

DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha
"Desha Tower" Upazilla Moor
Kushtia - Jhenaidah Highway, Kushtia - 7000

**DESHA Shechsashebi Artho - Samajik Unnayan
O Manobik Kallyan Sangstha**

Auditors' report and consolidated financial statements
for the year ended 30 June 2018

S. F. AHMED & CO

Chartered Accountants

House # 51 (3rd Floor), Road # 9, Block # F, Banani, Dhaka 1213, Bangladesh

Telephones (880-2): 9871018, 9870619, 9870516, 9894258, 55042315 & 55042261

Fax : (880-2) 550-42314

E-mails : (i) sfaco@citechco.net (ii) sfaco@sahmedco.org

Website : www.sahmedco.org

DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

**Independent Auditors' Report to the Members of General Body
For the year ended 30 June 2018**

We have audited the accompanying consolidated financial statements of DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha (DESHA), which comprise the consolidated statement of financial position (balance sheet) as at 30 June 2018 and the consolidated income and expenditure statement, consolidated statement of changes in equity, consolidated receipts and payments statement and consolidated statement of cash flows 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 consolidated financial statements in accordance with Bangladesh Financial Reporting Standards and other applicable laws and regulations including guidelines of Micro Credit Regulatory Authority (MRA) and Infrastructure Development Company Limited (IDCOL) and for such internal control as management determines is necessary to ensure the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an independent opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain a reasonable assurance 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 auditors' 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, we consider 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 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.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of DESHA as at 30 June 2018 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards and comply with the requirements of 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 as required by laws have been kept by DESHA so far as it appeared from our examination of those books; and
- (c) the consolidated statement of financial position (balance sheet) and consolidated income and expenditure statement dealt with by this report are in agreement with the books of account and returns.

Dhaka, Bangladesh
Dated, 15 October 2018




S. F. AHMED & CO
Chartered Accountants

DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Consolidated statement of financial position (Balance sheet)
As at 30 June 2018

		2018			2017
	Notes	Micro Credit BDT	Non Micro BDT	Total BDT	Total BDT
Assets					
Non-current assets					
Property, plant and equipment	6	173,207,619	10,040,358	183,247,977	178,908,875
Refundable group insurance premium		1,960,922	1,500,494	3,461,416	2,148,323
Total non-current assets		175,168,541	11,540,852	186,709,393	181,057,198
Current assets					
Loan to members	7	1,921,473,063	101,017,138	2,022,490,201	1,836,780,418
Short-term investment	8	125,988,981	59,361,537	185,350,518	140,505,244
Accounts receivable	9	14,729,653	937,011	15,666,664	2,223,999
Loan to staff	10	6,601,086	7,882,925	14,484,011	15,340,790
Other loan - short term	11	-	-	-	4,494,407
Receivable from staff - misappropriated fund	12	3,779,404	-	3,779,404	3,866,068
Advances, deposits and prepayments	13	7,674,555	6,476,031	14,150,586	11,793,805
Inventories	14	-	70,203,919	70,203,919	50,588,360
Cash and bank balances	15	19,080,913	45,590,683	64,671,596	29,483,474
Total current assets		2,099,327,655	291,469,244	2,390,796,899	2,095,076,565
Total Property and Assets		2,274,496,195	303,010,096	2,577,506,291	2,276,133,762
Capital Fund and Liabilities					
Capital fund					
Cumulative surplus	16	394,478,839	12,128,048	406,606,887	220,256,776
Statutory reserve fund	17	40,082,727	-	40,082,727	28,310,390
Total capital fund		434,561,566	12,128,048	446,689,614	248,567,166
Non-current liabilities					
Loan from PKSF	18	187,895,824	-	187,895,824	153,300,000
Loan from IDCOL	19	-	289,286,375	289,286,375	319,667,786
Total non-current liabilities		187,895,824	289,286,375	477,182,199	472,967,786
Current liabilities					
Loan from PKSF	18	296,077,506	-	296,077,506	211,299,997
Savings from members	20	785,106,091	-	785,106,091	568,908,593
Loan from other organisations	21	24,190,252	-	24,190,252	20,209,282
Loan from commercial banks	22	277,027,923	-	277,027,923	519,900,000
Accounts payable	23	210,000	14,360,141	14,570,141	4,093,769
Loan from other funds	24	170,380,168	239,494	170,619,662	139,892,120
Inter project payable	25	27,272,241	(27,272,241)	-	-
Loan loss provision	26	41,032,071	8,782,115	49,814,186	59,600,532
Gratuity fund	27	30,742,554	5,107,415	35,849,969	30,315,770
Disaster management fund	28	-	378,748	378,748	378,748
Total current liabilities		1,652,038,805	1,595,674	1,653,634,478	1,554,598,811
Total Capital Fund and Liabilities		2,274,496,195	303,010,096	2,577,506,291	2,276,133,762

These financial statements should be read in conjunction with annexed notes

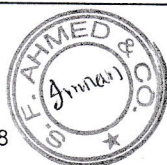
For and on behalf of DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Chief Financial Officer

Executive Director

See annexed report of the date

Dhaka, Bangladesh
Dated, 15 October 2018



S. F. AHMED & CO
Chartered Accountants

DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Consolidated Income and Expenditure Statement
For the year ended 30 June 2018

	Notes	2018			2017
		Micro Credit BDT	Non Micro Credit BDT	Total BDT	Total BDT
Income					
Service charge on loan	29	425,538,904	4,368,881	429,907,785	310,861,371
Sales - solar installation	30	-	2,838,476	2,838,476	13,842,071
Sales - others	31	-	1,530,271	1,530,271	1,536,828
Interest income	32	5,234,901	2,496,049	7,730,950	8,435,858
Grants from IDCOL		-	9,959,506	9,959,506	14,491,132
Income from TR/KHABIKHA		-	198,284,594	198,284,594	81,940,318
Others income	33	8,434,564	1,942,165	10,376,729	36,882,870
Total income		439,208,369	221,419,942	660,628,311	467,990,448
Expenditure					
Salaries and allowances		131,629,681	30,876,659	162,506,340	163,385,986
Cost of sales		-	98,802,756	98,802,756	29,013,099
Service charge on other loans		39,674,800	-	39,674,800	22,807,958
Service charge on savings		30,416,850	-	30,416,850	28,368,616
Service charge on loan-Expense	34	27,282,297	12,307,019	39,589,316	57,991,323
Expense for TR/KHABIKHA		-	20,861,401	20,861,401	33,842,769
Depreciation		10,703,520	1,343,990	12,047,510	7,045,929
Loan loss provision		11,153,134	-	11,153,134	10,072,459
Office rent		3,947,720	2,106,450	6,054,170	6,855,128
Rebate		5,409,691	366,503	5,776,194	340,601
Travelling and Transportation		2,298,381	2,541,421	4,839,802	6,855,905
Miscellaneous		1,685,037	1,784,482	3,469,519	7,874,377
Project cost		3,207,016	-	3,207,016	15,056,370
Fuel cost		1,820,807	691,777	2,512,584	2,595,571
VAT		2,347,023	-	2,347,023	-
Bank charge/DD charge		1,793,462	172,012	1,965,474	1,143,305
Software cost		1,865,948	-	1,865,948	1,742,757
Printing and stationery		1,331,210	286,625	1,617,835	3,922,118
Entertainment		1,105,709	163,358	1,269,067	1,284,759
Repair and maintenance		585,738	617,317	1,203,055	1,063,624
Electricity		709,556	304,240	1,013,796	2,259,989
Subsidy to customer		-	807,335	807,335	2,555,818
Board members honorarium		746,000	40,000	786,000	411,000
Purchase of shop		-	748,502	748,502	199,045
Training expense		627,348	91,750	719,098	626,315
Purchase others		-	639,500	639,500	4,398,888
Taxes		630,890	-	630,890	1,745,899
Wages		-	568,744	568,744	100,246
Caring cost		-	525,634	525,634	458,722
Telephone and postage		228,405	155,679	384,084	371,082
Legal expenses		327,255	12,470	339,725	195,799
Damaged solar home system		-	293,327	293,327	1,204,514
Newspapers and periodicals		169,127	14,478	183,605	161,416
Audit fee		63,889	95,835	159,724	127,778
Office management		-	106,137	106,137	308,560
Incentive		-	28,176	28,176	273,545
Other cost		-	23,209	23,209	63,794
Business promotion		-	-	-	2,675,000
		281,760,494	177,376,786	459,137,280	419,400,064
Surplus		157,447,875	44,043,156	201,491,031	48,590,384

These financial statements should be read in conjunction with annexed notes

For and on behalf of DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Chief Financial Officer

Executive Director

See annexed report of the date

Dhaka, Bangladesh
Dated, 15 October 2018



S. F. AHMED & CO
Chartered Accountants

DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Consolidated statement of changes in equity
For the year ended 30 June 2018

Particulars	Cumulative surplus . reserve BDT	Statutory reserve fund BDT	Total BDT
Year 2018			
Balance as at 01 July 2017	220,256,776	28,310,390	248,567,166
Addition during the year	-	-	-
Surplus for the year	201,491,031	-	201,491,031
Transfer to statutory reserve fund	(15,140,920)	15,140,920	-
Payment made against social development cost	-	(3,368,583)	(3,368,583)
Balance as at 30 June 2018	406,606,886	40,082,727	446,689,614
Year 2017			
Balance as at 01 July 2016	182,272,926	20,321,977	202,594,903
Addition during the year	-	-	-
Surplus for the year	48,590,384	-	48,590,384
Transfer to statutory reserve fund	(10,606,534)	10,606,534	-
Payment made against social development cost	-	(2,618,121)	(2,618,121)
Balance as at 30 June 2017	220,256,776	28,310,390	248,567,166

For and on behalf of DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha



Chief Financial Officer



Executive Director

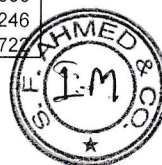
Dhaka, Bangladesh
Dated, 15 October 2018



