

**Independent Auditors' Report
and
Audited Financial Statements
of
BRAC**

For the year ended 31 December 2018

**Independent Auditors' Report
To the Governing Body of BRAC****Report on the Audit of the Financial Statements****Opinion**

We have audited the financial statements of BRAC (the entity), which comprise the statement of financial position as at 31 December 2018, and the statement of comprehensive income, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of the entity as at 31 December 2018, and of its financial performance and its cash flows for the year then ended in accordance with the accounting policies summarised in Note 2 to the financial statements.

Basis for 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 financial statements section of our report. We are independent of the Entity 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 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.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 2 to the financial statements, which describes the basis of preparation of the financial statements and the significant accounting policies. The financial statements are prepared to assist the entity to meet the requirement of Clause 37 of the Rules and Regulation of BRAC. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting policies summarized in Note 2 to the financial statements 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 entity'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 entity or to cease operations, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' 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 ISAs, we exercise professional judgment and maintain professional scepticism 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 entity'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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the entity to cease to continue as a going concern.

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.


A. Qasem & Co.
Chartered Accountants

Dhaka, March 24, 2019


BRAC
(Registered in Bangladesh under the Societies Registration Act, 1860)
Statement of financial position
As at 31 December 2018

	Notes	31 Dec-18 Taka	31-Dec-17 Taka
Assets			
Cash and bank balances	3	21,561,781,316	21,024,279,120
Advance, deposits and prepayments	4	13,395,077,904	10,012,346,517
Inventories	5	5,567,755,743	4,963,482,830
Grants and accounts receivable	6	3,860,680,137	3,432,380,353
Microfinance loans	7	202,494,959,364	163,229,190,720
Motor cycle loans	8	207,030,285	692,968,379
Investments in securities and others	9	1,057,400,000	1,925,728,676
Investments in related undertakings	10	27,710,751,304	17,361,028,752
Property, plant and equipment	11	19,018,501,326	17,350,511,791
Total assets		294,873,937,379	239,991,917,138
Liabilities and net assets			
Liabilities			
Liabilities for expenses and materials	12	11,208,183,484	9,664,233,920
Bank overdrafts	13	36,115,730,851	23,688,516,176
Term loans	14	38,136,805,679	28,969,558,656
Members' savings deposits	15	69,587,804,893	59,880,530,227
Grants received in advance	16	3,011,803,509	3,149,635,367
Deferred income	17	750,483,192	692,029,289
Other long term liabilities	18	14,498,696,826	13,140,029,256
Provision for taxation		4,306,941,031	2,553,941,030
Total liabilities		177,616,449,465	141,738,473,921
Net assets			
Unrestricted		116,098,619,571	97,097,840,599
Temporarily restricted		1,158,868,343	1,155,602,618
		117,257,487,914	98,253,443,217
Total liabilities and net assets		294,873,937,379	239,991,917,138

Footnotes:

1. Independent Auditors' report - Page1
2. The annexed notes form an integral part of these financial statements.


Director, Finance
BRAC


Executive Director
BRAC


Chairperson, Governing Body
BRAC

Dhaka, March 24, 2019



BRAC
(Registered in Bangladesh under the Societies Registration Act, 1860)
Statement of comprehensive income and expenditure
For the year ended 31 December 2018

