

**PRIVATE & CONFIDENTIAL**

**PATHWAY**

House # 16/16, Block-F, Hazi Chinu Road,  
Mohammadpur, Dhaka-1207.

For the year ended 30<sup>th</sup> June, 2017



**A B S Chowdhury & Co.**  
**CHARTERED ACCOUNTANTS**

Dhaka

Mobile : 01922-015431

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**AUDITORS' REPORT**

We have audited the accompanying financial statements of **PATHWAY**, House # 16/16, Block-F, Hazi Chinu Road, Mohammadpur, Dhaka-1207, which comprise the Statement of Financial Position as at **30<sup>th</sup> June, 2017** and the Statement of Income & Expenditure and Statement of Receipts & Payments with notes for the year then ended and a summary of significant accounting policies and explanatory notes thereto.

**Management's responsibility for the financial statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), and for such internal control as management determines is necessary to enable the preparation of these financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditor's 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, the auditor considers 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 prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs), give a true and fair view of the state of the Organization's affairs as on **30<sup>th</sup> June, 2017** the results of its Statement of Income & Expenditure and Statement of Receipts & payment for the year then ended and comply with the applicable laws and regulations.

**We also report that:**

- i) 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;
- ii) Proper books of account as required by law have been kept by the Organization as it appeared from our examination of those books;
- iii) The Organization's Statement of Financial Position and Statement of Comprehensive Income dealt with by the report are in agreement with the books of accounts and
- iv) The expenditure incurred was for the purposes of the Organization's business.

Dated, Dhaka  
17<sup>th</sup> August, 2017

  
A B S Chowdhury & Co.  
Chartered Accountants



## PATHWAY

House # 16/16, Block-F, Hazi Chinu Road, Mohammadpur, Dhaka-1207.

### Statement of Financial Position (Balance Sheet)

As on 30th June, 2017

Properties & Assets	Notes	Project. 2016-2017	Micro Credit 2015-2016	Total
<b>Fixed Assets (WDV):</b>				
(As per Schedule)	01.00	32,156.00	27,541.00	59,697.00
Loan Outstanding (Principal)	02.00	-	4,251,989.00	4,251,989.00
<b>Current Assets :</b>				
Closing Cash & Bank Balance		10,769.00	24,507.00	35,276.00
<b>Total :</b>		<b>42,925.00</b>	<b>4,304,037.00</b>	<b>4,346,962.00</b>
<b>Fund &amp; Liabilities :</b>				
<b>Capital Fund</b>	04.00	42,925.00	1,275,268.00	1,318,193.00
<b>Savings</b>	03.00	-	3,028,769.00	3,028,769.00
<b>Total :</b>		<b>42,925.00</b>	<b>4,304,037.00</b>	<b>4,346,962.00</b>

  
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## PATHWAY

House # 16/16, Block-F, Hazi Chinu Road, Mohammadpur, Dhaka-1207.

### Statement of Income & Expenditure For the year ended 30th June 2017

Income :	Project. 2016-2017	Micro Credit 2015-2016	Total
Service Charge Received	-	979,530.00	979,530.00
Fine on Loan	-	4,251.00	4,251.00
Admission fee	-	1,050.00	1,050.00
Pass Book Sales	-	650.00	650.00
Loan form Sales	-	7,420.00	7,420.00
Fine on Savings	-	30.00	30.00
Bank Interest	-	412.00	412.00
Contribution of Executive Member	65,200.00	-	65,200.00
<b>Project Support:</b>			
HEED Bangladesh	225,000.00	-	225,000.00
Bangladesh Nazarene Mission	715,000.00	-	715,000.00
World Vision-Bangladesh	365,200.00	-	365,200.00
NGO Foundation	450,000.00	-	450,000.00
Henry USA	50,100.00	-	50,100.00
	1,870,500.00	993,343.00	2,863,843.00
<b>Total :</b>	<b>1,870,500.00</b>	<b>993,343.00</b>	<b>2,863,843.00</b>

