

PRIVATE & CONFIDENTIAL

ANSAR VDP UNNAYAN BANK

Audit Report on the Financial Statements
for the year ended June 30,2007

Aziz Halim Khair Choudhury
Chartered Accountants.
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Chartered Accountants.
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Dhaka.

AUDITORS' REPORT
To the shareholder of Ansar- VDP Unnayan Bank

We have audited the accompanying Balance Sheet of the **Ansar- VDP Unnayan Bank** as on June 30, 2007 and its profit and loss account, cash flow statement for the year then ended. These financial statements are the responsibility of the Company's 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 Standards on Auditing (BSA). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 of our opinion.

In 2004-2005, the Board of directors had declared dividend amounting to Tk 11.11 per share in total Tk1, 77,35,037. But actually no dividend has been paid yet. Though the dividend has not been paid but the company has showed dividend as paid in the financial statements amounting to Tk1, 77,35,037 and tax deducted at source Tk14, 94,407 which was deposited to Bangladesh Bank by treasury challan No-1/1161. Unpaid dividend has been invested in FDR in Janata Bank Ltd while Govt.'s portion has shown in other liabilities.

In our opinion, except for the effect on the financial statements of the matter referred to the preceding paragraph, the financial statements prepared in accordance with Bangladesh Accounting Standard (BAS), give a true and fair view of the state of affairs of the Company as of June 30, 2007 and of the results of its operations and its cash flows for the year then ended and comply with the applicable sections of the Bank Company Act 1991, the rules and regulations issued by the Bangladesh Bank, Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

We further report that:

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof.
- ii. In our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books and (where applicable) proper returns for the purposes of our audit have been received from branches not visited by us.
- iii. The company's Balance sheet and profit and loss account dealt with by the report are in agreement with the books of account and returns.
- iv. The expenditure incurred was for the purposes of the company's business.



- v. The financial position of the company at 30th June 2007 and profit and loss for the year then ended have been properly reflected in the financial statements; the financial statements have been prepared in accordance with the generally accepted accounting principles.
- vi. The financial statements have been drawn up in conformity with the Bank Company Act. 1991 and in accordance with the accounting rules and regulation issued by the Bangladesh Bank.
- vii. Adequate provisions have been made for advances, which are in our opinion, doubtful of recovery.
- viii. The financial statements conform to the prescribed standards set in the accounting regulation issued by the Bangladesh Bank after consultation with the professional, accounting bodies in the financial statements.
- ix. The record and statements submitted by the branches have been properly maintained and consolidated in the financial statements.
- x. The information and explanations required by us have been received and found satisfactory.

Date: 15 JUN 2008


Aziz Halim Khair Choudhury
Chartered Accountants


K.M. Alam & Co.
Chartered Accountants



ANSAR-VDP UNNAYAN BANK

Balance Sheet

As at 30th June 2007

	Notes	2006-2007 Taka	2005-2006 Taka
<u>PROPERTY AND ASSETS</u>			
Cash:	3.00	63,228,185	20,449,631
Cash in hand (Including foreign currency)		921,539	408,048
Balance with Bangladesh Bank (Including foreign currency)		-	-
Balance with Sonali Bank (Including foreign currency)		62,306,646	20,041,583
Balance with other banks and financial institutions	4.00	157,761,889	140,016,914
Inside Bangladesh		157,761,889	140,016,914
Outside Bangladesh		-	-
Money at call on short notice		-	-
Investments:		-	-
Loans and Advances:	5.00	948,631,111	939,228,040
Loans, Cash Credit, Overdrafts etc.		948,631,111	939,228,040
Bills purchased & discounted		-	-
Fixed assets including premises, furniture and fixtures	6.00	4,381,963	4,922,877
Others assets	7.00	66,501,023	42,575,267
Non – banking assets		-	-
Total Assets:		1,240,504,171	1,147,192,729
<u>LIABILITIES AND CAPITAL</u>			
Liabilities:			
Borrowings from other banks, financial institutions and agents	8.00	390,000,000	464,053,250
Deposits and other accounts:	9.00	264,021,368	202,800,362
Current Accounts		44,340	48,175
Bills Payable		-	-
Savings Bank Deposit		8,376,411	3,514,810
Fixed Deposits		13,468,602	9,592,194
Bearer Certificate of Deposit		-	-
Other Deposits		242,132,015	189,645,183
Other liabilities	10.00	281,308,153	192,956,571



	Notes	2006-2007 Taka	2005-2006 Taka
Total Liabilities:		935,329,521	859,810,183
Capital/ Shareholders Equity			
Paid up Capital	11.02	200,000,000	199,512,300
Statutory Reserve		-	-
General Reserve	12.00	49,131,931	45,019,335
Special Reserve	13.00	2,000,000	1,000,000
Dividend	14.00	54,042,719	41,850,911
Surplus in Profit and Loss A/C		-	-
Total Shareholders Equity		305,174,650	287,382,546
Total Liabilities and Shareholders Equity		1,240,504,171	1,147,192,729

OFF-BALANCE SHEET ITEMS

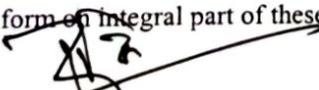
Contingent liabilities:

Acceptances & Endorsements	-	-
Letters of Guarantee	-	-
Irrevocable letters of Credit	-	-
Bills for Collection	-	-
Other Contingent liabilities	-	-
Total:	-	-

Other commitments:

Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn format standby facilities, credit lines and other commitments	-	-
Total	-	-
Total Off- Balance sheet items including Contingent liabilities:	-	-

Annexed notes form an integral part of these accounts


Chairman


Managing Director

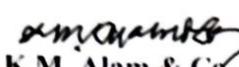

Secretary

Date: 15 JUN 2008

Dhaka

Singed in terms of our separate report of even date


Aziz Halim Khair Choudhury
Chartered Accountants


K.M. Alam & Co.
Chartered Accountants



ANSAR-VDP UNNAYAN BANK
Profit and Loss Account
For the year ended as on 30th June 2007.

