

*Independent Auditor's Report alongwith
Audited Financial Statements
Of
Alor Potho Nobojatray (APON) Foundation
KA, 21/2A, Shajadpur, Gulshan
Dhaka-1212
For the year ended June 30, 2019*

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of “Alor Pothe Nobojatray (APON) Foundation” (“The Entity”), which comprise the Statement of Financial Position as at 30th June, 2019 and Income & Expenditure Account and Receipts & Payments Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Association as at 30th June, 2019, and of its financial performance and Receipts and Payments for the year then ended in accordance with the accounting policies described in the Note # 04 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with the ethical requirement that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the accounting policies described in the Note # 04 to the financial statements, 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.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also have:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We have communicated with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Dated: Dhaka
December 30, 2019


Masih Muhith Haque & Co.
Chartered Accountants

ALOR POTHE NOBOJATRAY (APON) FOUNDATION
 KA, 21/2a, Shajadpur, Gulshan
 Dhaka-1212

Statement of Financial Position
As at June 30, 2019

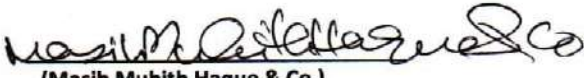
	Notes	30.06.2019 BDT	30.06.2018 BDT
Assets			
Non-Current Asset			
Property, plant and equipment (Annexure-A)		308,121	204,698
		308,121	204,698
Current Assets			
Investment in FDR	5.00	2,000,000	1,950,234
Loan Receivable	6.00	-	-
Advance, Deposit & Prepayments	7.00	1,547,970	753,700
Advance Income Tax		47,504	-
Cash and Bank Balance	8.00	1,877,930	1,000,867
		5,473,404	3,704,801
Current Liabilities			
Accrual and Other Payable	9.00	352,750	260,050
Withholding tax and VAT	10.00	277,840	167,921
Provision for Income Tax		22,504	19,023
Total Current Liabilities		653,094	446,994
Net Current Asset		4,820,310	3,257,807
Net Asset		5,128,431	3,462,505
Represented by:			
General Fund	11.00	5,128,431	3,462,505
		5,128,431	3,462,505


 30-12-19
Executive Director
 Executive Director & CEO
 APON Foundation


 30/12/19
Accounts Officer

As per our report of same date

Date, Dhaka
 30-12-2019


 (Masih Muhith Haque & Co.)
 Chartered Accountants

ALOR POTHE NOBOJATRAY (APON) FOUNDATION
KA, 21/2a, Shajadpur, Gulshan
Dhaka-1212

Income & Expenditure Account
For the year ended June 30, 2019

	<u>Notes</u>	<u>01.07.2018 to</u> <u>30.06.2019</u>	<u>01.07.2017 to</u> <u>30.06.2018</u>
		<u>BDT</u>	<u>BDT</u>
A. INCOME			
Donation Income	12.00	13,716,584	10,234,504
Profit Income		34,807	440,234
		13,751,391	10,674,738
B. EXPENDITURE			
<u>Project Cost:</u>		8,413,111	8,484,514
Educational Materials		218,928	141,022
Food & Nutrition Support		394,719	172,032
Women Development Program		-	131,350
Teachers Salary		1,266,000	1,087,000
Schools Centre Rent		403,278	532,245
National & International Days Celebration		165,076	67,352
Student & Family Support Program		128,800	399,644
Medical Expenses		960	300
Project Travel & Conveyance		103,677	44,640
Cloth Distribution		12,740	42,332
Training & Workshop		148,275	98,901
Professional Fees		-	12,500
Transitional Shelter for Street Children (TSSC)		3,350,341	2,747,060
APON Computer Center for Vulnerable Youth		200,755	41,840
Meat Distribution Program		226,730	224,175
Program Monitoring Cost		-	253,583
APON Child care Centre for Rohingya Children		203,060	360,217
Hygiene Kits Distribution		44,052	13,353
APON brochure & Bulletin		27,820	113,490
APON Family Picnic & Study tour 2018		13,895	51,459
Project Admin Cost		81,800	30,560
Ifter Party Program 2018		-	63,050
Blanket and Chador Program at Gaibandha		-	33,112
APON Sewing Distribution & Training Centre		167,090	-
Education Program (Admission, Registration, Award)		65,350	-
Foreign Visit of APON Executives		109,468	-
Child Rights Situation Analysis Study (CRSA)		41,013	-
APON AGM Program-2018		40,585	-
SMYLE Project (SAMPRETI)		998,700	-
Flood Program at Kurigram 2017		-	1,823,297