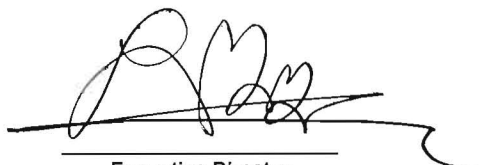
	Notes	Unrestricted Taka	Temporarily restricted Taka	Total 2018 Taka	Total 2017 Taka
Income					
Donor grants	19	4,502,535	13,048,052,876	13,052,555,411	11,705,986,813
Social enterprises	20	15,963,431,001	-	15,963,431,001	14,970,226,455
Microfinance programme	21	45,970,181,074	-	45,970,181,074	37,890,583,381
Self-financing social development programme	22	1,238,629,026	-	1,238,629,026	640,295,209
Investment income	23	217,875,460	-	217,875,460	543,617,402
Community contribution	24	73,403,005	1,439,003,323	1,512,406,328	1,375,712,028
House property		92,593,668	-	92,593,668	93,062,652
Total income		63,560,615,769	14,487,056,198	78,047,671,967	67,219,483,940
Expenditure					
Social enterprises		14,292,037,535	-	14,292,037,535	13,112,389,739
Micro finance programme		29,598,743,796	-	29,598,743,796	23,503,895,326
House property		58,900,848	-	58,900,848	53,500,360
Agriculture and food security		-	73,539,035	73,539,035	131,816,903
Community empowerment programme		4,990,825	291,456,689	296,447,514	411,173,013
Education programme		202,211,810	3,561,001,845	3,763,213,655	4,480,157,832
Gender, justice and diversity		-	145,618,483	145,618,483	166,043,264
Health programme		69,630,632	4,064,377,614	4,134,008,246	3,865,359,912
Human rights and legal aids services		12,975,861	317,865,685	330,841,546	329,312,602
Policy advocacy		-	59,461,048	59,461,048	64,429,597
Water, sanitation and hygiene programme		-	652,072,685	652,072,685	443,028,511
Ultra poor programme		3,119,905	2,299,316,871	2,302,436,776	1,829,575,433
Forcibly-displaced myanmar nationals		-	2,914,613,506	2,914,613,506	807,653,622
Disaster management and climate change		-	245,997,996	245,997,996	334,753,011
Skills development programme		-	499,228,766	499,228,766	305,918,160
Other development projects		213,307,227	709,738,271	923,045,497	840,734,722
Grants		12,614,227	-	12,614,227	302,730,374
Total expenditure		44,468,532,666	15,834,288,494	60,302,821,160	50,982,472,381
Surplus/(deficit) of income over expenditure		19,092,083,103	(1,347,232,296)	17,744,850,808	16,237,011,559
BRAC contribution to support donor funded programme	26	(1,350,498,021)	1,350,498,021	-	-
Surplus of income over expenditure before taxation		17,741,585,082	3,265,725	17,744,850,808	16,237,011,559
Provision for taxation	27	(1,753,000,000)	-	(1,753,000,000)	(516,000,000)
Net surplus for the year		15,988,585,082	3,265,725	15,991,850,808	15,721,011,559

Footnotes:

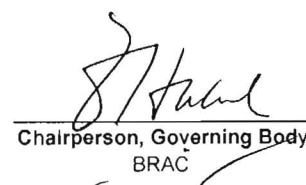
1. Independent Auditors' report - Page 1
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Dhaka, March 24, 2019



BRAC
(Registered in Bangladesh under the Societies Registration Act, 1860)
Statement of changes in net assets
For the year ended 31 December 2018

	Net Assets		Total net assets
	Unrestricted	Temporarily restricted	
	Taka	Taka	Taka
At 1 January 2017	78,907,318,888	1,138,698,098	80,046,016,986
Net surplus for the year	15,704,107,039	16,904,520	15,721,011,559
Share of non operating changes in net assets in related undertakings (Note-10)	1,854,786,686	-	1,854,786,686
Investment reserve fund (Note-10)	631,627,987	-	631,627,987
At 31 December 2017	97,097,840,599	1,155,602,618	98,253,443,217
At 1 January 2018	97,097,840,599	1,155,602,618	98,253,443,217
Net surplus for the year	15,988,585,082	3,265,725	15,991,850,808
Share of non operating changes in net assets in related undertakings (Note-10)	2,291,168,096	-	2,291,168,096
Investment reserve fund (Note-10)	730,025,794	-	730,025,794
Revaluation loss on DBH 1st mutual fund	(9,000,000)	-	(9,000,000)
At 31 December 2018	116,098,619,571	1,158,868,343	117,257,487,914

Footnotes:

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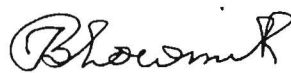


BRAC
(Registered in Bangladesh under the Societies Registration Act, 1860)
Statement of cash flows
For the year ended 31 December 2018