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

**Consolidated receipts and payments statement
For the year ended 30 June 2018**

	2018					2017
	Micro Credit BDT	Solar BDT	Biogas BDT	ICS BDT	Total BDT	Total BDT
Receipts						
Opening balance:						
Cash in hand	908,065	1,423,881	175,498	97,517	2,604,961	2,176,986
Cash at bank	14,686,082	10,869,166	715,095	608,170	26,878,513	11,063,051
	15,594,147	12,293,047	890,593	705,687	29,483,474	13,240,037
Loan realised from members	3,422,108,834	12,489,262	1,153,779	-	3,435,751,875	2,431,988,761
Loan from commercial banks	589,220,000	-	-	-	589,220,000	687,800,000
Savings from members	566,527,375	-	-	-	566,527,375	458,809,775
Loans from PKSF and IDCOL	386,715,000	-	765,351	-	387,480,351	375,001,745
Service charge on loan	425,538,904	3,971,538	397,343	-	429,907,785	310,861,371
Other loan - short term	29,159,438	65,710,469	975,745	567,221	96,412,873	79,841,690
Loan from other funds	-	1,353,052	10,795	-	1,363,847	2,741,799
Encashment of fixed deposit	61,597,297	-	-	-	61,597,297	51,688,953
Advance, deposits and prepayments	48,460,477	5,890,534	293,920	654,931	55,299,862	46,326,535
Remittance received	23,338,287	-	-	-	23,338,287	40,711,274
Apodkalin fund	36,048,195	-	-	-	36,048,195	29,754,395
Others income	8,644,564	716,998	133,409	1,102,067	10,597,038	19,925,553
TR/KABIKHA	-	651,149	-	-	651,149	17,102,730
TR/KABITA	-	197,633,445	-	-	197,633,445	58,877,362
Reimbursement income	-	1,500	-	-	1,500	16,948,973
Sales	-	3,985,319	472,553	18,150	4,476,022	15,428,258
Grant from IDCOL	-	583,733	722,500	8,403,773	9,710,006	15,112,132
Inter project transaction	22,403,039	-	-	6,966,322	29,369,361	67,473,153
Interest on fixed deposit	3,922,909	2,405,801	-	-	6,328,710	7,614,374
Received from misappropriate fund	86,664	-	-	-	86,664	50,000
Loan realised from staff	3,726,781	2,444,546	-	18,000	6,189,327	6,211,983
Received from security money	1,510,000	-	-	-	1,510,000	1,381,300
Land sales	-	-	-	-	-	884,600
Bank interest	444,065	17,120	-	25,806	486,991	500,855
Debt service reserve account	-	34,994,743	-	-	34,994,743	-
Scrap sale - Inventory	-	-	-	114,759	114,759	-
Total receipts	5,629,451,829	332,849,209	4,925,395	17,871,029	5,985,097,462	4,743,037,571
	5,645,045,976	345,142,256	5,815,988	18,576,716	6,014,580,936	4,756,277,608
Payments						
Loan to members	3,640,642,480	82,167	226,651	-	3,640,951,298	2,991,496,570
Loan repaid commercial bank	800,325,989	31,400,000	-	-	831,725,989	367,486,622
Savings repaid to members	350,329,877	-	-	-	350,329,877	265,618,929
Loan paid to PKSF and IDCOL	267,341,667	29,565,524	1,581,238	-	298,488,429	350,888,904
Investment in fixed deposit	128,945,852	37,168,044	-	-	166,113,896	59,450,730
Accounts payable	-	69,711,362	1,215,994	120,350	71,047,706	90,850,289
Salaries and allowances	125,629,781	27,165,567	-	-	152,795,348	153,506,459
Other loan - short term	88,437,113	-	-	1,010,818	89,447,931	-
Advance, deposits & prepayments	48,066,781	9,056,699	748,500	831,870	58,703,850	49,741,668
Service charge on other loans	36,167,889	12,126,703	180,316	-	48,474,908	54,795,823
Expense for TR/KABHIKHA	-	20,861,367	-	-	20,861,367	6,873,970
Inter project payable	-	16,365,919	28,819	4,117,122	20,511,860	84,342,678
Purchase	-	32,768,516	-	-	32,768,516	19,384,396
Service charge on loan	27,282,297	-	-	-	27,282,297	26,003,458
Remittance paid	23,343,168	-	-	-	23,343,168	40,689,160
Paid to other funds	17,454,359	2,300,806	-	31,756	19,786,921	3,764,758
Acquisition of fixed asset	12,596,967	116,900	-	3,780,021	16,493,888	38,333,012
Payment from apodkalin fund	11,344,263	-	-	-	11,344,263	7,176,350
Service charge on savings	6,287,872	-	-	-	6,287,872	28,368,618
Office rent	3,947,720	2,106,450	-	-	6,054,170	6,855,128
Cost of sales	-	-	213,190	5,790,913	6,004,103	5,689,245
Rebate	5,409,691	366,503	-	-	5,776,194	2,710,257
Loan to staff	4,644,626	774,766	-	-	5,419,392	6,980,734
Travelling	2,298,381	2,437,022	-	-	4,735,403	6,542,847
Miscellaneous	1,685,037	1,591,102	-	-	3,276,139	7,668,708
Social development cost	3,368,583	-	-	-	3,368,583	2,618,121
Administrative expense	-	40,000	569,120	2,672,410	3,281,530	3,228,566
Project cost	3,207,016	-	-	-	3,207,016	15,056,370
Fuel cost	1,820,807	691,777	-	-	2,512,584	2,595,571
VAT	2,347,023	-	-	-	2,347,023	-
Bank charge/DD charge	1,756,462	118,778	-	-	1,875,240	1,072,944
Software cost	1,865,948	-	-	-	1,865,948	1,742,757
Printing and stationery	1,331,210	186,886	-	-	1,518,096	3,734,701
Return of security money	1,439,031	-	-	-	1,439,031	1,372,003
Loan from housing fund	-	-	-	-	-	1,640,000
Wages	-	568,788	-	-	568,788	100,246
Caring cost	-	525,634	-	-	525,634	458,722



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

**Consolidated receipts and payments statement
For the year ended 30 June 2018**

	2018				2017
	Micro Credit BDT	Solar BDT	Biogas BDT	ICS BDT	Total BDT
Gratuity fund	1,307,257	-	-	-	1,307,257
Entertainment	1,105,709	154,963	-	-	1,260,672
Repair and maintenance	585,738	614,367	-	-	1,200,105
Electricity	709,556	304,240	-	-	1,013,796
Board members honorarium	742,000	-	-	-	742,000
Training expense	627,348	90,800	-	-	718,148
Taxes	630,890	-	-	-	630,890
Damaged solar home system	-	586,653	-	-	586,653
Telephone and postage	228,405	125,679	-	-	354,084
Legal expenses	327,255	12,470	-	-	339,725
Group insurance	-	295,724	7,260	3,872	306,856
Newspapers and periodicals	169,127	14,478	-	-	183,605
Grants paid to customer	-	-	175,645	-	175,645
Subsidy paid to customer	-	-	175,500	-	175,500
Accrued expense	150,000	-	-	-	150,000
Office management	-	106,137	-	-	106,137
Audit fee	63,889	31,945	-	-	95,834
Discount	-	28,176	-	-	28,176
Business promotion	-	-	-	-	-
Total payments	5,625,965,063	300,462,912	5,122,233	18,359,132	5,949,909,341
Closing balance:					
Cash in hand	2,910,055	661,929	34,933	52,414	3,659,331
Cash at bank	16,170,858	44,017,415	658,822	165,170	61,012,265
	19,080,913	44,679,344	693,755	217,584	64,671,596
	5,645,045,976	345,142,256	5,815,988	18,576,716	6,014,580,936
					4,756,277,608

For and on behalf of DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha


Chief Financial Officer


Executive Director

Dhaka, Bangladesh
Dated, 15 October 2018



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Consolidated statement of cash flows
For the year ended 30 June 2018

	2018 BDT	2017 BDT
A. Cash flows from operating activities		
Surplus for the year	201,491,031	48,590,384
Statutory reserve fund	(3,368,583)	(2,618,121)
Adjustments for non-cash items:		
Depreciation	12,047,510	6,855,128
Loan loss provision	(9,786,346)	10,072,459
Changes in working capital:		
Loan to members	(185,709,783)	(559,593,209)
Inventories	(19,615,559)	4,014,345
Accounts receivable	(13,442,665)	143,996
Loan to staff	856,779	(694,677)
Receivable from staff - misappropriated fund	86,664	(24,074)
Advances, deposits and prepayments	(2,356,781)	(4,263,763)
Loan from other funds	30,727,542	29,189,675
Accounts payable	10,476,372	(482,584)
Net cash used in operating activities	21,406,181	(468,810,441)
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(16,493,888)	(37,448,412)
Refundable group insurance premium	(1,313,093)	(2,148,323)
Sale of property plant and equipment	107,275	-
Short-term investment	(44,845,274)	(8,428,902)
Other loan - short term	4,494,407	(2,995,197)
Net cash used in investing activities	(58,050,573)	(51,020,834)
C. Cash flows from financing activities		
Loan received from PKSf	119,373,333	33,999,997
Loan from IDCOL	(30,381,411)	(9,887,156)
Gratuity	5,534,199	5,989,073
Savings from members	216,197,498	193,190,846
Loan from other organisations	3,980,970	(7,722,227)
Loan from commercial banks	(242,872,077)	320,313,378
Net cash from financing activities	71,832,512	535,883,911
D. Net changes in cash and cash equivalents (A+B+C)	35,188,122	16,052,636
E. Opening cash and bank balances	29,483,474	13,240,037
F. Closing cash and bank balances	64,671,596	29,292,673

For and on behalf of DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha


Chief Financial Officer


Executive Director

Dhaka, Bangladesh
Dated, 15 October 2018



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

1. Background of the organisation

DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha is a 'not-for-profit' and Non - government organisation that was set up in 1986 by some local development workers with a view to working for the poor and landless people on sustainable basis to reduce poverty. Since its inception the organisation has been working for institutions building of the poor with special emphasis on distressed women, girls and disadvantaged children. It is a specialised micro-finance institution that provides high quality flexible financial services to low-income people. The organisation is responsive to diverse financial needs of customers. The financial services of DESHA constitute multiple loans, savings and remittance services. The recipients of micro-finance services are poor, particularly women. Remittance services are provided to the relatives of overseas Bangladesh. The other major project of DESHA is Solar Program, Biogas Program and Improved Cook Stove Program.

The organisation is registered under the Voluntary Social Welfare Agencies (Registration and Control) Ordinance, 1961 vide registration no. Kushtia - 67/89 dated 27 June 1989 and with NGO Affairs Bureau under Foreign Donations (Voluntary Activities) Regulation Ordinance 1978 vide registration no.1589 dated 29 November 2000 and last renewal dated 08 November 2015 effective from 29 November 2015 and with Micro Credit Regulatory Authority issuing license to perform Micro Credit Operations vide registration no. 00590-00236-00141 dated 07 February 2008. DESHA has 61 branches through which it operates Micro Credit program under the supervision of 11 area offices.

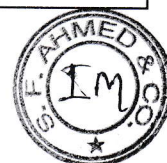
For ensuring sustainable growth and prosperity of society, DESHA has widen its social welfare program into various sectors namely biogas, solar, improved cook stove and many other programs. In line with this objective DESHA signed number of agreements with Infrastructure Development Company Limited (IDCOL) for Solar Home System, Biogas and Improved Cook Stove Program.