Notes	01.07.2018 to 30.06.2019	01.07.2017 to 30.06.2018
	BDT	BDT
Overhead Cost:	3,672,354	2,659,030
Staff's Salary & Honorarium	2,381,704	1,436,050
Office Rent & Service Charge	329,748	327,924
Staff's Travel & Conveyance	49,959	54,236
Printing, Postage & Stationery	79,690	40,430
Newspaper & Journal	18,597	8,684
Telephone & Internet	69,769	52,485
Entertainment	38,880	23,219
Unrecoverable advance written off	-	406,000
Repair & Maintenance	75,959	33,181
Bank Charge	21,236	9,164
Depreciation	77,030	51,175
Government Fees	49,500	-
Fund Raising	62,722	32,032
Audit Fees	97,250	71,500
E-mail Service & Software & HR Policy	205,680	53,750
Income Tax expense (FDR)	3,481	19,023
Advertisement & BD Jobs Circulars Expense	52,625	30,450
APON Recruitment Test-2018 & 2019	46,686	-
EC Meeting	10,837	-
Miscellaneous	1,000	9,728
Total Expenditure	12,085,465	11,143,544
C Excess of Income Over Expenditure	1,665,926	(468,806)
	13,751,391	10,674,738


 30-12-19

Executive Director

Executive Director & CEO
 APON Foundation

Date, Dhaka
 30-12-2019


 30.12.19
 Accounts Officer

As per our report of same date


 (Masih Muhith Haque & Co.)
 Chartered Accountants

ALOR POTHE NOBOJATRAY (APON) FOUNDATION
KA, 21/2a, Shajadpur, Gulshan
Dhaka-1212
Receipts and Payments Account
For the year ended June 30, 2019

	01.07.2018 to 30.06.2019		01.07.2017 to 30.06.2018	
	BDT		BDT	
Receipts				
Opening Balance:				
Cash in Hand	46,314		54,739	
Cash at Bank	954,553		1,464,289	
	1,000,867		1,519,028	
Donation Received:				
Donation from APON member & Well Wishers	3,714,705		2,355,434	
SEL Charitable Trust	2,112,000		2,936,000	
Mr. Ellias Hossain	45,000		76,200	
Global Fund for children, USA	1,739,759		1,153,845	
Donation for flood effected people	-		1,400,000	
Manusher Jonno Foundation (MJF) SMYLE	998,700		-	
Muslim Charity-UK	4,724,420		1,929,025	
QA Welfare Trust	187,000		204,000	
Lubnan Trade Consortium Ltd.	195,000		180,000	
	13,716,584		10,234,504	
Encashment of FDR	2,000,041			
Total Receipt	16,717,492		11,753,532	
Payments				
Educational Materials	214,635		141,022	
Food & Nutritions Support	394,719		172,032	
APON Sewing Distribution & Training Centre	167,090		129,600	
Staff's Salary & Honorarium	2,310,754		1,304,250	
Teachers Salary	1,234,000		999,000	
Office Rent & Service Charge	237,290		273,270	
Schools Centre Rent	294,550		506,900	
Program Monitoring Cost	-		253,583	
National & International Days Celebration	165,076		67,352	
Student & Family Support Program	128,800		399,644	
Medical Expenses	960		300	
Project Travel & Conveyance	103,677		44,640	
Staff's Travel & Conveyance	49,959		54,236	
Cloth Distribution	12,740		42,332	
Printing, Postage & Stationery	74,477		37,785	
Newspaper & Journal	18,597		8,684	
Telephone & Internet	69,769		52,485	
Entertainment	38,880		23,219	
Government Fees/Joint Stock/NGO Registration Fees	49,500		-	
Training & Workshop	138,575		94,367	
Fees & Subscription	-		-	
Professional Fees	-		10,000	

Notes

	01.07.2018 to 30.06.2019	01.07.2017 to 30.06.2018
	BDT	BDT
Repair & Maintenance	70,990	31,010
Furniture & Office Equipments	171,264	19,590
Fund Raising	62,722	32,032
Qurbani Program, 2018	226,730	224,175
Transitional Shelter for Street Children (TSSC)	3,289,170	2,747,060
Audit Fees	87,500	25,000
APON Computer Training Centre for Vulnerable youth	200,755	41,840
APON Child care Centre for Rohingya Children	203,060	360,217
Miscellaneous	1,000	9,728
Advance Payment	1,003,570	313,700
Bank Charge	21,236	9,164
Advertisement & BD jobs Circulars Expense	52,625	30,450
Hygiene Kits Distribution	44,052	13,353
APON brochure & Bulletin	26,000	97,000
APON Family Picnic & Study tour 2018	13,895	51,459
Project Admin Cost	81,800	30,560
Ifter Party Program 2018	-	63,050
Blanket and Chador Program at Gaibandha	-	33,112
Disaster Support	-	1,777,965
E-mail Service & Software & HR Policy	204,000	47,500
Education Program (Admission, Registration, Award)	65,350	-
Foreign Visit of APON Executives	109,468	-
Child Rights Situation Analysis Study (CRSA)	41,013	-
SMYLE Project (SAMPREETI)	998,700	-
APON AGM Program-2018	40,585	-
IT Advance	47,504	-
APON Recruitment Test-2018 & 2019	46,686	-
EC Meeting	10,837	-
FDR	2,015,000	180,000
Total Payments	14,839,562	10,752,666