	Notes	2006-2007 Taka	2005-2006 Taka
Interest income			
Interest paid on deposits and borrowings etc.	15.00 16.00	199,586,173 47,314,426	200,101,281 50,186,056
Net interest income		152,271,747	149,915,225
Investment income		-	-
Commission, exchange and brokerage		-	-
Other operating income	17.00	946,914	1,251,434
Total operating income		153,218,661	151,166,659
Salary and allowances	18.00	48,802,715	39,014,864
Rent, taxes, insurance, electricity etc.	19.00	3,739,757	3,918,928
Legal expenses		61,175	21,106
Postage, stamp, telecommunication etc.	20.00	903,780	908,103
Stationery, Printings, Advertisements etc.	21.00	2,025,451	1,425,322
Chief Executive's salary and fees	22.00	507,220	414,420
Director's fees		375,094	256,984
Auditor's fees		60,000	60,000
Charges on loan losses		-	-
Depreciation and repair of bank's assets	23.00	1,647,474	1,772,636
Other expenses	24.00	15,913,720	14,876,259
Total operating expenses		74,036,386	62,668,622
Profit/Loss before provision		79,182,275	88,498,037
Provision for loan	25.00	14,761,200	16,787,714
Other provisions	26.00	713,000	2,500,000
Total provision		15,474,200	19,287,714
Total Profit/Loss before taxes		63,708,075	69,210,323
Provision for Taxation		28,668,634	31,144,645
Net Profit after Taxation		35,039,441	38,065,678
Appropriations:			
Statutory Reserve		-	-
General Reserve		4,112,596	12,949,804
Special Reserve		1,000,000	1,000,000
Dividends		29,926,845	24,115,874
		35,039,441	38,065,678
Retained Surplus		-	-
Earning per Share (EPS)		17.52	19.08

Chairman

Aziz Halim Khair Choudhury
Aziz Halim Khair Choudhury
Chartered Accountants



Managing Director

Secretary

K.M. Alam & Co.
K.M. Alam & Co.
Chartered Accountants



ANSAR-VDP UNNAYAN BANK
Cash Flow Statement
For the year ended as on 30th June 2007.

	Note	2006-07 (Tk)	2005-06 (Tk)
A. Cash flows from operating activities			
Interest receipts in cash			
Interest payments		176,965,487	185,708,178
Dividends receipts		(49,152,853)	(47,404,779)
Fee and commission receipts in cash		-	-
Recoveries on loans previously written off		-	-
Cash payments to employees		(49,309,935)	(39,429,284)
Cash payments to suppliers		(3,238,203)	(2,411,576)
Income taxes paid		(28,668,634)	(31,144,645)
Receipts from other operating activities (item-wise)	27.00	946,914	1,251,434
Payments for other operating activities (item-wise)	28.00	(20,332,274)	(19,637,847)
Operating profit before changes in operating assets and liabilities	29.00	27,210,502	46,931,481
Increase/ Decrease in operating assets and liabilities			
Statutory deposits		-	-
Purchase/ sale of trading securities		-	-
Loan & Advances to other banks		-	-
Loan & Advances to customers		(9,403,071)	(254,593,351)
Other assets (item-wise)	30.00	(1,305,070)	7,751,683
Deposits from other banks		-	-
Deposits from customers		61,221,006	51,337,418
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities (item-wise)	31.00	74,715,809	39,724,323
Net cash from operating activities		152,439,176	(108,848,446)
B. Cash flows from investing activities			
Proceeds from sale of securities		-	-
Payments for purchase of securities		-	-
Purchase /sale of property, plant & equipment		(615,060)	(546,293)
Purchase /sale of subsidiary		-	-
Net cash from investing activities		(615,060)	(546,293)
C. Cash flows from financing activities			
Receipts from issue of loan capital & debt security		-	-
Payments for redemption of loan capital & debt security		(74,053,250)	(92,495,750)
Receipts from issue of ordinary share		487,700	20,876,200
Dividends paid		(17,735,037)	-
Net cash from financing activities		(91,300,587)	(71,619,550)
Net increase/decrease in cash (A+B+C)		60,523,529	(181,014,289)
Effects of exchange rate changes on cash and cash equivalent		-	-
Cash and cash- equivalents at beginning period		160,466,545	341,480,834
Cash and cash- equivalents at end of period		220,990,074	160,466,545

Chairman
Aziz Halim Khair Choudhury
Aziz Halim Khair Choudhury
Chartered Accountants

