



**INDEPENDENT AUDITOR'S REPORT**

To

**The members of the General Body of Rural Advancement Committee for  
Bangladesh "RAC-Bangladesh"**

We have audited the accompanying financial statements of Rural Advancement Committee for Bangladesh "RAC-Bangladesh" which comprise the Statement of Financial Position as at 30<sup>th</sup> June 2020, and the Statement of Comprehensive Income, Statement of Receipts and Payments Accounts for the year then ended 30<sup>th</sup> June 2020, and a summary of significant accounting policies and other explanatory notes.

**Management's Responsibility for the Financial Statements**

Rural Advancement Committee for Bangladesh "RAC-Bangladesh" 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 determined is necessary to enable the preparation of financial statements that are free from material misstatement.

**Auditor's Responsibility**

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISA), as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB), those standards require 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 Rural Advancement Committee for Bangladesh "RAC-Bangladesh" as at 30<sup>th</sup> June 2020, and its financial performance its Statement of Financial Position for the year then ended 30<sup>th</sup> June 2020 in accordance with International Financial Reporting Standards (IFRS) and other applicable laws and regulations including MRA guidelines.

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 law and MRA Act & Rule have been kept by Rural Advancement Committee for Bangladesh "RAC-Bangladesh" so far as it appeared from our examination of those books, and
- c) In our opinion, the statement of financial position and the statement of comprehensive income dealt with by the report are in agreement with the books of accounts.

Dated: Dhaka  
15<sup>th</sup> September, 2020



**Md. Hafiz Ahmed, FCA**  
Principal  
**HAFIZ AHMED & CO.**  
CHARTERED ACCOUNTANTS

## Rural Advancement Committee for Bangladesh "RAC-Bangladesh"

Nandina, Bajitpur, Kishoreganj, Bangladesh.

### Statement of Financial Position

AS AT 30<sup>TH</sup> JUNE, 2020


<b>Property &amp; Assets</b>	<b>Note</b>	<b>Current Year 30-06-2020</b>	<b>Previous Year 30-06-2019</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	6.00	13,158	14,936
<b>Total Non-Current Assets</b>		<b>13,158</b>	<b>14,936</b>
<b>Current Assets</b>			
Loan to Members	7.00	7,869,062	8,899,638
Loan to Others Project	8.00	3,884,597	1,158,483
Receivable from ED	9.00	2,261,901.00	2,261,901
FDR	10.00	397,347	343,816
Cash & Bank Balance	11.00	1,081,593	287,977
<b>Total Current Assets</b>		<b>15,494,500</b>	<b>12,951,815</b>
<b>Total Property and Assets</b>		<b>15,507,658</b>	<b>12,966,751</b>
<b>Fund &amp; Liabilities</b>			
<b>Capital Fund</b>			
Cumulative Surplus	12.00	(1,291,571)	(1,125,855)
<b>Total Capital Fund</b>		<b>(1,291,571)</b>	<b>(1,125,855)</b>
<b>Current Liabilities</b>			
Members Savings	13.00	3,734,392	3,653,447
Insurance Fund	14.00	1,027,712	978,042
Loan Received Others Project	15.00	3,859,297	1,138,183
Staff Savings	16.00	2,500	2,500
Loan Received from Bank	17.00	6,896,600	7,095,050
Loan Loss Provision (LLP)	18.00	1,278,728	1,225,384
<b>Total Current Liabilities</b>		<b>16,799,229</b>	<b>14,092,606</b>
<b>Total Liabilities &amp; Capital Fund</b>		<b>15,507,658</b>	<b>12,966,751</b>

  
Accountant  
RAC-Bangladesh

  
Executive Director  
RAC-Bangladesh

Signed in terms of our separate report of even date annexed.



  
Md. Hafiz Ahmed, FCA  
Principal  
HAFIZ AHMED & CO.  
CHARTERED ACCOUNTANTS

## Rural Advancement Committee for Bangladesh "RAC-Bangladesh"

Nandina, Bajitpur, Kishoreganj, Bangladesh.

### Statement of Comprehensive Income

FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2020


Particulars	Credit Program	Grihayan Project	Sanitation Project	Current Year 30-06-2020	Previous Year 30-06-2019
<b>Income</b>					
Service Charge of Loan	988,271	58,610	Nil	1,046,881	1,773,129
Bank Interest Received	2,485	Nil	Nil	2,485	1,579
FDR Interest	32,074	Nil	Nil	32,074	21,029
Admission from Sale	495	Nil	Nil	495	715
Pass Book Sale	1,200	Nil	Nil	1,200	1,900
Loan from Sale	2,050	Nil	Nil	2,050	3,530
<b>Total</b>	<b>1,026,575</b>	<b>58,610</b>	<b>Nil</b>	<b>1,085,185</b>	<b>1,801,882</b>
<b>Expenditure</b>					
Loan Interest to IFIC Bank	480,360	Nil	Nil	480,360	438,558
Weekly Savings Interest	78,630	Nil	Nil	78,630	99,314
Safety Savings Interest	20,415	Nil	Nil	20,415	27,666
Stationery	7,427	470	Nil	7,897	4,795
Fuel	9,247	Nil	Nil	9,247	7,310
Postage & Telephone	2,732	Nil	Nil	2,732	1,896
Electricity	1,696	Nil	Nil	1,696	1,758
Materials & Equipments	13,100	Nil	5,000	18,100	7,440
Miscellaneous Expenses	25,875	Nil	4,571	30,446	14,636
Salaries	428,490	Nil	Nil	428,490	505,801
Travel	7,780	Nil	Nil	7,780	1,800
Office Rent	56,000	Nil	Nil	56,000	55,000
Entertainment	850	Nil	2,200	3,050	4,326
Bank Charges	4,306	897	Nil	5,203	2,603
Bank Charges FDR	3,543	Nil	Nil	3,543	2,420
Loan Interest to B. Bank	Nil	15,850	Nil	15,850	44,057
Audit Fees	15,000	Nil	Nil	15,000	4,000
Management cost to HO	Nil	Nil	Nil	Nil	80,000
Printing	11,340	Nil	Nil	11,340	Nil
Depreciation	1,778	Nil	Nil	1,778	2,055
Loan Loss Provision	53,344	Nil	Nil	53,344	123,126
Excess of Surplus/Deficit	(195,338)	41,393	(11,771)	(165,716)	373,321
<b>Total</b>	<b>1,026,575</b>	<b>58,610</b>	<b>Nil</b>	<b>1,085,185</b>	<b>1,801,882</b>

