

*Independent Auditor's Report alongwith
Audited Financial Statements
Of
Alor Pothe Nobojatray (APON) Foundation
KA, 21/2A, Shajadpur, Gulshan
Dhaka-1212
For the year ended June 30, 2020*

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, 2020 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 organization as at 30th June, 2020, 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 management 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: November 30, 2020
Place: Dhaka


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, 2020

	Notes	30.06.2020	30.06.2019
		BDT	BDT
Assets			
Non-Current Asset			
Property, plant and equipment (Annexure-A)		260,021	308,121
		260,021	308,121
Current Assets			
Investment in FDR	5.00	1,500,000	2,000,000
Advance, Deposit & Prepayments	6.00	724,570	1,547,970
Advance Income Tax	7.00	17,500	47,504
Cash and Bank Balance	8.00	634,649	1,877,930
		2,876,719	5,473,404
Current Liabilities			
Accrual and Other Payable	9.00	223,250	352,750
Withholding tax and VAT	10.00	54,996	277,840
Provision for Income Tax		22,504	22,504
Total Current Liabilities		300,750	653,094
Net Current Asset		2,575,969	4,820,310
Net Asset		2,835,990	5,128,431
Represented by:			
General Fund	11.00	2,835,990	5,128,431
		2,835,990	5,128,431



Executive Director



Accounts Officer

Masih Muhith Haque & Co.
 (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, 2020

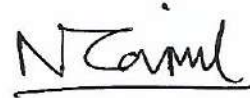
	Notes	2019-2020	2018-2019
		BDT	BDT
A. INCOME			
Donation Income	12.00	7,480,991	13,716,584
Profit Income		175,000	34,807
		7,655,991	13,751,391
B. EXPENDITURE			
Project Cost:		6,035,185	8,413,111
Educational Materials		125,534	218,928
Food & Nutrition Support		98,885	394,719
Women Development Program		-	-
Teachers Salary		1,029,600	1,266,000
Schools Centre Rent		285,928	403,277
National & International Days Celebration		66,657	165,076
Family & Student Support Program		43,565	128,800
Medical Expenses		-	960
Project Travel & Conveyance		71,217	103,677
Clothes Distribution		15,340	12,740
Qurbani Program, 2019		130,990	-
Training & Workshop		7,420	148,275
Professional Fees		-	-
Transitional Shelter for Street Children (TSSC)		2,592,018	3,350,341
APON Computer Center for Vulnerable Youth		93,500	200,755
Meat Distribution Program		-	226,730
APON Child care Centre for Rohingya Children		150,590	203,060
Hygiene Kits Distribution		7,695	44,052
APON Brochure & Bulletin		8,440	27,820
APON Family Picnic & Study tour 2018		-	13,895
Project Admin Cost		16,600	81,800
Ifter Party Program 2018		-	-
APON Sewing Distribution & Training Centre		133,000	167,090
Education Program (Admission, Registration, Award)		33,825	65,350
Foreign Visit of APON Executives		11,110	109,468
Child Rights Situation Analysis Study (CRSA)		-	41,013
APON AGM Program-2018		-	40,585
Zakat Family Support		21,078	-
Shabolombi Project at Kurigram		169,751	-
COVID-19 Victims Support Program		252,205	-
APON School at Rayer Bazar		309,646	-
SMYLE Project (SAMPREETI)		-	998,700
Disable Support Program		101,400	-
Flood Program at Kurigram		259,191	-

Notes

	2019-2020	2018-2019
	BDT	BDT
Overhead Cost:	2,871,547	3,672,354
Executives Honorarium & Staff Salary	2,120,716	2,381,704
Office Rent & Service Charge	233,549	329,748
Staff's Travel & Conveyance	35,906	49,959
Printing, Postage & Stationery	39,472	79,690
Newspaper & Journal	5,241	18,597
Registration and Renewal	12,000	-
Mobile, Telephone & Internet	51,900	69,769
Entertainment	26,331	38,880
Unrecoverable advance written off	-	-
Repair & Maintenance	22,740	75,959
Bank Charge	16,877	21,236
Depreciation	65,005	77,030
Government Fees & Joint Stock	15,000	49,500
Fund Raising	37,948	62,722
Audit Fees	105,250	97,250
E-mail Service & Software & HR Policy & PPP	45,570	205,680
Income Tax Expense	17,500	3,481
Advertisement & BD jobs Circulars Expense	-	52,625
APON Recruitment Test-2019 & 2020	7,009	46,686
EC Meeting	13,533	10,837
Miscellaneous	-	1,000
Total Expenditure	8,906,732	12,085,465
C Excess of Expenditure Over Income	(1,250,741)	1,665,926
	7,655,991	13,751,391



