

PRIVATE & CONFIDENTIAL

ANSAR VDP UNNAYAN BANK

Audit Report on the Financial Statements for the year ended June 30,2008

Aziz Halim Khair Choudhury
Chartered Accountants.
726/A Satmasjid Road,
Dhanmondi,Dhaka.

K.M.Alam & Co
Chartered Accountants.
80,Motijheel, C/A (4th Floor)
Dhaka.

Aziz Halim Khair Choudhury
Chartered Accountants.

K.M. Alam & Co.
Chartered Accountants.

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, 2008 and its profit and loss account, cash flow statement for the year then ended. These financial statements are the responsibility of the Bank'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 Tk. 17,735,037. But actually no dividend has been paid yet. Though the dividend has not been paid but the Bank 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.

During this year management has declared dividend amounting to Tk 10.00 per share in total Tk 21,826,888.00 against paid up capital as on 30.06.2007 according to the decision of the 112th meeting of the Executive Committee of the Governing body of the Bank held on 17.09.2008. But the Bank issued additional 182717 Shares amounting to Tk. 18,271,700.00 which has been kept in other liabilities-Sundry accounts in the previous year as there was no approval by the Ministry of Finance Government of Bangladesh. The board of directors included this additional capital while declaring dividends during this year. For declaring this dividend required provision has shortfall for Tk. 7,983,000.00 and not kept any reserve.

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 Bank as of June 30, 2008 and of the results of its operations and 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.

ahm



am

- ii. In our opinion, proper books of account as required by law have been kept by the Bank 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 Bank'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 Bank's business.
- v. The financial position of the Bank at 30th June 2008 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 not 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:
13 NOV 2008


Aziz Halim Khair Choudhury
Chartered Accountants


K.M. Alam & Co.
Chartered Accountants



ANSAR-VDP UNNAYAN BANK

Balance Sheet

As at 30TH June 2008

	Notes	30.06.2008 Taka	30.06.2007 Taka
<u>PROPERTY AND ASSETS</u>			
Cash:	3	39,234,143	63,228,185
Cash in hand		1,234,893	921,539
Balance with Bangladesh Bank (Including foreign currency)		-	-
Balance with Sonali Bank (Including foreign currency)		37,999,250	62,306,646
Balance with other banks and financial institutions	4	287,635,720	157,761,889
Inside Bangladesh		287,635,720	157,761,889
Outside Bangladesh		-	-
Money at call on short notice		-	-
Investments:		1,300	-
Loans and Advances:	5	886,020,315	948,631,111
Loans, Cash Credit, Overdrafts etc.		886,020,315	948,631,111
Bills purchased & discounted		-	-
Fixed assets including premises, furniture and fixtures	6	4,150,266	4,381,963
Others assets	7	80,262,077	66,501,023
Non – banking assets		-	-
Total Assets:		<u>1,297,303,821</u>	<u>1,240,504,171</u>
<u>LIABILITIES AND CAPITAL</u>			
Liabilities:			
Borrowings from other banks, financial institutions and agents	8	320,000,000	390,000,000
Deposits and other accounts:	9	267,272,020	264,021,368
Current Accounts		832,335	44,340
Bills Payable		-	-
Savings Bank Deposit		8,769,110	8,376,411
Fixed Deposits		13,862,095	13,468,602
Bearer Certificate of Deposit		-	-
Other Deposits		243,808,480	242,132,015

	Notes	30.06.2008 Taka	30.06.2007 Taka
Other liabilities	10	295,087,963	281,308,153
Total Liabilities:		<u>882,359,983</u>	<u>935,329,521</u>
Capital/ Shareholders Equity			
Paid up Capital	11.02	287,942,300	200,000,000
Statutory Reserve	12	49,131,931	49,131,931
General Reserve	13	2,000,000	2,000,000
Special Reserve	14	75,869,607	54,042,719
Dividend		-	-
Surplus in Profit and Loss A/C		414,943,838	305,174,650
Total Shareholders Equity		<u>1,297,303,821</u>	<u>1,240,504,171</u>
Total Liabilities and Shareholders Equity			

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 from on integral part of these accounts

Chairman

Managing Director

Secretary

Date:
13 NOV 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 2008.

