

✓

**Coastal Association for Social Transformation
(COAST) Trust**

**Auditor's Report and Financial Statements
for the year ended 30 June 2009**

 **S. F. AHMED & CO.**

Chartered Accountants

(Representative of ERNST & YOUNG GLOBAL in Bangladesh since 1975)

Address:

House # 25, Road # 13A Block-D
Banani, Dhaka-1213
Bangladesh.

Contacts:

Phones : (880-2) 9894026, 8815102 &
Faxes : 9894346
E-mails : (880-2) 8825135 & 8814713
sfali@connectbd.com
sfacoali@btcl.net.bd
sfaco@dhaka.net

**Auditor's Report
To the Trustee of
COASTAL ASSOCIATION FOR SOCIAL TRANSFORMATION (COAST) TRUST**

We have audited the annexed consolidated Balance Sheet of COAST Operation & Revolving Credit Fund, Post Cyclone Rehabilitation Project (PCRP), COAST Income Generating Activities (IGA) & Coastal Renewable Energy Project (CREP) and COAST Donor Program of Coastal Association For Social Transformation (COAST) Trust as of 30 June 2009 with the related Income Statement and Receipts and Payments Statement for the period then ended together with the notes 1 to 30 and annexure 01.1 to 05.5. The preparation of these financial statements are the responsibility of the COAST management. Our responsibility is to express an independent opinion on these financial statements based on our audit.

We conducted our audit in accordance with Bangladesh Standard on Auditing (BSA). Those standards required that we plan and perform the audit to obtain reasonable assurance about whether these financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the accompanying financial statements prepared in accordance with Bangladesh Accounting Standards (BAS), give a true and fair view of the state of the COAST Trust's affairs as of 30 June 2009 and of the results of its operations as well as comply with applicable laws and regulations and we also report the annexed financial statements are in agreement with the books of accounts and records of the COAST Trust.

Dated, Dhaka;
12 October 2009

S. F. Ahmed & Co.
S. F. Ahmed & Co.
Chartered Accountants

Coastal Association for Social Transformation (COAST) Trust

Consolidated Balance Sheet

As at 30 June 2009

Particulars	Notes	Amount in Taka						
		Central Office	Micro Finance	Post Cyclone Rehabilitation Project (PCR)	COAST IGA & CREP Project	COAST Donor Program	01 July 2008 to 30 June 2009	01 January 2008 to 30 June 2008
Non Current Assets								
Tangible fixed assets	3.0	(8,187,643	10,686,657	-	1,550,196	2,975,198	23,399,694	14,232,460
Investment	4.0	29,910,228	32,349,411	-	2,173,844	-	64,433,483	36,664,131
Current Assets								
Cash & Cash Equivalent	5.0	7,525,545	42,075,680	29,247	3,559,557	4,089,439	57,279,468	46,045,400
Loan Portfolio	6.0	-	344,815,107	-	-	-	344,815,107	302,189,716
Inventories	7.0	-	3,140	-	6,569,990	-	6,573,130	6,194,777
Loan and Advance	8.0	302,134	2,592,275	-	476,058	61,299	3,431,766	4,361,098
Receivables	9.0	274,558,360	355,212	4,242,736	41,447,962	1,087,396	321,691,666	244,310,092
Total Assets		320,483,910	432,877,482	4,271,983	55,777,607	8,213,332	821,624,314	653,997,674
Fund and Liabilities								
Capital fund	10.0	(5,151,609)	33,739,827	4,271,983	482,004	-	33,342,205	33,465,519
Reserve fund	11.0	18,856,938	9,397,351	-	2,666,747	-	30,921,036	26,701,987
Unutilized Donor fund	12.0	-	-	-	-	3,729,465	3,729,465	10,239,469
Fixed Assets Acquisition Fund	13.0	-	-	-	193,681	2,975,198	3,168,879	3,075,913
Long term Liabilities								
Payable to PKSf	14.0	216,016,669	-	-	-	-	216,016,669	163,840,002
Payable to SF	15.0	61,625,000	-	-	-	-	61,625,000	43,812,500
Payable to Mother Loan PKSf	16.0	-	206,967,371	-	-	-	206,967,371	158,886,713
Payable to Mother Loan SF	17.0	-	61,324,998	-	-	-	61,324,998	43,707,500
Payable to IDCOL	18.0	-	-	-	37,698,969	-	37,698,969	27,220,991
Emergency fund	19.0	-	4,635,844	-	-	-	4,635,844	3,492,955
Current liabilities								
Payable	20.0	28,640,336	4,965,691	-	4,584,984	1,035,732	39,226,743	33,280,923
Payable for expenses	21.0	496,576	1,909,213	-	10,112,322	5,297	12,523,408	8,826,219
Member Savings Balance	22.0	-	109,937,187	-	38,900	467,640	110,443,727	97,446,983
Total Fund & Liabilities		320,483,910	432,877,482	4,271,983	55,777,607	8,213,332	821,624,314	653,997,674