Closing Balance:

Cash in Hand	79,424	46,314
Cash at Bank	1,798,506	954,553
	1,877,930	1,000,867
	16,717,492	11,753,532


 30-12-19


Executive Director

Executive Director & CEO
 APON Foundation

Date, Dhaka
 30-12-2019


 30-12-19
 Accounts Officer

As per our report of same date


 (Masih Muhith Haque & Co.)
 Chartered Accountants

ALOR POTHE NOBOJATRAY (APON) FOUNDATION

KA, 21/2a, Shajadpur, Gulshan

Dhaka-1212

Schedule of Property, Plant and Equipment

As at 30 June 2019

Categories of Assets	Cost				Rate of Depreciation	Accumulated Depreciation			Written Down Value as at 30 June 2019
	Opening Balance 01.07.18	Addition during the year	Disposal during the year	Closing Balance		Charged during the year	Adjustment during the year	Closing Balance	
Furniture & Fixture	72,030	33,088	-	105,118	20%	14,574	-	46,824	58,294
Desktop Computer	231,700	83,200	-	314,900	20%	42,106	-	146,475	168,425
Office Equipments	82,050	64,164	-	146,214	20%	44,463	-	64,813	81,401
Closing Balance 30.06.2019	385,780	180,452	-	566,232		77,030	-	258,112	308,121
Closing Balance 30.06.2018	366,190	19,590	-	385,780		51,175	-	181,081	204,698

ALOR POTHE NOBOJATRAY (APON) FOUNDATION

KA, 21/2a, Shajadpur, Gulshan

Dhaka-1212

Notes to the Financial Statements

For the year ended June 30, 2019

1.00 Background of the Foundation:

Alor pothe Nobojatray (APON) Foundation is non-profit, charitable organisation which has been registered with the registrar of joint stock companies and firms under the Society Acts 1860 vide reg. no. S-6923(111)/07 on 30 July 2007 & NGO Affairs Bureau vide reg. no.3027 with the aim of enlightening and improving the lives of economically and socially deprived members of the communities. Currently the APON foundation is running 2(two) 1)Transitional Shelter for Street Children (TSSC) 2)Food & Nutrition Support for Underprivileged Children (GFC) projects beside APON Education Projects, Vocational Training, Health & Hygiene, Disaster and Relief Program, Environment and Climate change, Research & Development and food & Nutrition support program.

The objectives of APON foundation are to improve the lives of deprived member of the community, to provide relief materials during the natural calamity, to provide basic education to child labourers, to create employment etc.

2.00 Mission of this Foundation:

Their mission is to meet the basic needs and secure the basic rights of underprivileged Children bringing about a favourable impact on their lives.

3.00 Vision of this Foundation:

Establishing a society where children are secured, healthy and educated.

4.00 Significant Accounting policies and other material information:

Basic of Accounting

The Financial Statements have been prepared under the historical cost convention and in accordance with generally accepted accounting practices in NGO sector in Bangladesh.

4.01 Donor Income

Donation income has been recognized on cash basis.

4.02 Property, plant and equipment:

a) Recognition of property, plant and equipment

There are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its operating condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

b) Depreciation of Property, Plant and equipment

The carrying amount of fixed assets on the balance sheet represents the cost less accumulated depreciation as on Balance sheet date, Depreciation has been charged on all fixed assets acquired that are put on use, at the rate of 20% using reducing Balance method for full year irrespective of date of acquisition.

4.03 Profit Income

This indicates income earned from FDR.

4.04 Reporting period

The financial statements covered last 12 months period from 01 July 2018 to 30 June 2019.

4.05 Comparative figures

The comparative information has been disclosed in respect of previous year. However, for all numerical information, the narrative and descriptive information is provided where it is relevant for understanding of the current year's financial statements.

