



Howladar Yunus & Co.

CHARTERED ACCOUNTANTS
67, Dilkusha Commercial Area (2nd Floor)
Dhaka-1000, Bangladesh

HEAD OFFICE

Phone : 880-2-9554119, 9551872
Fax : 880-2-9552989
E-mail : hyc@howladaryunus.com
Web : www.howladaryunus.com

Auditors' Report

Ms. Shaheen Anam

The Executive Director

Manusher Jonno Foundation (MJF)
House # 122, Road # 01, Block-F,
Banani Model Town, Dhaka-1213.

Dear Ms. Anam,

We have audited the accompanying Financial Statements - Receipts and Payments Account and Notes to the Accounts of MJF funded project "**Building Capacity for Human Rights Actism : Integration of Sustainable Local Governance Compact Implemented by Coast Trust**". (1st May 2007 to 30th September 2008), such project implemented by Coast Trust (CT). The preparation of this Receipt & Payment Account is the responsibility of the management of the organization. Our responsibility is to express an independent opinion based on our audit.

Basis of Opinion:


We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA), which are consistent in all material respects with Bangladesh Accounting Standards and International Accounting Standards/International Financial Reporting Standards (IAS/IFRSs) as adopted by ICAB. 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 also includes examining, on a test basis, evidence supporting the amounts and disclosures in the Receipt & Payment Account.

Opinion:

1. In our opinion, except, as described in the attached management / internal control report,
 - a. The Receipts & Payments Account of the project of re of Coast Trust (CT) receiving MJF fund fairly present all incomes, receipts and expenditure/costs incurred for the period from 1st May 2007 to 30th September 2008;
 - b. The expenditures are charged/ utilized in accordance with the terms of the donors' conditions agreement and budget and as per other applicable program document, laws, regulations, binding policies and procedures.
 - c. We have checked the correctness and completeness of all the financial transactions and observe weakness in some cases regarding respect of the correctness and completeness of all the financial transactions.

- d. We have checked and observe that the accounts, records, systems, documents and statements are maintained as required by the agreement between the Auditee and the Manusher Jonno Foundation including the budget provision thereof and guidelines provided by Manusher Jonno project within ambit of the agreement except adverse budget variances in some line items as well as some non complains are observed in some sections of the partner Guidelines.
 - e. We have checked and observe that the Funds are utilized for the purpose of the project related activities and expenditures are incurred for the project activities except some irregularities in respect of documentation procedure.
 - f. We have check whether the advance balances shown in the accounts of the Auditee are in agreement with the books of accounts of Manusher Jonno project and observe.
 - g. We have checked the internal control system of the Auditee and observe some weakness in the internal control system of the Auditee in some cases.
 - h. We have checked internal control system and found some weakness and comments have been furnished our report under separate section.
 - i. We have checked the transactions whether those are in compliance with the Budget and financial guidelines as contained or implied in the agreement between the Auditee and Manusher Jonno project.
 - j. We have checked the provision for expenses (accruals) that is whether there were sound justifications for accrued expenses reported to MJF if any. We have checked the subsequent position of the accruals at the time of conducting the audit.
 - k. We observe hat the functions of cashier and bookkeeper are not segregated.
 - l. There is no huge purchase during our audit period except stationery. We observe non compliance of the financial guide lines of MJF.
 - m. Assets which are procured out of the fund disbursed or directly given by Manusher Jonno project were used exclusively for the project purpose as intended.
2. Full set of accounts as required by the Bangladesh Accounting Standards (BAS) are not prepared hence we opine that the financial statements of the project are not drawn up in conformity with Generally Accepted Accounting Principles and standards.

Thanking you,
Yours faithfully,



Howlader Yunus & Co.

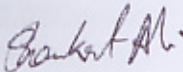
Chartered Accountants

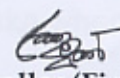
Dated, Dhaka: 17 May, 2009

Building Capacity for Human Rights Activism: Integration of Sustainable Local Governance Compact
Implemented by Coast Trust
Statement of Receipts and Payments
For the year ended from 01st May 07 to 30th September 08

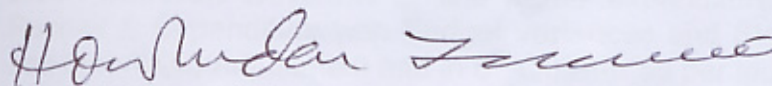
Particulars	Notes	Amount in Taka
		May 07-Sept.08
Receipts:		
Opening Balance		505,218
Fund Received from MJ	3	10,211,924
Bank Interest		33,545
Loan from Coast Trust		333,000
Total		11,083,687
Payments:		
Salary and Benefits	4	5,286,057
Honorarium	5	48,000
Office Rent	6	293,600
Office Maintaince	7	125,399
Communication	8	293,213
Stationery and Supplies	9	181,063
Assets (Furniture, Fixture & Maintaince)	10	647,254
Vehicle/MC Fuel, Repair, and Maintaince	11	330,321
Travel Lodging & Perdiem	12	430,136
Training/Seminer/Workshop/social Support etc.	13	1,236,562
Material & Equipment for Beneficiary	14	502,514
Other Administrative Cost	15	212,889
Total Expenditures		9,587,008
Total Expenditure		9,587,008
Advance	16	103,735
Closing Balances	17	1,392,944
Total		11,083,687

The annexed notes form an integral part of these Financial Statement


Project Head
Coast Trust


Controller (Finance)
Coast Trust

Signed as per our annexed report of even date


Howladar Yunus & Co.
Chartered Accountants

Dated, Dhaka
May 10, 2009