	Notes	2018 Taka	2017 Taka
Cash flows from operating activities:			
Surplus of income over expenditure before taxation		17,744,850,808	16,237,011,559
Adjustments to reconcile changes in net assets to net cash provided by operating activities:			
Loan loss provision	7	3,397,704,456	3,065,446,544
Depreciation	11	1,078,706,853	901,172,717
Gain on disposal of property, plant and equipment	21-22	929,389	(9,494,735)
Cash dividend received	23	(67,219,833)	(350,208,383)
Donor grants - amortisation of investment in property, plant and equipment and motorcycle replacement fund	17	(78,530,340)	(55,189,265)
Interest on fixed deposits and bank accounts	25	(1,127,637,125)	(927,763,657)
Adjustments for other accounts:			
Increase in service charge outstanding on microfinance loans		(1,079,638,715)	(633,376,633)
(Increase)/ decrease in inventories		(604,272,914)	(1,195,416,077)
(Increase) in advances, deposits and prepayments		(3,382,731,387)	(2,716,605,926)
Decrease/(increase) in accounts receivable		(56,065,553)	(388,351,568)
Increase in motorcycle loans		485,938,094	110,087,435
Decrease/(increase) in liabilities for expenses and materials		1,543,949,564	2,374,657,313
Increase in deferred income		136,984,243	290,998,941
Net cash provided by operating activities		17,992,967,540	16,702,968,265
Cash flows from investing activities:			
Increase in microfinance loans		(41,583,834,385)	(29,822,769,450)
Decrease/(increase) in fixed deposits pledged with financial institutions		(2,719,706)	(28,524,624)
Increase in investments in related undertakings		(7,328,528,662)	(157,292,876)
Interest received on fixed deposits and bank accounts		1,127,637,125	927,763,657
Purchase of property, plant and equipment		(2,749,049,697)	(2,519,584,308)
Proceeds from disposal of property, plant and equipment		1,423,920	12,793,209
Dividends received from related undertakings		67,219,833	350,208,383
(Investments in)/realisation of investment in securities and others		859,328,676	(301,927,376)
Net cash used in investing activities		(49,608,522,896)	(31,539,333,385)
Cash flows from financing activities:			
Grants received during the year		12,589,798,816	13,219,219,761
Grants utilised during the year for:			
- operational expenditure & micro-finance		(12,962,880,661)	(11,617,016,784)
- investment in property, plant and equipment		(136,228,543)	(292,643,341)
- motorcycle replacement funds		(755,700)	1,644,400
Increase in term loans		9,167,247,023	(4,022,474,014)
Increase in members savings deposits		9,707,274,666	9,761,692,652
Increase/(decrease) in other long term liabilities		1,358,667,570	1,083,453,513
Net cash (used in) provided by financing activities		19,723,123,171	8,133,876,187
Net (decrease)/increase in cash and cash equivalents		(11,892,432,185)	(6,702,488,933)
Cash and cash equivalents, beginning of the year		(3,105,189,710)	3,597,299,223
Cash and cash equivalents at the end of the year	3.4	(14,997,621,895)	(3,105,189,710)

Footnotes:

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Dhaka, March 24, 2019



BRAC
(Registered in Bangladesh under the Societies Registration Act, 1860)
Notes to financial statements
For the year ended 31 December 2018

1 Introduction:

BRAC, a development organisation, was formed in 1972 under the Societies Registration Act 1860. Although it was first set up to resettle refugees in post-war Bangladesh, BRAC later redesigned its strategies in accordance with its philosophy of poverty alleviation and empowerment of the poor. At present, BRAC has a large number of development programs that cover the areas of health, education, credit, employment and training for the poor people of Bangladesh. BRAC carries out licensed banking activities through the BRAC Bank Ltd. and also earns from various income generating projects such as Aarong Rural Craft Centre, BRAC Printing Pack, BRAC Dairy and Food project, BRAC Tea Estates, and various programme support enterprises such as Seed and Agro Enterprises and Prawn Hatcheries.

2 Summary of Significant Accounting Policies:

BRAC prepares its financial statements on a going concern basis, under the historical cost convention, except for investments in shares in listed companies classified within investment in securities and others, which are stated at fair value. BRAC generally follows the accrual basis of accounting or a modified form thereof for key income and expenditure items.

The significant accounting policies, which have been materially consistent over the years, as applied and followed in the preparation and presentation of these financial statements are summarized below:

2.1 Basis of preparation of financial statements

BRAC maintains its books of account and records on a programme or project-wise basis. The head office maintains records of all treasury, investment and management functions. All cash balances, including those held for programmes, are held by the head office and transferred to programmes as required. Balances between projects are eliminated upon combination for the purposes of presentation of the financial statements.

