

PRIVATE & CONFIDENTIAL

**Independent Auditor's Report
&
Audited Financial Statements
of**

TMSS

Consolidated Statement of Financial Position

For the year ended 30 June 2024



SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS

(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (level -06) 86 Bir Uttam C.R. Datta Road(312 Sonargaon Road), Dhaka-1205

Mobile: +8801730-001076, +88 01312-501076, +88 01735-061444

E-mail : abul.hashem2006@gmail.com

Website : www.shirazkhanbasak.bd.com



SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D.N. Gupta & Associates)

R. K. TOWER, LEVEL-06/LIFT-05
86, Bir Uttam C.R. Datta Road
(312 Sonargaon Road), Dhaka-1205
Mobile : + 88 01312-501076, +88 01713-048923
+ 88 01730-001076, +88 01735-061444
E-mail : abul.hashem2006@gmail.com
Website : www.shirazkhanbasak.bd.com

INDEPENDENT AUDITOR'S REPORT
To the Member of the Governing Body of TMSS
Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of TMSS, which comprise the consolidated statement of financial position as at June 30, 2024, and the consolidated statements of comprehensive income, consolidated statement of receipts and payments, consolidated statements of changes in equity and consolidated statements of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements give true and fair view of the consolidated financial position of TMSS as at June 30, 2024, and of its consolidated financial performance and its consolidated cash flows and consolidated receipts and payments for the year then ended in accordance with International Financial Reporting Standards (IFRSs), MRA Rules 2010 and other applicable laws and regulations.

Basis on opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRSs, and for such internal control as management determines necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the organization's financial reporting process.





SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D.N. Gupta & Associates)

R. K. TOWER, LEVEL-06/LIFT-05
86, Bir Uttam C.R. Datta Road
(312 Sonargaon Road), Dhaka-1205
Mobile : + 88 01312-501076, +88 01713-048923
+ 88 01730-001076, +88 01735-061444
E-mail : abul.hashem2006@gmail.com
Website : www.shirazkhanbasak.bd.com

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

As part of an audit in accordance with ISAs, 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's 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 organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated 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 organization's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.





SHIRAZ KHAN BASAK & CO.
CHARTERED ACCOUNTANTS
(An associate firm of D.N. Gupta & Associates)

R. K. TOWER, LEVEL-06/LIFT-05
86, Bir Uttam C.R. Datta Road
(312 Sonargaon Road), Dhaka-1205
Mobile : + 88 01312-501076, +88 01713-048923
+ 88 01730-001076, +88 01735-061444
E-mail : abul.hashem2006@gmail.com
Website : www.shirazkhanbasak.bd.com

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

In accordance with the Microcredit Regulatory Authority Act 2006, the Microcredit Regulatory Authority Rules 2010, Palli-Karma Shahayak Foundation guideline and other applicable laws and regulations. We also report the following:

- (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- (b) in our opinion, proper books of accounts as required by law have been kept by the organization's so far as it appeared from our examination of these books;
- (c) the consolidated statement of financial position and consolidated statement of comprehensive income dealt with by the report are in agreement with the books of account and returns;
- (d) the organization has followed and maintained adequate recording system and procedure as prescribed by MRA and its internal management policy;
- (e) the organization complied with TMSS's internal policies and procedures properly and
- (f) the organization complied with PKSF's direction to perform the activities properly.



Place: Dhaka
Dated: 27 November 2024

Mosharruf Hossain Mridha, FCA (Enrol. 961)
Partner,
Shiraz Khan Basak & Co.,
Chartered Accountants
DVC: 2411270961AS894301