Hridul
Managing Director

Secretary
K.M. Alam & Co.
K.M. Alam & Co.
Chartered Accountants



ANSAR-VDP UNNAYAN BANK
STATEMENT OF CHANGES IN EQUITY
For the year ended 30th June 2007

Particulars	Paid-up Capital	General Reserve	Special Reserve	Dividend	Total
Balance as at 1st July 2006	199,512,300.00	45,019,335.00	1,000,000.00	41,850,911.00	287,382,546.00
Changes in accounting policy					
Restated Balance					
Surplus/ deficit on account of revaluation of properties					
Surplus/ deficit on account of revaluation of investments					
Currency translation differences					
Net gains and losses not recognized in the income statement		4,112,596.00	1,000,000.00	29,926,845.00	35,039,441.00
Net profit for the period				(17,735,037.00)	(17,735,037.00)
Dividends	487,700.00				487,700.00
Issue of share capital	200,000,000.00		2,000,000.00	54,042,719.00	305,174,650.00
Balance as at 30th June 2007		49,131,931.00	2,000,000.00	54,042,719.00	305,174,650.00


Chairman


Managing Director


Secretary


Aziz Halim Khair Choudhury
Chartered Accountants




K. M. Alam & Co.
Chartered Accountants

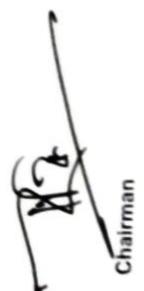


ANSAR-VDP UNNAYAN BANK
Liquidity Statement
Assets and Liability Maturity Analysis
As at 30th June 2007

Particulars	Up to 01 Month	1-3 Months	3-12 Months	1-5 Years	More than 5 Years	Total
Assets:						
Cash in hand	63,228,185.00	-	-	-	-	63,228,185.00
Balance with other Banks and Financial Institutions	36,168,510.00	121,593,379.00	-	-	-	157,761,889.00
Money at call on short notice	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Loans and Advances	317,618,000.00	155,955,000.00	467,864,302.00	5,125,000.00	2,068,809.00	948,631,111.00
Fixed assets including premises, furniture and fixtures	-	-	-	-	4,381,963.00	4,381,963.00
Other assets	58,611,550.00	316,610.00	4,162,022.00	2,672,458.00	738,383.00	66,501,023.00
Non-banking assets	-	-	-	-	-	-
Total Assets	475,626,245.00	277,864,989.00	472,026,324.00	7,797,458.00	7,189,155.00	1,240,504,171.00
Liabilities:						
Borrowing from Bangladesh Bank, other Banks, Financial Institutions and agents	290,000,000.00	-	100,000,000.00	-	-	390,000,000.00
Deposits	5,033,802.00	14,961,731.00	50,019,741.00	153,929,064.00	40,077,030.00	264,021,368.00
Other accounts	-	-	-	-	-	-
Provision and other liabilities	46,264,782.00	5,819,800.00	29,379,985.00	128,135,331.00	71,708,255.00	281,308,153.00
Total Liabilities	341,298,584.00	20,781,531.00	179,399,726.00	282,064,395.00	111,785,285.00	935,329,521.00
Net Liquidity Gap	134,327,661.00	257,083,458.00	292,626,598.00	(274,266,937.00)	(104,596,130.00)	305,174,650.00


Chairman




Chairman





ANSAR VDP UNNAYAN BANK
Notes to the Financial Accounts
For the year ended 30th June 2007

1.0 LEGAL STATUS AND OBJECTS OF THE BANKS:

The bank was established as a body corporate under the Ansar VDP Unnayan Bank Ordinance 1995 issued on September 16 1995 with the objects to provide financial assistance/micro credit among the members of Ansar VDP with a view to make themselves dependent and take active participation in the economic development of the country. It's operation started from 1st November 1996. The bank followed only section 44 and 45 of Banking Company Act 1991.

1.01 Nature of Business:

The principal activities of the Bank are to provide basically micro credit facilities to the Ansar VDP members for house building and other economic activities with or without taking security from them and perform other activities under specific instruction/guidelines of the Bank.

1.02 Management of the Bank:

The activities of the bank are controlled and managed by rules and regulations as indicated in Ansar VDP Unnayan Bank Rules 1995. The responsibilities for managed and conducting the affairs of the bank is entrusted upon the Board of Director consisting of 16 members/directors of which 12 directors are elected by the shareholders from themselves and 4 directors (including Chairman) are nominated by the Govt. for 3 year's term.

1.03 Shareholders of the Bank:

As per clause 7(3) of Ansar VDP Unnayan Bank Rules 1995, only members of Ansar VDP including officers and staff of Ansar VDP Unnayan Bank can Purchase, sell and transfer the share of the Bank among themselves. Total number of shares was 2,000,000 of Tk 100/- each as on 30th June 2007.

2.00 ACCOUNTING POLICIES:

2.01 Basis of Preparation of the Financial Statement:

These financial statements have been prepared in accordance with the Bank Companies Act 1991 on going concern basis under accrual system on generally accepted accounting principles. The Balance Sheet, Profit & Loss Account and Notes to the Accounts have been prepared as per Proforma given in BRPD circular no. 1/2007, dated 18th June 2007. The policies wherever appropriate are explained in the succeeding notes.

