

**INDEPENDENT AUDITOR'S REPORT
AND FINANCIAL STATEMENTS OF
KHULNA WATER SUPPLY & SEWERAGE AUTHORITY
FOR THE YEAR ENDED 30 JUNE 2021**



**INDEPENDENT AUDITOR'S REPORT
TO THE KHULNA WATER SUPPLY & SEWERAGE AUTHORITY
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

Opinion

We have audited the financial statements of Khulna Water Supply & Sewerage Authority (KWASA) for the year ended 30 June 2021, which comprise the statement of financial position as at 30 June 2021, and the statement of comprehensive income, statement of changes in equity, statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 30 June 2021, and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards (IFRSs)

Basis for Opinion

We Conducted our Audit in accordance with International Standards of Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are independent of the Authority in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), together 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 and with the IESBA Code.

Emphasis of Matter

- KWASA received an amount of Tk. 19,832,261,000 as long-term loan which consists of Tk. 5,186,956,000 from ADB, Tk. 10,891,018,000 from JICA, and Tk. 3,754,287,000 from the Government. Tk. 582,193,759 has been added to the loan Amount from ADB as Interest Due (2% Interest Rate) and Tk. 1,075,245,748 has been added to the loan amount from JICA during the year ended 30 June 2021 as Interest Due (2% Interest Rate), similarly Tk. 515,140,334 and Tk. 1,617,660,576 has been deducted as the current portion of the loan consecutively from ADB and JICA loan amount and presented as Current Portion of Long-Term Loan in the Statement of Financial Position. The amount shown as Long-Term Loan in the Statement of Financial Position as at 30 June 2021 is BDT 19,356,899,597.
- KWASA has shown an amount of Tk. 14,111,555 as Advance Income Tax (AIT) but did not charge provision for income tax and adjustment of AIT. In addition to that, KWASA is yet to obtain Tax Identification Number (TIN) and submit income tax return. As a result, the amount of AIT is increasing year by year without being adjusted.
- Plant and Machineries obtained from Khulna City Corporation at the time of establishment of KWASA, are without proper documentation.

Key Audit Matters

Risk	Our Response to the Risk
Revenue Recognition	
For the year ended 30 June 2021, the amount recognized as revenue by Khulna Water Supply & Sewerage Authority is Tk. 283,442,028. For the year ended 30 June 2020 the amount of revenue was Tk. 247,665,120.	We have tested the control design and operating effectiveness of key controls focusing on the followings: ➤ Timing of revenue recognition; and Calculation of discounts.



<p>Revenue is recognized when the performance obligation is satisfied by transferring goods or services to a customer, either at a point in time or over time. Services are “transferred” when the customer obtains control of it.</p> <p>This material item is subject to considerable inherent risk due to identifying, recording and properly accounting for variable consideration elements in the contracts with customers. Against this background, the proper application of the accounting standards is considered to be complex and to a certain extent based on estimates and assumptions made by authority.</p> <p>The application of the new standard on revenue recognition, “International Financial Reporting Standard 15 – Revenue from Contracts with Customers” (IFRS 15), will have a significant impact which has been presented in statement of comprehensive the financial statements for the financial year 2021.</p>	<ul style="list-style-type: none"> ➤ Performed walkthroughs to understand the adequacy and the design of the revenue cycle; ➤ Tested the internal controls over financial reporting, we also assessed the existence and accuracy of the sales recorded, based among other things on inspection of sales contracts, final acceptances, and the allocation of variable consideration to the various elements in the contracts; <p>Our substantive procedures in relation to the revenue recognition comprised the followings:</p> <ul style="list-style-type: none"> ➤ Obtaining supporting documentation for transactions; ➤ Recording either side of year end as well as credit notes issued after the year end date to determine whether revenue was recognized in the correct period; ➤ Recognizing accounting policies comparing with applicable accounting standard; ➤ Testing journal entries recognized to revenue focusing on unusual or irregular transactions; ➤ Assessing the appropriateness and presentation of disclosures against relevant accounting standards.
<p>Please refer to “Statement of Comprehensive Income”.</p>	
<p>Valuation of Inventories</p>	
<p>Khulna Water Supply & Sewerage Authority had inventories worth of Tk. 8,196,755 as at 30 June 2021 in their warehouse and project locations.</p> <p>Inventories are carried at the lower of cost and net realizable value. As a result, the authority applied assumption in determining the appropriate values for obsolete items.</p>	<p>We checked the appropriateness of authority’s assumptions applied in valuation of the inventories by:</p> <ul style="list-style-type: none"> ➤ Evaluating the design and implementation of key inventory controls operating in the KWASA on sample basis. ➤ Conducting inventory counts and reconciling the physical stock count with inventory report to test the completeness and accuracy of data. ➤ Reviewing the historical accuracy of inventory, level of inventory write-off during the year, and ➤ Checking the completeness of inventory through assessing actual and forecast sales of inventory lines to assess whether obsolete stock are valid and complete.
<p>Please refer to Note 05 “Inventory” of the notes to the financial statements.</p>	
<p>Account Receivable</p>	
<p>Khulna Water Supply & Sewerage Authority reported accounts receivable Tk. 51,836,542 as at 30 June 2021.</p>	<ul style="list-style-type: none"> ➤ We have obtained an understanding and evaluation of the design and tested the operational effectiveness of the authority’s key controls over the recognition and