Executive Director



Accounts Officer

Masih Muhith Haque & Co.
 (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, 2020

Notes	2019-2020	2018-2019
	BDT	BDT
Receipts		
Opening Balance:		
Cash in Hand	79,424	46,314
Cash at Bank	1,798,506	954,553
	1,877,930	1,000,867
Donation Received:		
Donation from APON member & Well Wishers	2,801,984	3,714,705
SEL Charitable Trust	1,075,000	2,112,000
Mr. Ellias Hossain (Interestoff)	60,000	45,000
Global Fund for children, USA	119,629	1,739,759
Donation for flood effected people	-	-
Manusher Jonno Foundation (MJF) SMYLE	573,211	998,700
Muslim Charity-UK	2,512,167	4,724,420
QA Welfare Trust	204,000	187,000
Lubnan Trade Consortium Ltd.	135,000	195,000
	7,480,991	13,716,584
Encashment of FDR	2,157,500	2,000,041
Total Receipt	11,516,421	16,717,492
Payments		
Educational Materials	129,181	214,635
Food & Nutritions Support	98,885	394,719
APON Sewing Distribution & Training Centre	133,000	167,090
Executives Honorarium & Staff Salary	2,121,466	2,310,754
Teachers Salary	1,145,600	1,234,000
Office Rent & Service Charge	220,950	237,290
Schools Centre Rent	369,600	294,550
National & International Days Celebration	66,657	165,076
Family & Student Support Program	43,565	128,800
Medical Expenses	-	960
Project Travel & Conveyance	71,217	103,677
Staff's Travel & Conveyance	30,921	49,959
Clothes Distribution	15,340	12,740
Printing, Postage & Stationery	44,651	74,477
Newspaper & Journal	5,241	18,597
Registration and Renewal	113,026	-
Mobile, Telephone & Internet	51,900	69,769
Entertainment	26,241	38,880
Government Fees/Joint Stock/NGO Registration Fees	15,000	49,500
Training & Workshop	7,000	138,575

Notes	2019-2020	2018-2019
	BDT	BDT
Repair & Maintenance	27,925	70,990
Furniture & Office Equipments	15,800	171,264
Fund Raising	37,948	62,722
Qurbani Program, 2019	130,990	226,730
Transitional Shelter for Street Children (TSSC)	2,592,018	3,289,170
Zakat Family Support	21,078	-
Shabolombi Project at Kurigram	169,751	-
Flood Affected People at Kurigram	259,191	-
COVID-19 Victims Support Program	252,205	-
APON School at Rayer Bazar	309,646	-
Audit Fees	115,000	87,500
APON Computer Training Centre for Vulnerable youth	93,500	200,755
APON Child care Centre for Rohingya Children	150,590	203,060
Miscellaneous	5,340	1,000
Advance Payment	213,300	1,003,570
Bank Charge	16,877	21,236
Advertisement & BD jobs Circulars Expense	-	52,625
Hygiene Kits Distribution	7,695	44,052
APON Brochure & Bulletin	25,000	26,000
Disable Support Program	101,400	-
APON Family Picnic & Study tour 2018	-	13,895
Project Admin Cost	16,600	81,800
E-mail Service & Software & HR Policy & PPP	45,000	204,000
Education Program (Admission, Registration, Award)	33,825	65,350
Foreign Visit of APON Executives	11,110	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-2019 & 2020	7,009	46,686
EC Meeting	13,533	10,837
FDR	1,500,000	2,015,000
Total Payments	10,881,772	14,839,562

Closing Balance:

Cash in Hand	80,497	79,424
Cash at Bank	554,152	1,798,506
Total	634,649	1,877,930
	11,516,421	16,717,492



Executive Director



Accounts Officer

Masih Muhith Haque & Co
 (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 2020

Categories of Assets	Cost				Rate of Depreciation	Accumulated Depreciation				Written Down Value as at 30 June 2020
	Opening Balance 01.07.19	Addition during the year	Disposal during the year	Closing Balance 30.06.2020		Opening Balance 01.07.19	Charged during the year	Adjustment during the year	Closing Balance 30.06.2020	
Furniture & Fixture	105,118	-	-	105,118	20%	46,824	11,659	-	58,483	46,636
Computer & Equipments	314,900	6,206	-	321,106	20%	146,475	34,926	-	181,401	139,705
Office Equipments	146,214	10,700	-	156,914	20%	64,813	18,420	-	83,233	73,681
Closing Balance 30.06.2020	566,232	16,906	-	583,138		258,112	65,005	-	323,117	260,021
Closing Balance 30.06.2019	385,780	180,452	-	566,232		181,081	77,030	-	258,112	308,121

ALOR POTHE NOBOJATRAY (APON) FOUNDATION

KA, 21/2a, Shajadpur, Gulshan

Dhaka-1212

(Registered with NGOAB bearing reg. no. 3027 dated 09.06.2016)

Notes to the Financial Statements

For the year ended June 30, 2020

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) projects-1)Transitional Shelter for Street Children (TSSC) 2)Food & Nutrition Support for Underprivileged Children (GFC) projects besides 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. Income is recognized on cash basis.

4.04 Reporting period

The financial statements covered last 12 months period from 01 July 2019 to 30 June 2020.

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.

	30.06.2020	30.06.2019
	<u>BDT</u>	<u>BDT</u>
5.00 Investment in FDR: Tk. 1,500,000		
Opening Balance	2,000,000	1,950,234
Add: Addition during the year	1,500,000	2,015,000
Add: Profit Received	175,000	34,807
	<u>3,675,000</u>	<u>4,000,041</u>
Less: Adjustment during the year	2,175,000	2,000,041
Closing Balance	<u><u>1,500,000</u></u>	<u><u>2,000,000</u></u>
6.00 Advance, Deposit & Prepayments : Tk. 724,570		
Opening Balance	1,547,970	753,700
Add: Advance Addition during the year	6.01 213,300	1,291,770
	<u>1,761,270</u>	<u>2,045,470</u>
Less: Advance Adjusted during the year	6.02 1,036,700	497,500
Closing Balance	<u><u>724,570</u></u>	<u><u>1,547,970</u></u>
6.01 Advance Addition During the Year : Tk. 213,300		
Alam Mia, Rayer Bazar	200,000	-
Narayangonj, Shoha	3,300	-
Helal, Uttara 8 no. Sector	6,000	-
Mr. Goni, Kawran Bazar	4,000	-
	<u>213,300</u>	<u>-</u>
6.02 Advance Adjusted During the Year : Tk. 1,041,700		
Alam Mia, Rayer Bazar	55,000	-
Office Rent (Dipu)	55,000	-
Program Officer, Momin, APON	10,000	-
Executive Director, APON	127,000	-
Program Officer, Saiful, APON	8,000	-
Hosneara, TSSC Project	10,000	-
Dil Afrose, Rayerbazar	13,500	-
Imam Hossen, Teacher, APON	3,000	-
SAMPRETI Project, MJF	574,000	-
Samir Hossen, Uttara 10 no. Sector	3,200	-
Home Town	20,000	-
APON School at RayerBazar	80,000	-
Fazlul Karim	30,000	-
Najmul (Accounts Officer)	10,000	-
Mr. Azaharul Islam	25,000	-
APON Child Care, Cox's Bazar	4,000	-
Helal, Uttara 8 no. Sector	6,000	-
Juwel, Kawran Bazar	8,000	-
	<u>1,041,700</u>	<u>-</u>
7.00 Advance Income Tax : Tk. 17,500		
AIT of Profit on FDR	17,500	47,504
	<u>17,500</u>	<u>47,504</u>
8.00 Cash and Bank Balances: Tk. 634,649		
Cash in Hand	80,497	79,424
Cash at Bank	8.01 554,152	1,798,506
Total Cash & Bank Balances	<u><u>634,649</u></u>	<u><u>1,877,930</u></u>