	Notes	2007-2008 Taka	2006-2007 Taka
Interest income	15	156,615,725	199,586,173
Interest paid on deposits and borrowings etc.	16	(41,758,667)	(47,314,426)
Net interest income		114,857,058	152,271,747
Investment income		-	-
Commission, exchange and brokerage	17	1,102,483	946,914
Other operating income		-	-
Total operating income		115,959,541	153,218,661
Salary and allowances	18	49,422,151	48,802,715
Rent, taxes, insurance, electricity etc.	19	4,154,651	3,739,757
Legal expenses		21,375	61,175
Postage, stamp, telecommunication etc.	20	856,695	903,780
Stationery, Printings, Advertisements etc.	21	1,594,595	2,025,451
Chief Executives salary and fees	22	329,650	507,220
Directors fees		259,797	375,094
Auditors fees		60,000	60,000
Charges on loan losses		-	-
Depreciation and repair of bank's assets	23	1,763,743	1,647,474
Other expenses	24	16,077,634	15,913,720
Total operating expenses		74,540,291	74,036,386
Profit/Loss before provision		41,419,250	79,182,275
Provision for loan	25	5,727,000	14,761,200
Other provisions	26	(3,993,000)	713,000
Total provision		1,734,000	15,474,200
Total Profit/Loss before taxes		39,685,250	63,708,075
Provision for Taxation		17,858,362	28,668,634
Net Profit after Taxation		21,826,888	35,039,441
Appropriations:			
Statutory Reserve		-	-
General Reserve		-	4,112,596
Special Reserve		-	1,000,000
Dividends		21,826,888	29,926,845
Retained surplus		-	-
Earning Per Share (EPS)		10.00	17.52

Chairman

Aziz Halim Khair Choudhury
Chartered Accountants

Managing Director

Secretary

K.M. Alam & Co.

Chartered Accountants

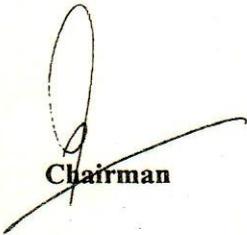


ANSAR-VDP UNNAYAN BANK
Cash Flow Statement
For the year ended as on 30th June 2008.

	Notes	2007-2008 Taka	2006-2007 Taka
A. Cash flows from operating activities			
Interest receipts in cash		155,384,060	176,965,487
Interest payments		(43,839,969)	(49,152,853)
Dividends receipts		-	-
Fee and commission receipts in cash		-	-
Recoveries on loans previously written off		-	-
Cash payments to employees		(49,751,801)	(49,309,935)
Cash payments to suppliers		(2,936,137)	(3,238,203)
Income taxes paid		(17,858,362)	(28,668,634)
Receipts from other operating activities (item-wise)	27	1,102,483	946,914
Payments for other operating activities (item-wise)	28	(20,951,292)	(20,332,274)
Operating profit before changes in operating assets and liabilities	29	21,148,982	27,210,502
<u>Increase/ Decrease in operating assets and liabilities</u>			
Statutory deposits		-	-
Purchase/ sale of trading securities		-	-
Loan & Advances to other banks		-	-
Loan & Advances to customers		62,610,796	(9,403,071)
Other assets (item-wise)	30	(12,529,389)	(1,305,070)
Deposits from other banks		-	-
Deposits from customers		3,250,652	61,221,006
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities (item-wise)	31	14,127,113	74,715,809
Net cash from operating activities		88,608,153	152,439,176
B. Cash flows from investing activities			
Proceeds from sale of securities		-	-
Payments for purchase of securities		(1,300)	-
Purchase /sale of property, plant & equipment		(669,364)	(615,060)
Purchase /sale of subsidiary		-	-
Net cash from investing activities		(670,664)	(615,060)



Notes	2007-2008 Taka	2006-2007 Taka
C. Cash flows from financing activities		
Receipts from issue of loan capital & debt security	-	-
Payments for redemption of loan capital & debt security	(70,000,000)	(74,053,250)
Receipts from issue of ordinary share	87,942,300	487,700
Dividends paid	-	(17,735,037)
Net cash from financing activities	17,942,300	(91,300,587)
Net increase/decrease in cash (A+B+C)	105,879,789	60,523,529
Effects of exchange rate changes on cash and cash equivalent	-	-
Cash and cash- equivalents at beginning period	220,990,074	160,466,545
Cash and cash- equivalents at end of period	<u>326,869,863</u>	<u>220,990,074</u>