2. Corporate information of the MFI

Name of the MFI :	DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha		
Year of establishment :	1986		
Legal entity :	Registration Authority	Registration No.	Date
	Micro Credit Regulatory Authority	00590-00236-00141	07-02-2008
Nature of operations (programs) :	Micro Credit Program		
Statutory audit conducted up to :	2017-2018		
Name of statutory auditor for last year :	S. F. Ahmed & Co.		
Name of statutory auditor for current year :	S. F. Ahmed & Co.		
No. of executive committee meeting held in FY 2017-2018 :	12		
Date of last AGM held :	14 July 2018		

List of Executive Committee Members

Name	Designation	Qualification	Profession	Present Address
Md. Mostafizur Rahman	Chairman	H.S.C	Ex - Teacher	Sattaragacha, Kushtia
Md. Haider Ali	Vice - Chairman	BA (Pass)	Private service	Ghoradaha, Kushtia
Md. Sultan Mahmud	Treasurer	B.Com	Teacher	Amkathalia, Kushtia
Mahmudul Haque	Member	M.S.S, LLB	Advocate	Cuniapara, Kushtia
Md. Abdul Hannan	Member	BA (Pass)	Business Person	Cuniapara, Kushtia
Rokeya Khatun	Member	BA (Pass)	Teacher	Thanapara, Kushtia
Nazma Robiul	Member	Ten	Business Person	Fakirabad, Kushtia
Md. Robiul Islam	Member Secretary	B.Com	Development Activist	Fakirabad, Kushtia



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

3. Basis of preparation of Financial Statements

3.1 Going concern assumption

The financial statements are prepared under the going concern concept where it is assumed by the management of DESHA that the entity will continue its operations in foreseeable future with no intention of bringing any structural changes. Accordingly, assets and liabilities are recognised on the basis that the entity will be able to realise its assets and discharge its liabilities in normal course of business.

3.2 Basis of measurement

The elements of financial statements have been measured under historical cost convention following accrual basis except service charges of loan to members which is accounted for on cash basis.

3.3 Reporting currency

The financial statements are prepared and presented in Bangladesh Taka (BDT), which is the organisation's functional currency.

3.4 Reporting period

These financial statements of the organisation have been prepared for the year from 01 July 2017 to 30 June 2018.

4. Significant accounting policies

4.1 Property, plant and equipment (fixed assets)

The cost of an item of property, plant and equipment shall be recognised as an asset if, and only if:

- a) it is probable that future economic benefits will flow to the entity; and
- b) the cost of the item can be measured reliably.

An item of property, plant and equipment qualifying for recognition is initially measured at its cost. Cost comprises expenditure that is directly attributable to the acquisition of the assets. Property, plant and equipment are stated in attached statement of financial position at cost less accumulated depreciation.

Depreciation is commenced when the asset is in the location and condition necessary for it to be capable of operating in the manner intended. Property plant and equipment are depreciated using reducing balance method except land. Depreciation is charged on property, plant and equipment from the date of their acquisition and no depreciation is charged during the year of disposal.

The annual depreciation rates applicable to different categories of assets are:

	Depreciation rate
Building	3%
Furniture and fixtures	10%
Software	33%
Computer	20%
Office equipment	20%
Vehicles	20%
Electrical equipment	20%
Air conditioner	20%
Lift	20%
Crockeries	30%
Generator	20%
Mattress	20%



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

4.2 Loan to members (Micro Credit program)

The rate of interest for all types of loans is maximum 25% per annum as per policy of DESHA. The interest rate for all types of loans for hardcore poor is maximum 20%. Loans are realised from members within 46 (weekly) installments.

4.3 Loan to beneficiaries (Non Micro Credit program)

Sales of solar home system which is due from beneficiaries are treated as a loan. Maximum 12% interest is charged on outstanding amount at the time of treating it as a loan.

Also cost for the biogas plant which is due to beneficiaries treated as loan. Maximum 20% interest is charged on outstanding amount at the time of treating it as a loan. Interest is taken as an income when it received by DESHA.

4.4 Short term investment

Investment in fixed deposit is shown at cost plus interest earned to date. Interest from investment in fixed deposit is reinvested automatically at its maturity.

4.5 Grants from IDCOL (Non Micro Credit program)

IDCOL provides grants to DESHA for installation, construction and selling of solar home system, biogas plant and improved cook stove program. DESHA treats this as an income when payment made against documents which submitted to IDCOL.

5. Significant organisational policies

5.1 Loan loss provision

5.1.1 Loan classification

Loans are classified in accordance with the guidelines of Micro Credit Regulatory Authority as noted below:

No. of days outstanding

No overdue	Regular
Overdue from 1-30 days	Watchful loan
Overdue from 31-180 days	Sub - standard loan
Overdue from 181-365 days	Doubtful loan
Overdue from above 365 days	Bad loan

5.1.2 Loan loss provisioning

Provision for loan loss is made in accordance with the guidelines of Micro Credit Regulatory Authority as noted below. loan loss provision also made for solar home systems program against loan to member which is not paid as per contract signed with DESHA.

Particulars	rate
Regular	1%
Watchful loan	5%
Sub - standard loan	25%
Doubtful loan	75%
Bad loan	100%

5.1.3 Write off policy

Loan loss is written off in the financial statements having approval of competent authority if it becomes established that the loan will never be recovered.

5.2 Savings from members

In contractual savings account, members agree to deposit weekly an amount as fixed by DESHA. Customers can withdraw the entire amount including interest at any time if they have no other loan account with the organisation. Interest is paid at the rate of 6%.



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
6. Property, plant and equipment		
Cost:		
Opening balance	213,773,035	176,324,623
Add: Addition during the year	16,493,888	38,333,012
Add / (Less): Adjustment during the year	(107,275)	(884,600)
Closing balance (A)	230,159,648	213,773,035
Depreciation:		
Opening balance	34,864,161	27,818,230
Add: Charge for the year	12,047,510	7,045,930
Add / (Less): Adjustment during the year	-	-
Closing balance (B)	46,911,671	34,864,160
Written down value (A-B)	183,247,977	178,908,875
Details are shown in Annex A.		
7. Loan to members		
Micro Credit		
Jagoron	897,018,982	828,402,941
Sufolon	704,240,804	569,828,833
Agrosor	270,649,474	296,425,570
Aaibordon mulok	24,957,911	17,335,018
Buniad	13,347,127	7,282,486
Sompod bridhi	3,197,000	2,940,000
Housing fund	4,019,911	648,649
Jibonjatrar manunayan	1,340,000	930,000
GO - NGO	2,701,854	85,400
	1,921,473,063	1,723,878,897
Non Micro Credit	101,017,138	112,901,521
Total	2,022,490,201	1,836,780,418
Details are shown in Annex B.		
8. Short-term investment		
Investment in fixed deposit against:		
Micro Credit		
Savings scheme(note 8.1)	79,675,366	55,347,559
Reserve fund (note 8.2)	40,081,399	12,104,425
Gratuity fund(note 8.3)	6,232,216	15,902,037
	125,988,981	83,354,021
Non Micro Credit		
Debt service reserve (note 8.4)	59,361,537	57,151,223
Total	185,350,518	140,505,244
8.1 Savings scheme		
Opening balance	55,347,559	36,969,707
Add: Addition during the year	65,467,275	48,241,057
	120,814,834	85,210,764
Less: Encashment during the year	41,139,468	29,863,205
Closing balance	79,675,366	55,347,559



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
<p>The above balance represents investment made in accordance with clauses 34 (1) and 34 (2) of Micro Credit Regulatory Authority Rules 2010 which states that every Micro Credit organisation should maintain a liquidity fund which is 15% of its total deposits, in any scheduled bank; liquidity fund may be maintained in the form of minimum 5% in cash and the remaining portion in fixed deposit. The overall fund balance maintained is BDT 98,756,279 in cash and fixed deposit form. As per above clause, the balance should be BDT 117,765,914 instead of BDT 98,756,279 resulting a shortfall of BDT 19,009,634. However, the said shortfall shall be adjusted with followings year balance.</p>		
8.2 Reserve fund		
Opening balance	12,104,425	20,051,063
Add: Addition during the year	37,604,875	5,726,778
Add: Received from DMFI		400,000
	49,709,300	26,177,841
Less: Encashment during the year	9,627,901	14,073,416
Closing balance	40,081,399	12,104,425

The above balance represents investment in FDR from reserve fund made in accordance with clauses 20 (1) and 20 (3) of Micro Credit Regulatory Authority Rules 2010. As per said clauses every Micro Credit organisation should create a reserve fund @ 10% of its total surplus which should be kept in any scheduled bank account under the supervision of head office of the relevant Micro Credit organisation. The overall fund balance maintained is BDT 40,081,399 in fixed deposit form. As per above clause, the balance should be BDT 40,082,727 instead of BDT 40,081,399 resulting a shortfall of BDT 1,328. However, the said shortfall shall be adjusted with followings year balance. The investment is made in FDRs with the following banks :

8.3 Gratuity fund		
Opening balance	15,902,037	20,802,726
Add: Addition during the year	284,091	1,965,153
	16,186,128	22,767,879
Less: Encashment during the year	9,953,912	6,865,842
Closing balance	6,232,216	15,902,037
8.4 Debt service reserve		
Opening balance	57,151,223	53,602,846
Add: Addition during the year	37,205,057	3,548,377
	94,356,280	57,151,223
Less: Encashment during the year	34,994,743	-
Closing balance	59,361,537	57,151,223

The above balance represents investment of debt service reserve account as per Participation Agreement (PA) dated 18 November 2009 and 11 April 2013 signed between IDCOL and DESHA under clause 4.07 and 7 of that agreement. As per said clause DESHA has to maintain above reserve which is equivalent of two quarterly installments.