Significant judgment is required in relation to accounts receivable as its recoverability is depend on forecasts of future over a number of years.	<p>measurement of accounts receivable and the assumptions used in estimating bad debts authority's future receivable.</p> <ul style="list-style-type: none"> ➤ We assessed the completeness and accuracy of the data used for the estimations of bad debts. ➤ We also assessed the appropriateness of presentation of disclosures against accounts receivables and bad debts.
Please refer to Note 06 "Accounts Receivables" of the notes to the financial statements.	
Cash and Cash Equivalent	
Khulna Water Supply & Sewerage Authority reported Tk. 433,443,348 as Cash and Cash Equivalent as on 30 June 2021	<p>We performed the following to test accuracy and completeness of the recording:</p> <ul style="list-style-type: none"> ➤ Check all of bank statement ➤ Obtain bank balance confirmation ➤ Calculate bank interest ➤ Obtain bank charges ➤ Check the audit evidence with bank statement. ➤ Obtain reconciliation with cash book
Please refer to Note 09 "Cash and Cash Equivalent" of the notes to the financial statements.	

Other Information

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Board of Directors of the Authority.

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 IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Authority'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 Authority or to cease operations, or has no realistic alternative but to do so.

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 ISA, 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.
- 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 Authority's ability to continue as a going concern. If we conclude that a material uncertainty exists, we would 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. However, future events or conditions may cause the Authority to cease to continue as a going concern.
- 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 achieves fair presentation.

Subject to the effect of the matters as stated above, we also report the following:

- a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of account as required by law have been kept by the Authority so far as it appeared from our examination of those books;
- c) The statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.
- d) The information and explanation required by us have been received and found satisfactory.

Place: Dhaka

Date: February 27, 2022

Md. Iqbal Hossain FCA

Partner, Enrolment No. 596 (ICAB)

Zoha Zaman Kabir Rashid & Co.

Chartered Accountants

DVC: 2203070596AS540641



Khulna Water Supply & Sewerage Authority (KWASA)
Statement of Financial Position
As at 30 June 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
Assets:			
Non-Current Assets			
Property, Plant and Equipment	3.00	24,082,351,750	25,120,998,818
Current Assets			
Khulna Water Supply & Sewerage Authority (KWASA)	4.00	158,696,737	148,821,477
Inventories	5.00	8,196,755	9,614,883
Accounts Receivable	6.00	51,836,542	99,692,546
Advance, Deposits & Pre-Payments	7.00	4,371,114	3,334,707
Advance Income Tax	8.00	14,111,555	12,082,715
Cash & Cash Equivalent	9.00	433,443,348	355,902,289
Total Current Assets		670,656,051	629,448,617
Total Assets		24,753,007,801	25,750,447,435
Capital and Liabilities:			
Capital			
Capital Fund	10.00	6,771,356,841	6,771,356,841
Retained Earnings	11.00	(3,511,317,256)	(866,099,757)
Total Capital		3,260,039,585	5,905,257,084
Non-Current Liabilities			
Long Term Loan	12.00	19,356,899,597	19,832,261,000
Current Liabilities			
Current Portion of Long Term Loan	13.00	2,132,800,910	-
Liability For Audit Fee	14.00	132,075	165,475
Provision for Bad Debts	15.00	-	10,761,097
Accounts Payable	16.00	3,135,634	2,002,779
Total Current Liabilities		2,136,068,619	12,929,351
Total Capital & Liabilities		24,753,007,801	25,750,447,435

The annexed notes form an integral part of the Financial Statements


DMD (F&A)
Khulna WASA


Managing Director
Khulna WASA

Signed in terms of our separate report of even date.



Md. Iqbal Hossain FCA
Senior Partner, Enrollment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Dated, Dhaka
February 27, 2022





Khulna Water Supply & Sewerage Authority (KWASA)
Statement of Comprehensive Income
For the year ended 30 June 2021