2.02 Consolidation:

A separate set of records for consolidating the statement of affairs and income & expenditure statement of branches were maintained at the head office of the Bank based on which these financial statement have been prepared.



2.03 Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation. The original cost the assets are inclusive of cost paid to the supplies/vendors along with other expenses for acquisition of the assets.

2.04 Depreciation:

Depreciation has been charged on straight-line method at the following rates. No depreciation has been charged or all fixed assets acquired during the year.

Name of the assets	Rate of depreciation
Building	2.50%
Motor vehicles	20%
Office Equipment	15%
Electrical Equipment	10%
Furniture	10%
Library	10%
Others	15%

2.05 Taxation:

Provision for taxation has been made @ 45% on current year profit.

2.06 Dividend Policy:

During the year under audit board has declared 15% dividend on the paid up share capital.

2.07 Policy for Provision on Loan:

Bank has provided loan from its own sources and from the fund of Palli Karma Sahayak Foundation (PKSF)

Provision for loans provided from own fund have been made as follows:

Category	Rate of provision
Unclassified	5%
Sub Standard	5%
Doubtful	5%
Bad & Loss	100%

Provision for Loans provided from PKSF fund have been made as follows:

Category	Rate of provision
Unclassified	1%
Doubtful	50%
Bad & Loss	100%



2.08 Ex-Gratia:

Ex-Gratia has been calculated based on last basic salary of the staff.

2.09 Revenue Recognition:

Usually interest on loans has been recognized on realization basis and at the end of the year income provision has been made on recoverable loan amount.

Income on FDR has been recognized on accrual basis

2.10 Earnings per Share (EPS) :

Earning per share has been calculated by dividing the basic earnings by the number of Ordinary Shares outstanding during the year in accordance with Bangladesh Accounting Standard (BAS) 33 "Earnings per Share" which has been shown on the Profit and Loss account.

2.11 Cash Flow Statement:

Cash Flow Statement is prepared in accordance with Bangladesh Accounting Standard (BFRS/BAS) 7 "Cash Flow Statement" and the Cash Flow from the operating activities has been presented under direct method as prescribed by the Securities and Exchange Commission Rules 1987.

2.12 Retirement benefit to the employee:

The Bank operates a general contributory provident fund; the employee is contributing 10% of the basic salary. The Bank also contributes the same amount to the fund.

Permanent employee of the bank enjoyed pension benefit at the time of retirement.

General:

- (a) Where considered necessary figures of previous year have been rearranged for comparison purposes.
- (b) Figures appearing in these accounts have been rounded off the nearest Taka.



	2006-2007 (Taka)	2005-2006 (Taka)
3.00 Cash Tk 63,228,185		
Cash in hand	921,539	408,048
Local currency:	921,539	408,048
Foreign Currency	-	-
Balance with Bangladesh Bank		
Local currency:	-	-
Foreign Currency	-	-
Balance with Sonali Bank : Tk.62,306,646	62,306,646	20,041,583
Local currency (3.01)	62,306,646	20,041,583
Foreign Currency	-	-
Total	63,228,185	20,449,631
3.01 Balance with Sonali Bank: Tk.62, 306,646		
Current deposit	26,917,757	9,862,151
Short term deposit	35,388,889	10,179,432
	62,306,646	20,041,583
4.00 Balance with other Banks and financial institutions Tk. 157,761,889		
Inside Bangladesh (4.01)	157,761,889	140,016,914
Outside Bangladesh	-	-
4.01 Inside Bangladesh	157,761,889	140,016,914
Current deposits (4.01.1)	1,941,946	4,346,872
Short term deposits (4.01.2)	34,226,564	18,165,134
Fixed deposits (4.01.3)	121,593,379	117,504,908
4.01.1 Current deposits	1,941,946	4,346,872
Name of the Banks		
Janata Bank	1,502,341	3,277,163
Agrani Bank	3,072	6,444
Rupali Bank Ltd.	2,820	548,037
Bangladesh Krishi Bank	431,621	513,136
Uttara Bank Ltd.	2,092	2,092
4.01.2 Short term deposits	34,226,564	18,165,134
Name of the Banks		
Janata Bank	27,377,563	2,725,322
Agrani Bank	1,000	1,000
Rupali Bank Ltd.	3,883,160	807,534
Bangladesh Krishi Bank	1,197,576	986,538
Uttara Bank Ltd.	1,767,265	1,834,189
Dutch Bangla Bank Ltd	-	244,896
Social Investment Bank Ltd	-	198,227
Prime Bank Ltd.	-	11,367,428