These financial statements should be read in conjunction with the annexed notes

SC-Budget and Finance Control

Auditor's Report to the Trustee See annexed report of date

Executive Director

Dated, Dhaka
12 October, 2009S. F. Ahmed & Co.
Chartered Accountants

Coastal Association for Social Transformation (COAST) Trust

Consolidated Income Statement

For the year ended 30 June 2009

Particulars	Notes	Amount in Taka						01 July 2008 to 30 June 2009	01 January 2008 to 30 June 2008
		Central Office	Micro Finance	Post Cyclone Rehabilitation Project (PCRP)	COAST IGA & CREP Project	COAST Donor Program			
Income									
Service charge from Members		-	65,722,844	-	4,002,615	-	69,725,459	30,668,456	
Interest receipt from MF (PKSF)		6,921,788	-	-	-	-	6,921,788	-	
Interest receipt from MF (SF)		4,106,317	-	-	-	-	4,106,317	-	
Over head from Donor program	23.0	2,073,542	-	-	400,000	-	2,473,542	-	
Bank interest		-	-	2,306	145,847	-	148,153	291,039	
Grant as income	24.0	1,171,837	576,900	-	378,720	46,919,092	49,046,549	19,430,361	
Partner contribution		-	-	-	-	195,752	195,752	-	
Other income	25.0	80,883	23,457	-	325,722	-	430,062	3,224,529	
		14,354,367	66,323,201	2,306	5,252,904	47,114,844	133,047,622	53,614,385	
Expenditure									
Staff salary & benefits	26.0	4,492,732	29,189,112	-	2,344,990	12,133,654	48,160,488	19,584,110	
Utilities		226,634	341,417	-	19,520	90,020	677,591	271,824	
Office rent	27.0	204,000	2,210,353	-	86,000	787,150	3,287,503	1,679,859	
Office maintenance		254,655	489,307	-	50,455	162,580	956,997	459,117	
Refreshment		197,883	148,055	-	16,983	29,661	392,582	268,106	
Mail & postage		47,733	4,390	-	3,921	1,600	57,644	48,196	
Phone & fax		132,651	122,971	-	11,727	300,629	567,978	234,471	
Traveling cost		1,059,640	1,695,195	-	737,947	1,140,703	4,633,485	1,870,796	
Fuel & oil		388,707	2,086,836	-	234,920	600,751	3,311,214	1,077,395	
Repair & maintenance		1,135,766	152,564	-	39,011	161,887	1,489,228	1,386,243	
Stationery & printing		522,811	1,564,165	-	136,954	332,120	2,556,050	1,261,984	
Legal expenses		7,200	40,230	-	6,664	-	54,094	29,978	
Training/ Seminar/Workshop		62,311	911,114	-	35,437	-	1,008,862	537,158	
Disaster Management cost		1,171,837	-	-	-	-	1,171,837	-	
Program cost		-	-	-	-	27,941,004	27,941,004	12,950,863	
Overhead cost		-	-	-	-	2,473,542	2,473,542	553,151	
Bank Charge		454,741	615,245	320	49,540	31,103	1,150,949	423,912	
Financial Expenses	28.0	10,740,180	13,888,803	-	1,655,655	-	26,284,638	6,993,334	
Reserve fund expenses		-	3,908,786	-	783,154	-	4,691,940	3,518,553	
Furniture and equipments		-	-	-	-	880,440	880,440	65,160	
Depreciation		1,119,130	896,458	-	260,336	-	2,275,924	996,937	
Advertisement cost		125,568	-	-	14,620	-	140,188	800	
Audit fee		44,950	50,000	-	-	48,000	142,950	100,000	
		22,389,129	58,315,001	320	6,487,834	47,114,844	134,307,128	54,311,947	
Excess of income/ (expenditure) over expenditure/income		(8,034,762)	8,008,200	1,986	(1,234,930)	-	(1,259,506)	(697,562)	
		14,354,367	66,323,201	2,306	5,252,904	47,114,844	133,047,622	53,614,385	

These financial statements should be read in conjunction with the annexed notes

SC-Budget and Finance Control

Dated, Dhaka
12 October, 2009

Auditor's Report to the Trustee See annexed report of date

Executive Director

S. F. Ahmed & Co.
S. F. Ahmed & Co.
Chartered Accountants