Particulars	Notes	Amount in Taka	
		30 June 2021	30 June 2020
INCOME:			
Water Bill		97,618,331	65,399,110
Govt. Grant Against-Street Hydrant & HTW	17.00	160,000,000	155,000,000
Water sale Direct		40,550	125,950
Connection Fee		9,015,074	10,041,245
Khulna Water Supply & Sewerage Authority (KWASA)		92,750	40,000
Connection form sale		147,550	40,450
Ownership change fee		106,000	67,000
Bank Interest	18.00	16,337,876	16,873,666
Other Income		83,896	77,699
Total Income		283,442,028	247,665,120
Total Assets			
Operating Exp. (Salary, Wages & Others)	19.00	123,832,368	99,724,697
Power & Electricity Bill	20.00	52,646,880	43,737,388
Repair & Maintenance	21.00	14,895,791	8,738,223
Administrative Expenses	22.00	1,079,254,935	1,099,476,736
Financial Expenses	23.00	1,658,118,849	283,079
Total Expenses		2,928,748,823	1,251,960,123
Net Expenses over Income		(2,645,306,795)	(1,004,295,003)
Total		283,442,028	247,665,120

The annexed notes form an integral part of the Financial Statements

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Khulna WASA

Managing Director
Khulna WASA

Signed in terms of our separate report of even date.

Md. Iqbal Hossain FCA
Senior Partner, Enrollment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Dated, Dhaka
February 27, 2022





Khulna Water Supply & Sewerage Authority (KWASA)
Statement of changes in equity
For the year ended 30 June 2021

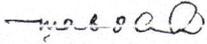
Particulars	Capital fund	Retained earnings	Total
	Taka	Taka	Taka
Balance as on 01 July 2020	6,771,356,841	(866,099,757)	5,905,257,084
Add: Adjustment	-	89,296	89,296
Add: Net Expenses over Income	-	(2,645,306,795)	(2,645,306,795)
Balance as at 30 June 2021	<u>6,771,356,841</u>	<u>(3,511,317,256)</u>	<u>3,260,039,585</u>

Khulna Water Supply & Sewerage Authority (KWASA)

Particulars	Capital fund	Retained earnings	Total
	Taka	Taka	Taka
Balance as on 01 July 2019	1,139,925,841	138,195,246	1,278,121,087
Add: During the year	5,631,431,000	-	5,631,431,000
Add: Net Income over Expenses	-	(1,004,295,003)	(1,004,295,003)
Total Assets	<u>6,771,356,841</u>	<u>(866,099,757)</u>	<u>5,905,257,084</u>

The annexed notes form an integral part of the Financial Statements


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Khulna WASA


Managing Director
Khulna WASA

Signed in terms of our separate report of even date.


Md. Iqbal Hossain FCA
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Dated, Dhaka
February 27, 2022



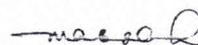


Khulna Water Supply & Sewerage Authority (KWASA)
Statements of cash flows
For the year ended 30 June 2021

Particulars	Amount in Taka	
	30 June 2021	30 June 2020
A. Cash Flow from Operating Activities:		
Net Profit / (Loss) for the year	(2,645,306,795)	(1,004,295,003)
Depreciation Charge during the year	1,039,681,983	1,092,809,990
Decrease/ (Increase) in Inventories	1,418,128	1,273,918
Decrease/ (Increase) in Debtors	47,856,004	(10,132,751)
Decrease/ (Increase) in Advance Deposit & Pre-Payments	(1,036,407)	(931,188)
Decrease/ (Increase) in Advance Income Tax Khulna Water Supply &	(2,028,840)	(2,123,251)
(Decrease)/ Increase in Provision for Bad Debt	(10,761,097)	743,814
(Decrease)/ Increase in Current Liability	1,132,855	1,135,728
(Decrease)/ Increase in Provision for Audit Fee	(33,400)	46,000
Net Cash used in Operating Activities:	(1,569,077,569)	78,527,257
B. Cash Flow from investing Activities:		
Fixed Assets Addition	(1,034,916)	(25,464,154,221)
Increase of Investment Total Assets	(9,875,260)	(38,881,970)
Adjustment of Sundorban Water Botol	89,296	-
Net Cash used in investing Activities:	(10,820,880)	(25,503,036,191)
C. Cash Flow from Financing Activities:		
Current Portion of Long Term Loan	2,132,800,910	-
Long Term Loan	(475,361,403)	19,832,261,000
Adjustment of Capital Fund	-	5,631,431,000
Net Cash used in Financing Activities:	1,657,439,507	25,463,692,000
D. Net Increase in Cash & Cash Equivalent (A+B+C)	77,541,058	39,183,066
E. Cash & Bank Balance at the Beginning of the year	355,902,289	316,719,223
F. Cash & Bank Balance at the ending of the year (F= D+E)	433,443,348	355,902,289

The annexed notes form an integral part of the Financial Statements


DMD (F&A)
Khulna WASA


Managing Director
Khulna WASA

Signed in terms of our separate report of even date.


