

# **Independent Auditors' Report**

## **To the Members of Governing Board of HYSAWA**

### **Report on the audit of the financial statements**

#### **Opinion**

We have audited the financial statements of HYSAWA (the Organization) which comprise the statement of financial position as at 30 June 2025, and the statement of income and expenditure, statement of changes in fund, statement of cash flows and statement of receipts and payments 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 present fairly, in all material respects, the financial position of HYSAWA as at 30 June 2025, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

#### **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 Organization 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 Bangladesh, and we have fulfilled our other ethical responsibilities in accordance 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 Matter**

We draw attention to Note 3.9 to the financial statements, which describes the Organization's recognition of Property, Plant and Equipment (PPE) and related depreciation in the comparative figures, arising from a prior period error. In the previously audited financial statements for the year ended 30 June 2024, no such assets were recognized. Based on an independent fixed asset valuation report dated 30 June 2023, the Organization has corrected this error in accordance with IAS 8 by recognizing PPE and adjusting general fund. Our opinion is not modified in respect of this matter.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls**

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 Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization'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, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 Organization'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 Organization 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 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 account as required by law have been kept by Organization so far as it appeared from our examination of these books;
- c. the statements of financial position and statements of income and expenditure dealt with by the report are in agreement with the books of account and returns; and
- d. the expenditure incurred was for the purpose of the Organization's business.

Signed for and on behalf of  
**Aziz Halim Khair Choudhury**  
Chartered Accountants

23 October 2025  
Dhaka

**Golam Fazlul Kabir FCA**  
Partner  
ICAB Enrolment No. #1721  
DVC:

**HYSAWA**  
**Statement of Financial Position**  
**As at 30 June, 2025**

Particulars	Note	Amount in Taka		
		30.06.2025	30.06.2024	01.07.2023
			Restated	Restated
<b>Assets</b>				
<b>Non-current Assets</b>				
Property, Plant and Equipment	4	21,23,037	26,20,965	32,49,967
Long-term Investment in Fixed Deposit Receipts (FDR)	5	6,40,48,019	6,32,32,440	6,32,32,440
<b>Total Non-current Assets</b>		<b>6,61,71,056</b>	<b>6,58,53,405</b>	<b>6,64,82,407</b>
<b>Current Assets</b>				
Receivables	6	44,98,162	73,81,834	-
Short-term Investment in Fixed Deposit Receipts (FDRs)	7	11,18,33,826	10,68,65,824	10,63,57,036
Advance Income Tax	8	60,34,573	9,95,988	5,45,988
Advance, Deposit and Prepayments	9	5,76,934	11,88,774	4,91,474
Cash & Cash Equivalents	10	6,15,56,639	3,43,07,911	1,25,11,676
<b>Total Current Assets</b>		<b>18,45,00,133</b>	<b>15,07,40,332</b>	<b>11,99,06,174</b>
<b>Current Liabilities</b>				
Provision for Expenses	11	2,81,362	2,97,026	3,10,503
Income Tax Provision	12	74,49,286	43,35,394	5,45,988
Performance Security	13	58,18,649	63,78,744	-
Payables	14	13,427	24,29,455	-
<b>Total Current Liabilities</b>		<b>1,35,62,724</b>	<b>1,34,40,619</b>	<b>8,56,491</b>
Net Current Assets		17,09,37,410	13,72,99,713	11,90,49,683
<b>Net Assets</b>		<b>23,71,08,466</b>	<b>20,31,53,118</b>	<b>18,55,32,090</b>
<b>Represented by</b>				
Due to Donor	15	9,10,78,212	6,86,31,565	5,53,05,965
HYSAWA General Fund	16	11,47,96,630	10,53,34,230	10,26,17,775
Operation & Maintenance Fund	17	3,12,33,624	2,91,87,323	2,76,08,350
<b>Total Fund and Liabilities</b>		<b>23,71,08,466</b>	<b>20,31,53,118</b>	<b>18,55,32,090</b>

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

**Director Finance**

**Managing Director**

**Chairman**

As per our report of same date

Signed for & on behalf of  
**Aziz Halim Khair Choudhury**  
Chartered Accountants