TMSS
Consolidated Statement of Financial Position
As at 30 June 2024

Particulars	Note	Amount in BDT	
		30 June 2024	30 June 2023
Properties & Assets			
Non-current Assets:		6,810,460,866	5,863,157,626
Property, Plant & Equipment's	6	4,273,821,594	4,297,626,909
Capital work-in-progress	7	2,342,709,272	1,371,600,717
Investment in related undertakings	8	193,930,000	193,930,000
Current Assets:		77,667,635,155	65,326,527,067
Loan to Members	9	58,312,644,630	51,859,562,531
Loan Receivable - Projects & others	10	4,912,094,989	3,846,013,632
Other Assets	11	3,698,839,766	2,687,341,923
Fixed Deposit- Short term	12	7,173,090,746	4,876,459,415
Cash and Cash Equivalent	13	3,570,965,024	2,057,149,566
Total Properties & Assets		84,478,096,021	71,189,684,693
Fund & Liabilities			
Capital Fund :	14	18,709,837,938	16,485,743,261
Accumulated Surplus		16,122,730,967	14,178,686,561
Statutory Reserve Fund (Microfinance)		2,087,866,271	1,840,273,471
Loan Loss Provision (Regular Loan)	15	499,240,700	466,783,228
Non-current Liabilities:		3,911,546,618	4,673,875,544
Liabilities with Financiers	16	3,911,546,618	4,673,875,544
Reserve and Provision:		8,084,886,929	5,538,715,216
Loan Loss Provision (Overdue Loan)	15	5,832,774,170	3,742,335,440
Provision for Gratuity	17	2,252,112,759	1,796,379,776
Current Liabilities:		53,771,824,536	44,491,350,672
Loan from Financiers	18	23,226,043,331	19,045,134,117
Loan Payable - Projects & others	19	3,280,888,553	2,028,314,792
Members Savings Deposit	20	22,491,926,061	18,397,855,629
Other Liabilities	21	4,772,966,591	5,020,046,134
Total Fund & Liabilities		84,478,096,021	71,189,684,693

Detailed consolidation has been shown in Annexure-E

The annexed notes form an integral part of this Consolidated Statement of Financial Position.


Chairman
Governing Body


Executive Director


Deputy Executive Director
Finance & Accounts

Signed in terms of our separate report of even date annexed.

Place : Dhaka
Date: 27 November 2024




Mosharraf Hossain Mridha, FCA (Enrol. 961)
Partner,
Shiraz Khan Basak & Co.
Chartered Accountants
DVC: 2411270961AS894301

TMSS
Consolidated Statement of Comprehensive Income
For the year ended 30 June 2024

Particulars	Notes	Amount in BDT	
		2023-2024	2022-2023
Income :			
Grants and Donations receive from donors	22	466,339,624	402,794,962
Income from Microfinance Operations & Others	23	11,830,142,462	10,702,658,771
Service Charge- Health Services & Others	24	369,162,936	278,698,862
Admission, Tuition, Session & Other Fees	25	832,068,742	626,313,774
Income from Sales	26	41,499,927	21,681,726
Income from Fixed Deposit	27	274,991,905	186,526,589
Bank Interest	28	41,098,057	20,433,438
Others Income	29	222,470,732	249,363,807
Total Income		14,077,774,385	12,488,471,929
Expenditures :			
Financial Expenses	30	2,901,689,702	2,369,724,276
Administrative Expenses		7,147,542,217	5,954,392,052
Salary & Allowances	31	5,333,353,258	4,306,952,077
Revenue Expenditures	32	1,432,687,600	1,357,391,178
Tax Expenses		106,342,947	62,665,249
Audit Fees		1,403,000	1,092,500
Bank Charges		18,175,740	16,457,913
Depreciation Expenses	33	255,579,672	209,833,136
Loan Loss Expenses- LLE		2,135,072,776	2,312,176,849
Total Expenditures		12,184,304,695	10,636,293,177
Surplus/(Deficit) for the year		1,893,469,691	1,852,178,752

Detailed consolidation has been shown in Annexure- F

The annexed notes are an integral part of this Consolidated Statement of Comprehensive Income


Chairman
Governing Body


Executive Director


Deputy Executive Director
Finance & Accounts

Signed in terms of our separate report of even date annexed.