Md. Iqbal Hossain FCA
Senior Partner, Enrollment No. 596 (ICAB)
Zoha Zaman kabir Rashid & Co.
Chartered Accountants

Dated, Dhaka
February 27, 2022





Khulna Water Supply & Sewerage Authority (KWASA)

Notes to the financial statements

For the year ended 30 June 2021

1.00 Background and Nature of Authority:

Khulna Water Supply and Sewerage Authority (KWASA) is an autonomous body established on 2nd March 2008 under the local government and rural development Ministry in address of its register office is 7 No. Roosevelt Jetty Ghat Road, Khalishpur, Khulna-9000. It is controlled and governed by the Water Supply & Sewerage Authority Act no. (6). 1996, KWASA started its activities from October 2008. The water supply system of Khulna City Corporation was handed over to Khulna Water Supply & Sewerage Authority during the year 2008. It is a service oriented public utility organization directed by the KWASA board consisting of 13 members headed by a Chairman as well as the Chief executive of KWASA is Managing Director.

1.01 Activities of the Organization :

The activities of KWASA are spread over Khulna City Corporation Area, to construct, develop and maintain necessary infrastructure for abstracting, purifying and distribution of safe and potable water to domestic, commercial and industrial organizations. It supplies water to city dweller through water carrier at public's door on demand and also supplying water through street hydrant.

1.02 Nature of Business :

KWASA is primarily involved in the following activities through its Maintenance, Operation, Distribution and Services (MODS) zones and Revenue zones and other divisions and offices:

(a) to construct, develop and maintain necessary infrastructure for lifting, purifying and preserving water for supplying to public for residential, commercial, community, official and industrial purpose;

(b) to construct, design and operate sewerage facilities and maintain the system in a pollution free way;

(c) to construct, develop and maintain drainage of flooded water through drainage facilities within Khulna City and

(d) Switching to surface water from underground extraction due to rapid depletion of the ground water level.

2.00 Significant Accounting Policies:

The significant accounting policies followed to the preparation and presentation of these financial statements are summarized below:

2.01 Statement of compliance :

The financial statements have been prepared on a project basis following accrual basis of accounting in accordance with International Accounting Standards (IASs) which are consistent in all material respects with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh.





2.02 Regulatory compliance :

The Authority also complies with the required following major laws and regulation.

Water Supply & Sewerage Authority Act 1996

The Income Tax Ordinance 1984

The Income Tax Rules 1984

The Value Added Tax and Supplementary Act 2012

The Value Added Tax and Supplementary Rules 2016

Bangladesh Labor Law 2006

2.03 Measurement bases used in preparing the financial statements :

The financial statements have been prepared on "Historical Cost" convention basis, which is one of the most commonly adopted base provided in "the framework for the preparation and presentation of financial statements" issued by the International Accounting Standard Committee (IASC).

2.04 Going concern :

The Authority has adequate resources to continue in operation for foreseeable future. For this reason the management continued to the project in preparing the Financial Statements. The current credit facilities and resources of the project provide sufficient fund to meet the present requirements of its existing businesses and operations.

2.05 Components of the financial statements :

According to the International Accounting Standards (IASs) 1 as adopted by ICAB as IAS 1 "Presentation of Financial Statements" the complete set of financial statements includes the following components:

- i. Statement of financial position
- ii. Statement of comprehensive income
- iii. Statement of changes in equity
- iv. Statement of cash flows
- v. Notes to the financial statements

Comparative information in respect of the preceding period for all amounts were reported in the current period's financial statements to conform the Para # 38 of IAS -1

2.06 Use of estimates and judgments :

The preparation of the Financial Statements in conformity with IAS and IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.



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2.07 Depreciation :

Components of an asset with differing patterns of benefits are depreciated separately.

Depreciation on own fixed assets is charged systematically over the asset's useful life. Full year depreciation is charged on addition irrespective of date when the related assets are put into use. On the other hand, no depreciation has been charged on the month of disposal.

The Authority follows the reducing balancing method of depreciation applying rates stated as follows:

• Land & Development	0.0%
• Building	2.0%
• Plant & Machinery	5.0%
• Sewerage	10%
• Vehicles	20%
• Furniture & Fixture	10%
• Equipment	10%

2.08 Cash and cash equivalent:

Cash and cash equivalent comprise only cash at bank in different mother accounts (STD) and collection account (Current account) maintained with different government and private commercial bank.

2.09 Accounts receivables :

Accounts receivables are recognized at cost less provision for doubtful debts. Provision for bad debts has been made on the closing balance of Accounts receivable and provision charge in the statement of comprehensive income in the excess requirement of provision for the current year compared to previous year.

2.10 Statement of cash flows :

Statement of cash flows is prepared under the indirect method.

2.11 Reporting period :

The Financial period of Authority covers the activities from 01 July 2020 to 30 June 2021.

2.12 Comparative Figure :

Comparative Figures have been taken from last year books of accounts.

2.13 Accrual basis of accounting :

These financial statements have been prepared under the accrual basis of accounting.