Chairman


Managing Director


Secretary


Aziz Halim Khair Choudhury
Chartered Accountants

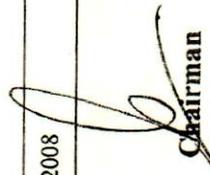



K.M. Alam & Co.
Chartered Accountants



ANSAR-VDP UNNAYAN BANK
STATEMENT OF CHANGES IN EQUITY
For the year ended 30th June 2008.

Particulars	Paid-up Capital	General Reserve	Special Reserve	Dividend	Total
Balance as at 1 st July 2007	200,000,000	49,131,931	2,000,000	54,042,719	305,174,650
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					
Net profit for the period				21,826,888	21,826,888
Dividends					
Issue of share capital	87,942,300				87,942,300
Balance as at 30 th June 2008	287,942,300	49,131,931	2,000,000	75,869,607	414,943,838


Chairman


Managing Director


Secretary


Aziz Halim Khair Choudhury
Chartered Accountants




K.M.Alam & Co.
Chartered Accountants

ANSAR-VDP UNNAYAN BANK
Liquidity Statement
(Asset and liability Maturity Analysis)
As at 30th June 2008

Particulars	up to 01 month	1-3 months	3-12 months	1-5 years	more than 5 years	Total
Assets:						
Cash in hand	39,234,143					39,234,143
Balance with other banks and financial institutions	129,887,797	98,084,684	59,663,239			287,635,720
Money at call on short notice						
Investment		1,300				1,300
Loans and Advances	412,703,900	274,957,200	184,665,724	7,200,000	6,493,491	886,020,315
Fixed assets including premises, furniture and fixtures					4,150,266	4,150,266
Others assets	6,380,023	25,604,559	34,641,535	6,325,660	7,310,300	80,262,077
Non-banking assets						
Total Assets	588,205,863	398,647,743	278,970,498	13,525,660	17,954,057	1,297,303,821
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	70,000,000			150,000,000	100,000,000	320,000,000
Deposits	8,147,335	13,130,000	16,130,000	68,056,205	161,808,480	267,272,020
Other accounts						
Provision and other liabilities	3,939,889	5,206,978	15,542,697	11,722,802	258,675,597	295,087,963
Total Liabilities	82,087,224	18,336,978	31,672,697	229,779,007	520,484,077	882,359,983
Net Liquidity Gap	506,118,639	380,310,765	247,297,801	(2)216,253,347	(-)502,530,020	414,943,838

Chairman

Managing Director

Secretary



Aziz Halim Khair Choudhury
Chartered Accountants

K.M. Alam & Co.
Chartered Accountants

Chartered Accountants

ANSAR VDP UNNAYAN BANK
Notes to the Financial Accounts
For the year ended 30th June 2008

1.0 LEGAL STATUS AND OBJECTIVES 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. Its 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 19 members/directors of which 14 directors are elected by the shareholders from themselves and 5 directors (Including Chairman) are nominated by the Govt. for three (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 them. Total number of shares was 2,879,423 of Tk.100.00 each as on 30th June 2008.

2.0 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 suppliers/vendors along with other expenses for acquisition of the assets.

2.04 Depreciation:

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

<i>Name of the assets</i>	<i>Rate of depreciation</i>
Building	2.50%
Motor Vehicles	20%
Office Equipment	15%
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 10% 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:

<i>Category</i>	<i>Rate of Provision</i>
Unclassified	5%
Sub Standard	5%
Doubtful	5%
Bad & Loss	100%

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

<i>Category</i>	<i>Rate of Provision</i>
Unclassified	1%
Doubtful	50%
Bad & Loss	100%

2.08 Ex-Gratia:

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

2.09 Revenue Recognition:

Usually interest on loans has been recognized on the 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 provident fund; the employee is contributing 10% of the basic salary.