	2006-2007 Taka	2005-2006 Taka
4.01.3 Fixed deposits	121,593,379	117,504,908
Name of the Banks		
Janata Bank	61,101,549	1,189,461
Oriental Bank Ltd.	60,491,830	64,701,447
Dhaka Bank Ltd.	-	41,614,000
National Bank of Pakistan	-	10,000,000
Social Investment Bank Ltd	-	-
Prime Bank Ltd.	-	-
Maturity grouping of balance with other Banks.	157,761,889	140,016,914
Payable on demand		
Not more than 3 months	1,941,946	4,346,872
More than 3 months but not more than 1 year	155,819,943	135,670,042
More than 1 year but not more than 5 years	-	-
More than 5 years	-	-
5.00 Loans & Advances: Tk. 948,631,111		
In side Bangladesh (5.01)	948,631,111	939,228,040
Outside Bangladesh	-	-
	948,631,111	939,228,040
5.01 Inside Bangladesh		
Loan (5.01.1)	948,631,111	939,228,040
Cash credit	-	-
Over draft	-	-
5.01.1 Loan		
Micro-credit	940,412,302	929,984,422
Staff loan	8,218,809	9,243,618
	948,631,111	939,228,040
5.02 Maturity grouping of loans and advances		
Repayable on demand	-	-
Not more than 3 months	473,573,000	294,025,000
More than 3 months but not more than 1 year	467,864,302	636,763,422
More than 1 year but not more than 5 year	5,125,000	5,452,429
More than 5 years	2,068,809	2,987,189
	948,631,111	939,228,040
.03 Significant concentration of loans and advances:		
Advances to allied concerns of directors	-	-
Advances to Chief Executive and other senior executive and other officers	8,218,809	9,243,618
GroupWise advances to the customers	940,412,302	929,984,422
Industry based advances	-	-
	948,631,111	939,228,040
04 Number of clients with amount of outstanding and classified loan to whom loans and advances sanctioned more than 15% of the total capital of the bank.		
Number of the clients	-	-
Amount of outstanding loans and advances	-	-
Classified loan therein	-	-



	2006-2007 Taka	2005-2006 Taka
5.05 Geographical area-wise loan and advances		
Dhaka	311,998,000	305,545,000
Chittagong	131,754,000	131,679,000
Khulna	122,784,000	116,110,000
Rajshahi	208,700,000	211,255,000
Sylhet	117,276,000	116,861,000
Barishal	47,900,302	48,534,422
Staff loan	8,218,809	9,243,618
	948,631,111	939,228,040
5.06 Classification status of loans and advances		
Unclassified (Including staff loan)	777,959,111	849,448,040
Sub-standard	102,744,000	62,846,000
Doubtful	56,006,000	21,025,000
Bad/Loss	11,922,000	5,909,000
	948,631,111	939,228,040
5.07 Particulars of Advances		
i) Loans considered good in respect of which the bank is fully secured;	-	-
ii) Loans considered good against which the banking company holds no other security than the debtor's personal guarantee;	-	-
iii) Loans considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors;	940,412,302	929,984,422
iv) Loans adversely classified; provision not maintained there against;	-	-
v) Loans due form director or officers of the banking company or any of these either separately or jointly with any other persons.	8,218,809	9,243,618
vi) Loans due form companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in case of private companies as members.	-	-
vii) Maximum total amount of advances, including temporary advances made at any time during the year to directors or managers of officers of the banking company or any of them either severally or jointly with any other person;	-	-
viii) Maximum total amount of advances, including temporary advances granted during the year to the company or firm in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private companies as members;	-	-
ix) Due from banking companies;		
x) Amount of classified loan against which no interest income has been recognized		



	2006-2007 Taka	2005-2006 Taka
a.1.Amount (Decrease)/ increase in provision.	17,401,000	5,418,000
a.2.Amount of loan written off from provision.	-	-
a.3.Amount realized against loan previously written off	-	-
b) Amount of provision kept against loan classified.	33,227,000	15,826,000
c) Interest creditable to the interest suspense account.	-	-
xi) Written off loans		
a. Cumulative amount of loan previously written off	-	16,544
b Amount of loan written off during the year	-	16,544
c. Amount of written-of loan; for which suit has been filed	-	-
5.08 Provision held against loans		
Provision required	65,016,000	50,254,800
Previous balance of provision	50,254,800	33,483,630
Add: Provision made during the year	14,761,200	16,787,714
Less Adjustment	-	16,544
Total provision held	65,016,000	50,254,800
Provision shortfall	-	-
6.00 Fixed Assets including premises, furniture & fixture: Tk. 4,381,963		
Land	-	-
Building & other structure	467,201	481,123
Motor vehicle	531,605	800,405
Office equipment	147,763	255,187
Electrical equipment	836,265	934,121
Furniture	2,376,511	2,430,986
Library & other	22,618	21,055
	4,381,963	4,922,877
Details of fixed assets has been shown in Annexure-A		
6.01 Movement of Fixed Assets including premises and fixture		
Opening balance as on 01.07.2006	4,922,877	5,566,499
Add: Purchase during the year	615,060	546,293
Less: Depreciation during the year	1,155,974	1,189,915
Closing balance	4,381,963	4,922,877
7.00 Other Assets: Tk. 66,501,023		
TA advance	38,500	46,000
Advance against salary	6,500	-
Advance against expenses	71,065	48,900
Advance against purchase	8,603	5,790
Advance Income Tax	104,489	119,000
Advance Office rent	40,360	57,200
Sundry advance	83,939	234,711
Printed stationery	1,599,225	1,656,707
Security deposit	175,550	175,550
Suspense account	738,383	170,208
Interest accrued on loan	58,280,193	35,110,321
Interest accrued on staff loan	2,496,908	2,116,670
Interest accrued on fixed deposit	1,665,924	2,595,348
General Account balance	1,191,384	238,862
	66,501,023	42,575,267