**Dhaka**  
23 October 2025

**Golam Fazlul Kabir FCA**  
Partner  
ICAB Enrolment # 1721  
DVC:

**HYSAWA**  
**Statement of Income and Expenditure**  
**For the year ended 30 June 2025**

Particulars	Notes	Amount in Taka			
		General Fund	Project Funds	2024-2025	2023-2024
				Restated	Restated
INCOME					
Grants from Donor	15	87,84,207	23,67,05,766	24,54,89,973	16,66,36,789
Operation & Maintenance Fund Income	18	-	1,99,872	1,99,872	4,299
Interest on Bank Account and FDR	19	86,84,115	51,79,820	1,38,63,936	1,35,20,918
Overhead from Projects	20	1,66,08,097	-	1,66,08,097	1,63,05,919
Other Income	21	7,44,000	44	7,44,044	16,36,706
Total Income		3,48,20,419	24,20,85,502	27,69,05,921	19,81,04,631
EXPENDITURE					
Grants to Union Parishad	22	-	1,33,59,383	1,33,59,383	-
Personnel Cost	23	1,42,67,600	4,67,72,466	6,10,40,065	5,47,53,361
Travel and Field Monitoring	24	47,681	35,05,189	35,52,870	-
Capacity Development and Training	25	-	53,87,814	53,87,814	-
Program Activities Cost	26	4,33,201	12,53,98,929	12,58,32,130	9,52,43,557
Program Support Cost	27	50,73,025	39,80,550	90,53,576	2,76,42,951
Community Mobilization/Hygiene Activities	28	-	24,97,635	24,97,635	-
Depreciation	4	4,97,928	-	4,97,928	6,29,002
HYSAWA Overhead	29	-	1,85,37,016	1,85,37,016	-
Total Expenditure		2,03,19,435	21,94,38,984	23,97,58,418	17,82,68,871
Operation & Maintenance Fund Expense	18	-	1,99,872	1,99,872	4,299
Excess of Income over Expenditure before Tax		1,45,00,985	2,24,46,647	3,69,47,632	1,98,31,461
Current Tax	30	50,38,585	-	50,38,585	37,89,406
Excess of Income over Expenditure after Tax		94,62,400	-	3,19,09,047	1,60,42,055
		3,48,20,419	24,20,85,502	27,69,05,921	19,81,04,631

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

Director Finance

Managing Director

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As per our report of same date

Signed for & on behalf of  
**Aziz Halim Khair Choudhury**  
Chartered Accountants

Dhaka  
23 October 2025

**Golam Fazlul Kabir FCA**  
Partner  
ICAB Enrolment #1721  
DVC:



**HYSAWA**  
**Statement of Cash Flows**  
**For the year ended 30 June 2025**

Particulars	Amount in Taka				
	General Fund	O & M Fund	Project Funds	2024-2025	2023-2024
<b>a) Cash Flows from Operating Activities</b>					
Excess of income over expenditure after tax	99,60,328	(1,99,872)	(21,94,38,984)	(20,96,78,527)	(15,64,85,214)
				-	-
<b>Changes in Working Capital (for General fund only)</b>					
Increase in advance, deposit and pre-payments	39,45,441	(4,40,638)	(79,18,121)	(44,13,317)	(11,47,300)
Provision for expenses	(19,40,357)	-	-	(19,40,357)	(13,477)
Performance Security	(5,60,095)	-	-	(5,60,095)	63,78,744
Tax Paid	-	-	-	-	37,89,406
Other Income	-	-	44	44	382
Payable to General Fund	-	-	(24,29,455)	(24,29,455)	24,29,455
Receivable Overhead from Projects	-	-	-	-	(42,09,938)
<b>Net Cash Flow used in Operating Activities</b>	<b>1,14,05,318</b>	<b>(6,40,510)</b>	<b>(22,97,86,515)</b>	<b>(21,90,21,707)</b>	<b>(14,92,57,942)</b>
<b>b) Cash Flows from Investing Activities</b>					
Investment in Fixed Deposit Receipts (FDR)	(1,99,20,220)	(17,24,339)	(7,99,509)	(2,24,44,068)	(60,45,612)
Income Tax Provision	50,38,585	-	-	50,38,585	-
Encashment of Fixed Deposit Receipts (FDR)	1,52,80,715	13,79,773	-	1,66,60,488	55,36,823
<b>Net Cash Flow from / (used) in Investing Activities</b>	<b>3,99,079</b>	<b>(3,44,566)</b>	<b>(7,99,509)</b>	<b>(7,44,996)</b>	<b>(5,08,789)</b>
<b>c) Cash Flows from Financing Activities</b>					
Fund received from donors	-	-	23,67,05,766	23,67,05,766	16,66,36,789
Bank interest received on FDRs & bank accounts	-	22,46,173	51,79,820	74,25,993	80,98,073
Refunded to donors	-	-	-	-	-
Receivable Received Bank interest	65,54,370	1,71,330	27,959	67,53,659	(31,71,896)
Receivable FDR Interest	(36,03,260)	(1,93,664)	(73,063)	(38,69,987)	-
Payment for project expenditures	-	-	-	-	-
<b>Net Cash Flow from / (used) in Financing Activities</b>	<b>29,51,110</b>	<b>22,23,839</b>	<b>24,18,40,482</b>	<b>24,70,15,431</b>	<b>17,15,62,966</b>
<b>Net Increase in Cash and Bank Balance (a+b+c)</b>	<b>1,47,55,507</b>	<b>12,38,763</b>	<b>1,12,54,458</b>	<b>2,72,48,729</b>	<b>2,17,96,235</b>
Cash and Bank Balance at the Beginning of the Year	14,01,021	6,36,854	3,22,70,036	3,43,07,911	1,25,11,676
<b>Cash and Bank Balance at the End of the Year</b>	<b>1,61,56,528</b>	<b>18,75,617</b>	<b>4,35,24,494</b>	<b>6,15,56,639</b>	<b>3,43,07,911</b>