General:

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



	2007-2008 (Taka)	2006-2007 (Taka)
3.00 Cash: Tk 39,234,143		
Cash in hand	1,234,893	921,539
Local currency:	1,234,893	921,539
Foreign Currency	-	-
Balance with Bangladesh Bank	-	-
Local currency:	-	-
Foreign Currency	-	-
Balance with Sonali Bank: Tk. 37,999,250 (3.01)	37,999,250	62,306,646
Local currency:	37,999,250	62,306,646
Foreign Currency	-	-
Total	<u>39,234,143</u>	<u>63,228,185</u>
3.01 Balance with Sonali Bank: Tk. 37,999,250	37,999,250	62,306,646
Current deposit	23,410,921	26,917,757
Short term deposit	14,588,329	35,388,889
4.00 Balance with other Banks and financial institutions Tk. 287,635,720	287,635,720	157,761,889
Inside Bangladesh (4.01)	287,635,720	157,761,889
Outside Bangladesh	-	-
4.01 Inside Bangladesh	287,635,720	157,761,889
Current deposits (4.01.1)	1,035,703	1,941,946
Short term deposits (4.01.2)	128,852,094	34,226,564
Fixed deposits (4.01.3)	157,747,923	121,593,379
4.01.1 Current deposits	1,035,703	1,941,946
Name of the Banks		
Janata Bank	674,273	1,502,341
Agrani Bank	3,072	3,072
Rupali Bank Ltd.	2,820	2,820
Bangladesh Krishi Bank	353,446	431,621
Uttara Bank Ltd.	2,092	2,092
4.01.2 Short term deposits	128,852,094	34,226,564
Name of the Banks		
Janata Bank	118,796,041	27,377,563
Agrani Bank	1,000	1,000
Rupali Bank Ltd.	7,459,850	3,883,160
Bangladesh Krishi Bank	996,750	1,197,576
Uttara Bank Ltd.	1,598,453	1,767,265



	2007-2008 (Taka)	2006-2007 (Taka)
4.01.3 Fixed deposits	157,747,923	121,593,379
Name of the Banks		
Janata Bank	111,010,406	61,101,549
Oriental Bank Ltd.	46,737,517	60,491,830
Maturity grouping of balance with other Banks.	287,635,720	157,761,889
Payable on demand	1,035,703	1,941,946
Not more than 3 months	226,936,778	155,819,943
More than 3 months but not more than 1 year	59,663,239	-
More than 1 year but not more than 5 years	-	-
More than 5 years	-	-
5.00 Loans & Advances: Tk. 886,020,315	886,020,315	948,631,111
In side Bangladesh (5.01)	886,020,315	948,631,111
Outside Bangladesh	-	-
5.01 Inside Bangladesh	886,020,315	948,631,111
Loan (5.01.1)	886,020,315	948,631,111
Cash credit	-	-
Over draft	-	-
5.01.1 Loan	886,020,315	948,631,111
Micro-credit	869,748,376	940,412,302
Staff loan	16,271,939	8,218,809
5.02 Maturity grouping of loans and advances	886,020,315	948,631,111
Repayable on demand	-	-
Not more than 3 months	412,703,900	473,573,000
More than 3 months but not more than 1 year	459,622,924	467,864,302
More than 1 year but not more than 5 years	7,200,000	5,125,000
More than 5 years	6,493,491	2,068,809
5.03 Significant concentration of loans and advances:	886,020,315	948,631,111
Advances to allied concerns of directors	-	-
Advances to Chief Executive, other senior executive and other officers	16,271,939	8,218,809
Advances to customer groups	869,748,376	940,412,302
Advances to Industries	-	-
5.04 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	-	-



	2007-2008 Taka	2006-2007 Taka
5.05 Geographical area-wise loan and advances	886,020,315	948,631,111
Dhaka	300,437,000	311,998,000
Chittagong	122,424,000	131,754,000
Khulna	116,979,000	122,784,000
Rajshahi	173,370,000	208,700,000
Sylhet	109,580,000	117,276,000
Barishal	46,958,376	47,900,302
Staff loan	16,271,939	8,218,809
5.06 Classification status of loans and advances	886,020,315	948,631,111
Unclassified (Including staff loan)	682,796,315	777,959,111
Sub-standard	113,035,000	102,744,000
Doubtful	63,781,000	56,006,000
Bad/Loss	26,408,000	11,922,000
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 debtors 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;	869,748,376	940,412,302
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.	16,271,939	8,218,809
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;	-	-