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
9. Accounts receivable		
Micro Credit		
Accounts receivable (note 9.1)	1,145,260	1,153,349
Group insurance (note 9.2)		
Reimbursement receivable (note 9.3)	13,584,393	-
	14,729,653	1,153,349
Non Micro Credit		
Accounts receivable (note 9.4)	937,011	1,070,650
Group insurance (note 9.5)		
	937,011	1,070,650
	15,666,664	2,223,999
9.1 Accounts receivable		
Opening balance	1,153,349	1,499,845
Add: Addition during the year	867,927	289,994
	2,021,276	1,789,839
Less: Received during the year	876,016	636,490
Closing balance	1,145,260	1,153,349
9.2 Reimbursement receivable		
Balance as on 1 July	-	-
Add: Addition during the year	30,846,332	-
	30,846,332	-
Less: Received during the year	17,261,939	-
Balance as on 30 June	13,584,393	-
As per agreement with PKSF dated 12 June 2014 and 10 September 2014, DESHA provides financial support to Livestock, Enrich, Agriculture and LIFT programs for which DESHA incurs some expenses which are refundable by PKSF.		
9.3 Accounts receivable		
Opening balance	1,070,650	868,150
Add: Addition during the year	734,511	621,000
	1,805,161	1,489,150
Less: Received during the year	868,150	418,500
Closing balance	937,011	1,070,650



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
10. Loan to staff		
Micro Credit		
Motor cycle loan (note 10.1)	6,545,256	5,630,310
Bicycle loan (note 10.2)	55,830	52,830
	<u>6,601,086</u>	<u>5,683,140</u>
Non Micro Credit		
Motor cycle loan (note 10.3)	1,714,664	3,058,961
Bicycle loan (note 10.4)	23,500	17,500
Staff loan (note 10.5)	6,144,761	6,581,189
	<u>7,882,925</u>	<u>9,657,650</u>
	<u>14,484,011</u>	<u>15,340,790</u>
10.1. Motor cycle loan		
Opening balance	5,630,310	5,156,401
Add: Addition during the year	4,586,626	3,710,152
	<u>10,216,936</u>	<u>8,866,553</u>
Less: Realised during the year	3,671,680	3,236,243
Closing balance	<u>6,545,256</u>	<u>5,630,310</u>
10.2 Bicycle loan		
Opening balance	52,830	51,330
Add: Addition during the year	58,000	93,500
	<u>110,830</u>	<u>144,830</u>
Less: Realised during the year	55,000	92,000
Closing balance	<u>55,830</u>	<u>52,830</u>
10.3 Motor cycle loan		
Opening balance	3,058,961	2,838,377
Add: Addition during the year	763,766	2,602,008
	<u>3,822,727</u>	<u>5,440,385</u>
Less: Realised during the year	2,108,063	2,381,424
Closing balance	<u>1,714,664</u>	<u>3,058,961</u>
10.4 Bicycle loan		
Opening balance	17,500	38,500
Add: Addition during the year	11,000	1,000
	<u>28,500</u>	<u>39,500</u>
Less: Realised during the year	5,000	22,000
Closing balance	<u>23,500</u>	<u>17,500</u>
As per DESHA service policy all employees above manager level are eligible for motor cycle loan facility. Loan given to employee for motor cycle and bicycle is interest free. Maximum loan repayable period is 10 years for motorcycle loan and 10 months for bicycle loan.		
10.5 Staff loan		
Opening balance	6,581,189	6,561,505
Add: Addition during the year	-	500,000
	<u>6,581,189</u>	<u>7,061,505</u>
Less: Realised during the year	436,428	480,316
Closing balance	<u>6,144,761</u>	<u>6,581,189</u>



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
11. Other loan - short term		
Opening balance	4,494,407	1,499,210
Add: Addition during the year	-	19,097,480
Less: Realised during the year	4,494,407	20,596,690
Less: GO - NGO transfer to loan to members	(4,494,407)	16,016,883
Closing balance	-	85,400
	-	4,494,407
Break up of the above amount is as follows		
Agriculture Unit		807,496
Livestock Unit		857,288
Enrich project		2,829,623
GO-NGO	-	-
	-	4,494,407
12. Receivable from staff - misappropriated fund		
Opening balance	3,866,068	3,841,994
Add: Addition during the year	-	74,074
Less: Realised during the year	3,866,068	3,916,068
Closing balance	86,664	50,000
	3,779,404	3,866,068
This represents loan installments collected by branch officials but not deposited properly. Legal action has been taken against those officials who are involved in the fraudulent activities.		
13. Advances, deposits and prepayments		
Micro Credit (note 13.1)	7,674,555	8,072,127
Non Micro Credit (note 13.2)	6,476,031	3,721,678
	14,150,586	11,793,805
13.1 Micro Credit		
Opening balance	8,072,127	5,602,327
Add: Addition during the year	48,066,905	42,569,614
Less: Realised during the year	56,139,032	48,171,941
Closing balance	48,464,477	40,099,814
	7,674,555	8,072,127
13.2 Non Micro Credit		
Opening balance	3,721,678	1,927,715
Add: Addition during the year	10,637,069	8,030,684
Less: Realised during the year	14,358,747	9,958,399
Closing balance	7,882,716	6,236,721
	6,476,031	3,721,678
14. Inventories		
Opening balance	50,588,360	54,602,705
Add: Purchase during the year	112,235,644	45,114,809
Add : Sales return during the year	293,327	1,204,514
Less: Cost of sales	163,117,331	100,922,028
Closing balance	92,913,412	50,333,668
	70,203,919	50,588,360



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

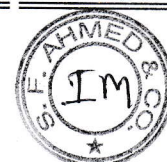
	2018 BDT	2017 BDT
15. Cash and bank balances		
Micro Credit		
Cash in hand (note 15.1)	2,910,055	908,065
Bank balances (note 15.2)	16,170,858	14,686,082
	19,080,913	15,594,147
Non Micro Credit		
Cash in hand (note 15.3)	749,276	1,696,896
Bank balances (note 15.4)	44,841,407	12,192,431
	45,590,683	13,889,327
	64,671,596	29,483,474
15.1 Cash in hand		
Head office	265,137	278,379
All branches	2,644,918	629,686
	2,910,055	908,065
15.2 Bank balances		
Head office	11,930,474	8,519,179
All branches	4,240,383	6,166,902
	16,170,858	14,686,082
Details are shown in Annex C.		
15.3 Cash in hand		
Head office	50,929	237,299
All branches	698,347	1,459,597
	749,276	1,696,896
15.4 Bank balances		
Head office	44,063,424	11,112,865
All branches	777,983	1,079,566
	44,841,407	12,192,431
Details are shown in Annex D.		



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
16. Cumulative surplus		
Micro Credit (note 16.1)	394,478,838	252,171,883
Non Micro Credit (note 16.2)	12,128,048	(31,915,108)
	406,606,887	220,256,776
16.1 Micro Credit		
Opening balance	252,171,883	182,910,198
Add: Surplus for the year	157,447,875	79,868,220
	409,619,758	262,778,418
Less: Transfer to statutory reserve fund	15,140,920	10,606,534
Closing balance	394,478,838	252,171,883
16.2 Non Micro Credit		
Opening balance	(31,915,108)	(637,272)
Add: Surplus / (deficit) for the year	44,043,156	(31,277,836)
	12,128,048	(31,915,108)
Less: Prior year adjustment	-	-
Closing balance	12,128,048	(31,915,108)
17. Statutory reserve fund		
Opening balance	28,310,390	20,321,977
Add: Transferred from cumulative Surplus	15,140,920	10,606,534
	43,451,310	30,928,511
Less: Payment made against social development cost	3,368,583	2,618,121
	40,082,727	28,310,390
The above balance represents reserve fund made in accordance with clause 20 (1) of Micro Credit Regulatory Authority Rules 2010. As per said clause, every Micro Credit organisation should create a reserve fund @ 10% of its total surplus.		
18. Loan from PKSF		
Opening balance	364,599,997	330,600,000
Add: Received during the year	386,715,000	367,500,000
	751,314,997	698,100,000
Less: Paid during the year	267,341,667	333,500,003
Closing balance	483,973,330	364,599,997
Details are shown in Annex E .		
Break up of the above amount is as follows		
Payable within one year	296,077,506	211,299,997
Payable after one year	187,895,824	153,300,000
	483,973,330	364,599,997
DESHA has to pay 7% interest on this loan. PKSF provides quarterly repayment schedule which includes both principal and interest.		
19. Loan from IDCOL		
Opening balance	319,667,786	329,554,942
Add: Received during the year	765,351	7,501,745
	320,433,137	337,056,687
Less: Paid during the year	31,146,762	17,388,901
Closing balance	289,286,375	319,667,786



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018	2017
	BDT	BDT
20. Savings from members		
Opening balance	568,908,593	375,717,747
Add: Deposits during the year	566,527,375	458,809,775
	1,135,435,968	834,527,522
Less: Paid during the year	350,329,877	265,618,929
Closing balance	785,106,091	568,908,593

21. Loan from other organisations

Micro Credit

Loan from PADAKHEP (note 21.1)	10,726,424	10,726,424
Loans from Bangladesh Bank - housing fund (note 21.2)	4,638,291	728,291
Staff security (note 21.3)	8,825,537	8,754,567
	24,190,252	20,209,282

21.1 Loan from PADAKHEP

Opening balance	10,726,424	10,726,424
Add: Addition during the year	-	-
	10,726,424	10,726,424
Less: Paid during the year	-	-
Closing balance	10,726,424	10,726,424

Agreement between PADAKHEP and DESHA on 25 August 2014 which is renewed on 01 July 2017. As per the said agreement DESHA has to pay 8% interest on this loan. Interest is paying on quarterly basis.

21.2 Loans from Bangladesh Bank - housing fund

Opening balance	728,291	2,368,291
Add: Addition during the year	4,620,000	-
	5,348,291	2,368,291
Less: Paid during the year	710,000	1,640,000
Closing balance	4,638,291	728,291

Bangladesh bank provides housing fund to DESHA at the rate of 1%. As per instruction of Bangladesh Bank, Desha will give BDT 50,000 loan to each homeless people with a maximum interest is 6% on this loan.

21.3 Staff security

Opening balance	8,754,567	8,876,570
Add: Addition during the year	1,510,000	1,250,000
	10,264,567	10,126,570
Less: Paid during the year	1,439,031	1,372,003
Closing balance	8,825,537	8,754,567

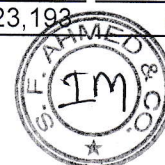
This represents amount received as security deposit from all the employee of DESHA vary from BDT 5000 to 10000 as per the condition of employment with DESHA.



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
22. Loan from commercial banks		
Micro Credit		
Bank Asia Ltd (note 22.1)	143,450,000	168,500,000
Trust Bank Ltd (note 22.2)	-	100,000,000
One Bank Ltd (note 22.3)	-	50,000,000
Southeast Bank Ltd (note 22.4)	-	70,000,000
Uttara Bank Ltd (note 22.5)	75,154,730	50,000,000
Mutual Trust Bank Ltd (note 22.6)	58,423,193	50,000,000
	<u>277,027,923</u>	<u>488,500,000</u>
Non Micro Credit		
Bank Asia Ltd (note 22.7)	-	31,400,000
	<u>277,027,923</u>	<u>519,900,000</u>
22.1 Bank Asia Ltd		
Opening balance	168,500,000	74,586,622
Add: Received during the year	404,600,000	235,800,000
	573,100,000	310,386,622
Less: Paid during the year	429,650,000	141,886,622
Closing balance	<u>143,450,000</u>	<u>168,500,000</u>
22.2 Trust Bank Ltd		
Opening balance	100,000,000	100,000,000
Add: Received during the year	-	200,000,000
	100,000,000	300,000,000
Less: Paid during the year	100,000,000	200,000,000
Closing balance	<u>-</u>	<u>100,000,000</u>
22.3 One Bank Ltd		
Opening balance	50,000,000	-
Add: Received during the year	-	50,000,000
	50,000,000	50,000,000
Less: Paid during the year	50,000,000	-
Closing balance	<u>-</u>	<u>50,000,000</u>
22.4 Southeast Bank Ltd		
Opening balance	70,000,000	-
Add: Received during the year	-	70,000,000
	70,000,000	70,000,000
Less: Paid during the year	70,000,000	-
Closing balance	<u>-</u>	<u>70,000,000</u>
22.5 Uttara Bank Ltd		
Opening balance	50,000,000	-
Add: Received during the year	53,543,912	50,000,000
	103,543,912	50,000,000
Less: Paid during the year	28,389,182	-
Closing balance	<u>75,154,730</u>	<u>50,000,000</u>
22.6 Mutual Trust Bank Ltd		
Opening balance	50,000,000	-
Add: Received during the year	70,000,000	50,000,000
	120,000,000	50,000,000
Less: Paid during the year	61,576,807	-
Closing balance	<u>58,423,193</u>	<u>50,000,000</u>