	30.06.2020	30.06.2019
	<u>BDT</u>	<u>BDT</u>
8.01 Breakdown of Cash at Bank : Tk. 554,152		
City Bank Ltd-6001	312,219	334,478
Trust Bank Ltd-4485	210,654	1,146,091
Exim Bank Ltd-4369	31,279	316,199
Union Bank Ltd-0635	-	1,738
Closing Balance	<u>554,152</u>	<u>1,798,506</u>
9.00 Accruals & Others Payable : Tk. 223,250		
Opening Balance	352,750	260,050
Add: Addition During the Year	223,250	352,750
	<u>576,000</u>	<u>612,800</u>
Less: Adjustment during the year	352,750	260,050
Closing Balance	<u>223,250</u>	<u>352,750</u>
Breakdown of Accruals & Others Payable		
Audit Fees	40,250	50,000
Staff Salary & Honorarium	183,000	183,750
Teachers' Salary	-	119,000
	<u>223,250</u>	<u>352,750</u>
10.00 Withholding tax and VAT : Tk. 54,995		
Opening Balance	277,840	167,921
Withholding Tax Addition	13,584	44,539
Withholding VAT Addition	41,411	65,380
	<u>332,836</u>	<u>277,840</u>
Withholding Tax Adjustment	103,263	-
Withholding VAT Adjustment	174,578	-
	<u>54,995</u>	<u>-</u>
11.00 General Fund: Tk. 3,877,690		
Opening balance	5,128,431	3,462,505
Add: Excess of Income over Expenditure	(1,250,741)	1,665,926
Closing balance	<u>3,877,690</u>	<u>5,128,431</u>
	2019-2020	2018-2019
	<u>BDT</u>	<u>BDT</u>
12.00 Donation Income: Tk. 7,480,991		
Donation from APON Members & Well Wishers	2,801,984	3,714,705
SEL Charitable Trust	1,075,000	2,112,000
Mr. Elias Hossain	60,000	45,000
Global Fund for Children, USA	119,629	1,739,759
Manusher Jonno Foundation (MJF) SMYLE	573,211	998,700
Muslim Charity-UK	2,512,167	4,724,420
QA Welfare Trust	204,000	187,000
Lubnan Trade Consortium Ltd.	135,000	195,000
	<u>7,480,991</u>	<u>13,716,584</u>

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

Schedule of Advance
As at June 30, 2020

Annexure - B

SL	Name/ Person	30.06.2020	30.06.2019
1	Alam Mia, Rayer Bazar	406,000	341,000
2	Dipu, Shahjadpur	50,000	105,000
3	Md. Saiful Islam, PO, APON	-	8,000
3	Md. Aftabuzaman, ED, APON	90,270	217,270
4	Md. Fazlul Karim, TSSC Project	-	30,000
5	TSSC Project, Kawla	50,000	50,000
6	SAMPRETI Project, MJF	-	574,000
7	Md. Momin Udden, PO, APON	-	10,000
8	Md. Najmul Islam, AO, APON	10,000	20,000
9	Dil Afrose, Rayer Bazar	-	13,500
10	Mr. Asadullah, Effort Bangladesh	40,000	40,000
11	Mr. Saiful Islam, VC, APON	25,000	25,000
12	Mr. Azharul Islam, Initiative BD	25,000	50,000
13	Hosneara, TSSC Project	-	10,000
14	Imam Hossain, Teacher, APON	-	3,000
15	Samir Hossen, Uttara 10 no. Sector	-	3,200
16	Juwel, Kawran Bazar	-	4,000
17	Sahabuddin, APON Child Care, Cox's Bazar	-	4,000
18	Ruhul Amin, Dhaka	10,000	10,000
19	Home Town, Savar	15,000	35,000
20	Narayangonj, Shoha	3,300	
	Total	724,570	1,547,970