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
3.00	Property, Plant and Equipment		
	Opening Balance	26,580,495,243	1,116,341,022
	Add: Addition during the period at cost	1,034,916	25,464,154,221
		26,581,530,159	26,580,495,243
	Less : Adjustment during the year	-	-
		26,581,530,159	26,580,495,243
	Less: Accumulated Depreciation during the year	2,499,178,409	1,459,495,425
	Total Written Down Value (WDV)	24,082,351,750	25,120,998,818
	(Details shown an annexure-A)		
4.00	Investment in FDR & Term Deposit		
	Agram Bank Ltd (A/C - 2338230)	36,416,369	34,649,257
	United Commercial Bank Ltd. (A/C -003862)	4,529,987	4,329,934
	Social Islami Bank Ltd. (A/C -0008417)	2,964,739	2,820,875
	United Commercial Bank Ltd. (A/C -0161404000000037)	8,276,392	7,874,779
	Standard Bank Ltd. (A/C - 00855031010)	8,941,557	8,435,664
	Agrani Bank Ltd. (A/C -0200002338234)	12,621,988	12,009,503
	BASIC Bank Ltd. (A/C -0518-01-0003594)	9,385,802	8,933,208
	BASIC Bank Ltd. (A/C -0518-01-0004870)	5,392,956	5,133,640
	BASIC Bank Ltd. (A/C - 4218-01-0000969)	13,100,177	12,440,396
	BRAC Bank Ltd. (A/C -2802304585821001)	5,000,000	5,000,000
	NRBC Bank Ltd. (A/C -013171200000066)	7,879,500	7,500,000
	City Bank Ltd. (A/C -4852871267001)	10,510,000	10,000,000
	Al-Arafah Islami Bank Ltd. (A/C - 0061310383658)	5,370,546	5,155,873
	Pubali Bank Ltd. (A/C -0886104008809)	5,270,750	5,000,000
	Janata Bank Ltd. (A/C - 0100211480640, FDR- 0377896)	8,396,821	7,994,597
	South Bangla Agriculture & Commerce Bank Ltd. (A/C - 0006241001076, FDR -2064)	3,767,471	3,604,991
	South Bangla Agriculture & Commerce Bank Ltd. (A/C - 0006242000646, FDR -1067)	4,043,240	3,834,251
	South Bangla Agriculture & Commerce Bank Ltd. (A/C - 0006242000691, FDR -1073)	4,328,442	4,104,508
	NRB Bank Ltd. (A/C- 5013390063326)	2,500,000	-
		158,696,757	148,821,477
5.00	Inventories		
	Opening Inventory	9,614,883	10,888,801
	Adjustment during the year	-	-
	Restated opening balance	9,614,883	10,888,801
	Add: Purchase during the year	1,725,809	631,000
	Add: Sundarban Water Botol	89,296	-
	Total Inventory was available for use	11,429,988	11,519,801
	Less: Consumption	3,233,233	1,904,918
	Closing Inventory	8,196,755	9,614,883





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
6.00	Accounts Receivable		
	Opening Balance	99,692,546	89,559,795
	Add: Billing during the Period	97,618,331	65,399,110
		<u>197,310,877</u>	<u>154,958,905</u>
	Less: Collection during the period	102,371,409	55,266,359
	Less: Bad Debts	43,102,926	-
	Closing Balance	<u>51,836,542</u>	<u>99,692,546</u>
7.00	Advance, Deposits & Pre-Payments		
	Advance against Expenses (Note 7.01)	3,711,114	3,334,707
	Advance to Sewerage Project	660,000	-
		<u>4,371,114</u>	<u>3,334,707</u>
7.01	Advance against Expenses		
	Opening Balance	3,334,707	2,403,519
	Add: disbursement during the year	3,649,819	2,599,510
		<u>6,984,526</u>	<u>5,003,029</u>
	Less: Adjustment during the period	3,273,412	1,668,322
	Closing Balance	<u>3,711,114</u>	<u>3,334,707</u>
8.00	Advance Income Tax		
	Opening Balance	12,082,715	9,959,464
	AIT Against Bank Interest	843,763	1,069,229
	AIT Against F.D.R Interest	1,165,077	1,054,022
		<u>14,111,555</u>	<u>12,082,715</u>
9.00	Cash & Cash Equivalent		
	Janata Bank Ltd. (A/C-433021514)	16,633,972	10,959,078
	Dutch Bangla Bank Ltd. (A/C-120.120.1974)	3,006,467	2,028,477
	Dutch Bangla Bank Ltd. (A/C-1201200006872)	6,458,362	1,659,385
	Dutch Banaba Bank Ltd. (A/C-1201200010146)	6,128,048	391,737
	Bank Asia Ltd. (A/C-2536000078)	3,779,606	3,470,156
	Pubali Bank Ltd. (A/C-886102000425)	169,657	166,864
	Janata Bank Ltd. (A/C-436001018)	11,275,931	5,610,042
	Janata Bank Ltd. (A/C-436001075)	130,968,405	113,744,029
	Agrani Bank (A/C-0200002137401)	274,404	266,607
	Mercantile Bank Ltd. (A/C-12113114710476); New (A/C-012113100000528)	3,184,320	2,627,477
	BASIC Bank Ltd. (A/C-4216-01-0000046)	3,824,270	2,755,645
	UCB (A/C-001613200000367), New (A/C-0161301000000091)	451,409	190,628
	Dutch Bangla Bank Ltd. (A/C-120.120.3214)	7,699,741	4,758,115
	Southeast Bank Ltd. (A/C-1113100001487)	17,959,272	17,593,759
	Janata Bank Ltd. (A/C-436001091)	26,305,159	25,409,887
	City Bank Ltd. (A/C-4852871267001)	841	833
	Trust Bank Ltd. (A/C-400320000255)	896,527	886,636