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
22.7 Bank Asia Ltd		
Opening balance	31,400,000	25,000,000
Add: Received during the year	-	32,000,000
	31,400,000	57,000,000
Less: Paid during the year	31,400,000	25,600,000
Closing balance	-	31,400,000
23. Accounts payable		
Micro Credit (note 23.1)	210,000	150,000
Non Micro Credit (note 23.2)	14,360,141	3,943,769
	14,570,141	4,093,769
23.1 Micro Credit		
Opening balance	150,000	106,470
Add: Addition during the year	210,000	281,300
	360,000	387,770
Less: Paid during the year	150,000	237,770
Closing balance	210,000	150,000
23.2 Non Micro Credit		
Opening balance	3,943,769	4,469,883
Add: Addition during the year	80,245,202	29,692,071
	84,188,971	34,161,954
Less: Paid during the year	69,828,830	30,218,185
Closing balance	14,360,141	3,943,769
24. Loan from other funds		
Micro Credit		
Provident fund (note 24.1)	52,804,855	46,060,641
Welfare fund (note 24.2)	229,059	166,085
Apodkalin fund (note 24.3)	114,841,078	90,137,146
Remittance (note 24.4)	2,505,176	2,510,056
	170,380,168	138,873,928
Non Micro Credit		
Provident fund (note 24.5)	156,173	185,359
Risk mitigation fund (note 24.6)	15,371	15,371
Desha monthly deposit scheme (note 24.7)	13,250	13,250
Welfare fund (note 24.8)	54,700	804,212
	239,494	1,018,192
	170,619,662	139,892,120
24.1 Provident fund		
Opening balance	46,060,641	38,510,154
Add: Addition during the year	20,171,003	14,096,211
	66,231,644	52,606,365
Less: Paid during the year	13,426,789	6,545,724
Closing balance	52,804,855	46,060,641



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
24.2 Welfare fund		
Opening balance	166,085	663,009
Add: Addition during the year	1,159,874	990,375
	1,325,959	1,653,384
Less: Paid during the year	1,096,900	1,487,299
Closing balance	229,059	166,085
24.3 Apodkalin fund		
Opening balance	90,137,146	67,559,101
Add: Addition during the year	36,048,195	29,754,395
	126,185,341	97,313,496
Less: Paid during the year	11,344,263	7,176,350
Closing balance	114,841,078	90,137,146
Apodkalin fund was created as per the policy of DESHA to protect from loss due to death of members and their guardians. Each member is to pay 1% against each loan.		
24.4 Remittance		
Opening balance	2,510,056	2,487,942
Add: Addition during the year	23,338,287	40,711,274
	25,848,343	43,199,216
Less: Paid during the year	23,343,168	40,689,160
Closing balance	2,505,176	2,510,056
24.5 Provident fund		
Opening balance	185,359	419,494
Add: Addition during the year	1,369,751	2,564,199
	1,555,110	2,983,693
Less: Paid during the year	1,398,937	2,798,334
Closing balance	156,173	185,359
24.6 Risk mitigation fund		
Opening balance	15,371	307,236
Add: Addition during the year	-	67,152
	15,371	374,388
Less: Paid during the year	-	359,017
Closing balance	15,371	15,371
24.7 Desha monthly deposit scheme		
Opening balance	13,250	13,250
Add: Addition during the year	-	-
	13,250	13,250
Less: Paid during the year	-	-
Closing balance	13,250	13,250
24.8 Welfare fund		
Opening balance	804,212	542,050
Add: Addition during the year	208,206	803,312
	1,012,418	1,345,362
Less: Paid during the year	957,718	541,150
Closing balance	54,700	804,212



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
25. Inter project payable		
Micro Credit		
Solar home system (note 25.1)	27,432,385	78,366,113
Biogas program (note 25.2)	(72,178)	(166,340)
Improved Cook Stove Program (note 25.3)	(87,966)	1,572,939
	<u>27,272,241</u>	<u>79,772,712</u>
Non Micro Credit		
Micro Credit program (note 25.4)	(27,272,241)	(79,772,712)
	<u>(27,272,241)</u>	<u>(79,772,712)</u>
	<u>-</u>	<u>-</u>
25.1 Solar home system		
Opening balance	78,366,113	84,399,334
<u>Add:</u> Addition during the year	<u>18,503,246</u>	<u>42,695,336</u>
	96,869,359	127,094,670
<u>Less:</u> Paid during the year	<u>69,436,974</u>	<u>48,728,557</u>
Closing balance	<u>27,432,385</u>	<u>78,366,113</u>
25.2 Biogas program		
Opening balance	(166,340)	202,337
<u>Add:</u> Addition during the year	<u>506,683</u>	<u>332,131</u>
	340,343	534,468
<u>Less:</u> Paid during the year	<u>412,521</u>	<u>700,808</u>
Closing balance	<u>(72,178)</u>	<u>(166,340)</u>
25.3 Improved cook stove Program		
Opening balance	1,572,939	(351,638)
<u>Add:</u> Addition during the year	<u>2,398,122</u>	<u>6,542,863</u>
	3,971,061	6,191,225
<u>Less:</u> Paid during the year	<u>4,059,027</u>	<u>4,618,286</u>
Closing balance	<u>(87,966)</u>	<u>1,572,939</u>
25.4 Micro Credit program		
Opening balance	(79,772,712)	(84,250,033)
<u>Add:</u> Addition during the year	<u>67,999,045</u>	<u>53,737,581</u>
	(11,773,667)	(30,512,452)
<u>Less:</u> Paid during the year	<u>15,498,574</u>	<u>49,260,260</u>
Closing balance	<u>(27,272,241)</u>	<u>(79,772,712)</u>
26. Loan loss provision		
Micro Credit (26.1)	41,032,071	50,818,417
Non Micro Credit (26.2)	8,782,115	8,782,115
	<u>49,814,186</u>	<u>59,600,532</u>
26.1 Micro Credit		
Opening balance	50,818,417	40,745,958
<u>Add:</u> Charge during the year	<u>11,153,134</u>	<u>10,072,459</u>
	61,971,551	50,818,417
<u>Less:</u> Write off during the year	<u>20,939,480</u>	<u>-</u>
<u>Less:</u> Realised during the year	<u>-</u>	<u>-</u>
Closing balance	<u>41,032,071</u>	<u>50,818,417</u>
Details are shown in Annex F.		



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
26.2 Non Micro Credit		
Opening balance	8,782,115	8,782,115
Add: Addition during the year	-	-
	8,782,115	8,782,115
Less: Paid during the year	-	-
Closing balance	8,782,115	8,782,115
27. Gratuity fund		
Micro Credit (note 27.1)	30,742,554	26,049,811
Non Micro Credit (note 27.2)	5,107,415	4,265,959
	35,849,969	30,315,770
27.1 Micro Credit		
Opening balance	26,049,811	21,167,903
Add: Addition during the year	6,000,000	6,000,000
	32,049,811	27,167,903
Less: Paid during the year	1,307,257	1,118,092
Closing balance	30,742,554	26,049,811
27.2 Non Micro Credit		
Opening balance	4,265,959	3,158,794
Add: Addition during the year	1,800,000	1,800,000
	6,065,959	4,958,794
Less: Paid during the year	958,544	692,835
Closing balance	5,107,415	4,265,959
28. Disaster management fund		
Opening balance	378,748	378,748
Add: Charge during the year	-	-
	378,748	378,748
Less: Paid during the year	-	-
Less: write off during the year	-	-
Closing balance	378,748	378,748
29. Service charge on loan		
Micro Credit		
Jagoron	221,750,493	170,084,891
Sufolon	125,679,369	66,804,865
Agrosor	71,008,499	54,641,932
Aaibordon mulok	5,195,246	3,040,815
Buniad	1,436,725	1,157,487
Sompod bridhi	253,007	102,795
Housing fund	93,318	73,659
Jibonjatrar manunayan	80,970	171,135
LIFT	41,277	-
	425,538,904	296,077,579
Non Micro Credit		
Interest on customer loan	4,071,485	14,465,279
Interest on staff loan	297,396	318,513
	4,368,881	14,783,792
Total	429,907,785	310,861,371



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
30. Sales - solar installation		
Credit sales	82,167	7,943,454
Cash sales	2,756,309	5,898,617
	2,838,476	13,842,071
31. Sales - others		
Non Micro Credit		
Sales of ICS	18,150	341,344
Fan	54,100	327,230
Tube light	20,275.00	34,070
Cable	20,658	15,624
Battery	418,125	130,530
Panel	503,415	199,135
Charger	21,210	12,230
Fuse	1,785	90
Material	472,553	476,575
	1,530,271	1,536,828
32. Interest income		
Micro Credit		
Interest on FDR	4,790,836	4,386,626
Bank Interest	444,065	429,749
	5,234,901	4,816,375
Non Micro Credit		
Interest on FDR	2,442,814	3,548,377
Bank interest	53,235	71,106
	2,496,049	3,619,483
Total	7,730,950	8,435,858
33. Others income		
Micro Credit		
Income reimbursement	-	16,948,973
Guestroom fair	6,531,063	4,527,785
Others	-	12,183,724
Pass book sales	642,951	742,515
Scheme fee	598,095	546,233
Admission fee	301,360	330,500
Training fee	157,035	197,048
Registration fee	91,390	116,000
Commission on remittance	75,397	131,136
Income against fine	37,273	28,640
	8,434,564	35,752,554



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Notes to the consolidated financial statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
Non Micro Credit		
Income from training	142,940	226,827
Staff fine, scrape sales etc	697,158	903,489
Sales showroom	1,102,067	-
	1,942,165	1,130,316
Total	10,376,729	36,882,870
34. Service charge on loan-Expense		
Micro Credit		
Rural Micro Credit	146,250	1,576,250
Jagoron	14,140,250	10,437,000
Micro enterprise loan	48,750	763,750
Sufolon	3,937,500	7,687,500
Agrosor	7,181,877	4,282,500
Agriculture sector loan	-	-
Seasonal loan	-	-
Urban Micro Credit	-	73,125
Buniad	66,042	87,083
Ultra pore programme	-	-
Aaibordon mulok	1,686,938	1,053,000
Jibonjatrar manunayan	26,564	15,750
Asset creation	48,126	27,500
	27,282,297	26,003,458
Non Micro Credit	12,307,019	31,987,865
Total	39,589,316	57,991,323

35. Others

- 35.1** Figures relating to the previous year included in this report have been rearranged, wherever considered necessary, to make them comparable with those of the current year, however, there is no material impact on the profit and value of assets and liabilities for the said rearrange.
- 35.2** These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- 35.3** Figures in these notes and in the annexed financial statements have been rounded to the nearest BDT.