Expenditure :			
Salary & Allowances	324,100.00	174,200.00	498,300.00
Printing & Stationary	8,120.00	80,350.00	88,470.00
Office Rent	120,000.00	262,300.00	382,300.00
Telephone & Mobile Bill	5,256.00	31,500.00	36,756.00
Bank Charge	350.00	575.00	925.00
Conveyances	9,254.00	9,650.00	18,904.00
Meeting & Entertainment	4,575.00	22,135.00	26,710.00
Audit Fees	6,000.00	9,000.00	15,000.00
Electricity Bill	-	16,320.00	16,320.00
<b>Program Expenses:</b>			
Pre-School Education Program	220,000.00	-	220,000.00
Health Program	410,000.00	-	410,000.00
Skill Development Training Program	95,300.00	-	95,300.00
Nature Conservation Program	41,350.00	-	41,350.00
Institution Building	5,020.00	-	5,020.00
Water Sanitation and Arsenic Mitigation Project	171,230.00	-	171,230.00
Good Governance & Advocacy Including	7,250.00	-	7,250.00
Human Rights to the Women and Children	54,120.00	-	54,120.00
Relief and Rehabilitation Program	85,630.00	-	85,630.00
Community Development, Early Childhood Dev. P	130,250.00	-	130,250.00
Sanitation & Training on Traders Project	30,150.00	-	30,150.00
VGD Project	140,000.00	-	140,000.00
Depreciation	-	4,860.00	4,860.00
	1,867,955.00	610,890.00	2,338,845.00
Excess of Income Over Expenditures	2,545.00	382,453.00	524,998.00
<b>Total :</b>	<b>1,870,500.00</b>	<b>993,343.00</b>	<b>2,863,843.00</b>



*AB Chowdhury*  
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## PATHWAY

House # 16/16, Block-F, Hazi Chinu Road, Mohammadpur, Dhaka-1207.

### Statement of Receipt & Payments

For the year ended 30th June 2017

Receipts :	Project. 2016-2017	Micro Credit 2015-2016	Total
<b>Opening Balance :</b>			
Cash & Bank Balance	8,224.00	401,894.00	410,118.00
Savings Collection (Share Collection)	-	50,100.00	50,100.00
Loan Realization	-	6,530,200.00	6,530,200.00
Service Charge Received	-	979,530.00	979,530.00
Fine on Loan	-	4,251.00	4,251.00
Admission fee	-	1,050.00	1,050.00
Pass Book Sales	-	650.00	650.00
Loan form Sales	-	7,420.00	7,420.00
Fine on Savings	-	30.00	30.00
Bank Interest	-	412.00	412.00
Contribution of Executive Member	65,200.00	-	65,200.00
<b>Project Support:</b>			
HEED Bangladesh	225,000.00	-	225,000.00
Bangladesh Nazarene Mission	715,000.00	-	715,000.00
World Vision-Bangladesh	365,200.00	-	365,200.00
NGO Foundation	450,000.00	-	450,000.00
Henry USA	50,100.00	-	50,100.00
	1,870,500.00	7,573,643.00	9,444,143.00
<b>Total Receipts :</b>	<b>1,878,724.00</b>	<b>7,975,537.00</b>	<b>9,854,261.00</b>

Payments :			
Loan Disbursement	-	6,915,000.00	6,915,000.00
Savings Refund (Final Settlement)	-	205,000.00	205,000.00
Savings Refund	-	225,000.00	225,000.00
Salary & Allowances	324,100.00	174,200.00	498,300.00
Printing & Stationary	8,120.00	80,350.00	88,470.00
Office Rent	120,000.00	262,300.00	382,300.00
Telephone & Mobile Bill	5,256.00	31,500.00	36,756.00
Bank Charge	350.00	575.00	925.00
Conveyances	9,254.00	9,650.00	18,904.00
Meeting & Entertainment	4,575.00	22,135.00	26,710.00
Audit Fees	6,000.00	9,000.00	15,000.00
Electricity Bill	-	16,320.00	16,320.00
Savings Interest	-	-	-
<b>Program Expenses:</b>			
Pre-School Education Program	220,000.00	-	220,000.00
Health Program	410,000.00	-	410,000.00
Skill Development Training Program	95,300.00	-	95,300.00
Nature Conservation Program	41,350.00	-	41,350.00
Institution Building	5,020.00	-	5,020.00
Water Sanitation and Arsenic Mitigation Project	171,230.00	-	171,230.00
Good Governance & Advocacy Including	7,250.00	-	7,250.00
Human Rights to the Women and Children	54,120.00	-	54,120.00
Relif and Rehabilitation Program	85,630.00	-	85,630.00
Community Development, Early Childhood Dev. Health	130,250.00	-	130,250.00
Sanitation & Training on Traders Project	30,150.00	-	30,150.00
VGD Project	140,000.00	-	140,000.00
	1,867,955.00	7,951,030.00	9,818,985.00
<b>Closing Balance :</b>			
Cash & Bank Balance	10,769.00	24,507.00	35,276.00
<b>Total Payments :</b>	<b>1,878,724.00</b>	<b>7,975,537.00</b>	<b>9,854,261.00</b>