  
Accountant  
RAC-Bangladesh

  
Executive Director  
RAC-Bangladesh

Signed in terms of our separate report of even date annexed.



  
Md. Hafiz Ahmed, FCA  
Principal  
HAFIZ AHMED & CO.  
CHARTERED ACCOUNTANTS

**Rural Advancement Committee for Bangladesh "RAC-Bangladesh"**  
Nandina, Bajitpur, Kishoreganj, Bangladesh.

**Statement of Receipts & Payments Account**  
FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2020

<b>Particulars</b>	<b>Credit Program</b>	<b>Grihayan Project</b>	<b>Sanitation Project</b>	<b>Current Year 30-06-2020</b>	<b>Previous Year 30-06-2019</b>
<b>Receipts</b>					
<b>Opening Balance</b>					
Cash in hand	169,143	104,003	11,771	284,917	214,347
Cash at Bank	1,402	1,658	Nil	3,060	57,500
Weekly & Safety Savings	2,764,469	Nil	Nil	287,977	271,847
Insurance	49,670	Nil	Nil	2,764,469	3,912,980
Loan Installment	7,059,874	711,702	Nil	49,670	76,080
Loan from Grihayan	366,203	Nil	Nil	7,771,576	12,615,576
ED Personal Loan	5,620,000	Nil	Nil	366,203	200,000
Service Charge of Loan	988,271	58,610	Nil	5,620,000	5,520,000
Bank Interest Received	2,485	Nil	Nil	1,046,881	1,711,341
FDR Interest	32,074	Nil	Nil	2,485	1,579
IFIC Bank CC A/C Loan	1,195,360	Nil	Nil	32,074	21,029
Admission from Sale	495	Nil	Nil	1,195,360	4,294,558
Pass Book Sale	1,200	Nil	Nil	495	715
Loan from Sale	2,050	Nil	Nil	1,200	1,900
Received from Credit Prog.	Nil	2,354,911	Nil	2,050	3,530
<b>Total</b>	<b>18,252,696</b>	<b>3,230,884</b>	<b>11,771</b>	<b>21,495,351</b>	<b>28,631,135</b>
<b>Payments</b>					
Disbursement of Loan	6,741,000	Nil	Nil	6,741,000	12,083,000
Weekly & Safety Savings Return	2,683,524	Nil	Nil	2,683,524	3,802,489
Grihayan Project	2,354,911	Nil	Nil	2,354,911	Nil
Loan Interest to IFIC Bank	480,360	Nil	Nil	480,360	438,558
Loan Received ED	3,500,000	2,120,000	Nil	5,620,000	6,425,530
Weekly Savings Interest	78,630	Nil	Nil	78,630	99,314
Safety Savings Interest	20,415	Nil	Nil	20,415	27,666
Stationery	7,427	470	Nil	7,897	4,795
Fuel	9,247	Nil	Nil	9,247	7,310
Postage & Telephone	2,732	Nil	Nil	2,732	1,896
Electricity	1,696	Nil	Nil	1,696	1,758
Materials & Equipments	13,100	Nil	5,000	18,100	7,440
Miscellaneous Expenses	25,875	Nil	4,571	30,446	14,636
Salaries	428,490	Nil	Nil	428,490	505,801
Travel	7,780	Nil	Nil	7,780	1,800
Office Rent	56,000	Nil	Nil	56,000	55,000
Entertainment	850	Nil	2,200	3,050	4,326
Bank Charges	4,306	897	Nil	5,203	2,603
Bank Charges FDR	3,543	Nil	Nil	3,543	2,420
Transferred FDR Interest Bank	28,531	Nil	Nil	28,531	18,609
Credit Program	Nil	366,203	Nil	366,203	200,000
Loan payment B. Bank	Nil	700,000	Nil	700,000	1,050,000
Loan Interest to B. Bank	Nil	15,850	Nil	15,850	44,057
Audit Fees	15,000	Nil	Nil	15,000	4,000
Loan Payment to IFIC Bank	693,810	Nil	Nil	693,810	3,385,150
Management cost to HO	Nil	Nil	Nil	Nil	80,000
New FDR	25,000	Nil	Nil	25,000	75,000
Head office	5,000	Nil	Nil	5,000	Nil
Printing	11,340	Nil	Nil	11,340	Nil
<b>Closing Balance</b>					
Cash in hand	1,051,038	26,496	Nil	1,077,534	279,675
Cash at Bank	3,091	968	Nil	4,059	8,302
<b>Total</b>	<b>18,252,696</b>	<b>3,230,884</b>	<b>11,771</b>	<b>21,495,351</b>	<b>28,631,135</b>

Accountant  
RAC-Bangladesh

Executive Director  
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