For and on behalf of DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha


Chief Financial Officer


Executive Director

Dhaka, Bangladesh
Dated, 15 October 2018



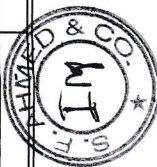
DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Details of property, plant and equipment
As at 30 June 2018

Particulars	Cost		Rate %	Depreciation				Written down value at 30 June BDT
	Balance at 01 July BDT	Addition during the year BDT		Adjustment during the year BDT	Charge for the year BDT	Up to 01 July BDT	Total to 30 June BDT	
Micro Credit								
Land	8,371,992	2,406,850		-	-	-	-	10,778,842
Building	668,810	-	3	-	18,879	39,526	58,405	610,405
Building - construction	126,249,065	4,969,047	3	-	3,895,446	-	3,895,446	127,322,666
Furniture and fixtures	15,000,141	657,706	10	-	876,630	6,419,556	7,296,186	8,361,661
Software	2,030,400	-	33	-	175,554	1,498,417	1,673,971	356,429
Computer	6,572,204	651,950	20	-	605,258	3,930,611	4,535,869	2,688,285
Office equipment	7,074,278	1,014,676	20	-	1,034,406	2,473,377	3,507,783	4,581,171
Vehicles	2,105,860	-	20	-	56,351	1,824,105	1,880,456	225,404
Electrical equipment	2,478,493	-	20	-	320,009	878,450	1,198,459	1,280,034
Air conditioner	13,600,845	302,300	20	-	1,963,599	4,033,802	5,997,401	7,905,744
Lift	4,830,000	-	20	-	835,020	654,899	1,489,919	3,340,081
Crockeries	608,959	281,960	30	-	165,954	306,209	472,163	418,756
Generator	2,930,100	-	20	-	517,323	343,486	860,809	2,069,291
Mattress	1,262,778	-	20	-	239,091	67,315	306,406	956,372
Firm shed	-	2,312,478	20	-	-	-	-	2,312,478
Subtotal	193,783,925	12,596,967		-	10,703,520	22,469,753	33,173,273	173,207,619

Non Micro Credit								
Land	-	2,541,685	-	-	-	-	-	2,541,685
Furniture and fixtures	5,624,134	1,173,336	10	-	432,712.50	2,363,570	2,796,283	3,894,413
Office equipment	3,034,835	181,900	20	-	286,494	1,783,766	2,070,260	1,145,975
Electrical equipment	23,650	-	20	-	2,646	10,418	13,064	10,586
Vehicles	10,443,901	-	20	-	529,895	7,794,425	8,324,320	2,119,581
Computer	583,700	-	20	-	65,678	255,312	320,990	262,710
Air conditioner	138,890	-	20	-	5,826	109,762	115,588	23,302
Software	140,000	-	33	-	20,739	77,154	97,893	42,107
Subtotal	19,989,110	3,896,921		-	1,343,990	12,394,408	13,738,398	10,040,358

Total 2018	213,773,035	16,493,888		-	12,047,510	34,864,161	46,911,671	183,247,977
Total 2017	176,324,623	38,333,012			7,045,930	27,818,230	34,864,160	178,908,875



DESHA Shechsashebi Artho - Samajik Ummayan O Manobik Kallyan Sangstha

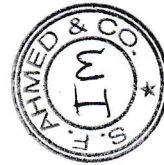
Annex B

Details of loan to members
As at 30 June 2018

Particulars	Category of loan										Total
	Jagoron	Sufolon	Agrosor	Aalborddon mulok	Buniad	Sompod bridhi	Grihayon	Jibonjatra man unoyon	LIFT	GO - NGO	
Balance at 01 July 2017	828,402,941	569,828,833	296,425,570	17,335,018	7,282,486	2,940,000	648,649	930,000	-	85,400	1,723,878,897
Add: Disbursed during the year	1,781,829,000	1,363,818,000	410,218,000	26,790,000	20,454,000	6,390,000	4,620,000	2,340,000	3,244,000	-	3,619,703,000
Less: Realised during the year	1,713,212,959	1,229,406,029	435,994,096	19,167,107	14,389,359	6,133,000	1,248,738	1,930,000	542,146	85,400	3,422,108,834
Balance at 30 June 2018	897,018,982	704,240,804	270,649,474	24,957,911	13,347,127	3,197,000	4,019,911	1,340,000	2,701,854	-	1,921,473,063

Non Micro Credit

Particulars	Solar home system	Biogas	Total as at 30 June 2018
Balance at 01 July 2017			112,901,521
Add: Disburse to members	109,500,880	3,400,641	
Less: Realised from members	82,167	1,676,491	1,758,658
Less: Adjustment during the year	12,489,262	1,153,779	13,643,041
Balance at 30 June 2018	97,093,785	3,923,353	101,017,138



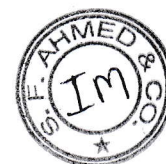
DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Annex C

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Details of bank balance as at 30 June 2018

Sl. No.	Name of Bank and Branches	Account No.	2018 BDT	2017 BDT
1.	Prime Bank Limited - Kushtia branch	STD - 004527	-	9,009
2.	Bank Asia Limited - Kushtia branch	STD - 000005	131,695	818,130
3.	Rupali Bank Limited - Kushtia branch	CA - 023739	1,735,557	66,918
4.	Agrani Bank Limited - Kushtia branch	STD - 026788	807,681	856,367
5.	Sonali Bank Limited - Kushtia branch	CA - 006769	2,152,790	1,735,478
6.	Janata Bank Limited - Kushtia branch	CD - 35030	2,417,268	1,494,335
7.	Bank Asia Limited - Ishwardi branch	STD - 000245	249,156	36,590
8.	Bangladesh Krishi Bank - Kushtia branch	CD - 007588	1,800,506	241,671
9.	Prime Bank Limited - Kushtia branch	STD - 001574	-	12,757
10.	Sonali Bank Limited - Kushtia branch	CA - 005192	5,495	6,070
11.	Dutch Bangla Bank Limited - Kushtia branch	CD - 000137	3,442	4,754
12.	Rupali Bank Limited - Kushtia branch	CA - 002373	-	693,382
13.	Mutual Trust bank Limited - Kushtia branch	CD - 000547	185,355	320,025
14.	Mutual Trust bank Limited - Uttara Dhaka	CD - 000151	48,460	4,430
15.	Trast Bank Limited - Kushtia branch	CD - 002666	12,038	108,169
16.	Southeast Bank Limited - Kushtia branch	CD - 000016	95,026	2,031,179
17.	One Bank Limited - Kushtia branch	CD - 001249	7,303	19,864
18.	Southeast Bank Limited - Kushtia branch	CD - 000017	67,828	6,574
19.	Uttara Bank Limited - Kushtia branch	CD - 041125	6,862	49,547
20.	South Bangla Agricultural Bank Limited - Panthopath branch	CD - 000078	-	3,929
21.	City Bank Limited - Kushtia branch	CD - 15901	2,067,726	-
22.	NRB Bank Limited - Kushtia branch	CD - 001249	3,694	-
23.	NRB Bank Limited - Kushtia branch	CD - 189292	2,000	-
24.	Rupali Bank Limited - Kushtia branch	CA - 002571	2,808	-
25.	Rupali Bank Limited - Kushtia branch	CA - 000036	127,784	-
Balance as on 30 June			11,930,474	8,519,179



Details of bank balance as at 30 June 2018

Sl. No.	Name of Bank and Branches	Account No.	2018 BDT	2017 BDT
1.	Rupali Bank Ltd - Moshan branch	CD - 002	35,792	10,680
2.	Rupali Bank Ltd - Moshan branch	CD - 008	11,444	-
3.	Bangladesh Krishi Bank - Bheramara branch	CD - 10086	477	727
4.	Bangladesh Krishi Bank - Bheramara branch	CD - 00012	7,552	46,421
5.	Sonali Bank Ltd - Bheramara branch	CD 00613	2,782	2,219
6.	Janata Bank Ltd - Chowrash Bazer branch	CD - 64915	5,777	7,647
7.	Janata Bank Ltd - Chowrash Bazer branch	CD - 84617	6,130	2,788
8.	Bangladesh Krishi Bank - Mirpur branch	CD - 00033	163,810	101,418
9.	IFIC Bank Ltd - Poradah branch	CD - 50041	204,774	189,933
11.	Sonali Bank Ltd - Poradah branch	CD - 00038	6,713	6,971
12.	Sonali Bank Ltd - Poradah branch	CD - 05799	4,654	5,059
13.	Sonali Bank Ltd - Amla branch	CD - 00058	21,791	51,009
14.	Sonali Bank Ltd - Amla branch	CD - 00132	5,710	6,108
16.	Bangladesh Krishi Bank - Juniadaha branch	CD - 16	37,804	167,809
17.	Bangladesh Krishi Bank - Juniadaha branch	STD - 01	-	5
18.	Bangladesh Krishi Bank - Juniadaha branch	STD - 05	-	5
19.	Bangladesh Krishi Bank - Daulatpur branch	CD - 004029	23,447	190,086
20.	Bangladesh Krishi Bank - Daulatpur branch	STD - 00259	4,801	5,951
21.	Bangladesh Krishi Bank - Daulatpur branch	Savings - 12596	412	412
22.	Sonali Bank Ltd - Somashpur branch	CD - 01104	2,578	3,843
23.	Sonali Bank Ltd - Somashpur branch	CD - 00378	8,246	8,246
24.	Sonali Bank Ltd - Somashpur branch	STD - 00111	5,499	230,429
26.	Rupali Bank Ltd - Kumerkhali branch	SND - 00003	2,856	3,628
27.	Sonali Bank Ltd - Kumarkhali branch	CD - 02109	1,950	63,349
28.	Sonali Bank Ltd - Kumarkhali branch	SND - 00030	8,027	17,497
29.	Bank Asia Ltd - Ishwardi branch	STD - 00010	218,195	94,760
30.	Bank Asia Ltd - Ishwardi branch	STD - 00003	1,515	2,043
31.	Mutual Trast Bank Ltd - Pabna branch	CD - 010624	6,688	66168
32.	Mutual Trast Bank Ltd - Pabna, branch	CD - 000945	4,850	4850
33.	Sonali Bank Ltd - Pabna branch	CA - 06868	2,047	6,119
34.	Sonali Bank Ltd - Pangsha branch	CD - 019642	25,955	148,853
35.	Sonali Bank Ltd - Pangsha branch	SND - 00349	2,532	2,199
36.	Sonali Bank Ltd - Pangsha branch	SND - 00384	4,239	4,241
37.	Agrani Bank Ltd - Ruppur branch	CD - 842975	179,178	38,460
38.	Agrani Bank Ltd - Ruppur branch	STD - 84404	6,762	47,895
39.	Sonali Bank Ltd - Lalpur branch	SND - 01353	101,987	3,830
40.	Sonali Bank Ltd - Lalpur branch	CA - 008475	6,208	20,065
41.	Rupali Bank Ltd - Meherpur branch	CD - 1186	7,633	86,327
42.	Rupali Bank Ltd - Meherpur branch	SND - 00010	2,173	6,160
43.	The City Bank Ltd - Kushtia branch	CA - 33001	375	4,832
44.	Mutual Trast Bank Ltd - Kushtia branch	SDT - 00458	2	1,152
45.	Mutual Trast Bank Ltd - Kushtia branch	SDT - 00565	15,173	-
46.	Janata Bank Ltd - Bamondi branch	CD - 66972	1,737	61,143
47.	Janata Bank Ltd - Bamondi branch	CD - 5775	4,564	3,119
48.	Bank Asia Ltd - Bamondi branch	CD - 0001	11,662	-
49.	Janata Bank Ltd - Bamondi branch	CD - 02595	-	246
50.	Sonali Bank Ltd - Rajbari branch	SND - 00486	77,087	10,952
51.	Sonali Bank Ltd - Rajbari branch	SND - 00475	2,847	3,888
52.	Sonali Bank Ltd - Rajbari branch	CA - 01572	6,947	8,017
53.	Sonali Bank Ltd - Baliakandi branch	CD - 000753	9,638	337,075
54.	Sonali bank Limited - Baliakandi branch	CD - 00313	1,359	3,041
55.	Sonali bank Limited - Baliakandi branch	SND - 00453	4,847	4,341
56.	Sonali Bank Ltd - Khalukhali branch	SND - 00020	11,764	134,844
57.	Sonali Bank Ltd - Khalukhali branch	SND - 00019	559	2,209
58.	Sonali Bank Ltd - Khalukhali branch	SND - 00007	510	1,810
59.	Sonali Bank Ltd - Machpara branch	CA - 00896	128,491	111,047



