

Independent Auditors' Report To the Members of Governing Board of HYSAWA

Opinion

We have audited the accompanying financial statements of **HYSAWA** which comprise the statement of financial position as at 30 June 2024, and the statement of comprehensive income, statement of changes in fund and statement of cash flows, statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **HYSAWA** as at 30 June 2024, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and other applicable laws and regulations.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in jurisdictions, and we have fulfilled our other ethical responsibilities in accordance with these requirements and with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

We draw attention to note 3.1 of notes to the financial statements, where management has described in respect of the revaluation of the property, plant and equipment, which is under process. Our opinion is not modified in respect of the matter.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994 and other applicable laws and regulations 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 company'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 company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company'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:

- 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management but not for the purpose expressing an opinion on the effectiveness of the company's internal control.
- 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 company'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 company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the company's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate 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.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, we also report the following:

- 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 accounts as required by law have been kept by company so far as it appeared from our examination of these books; and
- c) the statements of financial position and statements of comprehensive income dealt with by the report are in agreement with the books of accounts and returns.

Place, Dhaka;

Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Firm's Registration No.: 11970 E.P.
Signed by: Faruk Ahmed FCA
Partner
Enrollment No.: 1591
DVC:

HYSAWA
Statement of Financial Position
As at 30 June, 2024

Particulars	Note	Amount in Taka	
		30.06.2024	30.06.2023
Assets			
Non-current Assets			
Long-term Investment in Fixed Deposit Receipts (FDR)	4	63,232,440	63,232,440
Total Non-current Assets		63,232,440	63,232,440
Current Assets			
Advances, Deposit and Prepayments	5	1,188,774	491,474
Advance Income Tax	22	995,988	545,988
Cash & Cash Equivalents	6	34,307,911	12,511,676
Receivable	19	7,381,834	-
Short-term Investment in Fixed Deposit Receipts (FDRs)	4	106,865,824	106,357,036
Total Current Assets		150,740,331	119,906,173
Current Liabilities			
Provision for Expenses	7	297,026	310,503
Income Tax Provision	23	4,335,394	545,988
Performance Security	21	6,378,744	-
Payable to General Fund	20	2,429,455	-
Total Current Liabilities		13,440,619	856,491
Net Current Assets		137,299,712	119,049,682
Net Assets		200,532,152	182,282,122
Represented by:			
Due to Donor	8	68,631,565	55,305,965
HYSAWA General Fund	9	102,713,265	99,367,808
Operation & Maintenance Fund	11	29,187,323	27,608,350
Total Fund and Liabilities		200,532,152	182,282,122
		-	-

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

Director Finance

Managing Director

Chairman

Signed in terms of our separate report of even date.

Dated:

Place: Dhaka

Khan Wahab Shafique Rahman & Co.

Chartered Accountants

Signed by: Faruk Ahmed FCA
Partner

Enrolment No.: 1591

Firm's Registration No.: 11970 E.P.

DVC:

HYSAWA
Statement of Comprehensive Income
For the year ended 30 June, 2024

Particulars	Note	Amount in Taka			
		General Fund	Projects Fund	2023-2024	2022-2023
INCOME					
Grants from Donor	8.1	-	166,636,789	166,636,789	19,526,560
Operation & Maintenance Fund Income	11.1	-	4,299	4,299	1,913,679
Interest on Bank account and FDR	16	7,006,117	6,514,801	13,520,918	6,098,677
Overhead from Projects	17	16,305,919	-	16,305,919	7,402,382
Others income	18	1,636,324	382	1,636,706	168,862
Total Income		24,948,360	173,156,271	198,104,631	35,110,161
EXPENDITURE					
Grants to Union Parishad	12	-	-	-	9,756,715
Personnel Cost	10,13	12,330,743	42,422,618	54,753,361	36,237,827
Program Activities Cost	14	-	95,243,557	95,243,557	6,214,115
Program Support Cost	15	5,482,754	22,160,197	27,642,951	21,597,311
Purchase of Fixed Assets		-	-	-	-
Total Expenditure		17,813,497	159,826,372	177,639,869	73,805,968
Operation & Maintenance Fund Expense	11.1	-	4,299	4,299	1,913,679
Excess of expenditures over income before tax		7,134,863	13,325,600	20,460,463	(40,609,487)
Current Tax	24	3,789,406	-	3,789,406	545,988
Excess of income over expenditure after tax		3,345,457	-	16,671,057	(41,155,475)
		24,948,360	173,156,271	198,104,631	35,110,161

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.

Director Finance

Managing Director

Chairman

Signed in terms of our separate report of even date.

