286,713
Gas and Electricity		2,143,921	1,404,633
Entertainment		2,080,430	1,567,947
Bank Charges		2,172,447	2,208,576
Training Expenses		13,620,855	1,957,506
Registration Fee		889,583	415,960
Meeting Expenses		411,482	420,616
Miscellaneous Expenses		5,037,701	3,642,714
Donation		492,970	624,300
Audit Fees		112,500	70,000
Education Expenses		2,798,741	-
Health Expenses		1,899,501	120,138
Security & Welfare Fund		36,434,812	19,182,394
Payments to PF		4,834,784	6,043,554
Payments to SB		1,072,359	3,434,341
Accounts Payables		342,820	426,549
Staff Dream Fund (SDF)		369,311	-
Interest on Loan/Savings		-	646,000
Supplier & Salary Taxes		1,098,167	273,809
Service Security Money Paid		909,910	961,700
Closing Balance:		59,169,669	38,694,437
Cash in Hand		637,139	376,954
Cash at Bank		58,532,530	38,317,483
Total		5,810,406,140	3,763,606,158

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


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