	2006-2007 Taka	2005-2006 Taka
7.01 Classification of other assets and provision shortfall therein: Tk.763, 000		
i) Amount classified	763,000	150,000
ii) Provision required	763,000	150,000
iii) Previous balance of provision	150,000	-
iv) Add: Provision made during the year	613,000	150,000
v) Total provision held	763,000	150,000
vi) Provision shortfall for other assets (ii - v)	-	-
8.00 Borrowing from other Banks, financial institutions and agents: Tk. 390,000,000		
Inside Bangladesh (8.01)	390,000,000	464,053,250
Outside Bangladesh	-	-
	390,000,000	464,053,250
8.01 Inside Bangladesh		
Loan from Bangladesh Bank	190,000,000	200,000,000
Bond issue (Sonali Bank)	50,000,000	100,000,000
Bond issue (Janata Bank)	50,000,000	50,000,000
Bond issue (Agrani Bank)	50,000,000	50,000,000
Bond issue (Rupali Bank Ltd.)	50,000,000	50,000,000
Loan from Pallikarma Sahayak Fundation	-	14,053,250
	390,000,000	464,053,250
8.02 Security wise grouping		
Secured	-	-
Unsecured	390,000,000	464,053,250
	390,000,000	464,053,250
8.03 Maturity-wise grouping		
On Demand	-	-
On Maturity	390,000,000	464,053,250
	390,000,000	464,053,250
9.00 Deposit and other accounts: Tk.264, 021,368		
Deposit from banks	-	-
Other Deposits	264,021,368	202,800,362
	264,021,368	202,800,362
9.01 Maturity-wise grouping		
Repayable on demand	44,340	48,175
Repayable within 1 month	4,989,462	3,027,221
Over 1 month but within 6 month	29,923,462	16,991,726
Over 6 month but within 1 year	35,058,010	24,592,194
Over 1 year but within 5 years	153,929,064	120,995,863
Over 5 years but within 10 years	40,077,030	37,145,183
Total	264,021,368	202,800,362
10.00 Other Liabilities: Tk. 281,308,153		
General provident fund	17,871,122	14,405,677
Superannuation fund	24,328,147	20,274,345
Benevolent fund	630,784	386,156
Employee security deposit	4,078,460	4,068,388
Death relief grant fund	1,375,000	875,000
Cash excess	2	4,019
Unpaid salary	219,148	130,264
Realized vat, tax, excise duty	173,571	195,989



	2006-2007 Taka	2005-2006 Taka
Contractors security deposit	45,858	53,470
Reen Bima	3,172,374	1,852,797
Sundry account	41,296,828	4,801,359
Provision for interest on fixed deposit	378,127	418,626
Provision for interest on borrowed fund	14,797,261	16,591,844
Provision for exgratia	6,600,000	6,600,000
Provision for corporate tax	100,562,471	71,893,837
Provision for classified loan (10.01)	33,227,000	15,826,000
Provision for Unclassified loan (10.02)	31,789,000	34,428,800
Provision for other assets	763,000	150,000
	281,308,153	192,956,571
10.01 Provision for Classified loan		
Opening balance as on 01.07.2006	15,826,000	10,408,000
Less: loans written off which provided for	-	-
Add: Recovery from the previous written off loans	-	-
Add: Special provision made during the year	-	-
Less: Recovered and provision which no more required	-	-
Add: Net charged on profit & loss Account	<u>17,401,000</u>	<u>5,418,000</u>
Balance at the end of the year	33,227,000	15,826,000
10.02 Provision for unclassified loan		
Opening balance as on 01.07.2006	34,428,800	23,075,630
Less: loans written off which provided for	-	16,544
Add: Recovery from the previous written off loans	-	-
Add: Special provision made during the year	-	-
Less: Recovered and provision which no more required	-	-
Add: Net charged on profit & loss Account	<u>(2,639,800)</u>	<u>11,369,714</u>
Balance at the end of the year	31,789,000	34,428,800
11.00 Capital		
11.01 Authorized Capital Tk. 1,000,000,000		
The authorized capital of the bank amount Tk.1, 000,000,000 at 30 th June 2006, which divided in to 10,000,000 ordinary share of Tk.100 each.		
11.02 Paid up capital Tk. 200,000,000		
The paid up capital of the bank at 30 th June was Tk.200, 000,000. The amount of the paid up capital has been subscribed as follows:		

Particulars	No of shares	Amount
Ansar-VDP members	1750000	175,000,000
Government of Bangladesh	250000	25,000,000
Total	2000000	200,000,000



