

# Islamic Relief, Bangladesh (IR,B)

Funded by Islamic Relief Worldwide

Auditor's Report and Consolidated Financial Statements  
*for the period from 01 January 2020 to 31 December 2020*

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

**Chartered Accountants | since 1958**

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THE GLOBAL ADVISORY  
AND ACCOUNTING NETWORK



## Independent Auditor's Report

to  
The Country Director of Islamic Relief, Bangladesh (IR,B)

### Opinion

We have audited the Consolidated Financial Statements of the Islamic Relief, Bangladesh, which comprise the Consolidated Statement of Financial Position as at 31 December 2020, and the Consolidated Statement of Comprehensive Income, and the Consolidated 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 give a true and fair view of the financial position of the organization as at 31 December 2020, and of its financial performance and its statement of receipts and payments for the year then ended in accordance with International Financial Reporting Standards (IFRS), the accounting policies summarized in Note- 1.3 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance 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 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 International Financial Reporting Standards (IFRS), the accounting policies summarized in Note- 1.3 and internal control system as management determines is necessary to enable the preparation of financial statements free from material misstatement, and free from fraud or error.

In preparing the financial statements, management is responsible for assessing IR,B'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.



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### **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.
- 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 gives a true and fair view.

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.

Firm's Name : S. F. Ahmed & Co., Chartered Accountants

Firm's Registration No. : 10898 E.P, under Partnership Act 1932

Signature : *S.F. Ahmed*

Engagement Partner Name : Md. Enamul Haque Choudhury, FCA, Senior Partner/Enrollment No. 471

Date : 09 August 2021




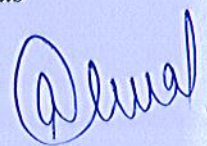


**Islamic Relief, Bangladesh (IR, B)**  
**Consolidated Statement of Financial Position**  
As at 31 December 2020

	Notes	31-Dec-20		31-Dec-19	
		GBP	BDT	GBP	BDT
<b>ASSETS :</b>					
<b>Non-current assets</b>	Annex-1	124,618	14,150,524	152,723	16,663,766
<b>Current assets</b>		2,152,808	244,453,985	2,146,581	234,215,607
Cash and bank balances	2	1,978,951	224,712,241	2,019,888	220,392,001
Advances and prepayments	3	13,911	1,579,557	5,890	642,681
Accrued Income	0	61,288	6,959,278	-	-
Other receivable	5	38,926	4,420,038	56,520	6,166,959
Staff loan against provident fund	6	59,734	6,782,871	64,306	7,016,478
<b>TOTAL ASSETS</b>		<b>2,277,426</b>	<b>258,604,509</b>	<b>2,299,304</b>	<b>250,879,373</b>
<b>FUND AND LIABILITIES :</b>					
Fund Balance	7	127,672	14,497,263	1,379,511	150,519,843
<b>Current liabilities</b>		2,149,755	244,107,245	919,793	100,359,530
Deferred Income	0	1,176,646	133,609,598	-	-
Inter company balance	8	7,308	829,798	23	2,512
Staff gratuity fund - unfunded	9	479,924	54,495,975	436,495	47,626,451
Staff medical fund - unfunded	10	15,600	1,771,421	17,058	1,861,190
Staff Provident Fund	11	446,629	50,715,215	422,547	46,104,473
Staff Welfare Fund	12	744	84,452	236	25,762
Provisions for expenses	13	7,700	874,372	10,866	1,185,622
Salary payable	14	-	-	833	90,906
Supplier security deposit	15	15,153	1,720,594	24,256	2,646,584
Payable (Staff Expenses Control A/c)	16	51	5,820	-	-
Accruals	17	-	-	7,502	818,542
<b>TOTAL FUND AND LIABILITIES</b>		<b>2,277,426</b>	<b>258,604,509</b>	<b>2,299,304</b>	<b>250,879,373</b>

*The annexed notes form an integral part of these financial statements*

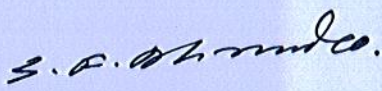
  
Finance Manager  
Islamic Relief, Bangladesh

  
Country Director  
Islamic Relief, Bangladesh

*Signed as per our annexed report of even date.*



Dated, Dhaka;  
09 August 2021


  
S. F. Ahmed & Co.  
Chartered Accountants

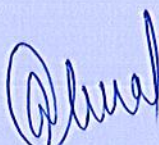


**Islamic Relief, Bangladesh (IR, B)**  
**Consolidated Statement of Comprehensive Income**  
For the year ended 31 December 2020

Notes	2020		2019	
	GBP	BDT	GBP	BDT
<b>GRANTS &amp; INCOME:</b>				
Foreign grants	5,102,763	544,794,500	4,156,656	438,579,592
Grant income during the year	18 5,102,763	544,794,500	4,156,656	438,579,592
Local grants and others	684	73,054	41,870	4,417,775
Bank profit (IR, B)	19 535	57,117	230	24,244
Other income	19.1 149	15,937	1,503	158,605
Sale of Assets	20 -	-	40,137	4,234,926
<b>TOTAL</b>	<b>5,103,447</b>	<b>544,867,554</b>	<b>4,198,526</b>	<b>442,997,367</b>
<b>EXPENDITURE:</b>				
Personnel costs	21 837,609	89,427,056	815,389	86,033,856
Project running costs	22 163,435	17,449,048	162,988	17,197,308
Project deliverable cost	23 4,102,063	437,955,156	3,219,365	339,683,600
Non capital expenditure	24 261	27,858	748	78,975
Tax expense for bank profit	79	8,436	34	3,628
<b>TOTAL</b>	<b>5,103,447</b>	<b>544,867,554</b>	<b>4,198,526</b>	<b>442,997,367</b>

*The annexed notes form an integral part of these financial statements*

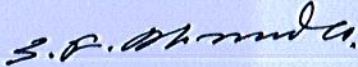
  
Finance Manager  
Islamic Relief, Bangladesh

  
Country Director  
Islamic Relief, Bangladesh

*Signed as per our annexed report of even date.*



Dated, Dhaka;  
09 August 2021

  
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