These financial statements include the financial statements of BRAC and, the related undertakings set out in Note 10 in which BRAC has equity interests through which it exercises control or significant influence. As stated in Note 2.5, BRAC, being a society under the Societies Registration Act, 1860, is not subject to any requirement to prepare consolidated financial statements.

In contrast to the ownership of equity interest in related undertakings, BRAC also extends gratuitous grants or provides donor liaison assistance to certain organisations that, in some instances may bear names with resemblance to BRAC, viz BRAC University, Stichting BRAC International, BRAC International Holdings B.V, BRAC Afghanistan, BRAC Myanmar, BRAC Tanzania, BRAC Uganda, BRAC South Sudan, BRAC Pakistan, BRAC Liberia, BRAC Sierra Leone, BRAC Philippines, BRAC Nepal and BRAC Rwanda. However, no equity is held in these entities, and BRAC's financial statements therefore do not include the financial information of these entities.

BRAC's accounting records and financial statements are maintained and presented in accordance with the principles of fund accounting. This is the procedure by which resources are classified for accounting and internal reporting into funds established according to their nature and purposes based on the existence or absence of donor-imposed restrictions.



2 Summary of Significant Accounting Policies(contd.):

2.1 Basis of preparation of financial statements (contd.)

In the combined financial statements, funds have been classified within either of two net asset categories - temporarily restricted and unrestricted. Accordingly, the net assets of BRAC and changes therein are classified and reported as follows:

- Temporarily restricted net assets - Net assets subject to donor-imposed restrictions that permit BRAC to use or expend the assets as specified. The restrictions are satisfied either by the passage of time and/or by actions of BRAC. When donor restrictions expire, that is, when a time restriction ends or a purpose restriction is fulfilled, any balances of temporarily restricted net assets are either returned to donors in accordance with donor agreements or utilized consequent to donor and management agreements on a temporarily restricted or unrestricted basis.

In case where restrictions expire, it is BRAC's policy to effect the reclassification of assets from temporarily restricted net assets to unrestricted net assets via transfers within the balance sheet.

- Unrestricted net assets - Net assets that are not subject to any donor-imposed restrictions or which arise from internally funded activities. This category of net assets include amongst others, amounts designated by BRAC for income generating activities, programme support enterprises, micro-financing activities and self-financing social development activities.

2.2 Reporting period

These financial statements has been prepared for the period from 1 January 2018 to 31 December 2018.

2.3 Functional and presentation Currency

These financial statements are presented in Bangladesh Taka, which is BRAC's functional currency. Except as indicated the figures have been rounded off to the nearest Taka.

2.4 Use of estimates and judgements

The preparation of financial statements 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.

2.5 Non-consolidation

BRAC, being a society registered under the Societies Registration Act, 1860 is not subject to any requirement on the preparation of consolidated financial statements. Accordingly, BRAC's investments in related undertakings wherein the effective equity interests are more than 50% are accounted for as explained in Note 2.14, together with related undertakings in which BRAC has significant influence and/or where effective equity interests are between 20% and 50%.

2.6 Donor grants

Income from donor grants is recognized when conditions on which they depend have been met. Substantially, BRAC's donor grants are for the funding of projects and programmes, and for these grants, income is recognized to equate to expenditure incurred on projects and programmes. For donor grants which involve funding for property, plant and equipment, grant income is recognized as the amount equivalent to depreciation expenses charged on the fixed assets concerned. For donor grants provided to purchase motorcycles for specific projects, income is recognized over the estimated useful life of the motorcycles.



2 Summary of Significant Accounting Policies (contd.):

2.6 Donor grants (contd.)

All donor grants received are initially recorded as liabilities in grants received in advance account. For grants utilized to purchase fixed assets and motorcycles, the donor grants are transferred to deferred income accounts whilst for grants utilized to reimburse programme-related expenditure, the amounts are recognized as income. Donor grants received in-kind, through the provision of gifts and/or services, are recorded at fair value (excluding situations when BRAC may receive emergency supplies for onward distribution in the event of a disaster which are not recorded as grants). Income recognition of such grants follows that of cash-based donor grants and would thus depend on whether the grants are to be utilized for the purchase of fixed assets or expended as programme-related expenditure.

Grant income is classified as temporarily restricted or unrestricted depending upon the existence of donor-imposed restrictions. For completed or phased out projects and programmes, any unutilized amounts are dealt with in accordance with subsequent donor and management agreements.