Zoha Zaman Kabir Rashid & Co.
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Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
	Pubali Bank Ltd. (A/C-886102000430)	5,330,628	5,225,248
	Premier Bank Ltd. (A/C-11313100001076)	1,894,537	1,864,273
	Union Bank Ltd. (A/C-0191210000105) (open 2017-2018)	117,153	44,042
	Pubali Bank Ltd. (A/C-98102001105)	2,179,649	2,153,986
	Pubali Bank Ltd. (A/C-981021090)	21,199,385	15,976,276
	UCBL (A/C-1613200000315), New (A/C-0161301000000014)	1,034,220	1,027,576
	Bank Asia Ltd (A/C-15636000057)	7,295,782	6,790,335
	IFIC Bank Ltd. (A/C-4060416592041)	5,305,854	3,835,141
	IFIC Bank Ltd. (A/C-4060372940041)	327,972	322,822
	IFIC Bank-4067682161041 (A/C open FY 2014-2015)	1,124,144	1,106,199
	IFIC Bank Ltd. (A/C-0170265361041)	1,535,252	438,317
	IFIC Bank Ltd. (A/C-0170172657041) (A/C open FY 2017-2018)	22,279,068	21,734,652
	Standard Bank Ltd. (A/C-836000999)	1,732,674	1,694,720
	BASIC Bank Ltd. (A/C-516010000876)	12,102,199	8,958,420
	BASIC Bank Ltd. (A/C-0516-01-0000759)	5,331,190	5,155,648
	Dutch Bangla Bank Ltd. (A/C-120.120.3413)	25,033,936	41,648,653
	BASIC Bank Ltd. (A/C-4216-01-0000067)	16,970,802	16,415,311
	Dhaka Bank Ltd. (A/C-502150232)	2,048,860	1,710,136
	Mercantile Bank Ltd. (A/C-12113100000275)	5,980,871	5,892,087
	Eastern Bank Ltd. (A/C-2001360117017) (open 23 June 2015)	3,504,736	3,442,924
	SBAC (A/C-0006130000312), Old (A/C-01130000026655)	6,419,035	6,239,487
	First Security Islami Bank (A/C-01161290009) (open 2015-2016)	1,652,521	1,385,992
	First Security Islami Bank Ltd. (A/C-011613100000919)	771,517	95,995
	IFIC Bank Ltd. (A/C-4067093938041) (open 2016-2017)	1,694,439	996,922
	AL-Arafah Islami Bank (A/C-0961220000293) (open 2016-2017)	6,977,845	715,601
	NRB Global Bank (New GIB) (A/C-0113000142777)	545,381	363,496
	Modhumoti Bank Ltd (A/C-1118135000009) (open 2016-2017)	1,042,730	594,537
	Dutch Bangla Bank Ltd. A/C-1201200006872 (open 2016-2017)	6,458,362	1,659,385
	NRBC A/C-013136000000014 (open 2017-2018)	1,364,718	585,347
	The Padma Bank Ltd. (A/C-0113000253870)	905,390	516,870
	EXIM Bank Ltd. A/C-04311100181251 (open 2017-2018)	1,424,576	835,039
	Shahjalal Islami Bank A/C-110113100000580 (open 2017-2018)	818,649	524,522
	Midland Bank Ltd. (A/C-0023-1090000398)	709,061	202,261
	Bangladesh Commerce Bank Ltd.	1,184,576	348,952
	Bangladesh Development Bank Ltd. (A/C-052024000023)	207,279	9,390
	Social Islami Bank Ltd. (A/C-14913600000163)	8,518,612	1,584,405
	One Bank Ltd. A/C-0533000000463	1,468,274	321,988
	National Bank Ltd. A/C-1066002252485 (open 2017-2018)	1,810,507	965,978
	AL-Arafah Islami Bank Ltd. (A/C-0061220003072)	88,431	-
	Prime Bank Ltd. (A/C-2107317025654)	19,456	-
	Trust Bank Ltd. (A/C-0040-0320000648)	112,569	-
	Mutual Trust Bank Ltd. (A/C-1310000000600)	63,954	-
	Community Bank Ltd. (A/C-0140309276301)	116,133	-
	Bupali Bank Ltd. (A/C-6122024000001)	58,881	-