Mosharraf Hossain Mridha, FCA (Enrol. 961)
Partner,
Shiraz Khan Basak & Co.
Chartered Accountants
DVC: 2411270961AS894301



Place : Dhaka
Date: 27 November 2024

TMSS
Consolidated Statements of Receipts and Payments
For the year ended 30 June 2024

Particulars	Note	Amount in BDT	
		2023-2024	2022-2023
Receipts			
Opening Cash & Bank Balances	34	2,058,255,518	2,463,617,149
Loans:		41,436,847,785	37,434,741,182
Loan from Financiers		18,377,743,810	18,735,132,557
Received - Projects & others		1,168,249,155	747,116,338
Members Savings Received		20,389,238,972	16,750,748,214
Others Received	35	1,501,615,847	1,201,744,073
Realizations:		94,112,916,447	86,155,907,711
Loan Realized from Members		88,387,243,499	80,165,049,114
Realized - Projects & Others		70,848,578	171,950,103
Staff Loan		25,343,798	169,576
Advance for Expenses		1,565,245,029	1,044,051,156
Fixed Deposit Encashment		2,301,503,637	1,908,033,197
Others Realized	36	1,762,731,906	2,866,654,565
Income:		13,536,654,902	12,099,881,717
Grants and Donations receive from donors		131,800,484	166,454,955
Income from Microfinance Operations & others		11,799,129,407	10,696,809,460
Service charge- Health Services & Others		353,217,265	260,873,063
Admission, Tuition, Session & Other Fees		546,754,688	434,314,964
Sales Proceeds		107,007,815	56,898,005
Income from Fixed Deposit		358,515,489	257,086,715
Bank Interest		34,653,581	21,747,118
Others Income	37	205,576,173	205,697,437
Total		151,144,674,652	138,154,147,759



Particulars	Note	Amount in BDT	
		2023-2024	2022-2023
Payments			
Capital Expenditure:		438,094,852	724,556,782
Fixed Assets		103,151,945	334,945,034
Capital work-in-progress		334,942,907	389,611,748
Repaid:		35,622,345,377	35,303,304,585
Loan Repayment to Financiers		15,188,520,333	17,401,128,423
Refund - Projects & others		867,790,226	403,089,408
Members Savings Repaid		16,294,561,420	13,385,337,575
Others	38	3,271,473,398	4,113,749,179
Disbursements:		102,711,720,946	92,772,612,256
Loan Disbursed to Members		94,840,452,000	88,580,994,100
Loan Disbursed to Projects & Others		1,149,316,993	454,533,322
Staff Loan		88,540,500	14,000
Advance for Expenses		1,703,419,357	1,079,981,657
Investments- Fixed Deposit		4,599,835,121	2,362,313,723
Advance Tax Paid		89,815,908	26,374,030
Other Disbursement	39	240,341,067	268,401,424
Expenses and Deferrals:		8,801,548,453	7,296,524,570
Salary & Allowances		4,861,001,630	3,994,729,038
Revenue Expenditures		1,256,513,202	1,194,757,197
Purchases		62,531,263	57,705,007
Direct Expenses		28,042,487	21,536,804
Bank Charges		18,151,541	17,052,707
Financial Expenses		2,575,308,330	2,010,743,817
Closing Balance:			
Closing Cash & Bank Balances	40	3,570,965,024	2,057,149,566
Total		151,144,674,652	138,154,147,759

Detailed consolidation has been shown in Annexure- G

The annexed notes are an integral part of this Consolidated Statement of Receipts and Payments


Chairman
Governing Body



Executive Director


Deputy Executive Director
Finance & Accounts

Signed in terms of our separate report of even date annexed.

