



ACNABIN

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of Dushtha Shasthya Kendra (DSK) which comprise the Balance Sheet as at 30 June 2010, and the related Statements of Income and Expenditure and the Statement of Receipts and Payments for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (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 judgment, including the assessment of the risk 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 entities preparation and fair presentation 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 that we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Audit Opinion

In our opinion, the financial statements referred to above give a true and fair view of the financial position of Dushtha Shasthya Kendra (DSK) as at 30 June 2010, and the results of its operations and its receipts and payments for the year then ended in accordance with the accounting policies summarized in Note 2 to the financial statements and comply with applicable laws and regulations.

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Date: 28 November 2010

Dushtha Shasthya Kendra (DSK)
Balance Sheet
as of 30 June 2010

	Note	30.06.10 Taka
Assets		
Long Term Assets		
Fixed Assets: (Annexure-A,B and C)	3	56,398,099
Micro Credit		33,003,168
Health Program		5,126,906
Projects		18,268,025
Current Assets		
Investments	4	85,062,823
Loan to Beneficiaries	5	813,173,569
Community Receivables	6	16,634,015
Advances, Deposits and Prepayments	7	11,385,553
Grant and Accounts Receivable	8	45,529,875
Inventories	9	1,275,751
Cash and Bank Balance	10	115,539,641
Total Assets		1,144,999,326
Fund and Liabilities		
Capital Fund		
Own Fund	11	120,487,568
Grant Fund	12	106,928,130
		13,559,438
Fund and Reserve		
Deferred Income	13	593,101,765
Grant Received in Advance	14	18,268,025
Depreciation Fund	15	72,602,899
Other Fund (MC and Others)	16	29,157,209
Risk Fund	17	3,361,635
Disaster Management Fund	18	42,181,332
Loan Loss Provision	19	4,677,771
Cumulative Savings Fund (Member)	20	66,767,829
		356,085,064
Loans and Current Liability		
Loan from Donors and Other Institutions	21	431,409,994
Provision for Expenses	22	365,617,960
Security Deposit (Staff)	23	942,218
Accounts Payable	24	3,900,918
Health Service Fund	25	33,591,018
		27,357,880
Total Liability		1,144,999,326

The accompanying notes form an integral part of the Balance Sheet.


Dr. ABM Abdullah
President


Dr. Dibalok Singha
Executive Director


Dr. Masudul Quader
CEO (Credit)

This is the Balance Sheet referred to in our separate report of even date.

Dhaka
28 November 2010



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Chartered Accountants

Dushtha Shasthya Kendra (DSK)
Statement of Income and Expenditure
for the year ended 30 June 2010

	Note	2009-10 Taka
A. Income		541,593,009
Grant Income		307,462,448
Service Charge	26	169,027,204
Interest Income	27	4,836,505
Income from Health Program and DSK Hospital	28	42,378,834
Interest on Investment	29	6,408,663
Other Income	30	11,479,355
Total Income		541,593,009
B. Expenditure		
B1. Micro Credit		171,372,456
Administrative Expense	31	89,048,419
Program Support Expense	32	6,861,284
Overhead Expense	33	3,551,152
Interest Expense	34	34,057,458
Head Office Expense-General Fund		14,799,552
Medicine Consumed		432,429
Training/Refreshers Expense		1,187,579
Advertisement/ Staff Recruitment Expense		134,373
Disaster Management Fund Expense		1,583,756
Loan Loss Provision Expense		18,242,525
Depreciation (Annex-A)		1,473,929
B2. Health Program		27,344,453
Administrative Expense	35	20,536,883
Program Support Expense	36	620,358
Overhead Expense	37	495,944
Medicine Consumed		4,752,318
Training/Refreshers Expense		709,759
Depreciation (Annex-B)		229,191
B3. Projects		300,323,697
Administrative Expense	38	77,916,486
Program Expense	39	197,682,269
Program Support Expense	40	20,026,400
Overhead Expense	41	1,009,964
Depreciation (Annex-C)		3,688,578
B4. DSK Hospital		12,003,086
Administrative Expenses	42	5,628,656
Support and Maintenance	43	6,165,864
Overhead Expense	44	208,566
Total Expenditure (B1+B2+B3+B4)		511,043,692
Excess of Income/(Loss) over Expenditure (A-B)		30,549,317
(Transferred to capital fund)		

The accompanying notes form an integral part of the Statement of Income and Expenditure.


Dr. ABM Abdullah
President


Dr. Dibalok Singha
Executive Director


Dr. Masudul Quader
CEO (Credit)

This is the Statement of Income and Expenditure referred to in our separate report of even date

Dhaka
28 November 2010


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**Dushtha Shasthya Kendra (DSK)
 Statement of Receipts and Payments
 for the year ended 30 June 2010**

	2009-10 Taka
A. Receipts	
A1. Opening balance	122,085,212
Cash in hand	2,042,748
Cash at bank	120,042,464
A2. Grant Received	270,092,635
A3. Loan Received	211,000,000
A4. Other Receipts	1,847,077,973
Received from Project Operations	10,953,999
Service Charge Received	171,323,882
Interest Received	17,006,991
Savings Collection	227,591,910
Security and Other Fund Received	65,790,997
Installment Collection	1,238,226,540
Advance/ Loan Realized	5,716,073
Investment (FDR) Encashment	18,906,800
Accounts Payable	3,344,413
Clearing Account	4,895,953
PF & Others	39,084,727
Fund from Head Office/General Fund	21,718,991
Installment Recovery	6,209,706
Sale of old Asset (DSK Hospital)	6,000
Other Receipts	16,300,992
Total Receipts (A1+A2+A3+A4)	2,450,255,820
B. Payments	
B1. Fixed Asset Purchase	10,032,138
B2. Micro Credit	1,968,332,846
Administrative Expense	87,984,863
Program Support Expense	7,054,613
Interest Expenses	31,929,274
Head Office Expense-General Fund	14,799,552
Overhead Expenses	2,766,626
Loan Disbursement	1,414,873,500
Savings Refund	153,409,524
Security and Other Fund Refund	7,925,791
Loan Refund to Donor	136,228,456
Advance, Deposits and Prepayments	5,563,902
Accounts Receivables	2,782,375
Investment in FDRs	16,500,000
Advertisement and Staff Recruitment Expense	12,992
PF and Others	37,567,991
Training/ Refreshment Expenses	439,444
Health Services Fund transferred to HF	21,277,817
Non Post	26,800,000
Medicine Purchase	416,126



	2009-10
	Taka
B3. Heath Program	21,860,751
Administrative Expense	14,103,736
Program Support Expense	2,020,030
Overhead Expense	453,327
Medicine Purchase	4,496,143
Advance, Deposit and Prepayment	179,100
Training/ Refreshment Expenses	608,415
B4. Projects	334,490,444
Administrative Expense	88,458,810
Program Expenses	166,598,754
Program Support Expense	15,904,514
Overhead Expense	1,216,233
Hardware Construction	543,334
Advance, Deposit and Prepayment	19,304,038
PF and Others	1,808,040
Other Program Expense	22,239,620
Advertisement and Staff Recruitment Expense	295,240
Training/ Refreshment Expenses	13,081,279
Provision for Expense Paid	344,239
Grant Return to Donor	473,529
Project Management Cost-Danida	4,222,814
Total Payments (B1+B2+B3+B4)	2,334,716,179
C. Closing Balance	115,539,641
Cash and cash equivalent	115,539,641
Total (B+C)	2,450,255,820