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
	NCC Bank Ltd. (A/C-0005-0315000026)	306,265	-
	BRAC Bank Ltd. (A/C-2802204657235001)	82,294	-
	First Security Islami Bank Ltd. (A/C-0285-13100000013)	41,012	-
	First Security Islami Bank Ltd. (A/C-0282-13100000028)	33,361	-
	BRAC Bank Ltd. (A/C-2802104585821001)	5,241,375	-
	Dutch Bangla Bank Ltd. (A/C-1201200010627)	1,416,961	-
	Janata Bank Ltd. (A/C-0100217431021)	543,880	-
		433,443,348	355,902,289
10.00	Capital Fund		
	Opening Balance	6,771,356,841	1,139,925,841
	Addition During the year	-	5,631,431,000
		6,771,356,841	6,771,356,841
11.00	Retained Earnings		
	Opening Balance	(866,099,757)	138,195,246
	Add: Adjustment	89,296	-
	Add: Net Profit/ (loss) during the year	(2,645,306,795)	(1,004,295,003)
		(3,511,317,256)	(866,099,757)
12.00	Long Term Loan		
	ADB Loan		
	Opening Balance	5,186,956,000	5,186,956,000
	Add: Interest Due	582,193,759	-
	Less: Current Portion of the Loan	515,140,334	-
	Less: Paid during the year	-	-
		5,254,009,425	5,186,956,000
	JICA Loan		
	Opening Balance	10,891,018,000	10,891,018,000
	Add: Interest Due	1,075,245,748	-
	Less: Current Portion of the Loan	1,617,660,576	-
	Less: Paid during the year	-	-
		10,348,603,172	10,891,018,000
	Govt. Loan	3,754,287,000	3,754,287,000
	Total Long Term Loan	19,356,899,597	19,832,261,000





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
13.00	Current Portion of Long Term Loan		
	ADB Loan	515,140,334	-
	JICA Loan	1,617,660,576	-
		2,132,800,910	-
14.00	Liability For Audit Fee		
	Opening Balance	165,475	119,475
	Add: Addition During The Year	45,000	46,000
		210,475	165,475
	Less : Paid During The Year	78,400	-
		132,075	165,475
15.00	Provision for Bad Debts		
	Opening balance	10,761,097	10,017,283
	Add: Addition During The Year	32,341,829	743,814
		43,102,926	10,761,097
	Less Adjustment During The Year	43,102,926	-
		-	10,761,097
16.00	Accounts Payable		
	Sahil builders Engineering & Electric corporation	18,666	18,666
	An auto gear	5,539	5,539
	M/S Dhaka sanitary store	229,417	202,968
	Master Simex Ltd	-	20,800
	Hizazi Enterprise	58,650	58,650
	M/S Jahan traders	-	30,003
	M/S Samrat Store	10,471	10,471
	M/S Apu Enterprise	-	32,306
	Md. Arshad	-	55,323
	A&A Enterprise	5,598	5,598
	Razu Electric works	4,245	4,245
	Sultan Enterprise	889,379	889,379
	IDEA	8,350	8,350
	S.K Moinul Haq Mithu	115,193	115,193
	Khulna Eclectic Watch	34,100	34,100
	Modern Eclectic & Refrigerator	4,494	4,494
	JR Trading	11,049	11,049
	Nahar Engineering Workshop	1,720	1,720
	Md. Ishak	690,823	385,457
	M.A Computer	4,100	4,100
	Najbel Engineering & Tec. Ltd.	104,368	104,368
	M/S Shuvo Enterprise	59,117	-
	M/S A.H Engineering	15,237	-
	M/S Raihan & Brothers	18,455	-
	Dolphin Enterprise	9,484	-
	Bengal Plastic pipes Ltd.	823,361	-
	Premier Boring & Engineering	13,818	-
		3,135,634	2,002,779





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
17.00	Govt. Grant Against-Street Hydrant & HTW		
	Water Grant	-	-
	Street Hydrant & Hand Tube well	160,000,000	155,000,000
	Capital Grant	-	-
		<u>160,000,000</u>	<u>155,000,000</u>
18.00	Bank Interest		
	Bank Interest	7,496,541	9,408,173
	F.D.R Interest	8,841,336	7,465,493
		<u>16,337,876</u>	<u>16,873,666</u>
19.00	Operating Exp. (Salary, Wages & Others)		
	Basic Salary	48,941,926	40,067,580
	House Rent	20,654,243	17,473,012
	Medical Allowance	3,646,105	3,416,613
	Conveyance	510,908	512,708
	Honorarium (Chairman, Medical retainer, Imam)	-	473,600
	Washing Allowance	117,653	120,070
	Tiffin Allowance	342,905	344,220
	Education Allowance	1,148,000	1,163,500
	CPF Contribution	3,624,297	3,353,511
	Gratuity	5,592,105	3,295,129
	Leave Encashment	1,517,400	1,300,680
	Rest & Recreation Allowance	800,570	1,634,870
	Festival Bonus	7,591,752	6,327,530
	Overtime	1,267,650	981,734
	Mobile & Telephone Allowance	119,460	121,140
	Electricity, Water & Gas Allowance	619,200	619,200
	Dearness Allowance	112,934	23,832
	Other Allowance	-	8,000
	Entertainment	30,000	33,000
	Payment to PM Welfare Fund	-	136,000
	Out Sourcing/Security	14,912,906	5,932,213
	Car maintenance expense for DMD (F&A)	317,500	455,645
	Master roll Salary	11,227,000	11,345,500
	Boisakhi Allowance	737,854	585,410
		<u>123,837,368</u>	<u>99,724,697</u>
20.00	Power & Electricity Bill		
	Electricity bill	47,256,246	41,373,840
	Fuel & Oil	5,390,634	2,363,548
		<u>52,646,880</u>	<u>43,737,388</u>