Place : Dhaka
Date: 27 November 2024





Mosharraf Hossain Mridha, FCA (Enrol. 961)
Partner,
Shiraz Khan Basak & Co.
Chartered Accountants
DVC: 2411270961AS894301

TMSS
Consolidated Statement of Cash Flows
For the year ended 30 June 2024

Particulars	Amount in BDT	
	2023-2024	2022-2023
Cash flow from operating activities:		
Grants and Donations receive from donors	131,800,484	166,454,955
Income from microfinance operations & others	11,799,129,407	10,696,809,460
Service charge- Health Services & others	353,217,265	260,873,063
Admission, Tuition, Session & Other Fees	546,754,688	434,314,964
Income from Sales (Sales-Purchase)	44,476,552	(807,002)
Salary & Allowances	(4,861,001,630)	(3,994,729,038)
Revenue Expenditures	(1,256,513,202)	(1,194,757,197)
Interest on funding liabilities	(1,876,538,705)	(1,452,092,332)
Net cash used in/generated from operations	4,881,324,859	4,916,066,873
Bank Interest (Net)	16,502,040	4,694,411
Others (Net)	(656,492,083)	(567,450,424)
Net cash used in/ generated from operating activities	4,241,334,816	4,353,310,860
Cash flow from investing activities:		
Investment in Fixed Assets	(103,151,945)	(334,945,034)
Capital work-in-progress	(334,942,907)	(389,611,748)
Net Staff Advance	(63,196,702)	155,576
Net loan to Beneficiaries	(6,453,208,501)	(8,415,944,986)
Net Receivable- Projects & Others	(1,078,468,415)	(282,583,219)
Net Investments-Fixed Deposit	(2,298,331,484)	(454,280,526)
Net cash used in investing activities	(10,331,299,954)	(9,877,209,937)
Cash flow from financing activities:		
Net Loan from Financiers	3,189,223,477	1,334,004,134
Net payable - Projects & Others	300,458,929	344,026,930
Net Member savings	4,094,677,552	3,365,410,639
Net Security Deposits from Students & Others	9,275,816	77,609,108
Net Remittance	9,038,869	(3,619,317)
Net cash used in/generated from financing activities	7,602,674,644	5,117,431,494
Net increase/(decrease) in cash & cash equivalents	1,512,709,506	(406,467,583)
Opening Cash & Bank Balances (Note-34.00)	2,058,255,518	2,463,617,149
Closing Cash & Bank Balances	3,570,965,024	2,057,149,566

Detailed consolidation has been shown in Annexure- H


Chairman
Governing Body



Executive
Director


Deputy Executive Director
Finance & Accounts

Signed in terms of our separate report of even date annexed.




Place : Dhaka
Date: 27 November 2024


Mosharraf Hossain Mridha, FCA (Enrol. 961)
Partner,
Shiraz Khan Basak & Co.
Chartered Accountants
DVC: 2411270961AS894301

TMSS
Consolidated Statement of Changes in Capital Funds
For the year ended 30 June 2024

Particulars	Amount in BDT	
	30 June 2024	30 June 2023
Capital Fund:		
Balance as on 01 July 2023	14,178,686,561	12,444,748,923
Add/ (less): Prior year's adjustments	11,620,650	170,129,119
Add/ (less): Adjustments/Merged/Termination	285,255,682	(63,043,288)
Add: Surplus for the year-2023-24	1,893,469,691	1,852,178,752
Less: Transfer to Statutory Reserve Fund (Microfinance)	246,301,617	225,326,944
Balance as on 30 June 2024	16,122,730,967	14,178,686,561
Statutory Reserve Fund (Microfinance):		
Balance as on 01 July 2023	1,840,273,471	1,596,043,291
Add: Transfer from Surplus	246,301,617	225,326,944
Add: Prior year's adjustment	1,291,183	18,903,235
Balance as on 30 June 2024	2,087,866,271	1,840,273,471
Loan Loss Provision (Microfinance):		
Balance as on 01 July 2023	466,783,228	393,131,499
Add: Provision during the year	32,457,472	73,651,730
Balance as on 30 June 2024	499,240,700	466,783,228
Total Fund as at 30 June 2024	18,709,837,939	16,485,743,261


Chairman
Governing Body



Executive Director


Deputy Executive Director
Finance & Accounts

Signed in terms of our separate report of even date annexed.

Place : Dhaka
Date: 27 November 2024




Mosharraf Hossain Mridha, FCA (Enrol. 961)
Partner,
Shiraz Khan Basak & Co.
Chartered Accountants
DVC: 2411270961AS894301