Details of bank balance as at 30 June 2018

Sl. No.	Name of Bank and Branches	Account No.	2018 BDT	2017 BDT
60.	Sonali Bank Ltd - Machpara branch	SND - 000068	5,769	4,250
61.	Sonali Bank Ltd - Machpara branch	SND - 00051	3,457	3,921
62.	Rupali Bank Ltd - Autapara branch	CD - 00287	93,833	227,752
63.	Rupali Bank Ltd - Autapara branch	SND - 00008	-	1,203
64.	Sonali Bank Ltd - Atghoria branch,	CA - 00844	6,337	137,325
65.	Sonali Bank Ltd - Atghoria branch	SND - 00049	1,580	2,645
66.	Janata Bank Ltd - Natore Station Bajar branch	CD - 51325	290,337	72,572
67.	Janata Bank Ltd - Natore Station Bajar branch	CD - 66814	2,890	3,078
68.	Janata Bank Ltd - Bonpara Bajar branch	CD - 93454	90,826	337,189
69.	Janata Bank Ltd - Bonpara Bajar branch	CD - 59973	4,874	495
70.	Janata Bank Ltd - Razapur branch	CD - 77928	12,337	708,640
71.	Janata Bank Ltd - Razapur branch	CD - 23992	2,305	7,079
72.	Sonali Bank Ltd - Bagatipara branch	CA - 00854	19,212	71,141
73.	Sonali Bank Ltd - Bagatipara branch	STD - 01283	4,106	5,399
74.	Sonali Bank Ltd - Bagha branchi	CA - 01876	14,272	470,884
75.	Sonali Bank Ltd - Bagha branch	SND - 00405	-	52
76.	Janata Bank Ltd. Ltd - Arani branch	CD - 00505	72,771	75,875
77.	Janota Bank Lilited Arani branch	CD - 00673	1,484	543
78.	Janota Bank Lilited Arani branch	CD - 44271	6,529	54,549
79.	Sonali Bank Ltd - Chorghat branch	CA - 01112	15,762	37,680
80.	Sonali Bank Ltd - Chorghat branch	SND - 00051	6,027	3,580
81.	Sonali Bank Ltd - Puthia branch	CA - 13224	74,231	11,233
82.	Sonali Bank Limited - Puthia branch	CD - 00362	-	4,897
83.	Sonali Bank Limited - Puthia branch	CD - 00497	5,862	-
84.	Bank Asia Ltd - Kushtia branch	STD - 00012	131,565	47,828
85.	Mutual Trast Bank Ltd - Kushtia branch	STD - 00083	17,379	6,850
86.	Mutual Trast Bank Ltd - Kushtia branch	STD - 00449	1,556	1,556
88.	Janata Bank Ltd - Barkhada branch	CD - 34795	27,367	26,572
89.	Janata Bank Ltd - Barkhada branch	CD - 11731	2,752	3,903
90.	Janata Bank Ltd - Barkhada branch	CD - 54126	1,503	2,583
91.	Agrani Bank Ltd - Mirpur branch	CD - 51035	55,351	32,194
92.	Bangladesh Krishi Bank - Bahalbaria branch	CD - 00140	141,287	4,998
93.	Bangladesh Krishi Bank - Bheramara branch	STD - 00049	5,869	8,344
94.	Bangladesh Krishi Bank - Bheramara branch	STD - 10095	26,823	700
95.	Bangladesh Krishi Bank - Bheramara branch	CD - 05761	37,254	1,803
96.	Rupali Bank - Bheramara branch	SND - 00008	4,594	1,373
97.	Rupali Bank - Bheramara branch	SND - 000187	161,431	71,450
99.	Agrani Bank Ltd - Golapnagar branch	CD - 13168	437,356	14,832
100.	Agrani Bank Ltd - Golapnagar branch,	STD - 73197	29,671	2,325
101.	Sonali Bank Ltd - Daulatpur branch, Kushtia	CD - 15317	9,936	194,209
102.	Janota Bank Lilited - Allardarga branch	CD - 98370	10,608	14,472
104.	Sonali Bank Ltd - Kumerkhali branch	CD - 012347	6,147	3,425
105.	Sonali Bank Ltd - Kumerkhali branch	CD - 00008	4,555	33,456
107.	Sonali Bank Ltd - Khoksha branch	CD - 15396	19,504	1,500
108.	Sonali Bank Ltd - Khoksha branch	SND - 00646	5,377	2,641
110.	Bank Asia Ltd - Ishwardi branch	STD - 00020	306,820	149,765
111.	Agrani Bank Ltd - Panti Bazar branch	CD - 79233	33,825	45,565
112.	Agrani Bank Ltd - Panti Bazar branch	CD - 25139	4	810
113.	Agrani Bank Ltd - Panti Bazar branch	CD - 95326	215	5,365
114.	Sonali Bank Ltd - Horinaraonpur branch	CD - 02709	2,720	1,560
115.	Sonali Bank Ltd - Horinaraonpur branch	CD - 00131	9,895	10,296
116.	Prime Bank Limited - Khajanagar	STD - 00860	1,060	20,868
117.	Prime Bank Limited - Khajanagar	STD - 00334	19,842	21,493
118.	Rupali Bank Ltd - Swastipur branch	CD - 00515	88,609	52,161
119.	Rupali Bank Ltd - Swastipur branch, Kushtia	CD - 3202024004102	593	375
120.	Bangladesh Krishi Bank - Dankmorka branch	CD - 282	22,816	59,599



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Annex C
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Details of bank balance as at 30 June 2018

Sl. No.	Name of Bank and Branches	Account No.	2018 BDT	2017 BDT
121.	Agrani Bank Ltd - Patikabari branch	STD - 0200006655816	44,561	94,474
122.	Agrani Bank Ltd - Patikabari branch	STD - 0200008329049	-	604
123.	Bangladesh Krishi Bank - Jhaudia branch	CD - 256	65,401	147,612
124.	Sonali Bank Ltd - Sheikhpara branch	CD - 001006522	7,381	3,156
125.	Sonali Bank Ltd - Sheikhpara branch	Savings - 2108573	1,933	2,048
126.	Sonali Bank Ltd - Gagni branch	CD - 320450200610	3,989	35,184
127.	Sonali Bank Ltd - Kasba Majail branch	CD - 220633003307	5,340	73,237
128.	Sonali Bank Ltd - Kasba Majail branch	STD - 220636000045	4,685	4,444
129.	Sonali Bank Ltd - Mujibnagar Upzilla branch	CA - 3208602000367	15,233	31,344
130.	Sonali Bank Ltd - Mujibnagar Upzilla branch	CA - 3208602000025	1,518	1,840
131.	Bangladesh Krishi Bank - Baradi branch	CD - 200004219	48,990	23,994
132.	Sonali Bank Ltd - Amjhupi branch	SND - 3201103000015	5,755	10,382
133.	Rupali Bank Ltd - Shaikupa Bazar branch	CD - 5942020000135	42,396	25,296
134.	Rupali Bank Ltd - Shaikupa Bazar branch	SND- 0000003	3,715	5,365
135.	Janata Bank Ltd - Vatoi Bazar branch	CD - 0100067367582	38,336	64,683
136.	Agrani Bank Ltd - Selaidah branch	STD - 0200009283497	79,492	139,374
137.	Janata Bank Ltd - Langalbandha branch	CD - 0100066976046	91,415	71,678
138.	Janata Bank Ltd - Langalbandha branch	CD - 0100067007225	608	3,408
	Balance as on 30 June		4,240,383	6,166,902



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Annex D
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Details of bank balance as at 30 June 2018