	2006-2007 Taka	2005-2006 Taka
11.03 Capital adequacy ratio		
Details of the Capital Requirement & Capital Shortfall of the Bank as per requirement of section 13(2) of Bank Companies Act. 1991 and BRPD circular 10 dated 25 November 2002.		
a) Total assets (Including off balance sheet amount)	1,240,504,171	1,147,192,729
b) Risk weighted assets	1,001,776,864	967,775,290
c) Required capital	100,177,686	87,099,776
d) Available capital		
i) Core capital		
Paid up capital	200,000,000	199,512,300
General reserve	49,131,931	45,019,335
Dividend	-	41,850,911
	249,131,931	286,382,546
ii) Supplementary Capital		
General provision (Provision for unclassified loan)	31,789,000	34,428,800
	31,789,000	34,428,800
Total Available Capital as 30 th June 2007.	280,920,931	320,811,346
e) Surplus	180,743,245	233,711,570
12.00 General reserves Tk. 49,131,931		
Opening balance	45,019,335	32,069,531
Add: Transferred form profit during the year	4,112,596	12,949,804
Closing balance	<u>49,131,931</u>	<u>45,019,335</u>
13.00 Special reserve Tk. 2,000,000		
Opening balance	1,000,000	-
Add: Transferred from profit during the year	1,000,000	1,000,000
Closing balance	<u>2,000,000</u>	<u>1,000,000</u>
14.00 Dividend: Tk. 54,042,719		
Opening Balance as on 01.07.2006	41,850,911	17,735,037
Add: Declared during the year	29926,845	24,115,874
	71777,756	41,850,911
Less: Payment during the year	17,735,037	-
Closing Balance as on 30.06.2007	54,042,719	41,850,911
15.00 Interest Income: Tk.199,586,173		
Interest on loans & advance	186,768,544	178,423,870
Interest on staff loans	573,052	603,436
Interest on deposit	12,244,577	21,073,975
	199,586,173	200,101,281



	2006-2007 Taka	2005-2006 Taka
16.00 Interest paid on deposits and borrowings etc: Tk.47, 314,426		
Interest on deposits	14,625,675	11,220,812
Interest on borrowings	30,485,406	37,270,823
Interest on General provident fund	2,049,493	1,544,411
Interest on security deposits	153,852	150,010
	47,314,426	50,186,056
17.00 Other operating income: Tk.946, 914		
Sales of pass books	224,270	351,740
Sales of loan forms	460,460	668,860
Sales of tender schedule	4,500	8,900
Others receipt	257,684	221,934
	946,914	1,251,434
18.00 Salaries & allowances: Tk.48, 802,715		
Salaries	28,305,382	25,388,629
House rent allowances	10,337,018	6,014,929
Dearness allowances	(78,472)	3,992
Medical allowances	1,874,144	1,482,829
Conveyance allowances	42,160	34,006
Contribution to superannuation fund	4,117,396	3,420,435
Festival Bonus	4,172,428	2,650,204
Other allowances	32,659	19,840
	48,802,715	39,014,864
19.00 Rent, Taxes, Insurances & Electricity: Tk.3, 739,757		
Rent	2,909,880	2,895,249
Taxes	153,757	174,810
Insurances	36,066	132,608
Electricity, Waters & Gas	640,054	716,261
	3,739,757	3,918,928
20.00 Postage, Stamp, Tele communication etc Tk.903, 780		
Postage & Telegram	203,816	223,633
Telephone	699,964	684,470
	903,780	908,103
21.00 Stationery, printing Advertisement etc. Tk. 2,025,451		
Printing stationery	1,280,527	712,131
Office stationery	649,973	542,845
Advertisement	94,951	170,346
	2,025,451	1,425,322
22.00 Chief Executive's salary and fees. Tk. 507,220		
Salaries	276,000	276,000
House rent allowances	138,000	72,000
Dearness allowances	-	-
Medical allowances	6,000	4,800
Contribution to superannuation fund	-	-



	2006-2007 Taka	2005-2006 Taka
Contribution to PF	27,600	18,000
Festival Bonus	46,000	30,000
Other allowances	13,620	13,620
	507,220	414,420
23.00 Depreciation and Repairs to Banks Assets: Tk. 1,647,474		
Depreciation	1,155,974	1,189,915
Repairs to Bank's property	491,500	582,721
	1,647,474	1,772,636
24.00 Other expenses: Tk. 15,913,720		
Honorarium	5,000	16,000
Training & Workshop	274,122	384,101
Traveling expenses	5,507,400	4,629,786
Conveyance	762,464	772,136
Fuel expenses for office car	1,006,307	860,147
Subscription	105,000	105,000
Lunch subsidy	4,336,392	3,850,218
Entertainment	185,602	192,516
Business development	150,000	150,000
Newspaper & Journal	301,396	296,453
Subscription to death relief grant scheme	500,000	500,000
Commission & Exchange	271,354	188,923
Bank Charge	1,286,352	1,833,376
Miscellaneous	1,222,331	1,097,603
	15,913,720	14,876,259
25.00 Provision for loan and advances: Tk. 14,761,200		
Provision for Classified loan	1,740,1000	5,418,000
Provision for Unclassified loan	(2,639,800)	11,369,714
	14,761,200	16,787,714
26.00 Other provisions: Tk. 713,000		
Provision for other assets	613,000	150,000
Provision for ex-gratia	-	2,250,000
Provision for Benevolent Fund	100,000	100,000
	713,000	2,500,000
7.00 Receipts from other operating activities: Tk. 946,914		
Sales of pass books	224,270	351,740
Sales of loan forms	460,460	668,860
Sales of tender schedule	4,500	8,900
Others receipt	257,684	221,934
	946,914	1,251,434