	2007-2008 Taka	2006-2007 Taka
x) Amount of classified loan against which no interest income has been recognized		
a. 1) Amount (Decrease)/ increase in provision.	8,816,000	17,401,000
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.	42,043,000	33,227,000
c Interest creditable to the interest suspense account.	-	-
xi) Written off loans		
a. Cumulative amount of loan previously written off	-	-
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	78,726,000	65,016,000
Previous balance of provision	65,016,000	50,254,800
Add: Provision made during the year	5,727,000	14,761,200
Less Adjustment	-	-
Total provision held	70,743,000	65,016,000
Provision shortfall	7,983,000	-
6.00 Fixed Assets including premises, furniture & fixture : Tk. 4,150,266		
	4,150,266	4,381,963
Land	-	-
Building & other structure	453,279	467,201
Motor vehicle	265,805	531,605
Office equipment	613,921	147,763
Electrical equipment	675,189	836,265
Furniture	2,116,886	2,376,511
Library & other	25,186	22,618
6.01 Movement of Fixed Assets including premises and fixture		
Opening balance	4,381,963	4,922,877
Add. Purchase during the year	669,364	615,060
Less. Depreciation during the year	901,061	1,155,974
Closing balance	4,150,266	4,381,963
7.00 Other Assets Tk. 80,262,077		
	80,262,077	66,501,023
TA advance	99,800	38,500
Advance against salary	-	6,500
Advance against expenses	65,475	71,065
Advance against purchase	15,163	8,603
Advance Income Tax	136,278	104,489
Advance Office rent	18,000	40,360
Sundry advance	12,391,070	83,939
Printed stationery	2,096,669	1,599,225
Security deposit	175,550	175,550
Suspense account	809,090	738,383
Interest accrued on loan	60,733,058	58,280,193
Interest accrued on staff loan	2,523,546	2,496,908
Interest accrued on fixed deposit	418,086	1,665,924
General Account balance	780,292	1,191,384



	2007-2008 Taka	2006-2007 Taka
7.01 Classification of other assets and provision shortfall therein Tk.820, 000		
i) Amount classified	820,000	763,000
ii) Provision required	820,000	763,000
iii) Previous balance of provision	763,000	150,000
iv) Add: Provision made during the year	57,000	613,000
v) Total provision held	820,000	763,000
vi) Provision shortfall for other assets (ii - v)	-	-
8.00 Borrowing from other Banks, financial institutions and agents: Tk. 320,000,000	320,000,000	390,000,000
Inside Bangladesh (8.01)	320,000,000	390,000,000
Outside Bangladesh	-	-
8.01 Inside Bangladesh	320,000,000	390,000,000
Loan from Bangladesh Govt.	100,000,000	-
Loan from Bangladesh Bank	70,000,000	190,000,000
Bond issue (Sonali Bank)	-	50,000,000
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	-	-
8.02 Security wise grouping	320,000,000	390,000,000
Secured	-	-
Unsecured	320,000,000	390,000,000
8.03 Maturity-wise grouping	320,000,000	390,000,000
On Demand	-	-
On Maturity	320,000,000	390,000,000
9.00 Deposit and other accounts Tk.267,272,020	267,272,020	264,021,368
Deposit from banks	-	-
Other Deposits	267,272,020	264,021,368
9.01 Maturity-wise grouping	267,272,020	264,021,368
Repayable on demand	2,147,335	44,340
Repayable within 1 month	6,000,000	4,989,462
Over 1 month but within 6 month	21,195,000	29,923,462
Over 6 month but within 1 year	8,065,000	35,058,010
Over 1 year but within 5 years	68,056,205	153,929,064
Over 5 years but within 10 years	161,808,480	40,077,030