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### Scope of the Audit:

- A) We confirm that our examination was made in accordance with generally accepted auditing standard and according included such test of the accounting records and such other auditing procedures as were considered necessary in the circumstances.
- B) The books of accounts have been maintained on a cash basis. The scope of our audit was restricted to the checking of cash transactions and verification of balance arises out of cash transaction only.

### Internal Control:

We have studied the existing internal control system introduced by the organization and observed that there is sound internal control in almost all areas of recording transaction.

### Background of the Organization:

**PATHWAY** came into being in 1992 after a lonia cherished desire and dream of few dedicated staff members of Pathway. During its past involvement. assisted about 4900 people in various ways such as Child Education, Health Care Services to the Children and their families. Formation of Savings and Credit Group, Education of adolescent girls, Income generation activities and social and spiritual development of children and their families.

**PATHWAY** is a Non-Government, Non-profitable. Non-political, Humanitarian Development agency working on Education, Women empowerment, Health Care. .Agriculture. Income Generation, Gender aspect, Training, Nature Conservation program VGD Program and Emergency Relief and Rehabilitation program.

### Legal Status of the Organization:

**PATHWAY** is registered with Department of Social Welfare, Govt. of People's Republic of Bangladesh vide registration No. **DHA-02851** dated **21.12.1992** and registered with Registered of Joint Stock Companies and Firms Registration No. **S-1496 (56)-92**, Dated: **15/09/1992** and also registered with NGO Affairs Bureau Registration No. **778** Dated: **28/11/1993** and it is also close relationship with some donor and similar minded organization like Bangladesh Nazarene Mission, Community Health Care Project, Bangladesh Auxiliary Services for Social Advancement, World-Vision Dhaka Shishu, HEED-Bangladesh.

### Mission and Objectives of the Organization:

**PATHWAY** mission is to offer opportunity to the oppressed, isolated, widow and poorest of the poor people in the community context in order to release their hidden potentiality and thus become valuable and contributing members of the society.

- Offer opportunity to the children in the family setting to have better education.
- Implementation of PHC Programs in cooperation with the community and the government.
- Take special care of patients suffering from leprosy and other vulnerable diseases.
- Create community structures through formation savings and credit societies.
- Impart skill development training that led to business development.
- Build awareness of the people against the unjust social structures and behaviors.
- Take special care of the need of minor children and women in the society.
- Development program that ensures environmental sanitation.



## PATHWAY

House # 16/16, Block-F, Hazi Chinu Road, Mohammadpur, Dhaka-1207.

### Notes to the Accounts For the year ended 30th June 2017

Notes	Particulars	Amount (Tk.)	Amount (Tk.)
<b>01.00 Fixed Assets:</b>			
	Furniture, Fixtures & Mobile Set:		
	Balance B/F	32,401.00	
	Add: Purchases	-	
		32,401.00	
	Less: Depreciation	4,860.00	
			<b>27,541.00</b>
<b>02.00 Loan Outstanding (Principal)</b>			
	Balance B/F	3,867,189.00	
	Add: Disbursement During the year	6,915,000.00	
		10,782,189.00	
	Less: Loan Realization during the year	6,530,200.00	
			<b>4,251,989.00</b>
<b>03.00 Savings:</b>			
	Balance B/F	3,408,669.00	
	Add: Collection During the year	50,100.00	
		3,458,769.00	
	Less: Refund during the year	430,000.00	
			<b>3,028,769.00</b>
<b>04.00 Capital Fund:</b>			
<b>04.01 Capital Fund (Micro Credit)</b>			
	Balance B/F	892,815.00	
	Add: Excess of Income Ove Expenditure	382,453.00	
			<b>1,275,268.00</b>
<b>04.02 Capital Fund (Project)</b>			
	Balance B/F	40,380.00	
	Add: Excess of Income Ove Expenditure	2,545.00	
			<b>42,925.00</b>