	01.07.2018 to 30.06.2019	01.07.2017 to 30.06.2018
	BDT	BDT
5.00 Fixed Deposit at EXIM Bank: 2,000,000		
Opening Balance	1,950,234	1,330,000
Add: Addition during the year	2,015,000	180,000
Add: Profit Received	34,807	440,234
	<u>4,000,041</u>	<u>1,950,234</u>
Less: Adjustment during the year	2,000,041	-
Closing Balance	<u>2,000,000</u>	<u>1,950,234</u>
6.00 Loan Receivable : 0		
Opening Balance	-	32,000
Add: Advance/Prepaid disbursed	-	-
	<u>-</u>	<u>32,000</u>
Less: Advance Adjusted during the year	-	-
Less: Unrecoverable amount written off	-	32,000
Closing Balance	<u>-</u>	<u>-</u>
7.00 Advance, Deposit & Prepayments : 1,547,970		
Opening Balance	753,700.00	814,000
Add: Advance/Prepaid disbursed	1,291,770.00	380,000
	<u>2,045,470.00</u>	<u>1,194,000</u>
Less: Advance Adjusted during the year	497,500.00	66,300
Less: Unrecoverable amount written off	-	374,000
Closing Balance	<u>1,547,970.00</u>	<u>753,700</u>
8.00 Cash and Bank Balances: 1,877,930		
Cash in Hand	79,423.90	46,314
Cash at Bank	1,798,506.00	954,553
Total Cash & Bank Balances	<u>1,877,930.00</u>	<u>1,000,867</u>
Breakdown of Cash at Bank		
City Bank Ltd-6001	334,478.00	491,153
Trust Bank Ltd-4485	1,146,091.00	240,403
Exim Bank Ltd-4369	316,199.00	222,998
Union Bank Ltd-0635	1,737.50	-
Closing Balance	<u>1,798,506.00</u>	<u>954,553</u>
9.00 Accruals & Others Payable : 352,750		
Opening Balance	260,050	-
Add: During the Year	352,750	260,050
	<u>612,800</u>	<u>260,050</u>
Less: Adjustment during the year	260,050	-
Closing Balance	<u>352,750</u>	<u>260,050</u>

	01.07.2018 to 30.06.2019	01.07.2017 to 30.06.2018
	<u>BDT</u>	<u>BDT</u>
Breakdown of Accruals & Others Payable		
Audit Fees	50,000	40,250
Staff Salary & Honorarium	183,750	131,800
Teachers' Salary	119,000	88,000
	352,750	260,050
10.00 Withholding tax and VAT : 277,840		
Opening Balance	167,921	-
Withholding tax payable	44,539	63,072
Withholding VAT payable	65,380	104,849
	277,840	167,921
11.00 General Fund: 5,128,431		
Opening balance	3,462,505	3,931,311
Add: Excess of Income over Expenditure	1,665,926	(468,806)
Closing balance	5,128,431	3,462,505
12.00 Donation Income: 13,716,584		
Donation from APON Members & Well Wishers	3,714,705	2,355,434
SEL Charitable Trust	2,112,000	2,936,000
Mr. Elias Hossain	45,000	76,200
Global Fund for Children, USA	1,739,759	1,153,845
Donation for flood effected people	-	1,400,000
Manusher Jonno Foundation (MJF) SMYLE	998,700	-
Muslim Charity-UK	4,724,420	1,929,025
QA Welfare Trust	187,000	204,000
Lubnan Trade Consortium Ltd.	195,000	180,000
	13,716,584	10,234,504

ALOR POTHE NOBOJATRAY (APON) FOUNDATION
KA, 21/2a, Shajadpur, Gulshan
Dhaka-1212

Schedule of Advance
As at June 30, 2019.

Annexure - B

SL	Contacts	Name/ Person	Amount
1	1716400372	Alam Mia, Rayer Bazar	341,000
2	1939293851	Dipu, Shahjadpur	105,000
3	1761631662	Md. Saiful Islam, PO, APON	8,000
3	1711054701	Md. Aftabuzaman, ED, APON	217,270
4	1772667080	Md. Fazlul Karim, TSSC Project	30,000
5	1534508931	TSSC Project, Kawla	50,000
6	1711486559	SAMPRETI Project, MJF	574,000
7	1734639205	Md. Momin Udden, PO, APON	10,000
8	1912451484	Md. Najmul Islam, AO, APON	20,000
9	1761631662	Dil Afrose, Rayer Bazar	13,500
10	1713244837	Mr. Asadullah, Effort Bangladesh	40,000
11	1718344877	Mr. Saiful Islam, VC, APON	25,000
12	1711269535	Mr. Azharul Islam, Initiative BD	50,000
13	1966106020	Hoseara, TSSC Project	10,000
14	1706156036	Imam Hossain	3,000
15	1921210330	Samir Hossen, Uttara 10 no. Sector	3,200
16	1959550944	Juwel, Kawran Bazar	4,000
17	1845471535	Sahabuddin, APON Child Care, Cox's Bazar	4,000
18	1971054701	Ruhul Amin, Dhaka	10,000
19	1611487301	Home Town, Savar	35,000
		Total	1,547,970