	2007-2008 Taka	2006-2007 Taka
10.00 Other Liabilities: Tk. 295,087,963	295,087,963	281308153
General provident fund	17,020,782	17,871,122
Superannuation fund	28,421,665	24,328,147
Benevolent fund	706,649	630,784
Employee security deposit	4,164,717	4,078,460
Death relief grant fund	1,875,000	1,375,000
Cash excess	22,802	2
Unpaid salary	189,889	219,148
Realized vat, tax, excise duty	206,978	173,571
Contractors security deposit	48,611	45,858
Reen Bima	4,235,374	3,172,374
Sundry account	32,667,577	41,296,828
Provision for interest on fixed deposit	547,096	378,127
Provision for interest on borrowed fund	12,546,990	14,797,261
Provision for ex-gratia	2,450,000	6,600,000
Provision for corporate tax	118,420,833	100,562,471
Provision for classified loan (10.01)	42,043,000	33,227,000
Provision for Unclassified loan (10.02)	28,700,000	31,789,000
Provision for other assets	820,000	763,000
10.01 Provision for Classified loan		
Opening balance	33,227,000	15,826,000
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>8,816,000</u>	<u>17,401,000</u>
Balance at the end of the year	42,043,000	33,227,000
10.02 Provision for unclassified loan		
Opening balance	31,789,000	34,428,800
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>(3,089,000)</u>	<u>(-2,639,800)</u>
Balance at the end of the year	28,700,000	31,789,000



	2007-2008 Taka	2006-2007 Taka
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 2008 divided into 10,000,000 ordinary share of Tk. 100 each.		

11.02 Paid up capital Tk. 287,942,300

The paid up capital of the Bank at 30 th June was Tk. 287,942,300. The amount of the paid up capital has been subscribed as follows:

Particulars	No of shares	Amount
Ansar-VDP members	2129423	212,942,300
Government of Bangladesh	750000	75,000,000
Total	2879423	287,942,300

Share Certificates in the name of owners have not been issued till the date.

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)	1,297,303,8 21	1240,504,171
b) Risk weighted assets	933431132	1001,776,864
c) Required capital	93,343,113	100,177,686
d) Available capital	365,774,231	280,920,931
i) Core capital	337,074,231	249,131,931
Paid up capital	287,942,300	200,000,000
General reserve	49,131,931	49,131,931
Dividend	-	-
ii) Supplementary Capital	28,700,000	31,789,000
General provision (Provision for unclassified loan)	28,700,000	31,789,000
Total Available Capital as 30 th June 2008.	365774231	280,920,931
e) Surplus	272,431,118	180,743,245

12.00 General reserves Tk. 49,131,931

Opening balance	49,131,931	45,019,335
Add transferred form profit during the year	-	4,112,596
Closing balance	49,131,931	49,131,931

13.00 Special reserves Tk. 2,000,000

Opening balance	2,000,000	1,000,000
Add. Transferred from profit during the year	-	1,000,000
Closing balance	<u>2,000,000</u>	<u>2,000,000</u>



	2007-2008 Taka	2006-2007 Taka
14.00 Dividend: Tk 75,869,607.00		
Opening balance as on 01.07.07	54,042,719	41,850,911
Add: Declared during the year	<u>21,826,888</u>	<u>29,926,845</u>
	75,869,607	71,777,756
Less: Payment during the year	-	17,735,037
Closing Balance as on 30.06.2008	75,869,607	54,042,719
15. Interest Income Tk. 156,615,725	156,615,725	199,586,173
Interest on loans & advance	155,239,980	186,768,544
Interest on staff loans	250,435	573,052
Interest on deposit	1,125,310	12,244,577
16. Interest paid on deposits and borrowings etc. Tk. 41,758,667	41,758,667	47,314,426
Interest on deposits	17,595,985	14,625,675
Interest on borrowings	21,866,396	30,485,406
Interest on General provident fund	2,153,684	2,049,493
Interest on security deposits	142,602	153,852
17. Other operating income Tk. 1,102,483	1,102,483	946,914
Sales of pass books	162,760	224,270
Sales of loan forms	360,000	460,460
Sales of tender schedule	8,750	4,500
Others receipt	570,973	257,684
18. Salaries & allowances Tk. 49,422,151	49,422,151	48,802,715
Salaries	28,378,225	28,305,382
House rent allowances	10,592,158	10,337,018
Dearness allowances	514	(78,472)
Medical allowances	1,846,230	1,874,144
Conveyance allowances	45,390	42,160
Contribution to superannuation fund	4,137,037	4,117,396
Festival Bonus	4,320,328	4,172,428
Other allowances	102,269	32,659
19. Rent, Taxes, Insurance's & Electricity Tk. 4,154,651	4,154,651	3,739,757
Rent	3,360,160	2,909,880
Taxes	131,091	153,757
Insurance's	23,772	36,066
Electricity, Waters & Gas	639,628	640,054
20. Postage, Stamp, Tele communication etc Tk.856,695	856,695	903,780
Postage & Telegram	216,932	203,816
Telephone	639,763	699,964