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Notes	Particulars	Amount in Taka	
		30 June 2021	30 June 2020
21.00	Repair & Maintenance		
	Vehicle repair & maintenance	682,322	474,132
	Machine repair & maintenance	770,551	219,404
	Computer repair	289,887	411,449
	Pipe line repair	3,453,933	1,101,089
	Equipment & Tools Repair & Maintenance	620,543	888,793
	Meter repair & Maintenance	9,069,555	5,544,356
		14,895,791	8,738,223
22.00	Administrative Expenses		
	Entertainment	96,077	174,904
	Telephone, Fax, Internet	923,462	581,390
	Postage & Telegram	53,118	29,359
	Office Maintenance	306,347	127,410
	Books & Periodicals	33,601	25,000
	Training workshop Seminar & Research	32,166	139,129
	Sports & Culture	200,644	278,143
	Printing & Stationery	212,600	307,407
	Computer Billing Expenses	297,689	293,909
	Legal Expenses	12,700	47,200
	Uniform for Employees	-	235,788
	Accidental Grant	-	20,000
	Expenses for revenue collection	54,899	69,614
	License fee, Tax, Token	144,464	161,717
	Water Quality Test	78,351	183,458
	Advertisement	1,487,112	867,263
	Municipal Tax	1,267,498	456,993
	TA/DA	309,616	764,023
	Board Meeting (Honorarium)	926,172	774,540
	Bad Debt Expenses	32,341,829	743,813
	Chemical Purchase	34,500	121,903
	Others	590,603	158,803
	Conveyance	9,200	58,980
	Recruitment Expenses	115,304	-
	Audit Fee	45,000	46,000
	Depreciation	1,039,681,983	1,092,809,990
		1,079,254,935	1,099,476,736
23.00	Financial Expenses		
	Bank charge	635,342	253,579
	FDR Excise Duty	44,000	29,500
	ADB Interest Expenses	582,193,759	-
	JICA Interest Expenses	1,075,245,748	-
		1,658,118,849	283,079





Zohar Zaman Kabir Rashid & Co.
Chartered Accountants

Kuala Lumpur Water Supply & Sewerage Authority (KWASA)
Schedule of Property, Plant & Equipment
As at 30 June 2021

(a) Property plant and equipment:

Sl. No	Particulars	Cost				Rate	Depreciation			W.D.V as on 30.06.2021	
		Balance as on 01.07.2020	Addition for the period	Disposal/ Transfer	Total as on 30.06.2021		Balance as on 01.07.2020	Charged for the period	Adjust./ Transfer		Total as on 30.06.2021
		A	B	C	D = (A+B-C)		F	G = [D-F]*E	H		I
	Sewer Land & Development	1,061,356,793	-	-	1,061,356,793	0%	-	-	-	1,061,356,793	
02	Building	5,885,916,514	1,020,535	-	5,886,937,049	2.0%	122,890,688	111,280,927	1,38,171,615	5,648,765,434	
03	Plant & Machinery	19,488,326,458	-	-	19,488,326,458	5.0%	1,289,348,596	901,948,893	2,99,297,489	17,289,028,969	
04	Sewerage	11,000,000	-	-	11,000,000	10%	7,893,276	310,672	8,203,948	2,796,052	
05	Vehicles	71,288,701	14,381	-	71,303,082	20%	24,432,170	1,373,782	33,805,952	37,495,130	
06	Furniture & Fixture	13,800,673	-	-	13,800,673	10%	3,288,019	1,051,265	4,339,284	9,461,389	
07	Equipment	48,808,104	-	-	48,808,104	10%	11,643,677	1,716,443	15,360,120	33,447,984	
	30 June 2021	16,580,495,243	1,014,915	-	26,481,530,159		1,459,496,425	1,031,681,983	2,99,178,409	24,082,351,750	
	30 June 2020	1,116,341,022	25,664,114,221	-	26,804,955,243		366,686,435	1,091,809,990	-	1,459,496,425	
										25,120,998,818	

Annexure-A