Dated:
Place: Dhaka

Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
Partner
Enrolment No.: 1591
Firm's Registration No.: 11970 E.P.
DVC:

HYSAWA
Statement of Cash Flows
For the year ended 30 June, 2024

Particulars	Amount in Taka				
	General Fund	O & M Fund	Projects Fund	2023-2024	2022-2023
a) Cash Flows from Operating Activities					
Excess of income over expenditure after tax	3,345,457	(4,299)	(159,826,372)	(156,485,214)	(62,489,699)
Changes in Working Capital (for General fund only)					
Increase in advance, deposit and pre-payments	(14,975,711)	-	13,828,411	(1,147,300)	449,105
Provision for expenses	(13,477)	-	-	(13,477)	54,960
Performance Security	6,378,744			6,378,744	
Tax Paid	3,789,406			3,789,406	
Other Income			382	382	
Payable to General Fund			2,429,455	2,429,455	
Receivable from Projects	(4,209,938)	-	-	(4,209,938)	-
Net Cash Flow used in Operating Activities	(5,685,519)	(4,299)	(143,568,124)	(149,257,942)	(61,985,634)
b) Cash Flows from Investing Activities					
Investment in Fixed Deposit Receipts (FDR)	(4,336,311)	(1,396,784)	(312,517)	(6,045,612)	(5,856,057)
Encashment of Fixed Deposit Receipts (FDR)	5,536,823	-	-	5,536,823	25,318,398
Net Cash Flow from /(used) in Investing Activities	1,200,512	(1,396,784)	(312,517)	(508,789)	19,462,341
c) Cash Flows from Financing Activities					
Fund received from donors	-	-	166,636,789	166,636,789	19,491,560
Bank interest received on FDRs & bank accounts	-	1,583,272	6,514,801	8,098,073	(129,841)
Refunded to donors		-	-	-	-
Receivable Received from Project					982,900
Receivable Bank Interest	(2,972,607)	(171,330)	(27,959)	(3,171,896)	
Payment for project expenditures	-	-		-	238,000
Net Cash Flow from/(used) in Financing Activities	(2,972,607)	1,411,942	173,123,631	171,562,966	20,582,619
Net Increase in Cash and Bank Balance (a+b+c)	(7,457,614)	10,859	29,242,990	21,796,235	(21,940,674)
Cash and Bank Balance at the Beginning of the Year	8,858,635	625,995	3,027,046	12,511,676	34,452,350
Cash and Bank Balance at the End of the Year	1,401,021	636,854	32,270,036	34,307,911	12,511,676

Director Finance

Managing Director

Chairman

HYSAWA
Statement of Receipts and Payments
For the year ended 30 June, 2024

Particulars	Notes	Amount in Taka				
		General Fund	O & M Fund	Projects Fund	2023-2024	2022-2023
RECEIPTS						
Opening Balance:						
Cash in Hand		17,793	-	-	17,793	32,398
Cash at Bank		8,840,842	625,995	3,027,046	12,493,883	34,419,952
		8,858,635	625,995	3,027,046	12,511,676	34,452,350
Fund Received from Donors	8.1	-		166,636,789	166,636,789	19,526,560
Community Contribution			-		-	(35,000)
Overhead Received from Projects	17	12,095,981	-	-	12,095,981	7,402,382
Encashment of Fixed Deposit Receipts (FDRs)	4	5,536,823		-	5,536,823	25,318,398
Bank Interest Received on FDRs and Bank Accounts	16	4,033,510	1,411,942	6,486,842	11,932,294	663,794
Re-imbursement Expenditure		-	-		-	-
Advance Received	5		-	13,828,411.00	13,828,411	4,978,579
Performance Security	21	6,378,744			6,378,744	982,900
Other received	18	1,636,324	-	382	1,636,706	168,862
Total Receipts		29,681,382	1,411,942	186,952,424	218,045,748	59,006,475
Total		38,540,017	2,037,937	189,979,470	230,557,424	93,458,825
PAYMENTS						
Grants to Union Parishad		-	-	-	-	9,756,715
Personnel Cost	13	12,330,743	-	42,422,618	54,753,361	36,237,827
Program Activity Cost	14	-	-	95,243,557	95,243,557	8,123,015
Program Support Cost	15	5,185,728	4,299	19,730,742	24,920,769	21,599,575
Payment against Accruals & Provisions	7	310,503	-	-	310,503	255,543
Purchased of Fixed Assets			-	-	-	-
Advance to staffs and others	5	14,975,711			14,975,711	222,474
Advance refund to GF		-	-	-	-	4,307,000
Investment in Fixed Deposit Receipts (FDR)	4	4,336,311	1,396,784	312,517	6,045,612	445,000
Refunded to Donors			-	-	-	-
Total Payments		37,138,996	1,401,083	157,709,434	196,249,513	80,947,149
Closing Balance:						
Cash in Hand	6	44,574	-	-	44,574	17,793
Cash at Bank		1,356,447	636,854	32,270,036	34,263,337	12,493,883
		1,401,021	636,854	32,270,036	34,307,911	12,511,676
Total		38,540,017	2,037,937	189,979,470	230,557,424	93,458,825

Director Finance

Managing Director

Chairman