	2007-2008 Taka	2006-2007 Taka
21. Stationery, printing Advertisement etc. Tk. 1,594,595	1,594,595	2,025,451
Printing stationery	601,643	1,280,527
Office stationery	853,745	649,973
Advertisement	139,207	94,951
22. Chief Executives salary and fees. Tk. 329,650	329,650	507,220
Salaries	171,387	276,000
House rent allowances	85,694	138,000
Dearness allowances	-	-
Medical allowances	3,725	6,000
Contribution to PF	14,387	27,600
Festival Bonus	46,000	46,000
Other allowances	8,457	13,620
23. Depreciation and Repairs to Banks Assets. Tk. 1,763,743	1,763,743	1,647,474
Depreciation	901,061	1,155,974
Repairs to Bank's property	862,682	491,500
24. Other expenses. Tk. 16,077,634	16,077,634	15,913,720
Honorarium	14,000	5,000
Training & Workshop	252,710	274,122
Travelling expenses	5,898,117	5,507,400
Conveyance	774,361	762,464
Fuel expenses for office car	1,179,537	1,006,307
Subscription	105,000	105,000
Lunch subsidy	4,736,123	4,336,392
Entertainment	174,897	185,602
Business development	150,000	150,000
Newspaper & Journal	301,212	301,396
Subscription to death relief grant scheme	500,000	500,000
Commission & Exchange	152,803	271,354
Bank Charge	337,736	1,286,352
Miscellaneous	1,501,138	1,222,331
25. Provision for loan and advances. Tk. 5,727,000	5,727,000	14,761,200
Provision for Classified loan	8,816,000	17,401,000
Provision for Unclassified loan	(3,089,000)	(2,639,800)
26. Other provisions: Tk. (3,993,000)	(3,993,000)	713,000
Provision for other assets	57,000	613,000
Provision for ex-gratia	(4,150,000)	-
Provision for Benevolent Fund	100,000	100,000



	2007-2008 Taka	2006-2007 Taka
27. Receipts from other operating activities		
Tk. 1,102,483	1,102,483	946,914
Sales of pass books	162,760	224,270
Sales of loan forms	360,000	460,460
Sales of tender schedule	8,750	4,500
Others receipt	570,973	257,684
28. Payment for other operating activities Tk. 20,951,292		
	20,951,292	20,332,274
Rent, Taxes, Insurance's & Electricity	4,154,651	3,739,757
Postage, stamp, Telecommunication	856,695	903,780
Advertisement	139,207	94,951
Repairs to Bank's property	862,682	491,500
Honorarium	14,000	5,000
Training & Workshop	252,710	274,122
Traveling expenses	5,898,117	5,507,400
Conveyance	774,361	762,464
Subscription	105,000	105,000
Lunch subsidy	4,736,123	4,336,392
Entertainment	174,897	185,602
Business development	150,000	150,000
Subscription to death relief grant scheme	500,000	500,000
Commission & Exchange	152,803	271,354
Bank charge	337,736	1,286,352
Miscellaneous	1,501,138	1,222,331
Legal expense	21,375	61,175
Director fee	259,797	375,094
Auditors fee	60,000	60,000
29. Operating Profit before changes in operating Asset & Liabilities Tk. 21,148,982		
Net profit after taxation	21,826,888	35,039,441
Less:		
Interest accrued on loan and advances	1,231,665	22,620,686
	<u>20,595,223</u>	<u>12,418,755</u>
Add:		
Depreciation	901,061	1,155,974
Interest accrued on borrowing and deposits	(2,081,302)	(1,838,427)
Provision for loan	5,727,000	14,761,200
Other provision	(3,993,000)	713,000
	<u>553,759</u>	<u>14,791,747</u>
Total	<u>21,148,982</u>	<u>27,210,502</u>
30. Other assets Tk. (12,529,389)		
	(12,529,389)	(1,305,070)
TA advance	(61,300)	7,500
Advance against salary	6,500	(6,500)
Advance against expenses	5,590	(22,165)
Advance against purchase	(6,560)	(2,813)
Advance Income Tax	(31,789)	14,511
Advance Office rent	22,360	16,840