Sl. No.	Name of Bank and Branches	Account No.	2018 BDT	2017 BDT
Head office				
A. Biogas Program				
1	The City Bank Ltd - Kushtia branch	SND - 430001	-	263
2	Prime Bank Ltd - Kushtia branch	SND - 004094	329,786	371,697
Balance as on 30 June			329,786	371,960
B. Improved Cook Stove Program				
1	Bank Asia Ltd - Kushtia branch	STD - 000006	93,366	494,265
2	Mutual Trust Bank Limited - Kushtia branch	SND - 000556	3,875	25
Balance as on 30 June			97,241	494,290
C. Solar Home System Program				
1	Sonali Bank Ltd - Kushtia branch	CD - 015419	41,278,563	8,299,720
2	Bank Asia Ltd - Iswardi branch	CD - 000011	10,047	966,068
3	Dutch-Bangla Bank Ltd - Kushtia branch	CD - 201667	17,126	619,695
4	Dutch-Bangla Bank Ltd - Kushtia branch	M. Bank - 111	-	10,000
5	Rupali Bank Ltd - Kushtia branch	STD - 223879	161,686	36,476
6	Agrani Bank Ltd - Mazampur branch	STD - 003578	38,090	230,496
7	Bangladesh Krishi Bank - Kushtia branch	STD - 007240	2,000,576	84,160
8	Union Bank Ltd - Kushtia branch	STD-000403	130,309	-
Balance as on 30 June			43,636,397	10,246,615
Total (A+B+C)			44,063,424	11,112,865
Branches				
A. Biogas Program				
1	Janata Bank Ltd - Ruppur branch	CD - 008032	37,156	24,426
2	Bangladesh Krishi Bank - Barkhada branch	STD - 000196	1,765	11,765
3	Rupali Bank Ltd - Debottar branch	CD - 006295	91,666	64,772
4	Bangladesh Krishi Bank - Daulatpur branch	SND - 000026	22,781	25,236
5	Bangladesh Krishi Bank- Alcharabbranch branch	STD - 000333	-	26,916
6	Sonali Bank Ltd - Kumarkhali branch	SB - 012379	7,597	3,538
7	Rupali Bank Ltd - Mashan branch	STD - 000079	2,756	3,906
8	Agrani Bank Ltd - Panti branch	CD - 325117	5,435	9,682
9	Sonali Bank Ltd - Natore branch	SND - 000347	6,850	2,239
10	Janata Bank Ltd - Bamondi branch	SND - 000178	40,800	10,859
11	Rupali Bank Ltd - Swastipur branch	SND - 004501	2,195	795
12	Janata Bank Ltd - Kushtia branch	CD - 384668	17,070	41,023
13	Mutual Trust Bank Ltd - Kushtia branch	CD - 000430	4,009	1,809
14	Sonali Bank Ltd - Baliakandi branch	SND - 000445	10,624	10,624
15	Bangladesh Krishi Bank - Amla branch	SND - 000001	7,477	4,658
16	Sonali Bank Ltd - Pabna branch	SND - 000216	3,398	3,298
17	Janata Bank Ltd - Allardarga branch	CD - 022699	3,595	20,922
18	Sonali Bank Ltd - Khoksha branch	SND - 000668	6,185	9,182
19	Rupali Bank Ltd - jhenaidah branch	SND - 000005	10,775	5,100
20	Agrani Bank Ltd - Natore branch	STD - 3000408	3,103	1,711
21	Bangladesh Krishi Bank - Kushtia branch	CD - 0000030	24,517	37,059
22	Sonali Bank Ltd - Rajshahi branch	SND - 4000362	2,230	11,745
23	Sonali Bank Ltd - Kushtia branch	SND - 0000103	1,962	5,000
24	Sonali Bank Ltd - Horinarawnpur branch	CD - 6000123	13,243	-
25	Rupali Bank Ltd - Kumerkhali branch	SND - 000002	1,847	6,870
Balance as on 30 June			329,036	343,135



Details of bank balance as at 30 June 2018

Sl. No.	Name of Bank and Branches	Account No.	2018 BDT	2017 BDT
B. Improved Cook Stove Program				
1	Agrani Bank Ltd - Panti branch	STD - 647812	7	21,904
2	Agrani Bank Ltd - Golapnagar branch	STD - 073199	9,691	10,756
3	Sonali Bank Ltd - Rajbari branch	SND - 000464	9,185	10,039
4	Rupali Bank Ltd - Kumarkhali branch	SND - 000001	3,108	4,235
5	Bangladesh Krishi Bank - Juniadah branch	SND - 000004	8,315	8,285
6	Mutual Trust Bank Limited - Kushtia branch	SND - 000467		7,605
7	Mutual Trust Bank Limited - Kushtia branch	SND - 000109	542	7,742
8	Janata Bank Ltd - Chorhas branch	SND - 384714	662	3,007
9	Bank Asia Ltd - Kushtia branch	STD - 000011	7,480	8,446
10	Sonali Bank Ltd - Poradha branch	CD - 005667	5,105	6,255
11	Rupali Bank Ltd - Sastipur branch	SND - 004502	3,845	3,045
12	Rupali Bank Ltd - Kumarkhali branch	SND - 000004	2,445	3,020
13	Sonali Bank Ltd - Hariyanapur branch	SND - 000115	415	415
14	Sonali Bank Ltd - Amla Branch	SND - 000124	5,208	5,622
15	Sonali Bank Ltd - Bheramara branch	SND - 000602	6,251	7,651
16	Sonali Bank Ltd - Khoksha branch	SND - 000657	5,670	5,853
Balance as on 30 June			67,929	113,880
C. Solar Home System Program				
1	Bangladesh Krishi Bank - Chandercher branch	SND - 000007	93,415	150,831
2	Grameen Bank - Shalinabad branch	STD - 101288	14,594	105,000
4	Sonali Bank Ltd - Mothbaria branch	CD - 000316	34,548	34,548
5	Bangladesh Krishi Bank - Kazirhat branch	CD - 000005	-	676
6	Grameen Bank Hizla - Barisal branch	CD - 100114	2,380	115,031
7	Agrani Bank Ltd - Patharghata branch	CD - 013036	675	475
8	Dutch-Bangla Bank Ltd - Barisal branch	CD - 007543	16,557	16,557
9	Agrani Bank Ltd - Kakchira branch	CD - 000083	1,015	8,105
10	Bangladesh Krishi Bank - Dowatala branch	CD - 000071	8,580	8,580
11	Sonali Bank Ltd - Subibkhali branch	STD - 17146	-	6,499
12	Sonali Bank Ltd - Naryonpur branch	STD - 000338	4,036	5,635
13	Sonali Bank Ltd - Shivalaya branch	STD - 026744	4,387	4,387
14	Rupali Bank Ltd - Hossainabad branch	STD - 009278	4,888	35,700
15	Sonali Bank Ltd - Daulatpur branch	CD - 000127	6,415	3,085
16	Sonali Bank Ltd - Mohipur branch	CD - 000703	1,156	1,156
17	Bangladesh Krishi Bank - Doptior Bazar branch	STD - 000002	-	2,310
18	Rupali Bank Ltd - Khepupara branch	CD - 005808	159	734
19	Sonali Bank Ltd - Natuapara branch	CD - 000271	28,050	28,625
20	Sonali Bank Ltd - Natuapara branch	CD - 000272	7,469	8,044
21	Sonali Bank Ltd - Sherpur branch	CD - 001011	7,277	8,588
22	Sonali Bank Ltd - Tarash branch	CD - 010503	4,480	4,480
23	Grameen Bank - Gewdhara branch	CD - 000003	3,000	3,000
24	Sonali Bank Ltd - Kazipur branch	CD - 000528	1,858	17,538
25	Agrani Bank Ltd - Panti branch	CD - 325101	3	771
26	Bangladesh Krishi Bank - Charduan branch	CD - 000095	-	1,250
27	Sonali Bank Ltd - Muksudpur branch	CD - 000441	559	2,023
28	Grameen Bank - Harta branch	CD - 00263	-	1,413
29	Sonali Bank Ltd - Rampal branch	CD - 011438	2,309	459
30	Sonali Bank Ltd - Mehendigong branch	CD - 04563	850	850
31	Sonali Bank Ltd - Baliakandi branch	CD - 000305		1,068
32	Agrani Bank Ltd - Taltoli branch	CD - 012694		620
33	Grameen Bank - Satla branch	CD - 100222	2,362	912



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Annex D

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Details of bank balance as at 30 June 2018

Sl. No.	Name of Bank and Branches	Account No.	2018 BDT	2017 BDT
34	Agrani Bank Ltd - Reaper branch	CD-002408	-	32,106
35	Grameen Bank - Rupapat branch	CD - 100009	864	864
36	Grameen Bank - Lengutia branch	CD - 100160	-	817
37	Grameen Bank - Balarbazar branch	CD - 100193	-	727
38	Sonali Bank Ltd - Amtoli branch	CD - 020523	8,095	2,171
39	Bangladesh Krishi Bank - Chetolmari branch	CD - 000380	-	75
40	Sonali Bank Ltd - Bhanga branch	CD - 000347	-	261
41	Agrani Bank Ltd - Pabna branch	CD - 000132	-	138
42	Janata Bank Ltd - Masundia branch	CD - 000021	59	59
43	Bangladesh Krishi Bank - Sariotpur branch	STD - 000009	791	38
44	Sonali Bank Ltd - Khaskawlia branch	STD - 000378	-	1,595
45	Agrani Bank Ltd- Rajapur branch	CD-00408	85,313	-
46	Dutch-Bangla Bank Ltd - Dhaka branch	CD - 000134	4,750	4,750
47	Sonali Bank Ltd- Sadorpur branch		30,124	-
	Balance as on 30 June		381,018	622,551
	Total (A+B+C)		777,983	1,079,566



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Details of loan from PKSF
As at 30 June 2018

Annex E

Particulars	Types of loan taken											Total
	Rural Micro Credit	Micro enterprise loan	Buniad	Jagoron	Agrosor	Sufolon	Income generating asset	Livestock Unit	Agriculture Unit	Goat rearing	Breeding firm	
Balance at 01 July 2017	6,000,000	2,000,000	7,583,329	180,600,000	87,750,000	55,000,000	22,200,000	1,300,000	2,166,668	-	-	364,599,997
Add: Addition during the year	-	-	6,000,000	140,000,000	50,000,000	160,000,000	25,000,000	500,000	1,000,000	2,500,000	1,715,000	386,715,000
Less: Payment made during the year	6,000,000	2,000,000	6,416,665	94,000,000	43,000,000	105,000,000	9,500,000	675,000	750,002	-	-	267,341,667
Balance at 30 June 2018	-	-	7,166,664	226,600,000	94,750,000	110,000,000	37,700,000	1,125,000	2,416,666	2,500,000	1,715,000	483,973,330



DESHA Shechsashebi Artho - Samajik Unnayan O Manobik Kallyan Sangstha

Annex F
-----1

Portfolio report for the year ended 30 June 2018
Loan classifications and provisions

(i) Classification of loan and required provision:

SL No.	Particulars	No. of days outstanding	Outstanding loan amount (BDT)	Required provision	
				Rate %	Amount (BDT)
1	Total loan outstanding		1,921,473,063		
2	Total overdue		29,490,675		
3	Regular	Loans with no overdue installments	1,883,371,773	1%	18,833,718
4	Watchful	Loan default duration between 1 and 30 days	4,239,034	5%	211,952
5	Sub-standard	Loan default duration between 31 and 180 days	12,691,640	25%	3,172,910
6	Doubtful	Loan default duration between 181 and 365 days	9,267,675	75%	6,950,756
7	Bad	Loan default duration above 365 days	11,902,941	100%	11,902,941
	Total		1,921,473,063		41,072,277

ii) Loan loss provision (LLP) status:

Particulars	Amount (BDT)
Required provision as per MRA Policy	41,072,277
Actual provision made	22,515
Excess/ (Shortfall) of provision	(41,049,762)
Disclosure on written off loan:	
Loan written off balance as on 01 July 2017	35,825,621
Loan written off during the year 2016-2017	-
Written off loan recovered during the year 2016-2017	1,720,500
Loan written off balance as on 30 June 2017	34,105,121