2006-2007
Taka

2005-2006
Taka

28.00 Payment for other operating activities Tk. 20,332,274

Rent, Taxes, Insurances & Electricity	3,739,757	3,918,928
Postage, stamp, Telecommunication	903,780	908,103
Advertisement	94,951	170,346
Repairs to Bank's property	491,500	582,721
Honorarium	5,000	16,000
Training & Workshop	274,122	384,101
Traveling expenses	5,507,400	4,629,786
Conveyance	762,464	772,136
Subscription	105,000	105,000
Lunch subsidy	4,336,392	3,850,218
Entertainment	185,602	192,516
Business development	150,000	150,000
Subscription to death relief grant scheme	500,000	500,000
Commission & Exchange	271,354	188,923
Bank charge	1,286,352	1,833,376
Miscellaneous	1,222,331	1,097,603
Legal expenses	61,175	21,106
Director fees	375,094	256,984
Auditors fees	60,000	60,000
	20,332,274	19,637,847

29.00 Operating Profit before changes in operating Asset & Liabilities: Tk. 27,210,502

Net profit after taxation	35,039,441	38,065,678
Less: Interest accrued on loan and advances	22,620,686	14,393,103
	12,418,755	23,672,575
Add: Depreciation	1,155,974	1,189,915
Interest accrued on borrowing and deposits	(1,838,427)	2,781,277
Provision for loan	14,761,200	16,787,714
Other provision	713,000	2,500,000
	14,791,747	23,258,906
	27,210,502	46,931,481

30.00 Other assets: Tk. 1,305,070

TA advance	7,500	11,170
Advance against salary	(6,500)	4,590
Advance against expenses	(22,165)	9,100
Advance against purchase	(2,813)	760
Advance Income Tax	14,511	(15,232)
Advance Office rent	16,840	36,900
Sundry advance	150,772	(194,426)
Printed stationery	57,482	(878,330)
Security deposit	-	(375)
Suspense account	(568,175)	(40,958)
General Account balance	(952,522)	8,818,484
	1,305,070	7,751,683



Aziz Halim Khair Choudhury
Chartered Accountants

K.M.Alam & Co.
Chartered Accountants

31.00 Other liabilities: Tk. 74,715,809

2006-2007
Taka

2005-2006
Taka

General provident fund	3,465,445	3,239,258
Superannuation fund	4,053,802	3,636,231
Benevolent fund	144,628	135,326
Employee security deposit	10,072	106,755
Death relief grant fund	500,000	175,000
Cash excess	(4,017)	2,345
Unpaid salary	92,229	9,155
Realized vat, tax, excise duty	(22,418)	79,675
Contractors security deposit	(7,612)	(8,381)
Reen Bima	1,319,577	374,507
Sundry account	36,495,469	846,351
Provision for corporate tax	28,668,634	31,144,645
Provision for loan	-	(16,544)
	74,715,809	39,724,323



Aziz Halim Khair Choudhury
Chartered Accountants

K. M. Alam & Co
Chartered Accountants

ANSAR - VDP UNNANYAN BANK

SCHEDULE OF FIXED ASSETS AS AT 30th JUNE 2007

Annexure-A

Particulars	Cost				Rate of Dep.	Depreciation				Written down value	
	As on 01.07.2006	Adjustment	Addition during the year	Total		As on 01.07.2006	Adjustment	Addition during the year	Total	As on 30.06.2007	As on 30.06.2006
1. Land	-	-	-	-	-	-	-	-	-	-	-
2. Building & Other structure	556,873	-	-	556,873	2.5%	75,750	-	13,922	89,672	467,201	481,123
3. Motor Vehicle	7,808,570	-	-	7,808,570	20%	7,008,165	-	268,800	7,276,965	531,605	800,405
4. Office Equipment/Mechanical Equipment	1,578,758	-	42,995	1,621,753	15%	1,323,571	-	150,419	1,473,990	147,763	255,187
5. Electrical Equipment	1,525,445	-	69,756	1,595,201	10%	591,323	-	167,613	758,936	836,265	934,122
6. Furniture	6,642,725	-	497,484	7,140,209	10%	4,211,740	-	551,958	4,763,698	2,376,511	2,430,985
7. Library	24,687	-	-	24,687	10%	4,220	-	2,469	6,689	17,998	20,467
8. Others	800	-	4,825	5,625	15%	212	-	793	1,005	4,620	588
Total	18,137,858	-	615,060	18,752,918	-	13,214,981	-	1,155,974	14,370,955	4,381,963	4,922,877

ANSAR VDP UNNAYAN BANK
High Lights of Bank's performance

	2006-2007	2005-2006
	Taka	Taka
Paid up capital	200,000,000	199,512,300
Total capital	280,920,931	320,811,346
Capital surplus	180,743,245	233,711,570
Total assets	1,240,504,171	1,147,192,729
Total Deposits	264,021,368	202,800,362
Total loans and advances	948,631,111	939,228,040
Total contingent liabilities and commitments	-	-
Credit deposit ratio	359%	463%
Percentage of classified loans against total loans & advances	17.99%	9.56%
Profit after provision and tax	35,039,441	38,065,678
Classified loans & advances during the year:	170,672,000	89,780,000
Provision kept against classified advances (including general provision for unclassified loans and advances)	65,016,000	50,254,800
Provision surplus/deficit	-	-
Cost of fund	7.00%	7.32%
Performing assets	998,949,185	1,009,914,585
Non Performing assets	241,554,986	137,278,144
Return on investment (ROI)	-	-
Return on assets (ROA)	6.38%	7.71%
Incomes from Investment	-	-
Earning per share	-	-
Net income per share	17.52	19.08
Price Earning ratio	17.52	19.08
	N/A	N/A