Aziz Halim Khair Choudhury
Chartered Accountants

K.M.Alam & Co
Chartered Accountants

	2007-2008 Taka	2006-2007 Taka
Sundry advance	(12,307,131)	150,772
Printed stationery	(497,444)	57,482
Security deposit	-	-
Suspense account	(70,707)	(568,175)
General Account balance	411,092	(952,522)
31. Other liabilities Tk. 14,127,113	14,127,113	74,715,809
General provident fund	(850,340)	3,465,445
Superannuation fund	4,093,518	4,053,802
Benevolent fund	(24,135)	144,628
Employee security deposit	86,257	10,072
Death relief grant fund	500,000	500,000
Cash excess	22,800	(4,017)
Unpaid salary	(29,259)	92,229
Realized vat, tax, excise duty	33,407	(22,418)
Contractors security deposit	2,753	(7,612)
Reen Bima	1,063,000	1,319,577
Sundry account	(8,629,251)	36,495,469
Provision for corporate tax	17,858,363	28,668,634



ANSAR –VDP UNNANYAN BANK
SCHEDULE OF FIXED ASSETS AS AT 30TH JUNE 2008

Particulars	Cost				Rate of Dep.	Depreciation				Written down value	
	As on 01.07.2007	Adjust-ment	Addition during the year	Total		As on 01.07.2007	Adjust-ment	Addition during the year	Total	As on 30.06.2008	As on 30.06.2007
1. Land	-	-	-	-	-	-	-	-	-	-	-
2. Building & other structure	556,873	-	-	556,873	2.5%	89,672	-	13,922	103,594	453,279	467,201
3. Motor vehicle	7,808,570	-	-	7,808,570	20%	7,276,965	-	265,800	7,542,765	265,805	531,605
4. Office equipment/ Mechanical equipment	1,621,753	-2,380	516,755	2,136,128	15%	1,473,990	-	48,217	1,522,207	613,921	147,763
5. Electrical equipment	1,595,201	-56,690	6,695	1,545,206	10%	758,936	-	111,081	870,017	675,189	836,265
6. Furniture	7,140,209	+59,070	140,454	7,339,733	10%	4,763,698	-	459,149	5,222,847	2,116,886	2,376,511
7. Library	24,687	-	5,460	30,147	10%	6,689	-	2,469	9,158	20,989	17,998
8. Others	5,625	-	-	5,625	15%	1,005	-	423	1,428	4,197	4,620
Total	18,752,918	-	669,364	19,422,282	-	14,370,955	-	901,061	15,272,016	4,150,266	4,381,963



ANSAR-VDP UNNAYAN BANK
High Lights of Bank's performance

	2007-2008 Taka	2006-2007 Taka
Paid up capital	287,942,300	200,000,000
Total capital	365,774,231	280,920,931
Capital surplus	272,431,118	180,743,245
Total assets	1,297,303,821	1,240,504,171
Total Deposits	267,272,020	264,021,368
Total loans and advances	886,020,315	948,631,111
Total contingent liabilities and commitments	-	-
Credit deposit ratio	331%	359%
Percentage of classified loans against total loans & advances	22.94%	17.99%
Profit after provision and tax	21,826,887	35,039,441
Classified loans & advances during the year:	203,224,000	170,672,000
Provision kept against classified advances (including general provision for unclassified loans and advances)	70,743,000	65,016,000
Provision surplus/deficit	(-)7,983,000	-
Cost of fund	6.86%	7.00%
Performing assets	1,009,667,478	998,949,185
Non Performing assets	287,636,343	241,554,986
Return on investment (ROI)	-	-
Return on assets (ROA)	3.19%	6.38%
Incomes from Investment	-	-
Earning per share	10%	17.52
Net income per share	10%	17.52
Price Earning ratio	N/A	N/A