Dhaka

23 October 2025

Director Finance

Managing Director

Chairman

**HYSAWA**  
**Statement of Receipts and Payments**  
**For the year ended 30 June, 2025**

For the year ended 30 June, 2025						
Particulars	Notes	Amount in Taka				
		General Fund	O & M Fund	Projects Fund	2024-2025	2023-2024
RECEIPTS						
Opening Balance						
Cash in Hand	8	44,573	-	-	44,573	17,793
Cash at Bank	8.1	13,56,448	6,36,854	3,22,70,036	3,42,63,337	1,24,93,883
		14,01,021	6,36,854	3,22,70,036	3,43,07,911	1,25,11,676
Encashment of Fixed Deposit Receipts (FDRs)	4	1,52,80,715	13,79,773	-	1,66,60,488	55,36,823
Advance Received from GF	6	-	-	80,00,000	80,00,000	1,38,28,411
Advance Refund	6	1,51,00,000	-	5,59,289	1,56,59,289	-
Receivable FDR Interest Received	9	23,44,432	1,71,330	27,959	25,43,721	-
Receivable Overhead Received	9	42,09,938	-	-	42,09,938	-
Performance Security	13	-	-	-	-	63,78,744
Accounts Payable	14	13,427	-	-	13,427	-
Fund Received from Donors	15	87,84,207	-	23,67,05,766	24,54,89,973	16,66,36,789
Bank Interest Received on FDRs and Bank Accounts	19	50,80,855	20,52,509	51,20,184	1,22,53,549	1,19,32,294
Overhead Received from Projects	20	1,66,08,097	-	-	1,66,08,097	1,20,95,981
Other Received	21	7,44,000	-	44	7,44,044	16,36,706
Total Receipts		3,12,17,159	20,52,509	24,18,25,994	27,50,95,663	21,80,45,748
Total		3,26,18,181	26,89,363	27,40,96,030	30,94,03,574	23,05,57,424
PAYMENTS						
Grants to Union Parishad	22	-	-	1,33,59,383	1,33,59,383	-
Personnel Cost	23	1,42,67,600	-	4,67,72,466	6,10,40,065	5,47,53,361
Travel and Field Monitoring	24	47,681	-	35,05,189	35,52,870	-
Capacity Development, Training	25	-	-	53,87,814	53,87,814	-
Program Activity Cost	26	4,33,201	1,89,606	12,52,85,155	12,59,07,962	9,52,43,557
Program Support Cost	27	47,91,663	10,266	39,80,550	87,82,480	2,49,20,769
Community Mobilization/Hygiene Activities	28	-	-	24,97,635	24,97,635	-
HYSAWA Overhead	29	-	-	1,85,37,016	1,85,37,016	-
Payable, Accruals & Provisions	11	22,21,719	-	-	22,21,719	3,10,503
Performance Security Payment	13	5,60,095	-	-	5,60,095	-
Advance to Staffs	9.1	-	-	1,51,934	1,51,934	1,49,75,711
Account Receivable	9	-	-	13,427	13,427	-
Advance Tax	7	26,08,697	4,40,638	19,89,250	50,38,585	-
Advance to Project	6	85,59,289	-	1,44,50,000	2,30,09,289	-
Overhead Payable Paid to GF	14	-	-	24,29,455	24,29,455	-
Investment in Fixed Deposit Receipts (FDR)	4	1,99,20,220	17,24,339	7,99,509	2,24,44,068	60,45,612
Total Payments		5,34,10,164	23,64,849	23,91,58,784	29,49,33,797	19,62,49,513
Closing Balance						
Cash in Hand	6	30,497	-	-	30,497	44,574
Cash at Bank		1,61,26,031	18,75,617	4,35,24,494	6,15,26,142	3,42,63,337
		1,61,56,528	18,75,617	4,35,24,494	6,15,56,639	3,43,07,911
Total		6,95,66,692	42,40,466	28,26,83,278	35,64,90,436	23,05,57,424

**Dhaka**

23 October 2025

**Director Finance**

**Managing Director**

**Chairman**