The Chairman  
Transparency International Bangladesh Chapter  
Progress Tower (5th & 6th Floors)  
House No. 1, Road No. 23  
Gulshan, Dhaka-1212  

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS

We have audited the annexed Financial Statements of Transparency International Bangladesh Chapter (TIB), National Integrity Program (NIP) Phase-II: Making Waves, funded by the UK Department for International Development (DFID), the Danish International Development Agency (DANIDA), the Norwegian Agency for Development Co-operation (NORAD) and the Swedish International Development Co-operation Agency (SIDA) for the period from 01 September 2002 to 31 August 2003. The preparation of the Financial Statements is the responsibility of TIB management. Our responsibility is to express an opinion on the Statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing (ISA), as adopted in Bangladesh. 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 statements' presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the Financial Statements referred to above, present, together with notes 1 to 14 thereto, fairly, in the material respects, the fund received, expenses incurred and fund balance up to 31 August 2003.

Dated, Dhaka  
24 May 2004  

S. F. Ahmed & Co.  
Chartered Accountants
INFLOW OF FUNDS:

Cash at bank
Cash in hand
Grant
Other income

TOTAL GENERATION OF FUND

 Amount
 Taka

- 
- 
16,752,730
95,905
16,848,635

OUTFLOW OF FUNDS:

PROJECT EXPENDITURE:

Committees of Concerned Citizens (CCCs)
Advice and Information Centres (AICs)
Research and Documentation Centre (RDC)
Advocacy and Campaigning (AC)
Dhaka Cost Centre

TOTAL OUTFLOW OF FUNDS:

1,774,696
134,453
1,053,681
386,385
8,951,583
12,300,798

CLOSING BALANCE:

Cash at bank
Cash in hand

4,482,890
64,947
4,547,837

Director-Admin & Finance

S. F. Ahmed & Co.
Chartered Accountants

Dated, Dhaka
24 May 2004
## INCOME:

<table>
<thead>
<tr>
<th>Notes</th>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Grant</td>
<td>16,752,730</td>
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<tr>
<td>8</td>
<td>Other income</td>
<td>95,905</td>
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<tr>
<td>9</td>
<td><strong>A. TOTAL INCOME</strong></td>
<td><strong>16,848,635</strong></td>
</tr>
</tbody>
</table>

## EXPENDITURE:

### PROJECT EXPENDITURE:

<table>
<thead>
<tr>
<th>Notes</th>
<th>Item</th>
<th>Amount</th>
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<tbody>
<tr>
<td>10</td>
<td>Committees of Concerned Citizens (CCCs)</td>
<td>1,774,696</td>
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<td>11</td>
<td>Advice and Information Centres (AICs)</td>
<td>134,453</td>
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<td>Research and Documentation Centre (RDC)</td>
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<td>13</td>
<td>Advocacy and Campaigning (AC)</td>
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<tr>
<td>14</td>
<td>Dhaka Cost Centre</td>
<td>7,752,583</td>
</tr>
</tbody>
</table>

**B. TOTAL EXPENDITURE**

|   |                                                           | 11,101,798   |

**C. EXCESS/(SHORTAGE) OF INCOME OVER EXPENDITURE (A-B)**

|   |                                                           | 5,746,837    |

|   |                                                           | **16,848,635**|

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*Director-Admin & Finance*

Dated, Dhaka
24 May 2004

*Signature*

S. F. Ahmed & Co.
Chartered Accountants
TRANSPARENCY INTERNATIONAL BANGLADESH CHAPTER (TIB)
National Integrity Program (NIP) Phase II: Making Waves
BALANCE SHEET
As at 31 August 2003

ASSETS:

Current Assets:

Cash in hand
Cash at bank
Advances and deposits

<table>
<thead>
<tr>
<th>Notes</th>
<th>Amount</th>
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<td>7</td>
<td>1,199,000</td>
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<tr>
<td>Total:</td>
<td>5,746,837</td>
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</tbody>
</table>

FUND & LIABILITIES:

Balance as on 01-09-2002
Excess/(shortage) of income over expenditure

<p>| | |</p>
<table>
<thead>
<tr>
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<tbody>
<tr>
<td></td>
<td>5,746,837</td>
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<td>Total:</td>
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</tbody>
</table>

Director-Admin & Finance

S. F. Almed & Co.
Chartered Accountants

Dated, Dhaka
24 May 2004