For ongoing projects and programmes, any expenditure yet to be funded but for which funding has been agreed at the end of the reporting period is recognized as grant receivable.

2.7 Revenue recognition

Social Enterprises projects

Social Enterprises comprise Aarong Rural Craft Centre, BRAC Printing Pack, BRAC Dairy and Food Project. Seed and Agro Enterprises, Fish and Prawn Hatcheries, Artificial Insemination Center, Horticulture Nurseries, Chilling Centres, Broiler Rearing and Meat Marketing, Salt Production and Marketing, Recycled Hand Made Paper Production and Health Product related activities.

Revenue from sale of goods

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, discount and VAT. Revenue is recognized at the time, when significant risks and rewards of ownership have been transferred to the buyer and recovery of consideration is probable. Transfer of risks and rewards occur, when the goods are delivered to the distributor/customers along with dispatch documents and invoices.

Service charge on microfinance loans

Service charges on microfinance loans are recognized on an accrual basis as income. The recognition of service charge ceases when a loan is transferred to non-interest bearing loan as described in Note 2.12. Service charge is included in income thereafter only when it is realized. Loans are returned to the accrual basis only when the full amount of the outstanding arrears of loans received and future collectability is reasonably assured.

Interest on bank accounts, fixed deposits, bonds

Interest income is recognised on an accrual basis.

House property income

House property income is recognised on an accrual basis whether cash is received or not.

2 Summary of Significant Accounting Policies (contd.):

2.7 Revenue recognition (contd.)

Other income

Other income is recognized when BRAC's right to receive such income has been reasonably determined.

Community contributions

Community contributions represent fees charged to participants of selected programmes and activities run by BRAC and is recognised when BRAC's right to receive such income has been reasonably determined.

2.8 Expenses

Programme related expenses arise from goods and services being distributed to beneficiaries in accordance with the programme objectives and activities. BRAC's head office overhead expenses are allocated to various projects and programmes at a range of 7% to 10% of their costs, based on agreement with donors or management's judgement.

2.9 Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognised as an asset if, and only if all the following conditions are met:

- a) it is probable that future economic benefits will flow to BRAC
- b) the cost of the item can be measured reliably and exceeds Tk. 2,000
- c) it is expected to be used for more than 3 years

Subsequent to recognition, plant and equipment and furniture and fixtures are measured at cost less accumulated depreciation and accumulated impairment losses. When significant parts of property, plant and equipment are required to be replaced in intervals, the Group recognises such parts as individual assets with specific useful lives and depreciation respectively.

Freehold land has an unlimited useful life and therefore is not depreciated. Depreciation is provided for on a straight-line basis over the estimated useful lives of the assets at the following annual rates which are consistent with the prior year:

<u>Item</u>	<u>Annual Depreciation Rate (%)</u>
Buildings	4-10
Furniture & Fixtures	10-20
Equipment	15-33.3
Computer and IT Equipment	20-33.3
Vehicles	20
Bicycles	20
Machinery	20
Deep tube wells and tanks	20
Hatcheries	20
Motorcycles	20
Camp/Poultry/Livestock sheds	20
Crates/Mannequins/Samples	33.33
Software	20



2 Summary of Significant Accounting Policies (contd.):

2.9 Property, plant and equipment (contd.)

Assets under construction included in plant and equipment are not depreciated as these assets are not yet available for use.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual value, useful life and depreciation method are reviewed at each financial year-end, and adjusted prospectively, if appropriate. An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in the statement of income and expenditure in the year the asset is derecognized.

2.10 Microfinance loans

BRAC's activities include providing micro-finance loans to members without collateral, on a service charge basis under various programmes. Loans inclusive of service charge and are stated net of provision for loan losses.

2.11 Provision for loan losses

Management regularly assesses the adequacy of the loan loss provision based on the age of the loan portfolio and calculates the required provision for loan losses based on the loan classification and following the provisioning methodology which is shown below:

<u>Loan Classification</u>	<u>Days in Arrears</u>	<u>Provision required</u>
Standard	Current(no arrears)	1%
Watchlist	1 - 30	5%
Substandard	31 - 180	25%
Doubtful	181 - 350	75%
Loss	Over 350	100%

2.12 Loans written off

Loans within their maturity period are classified as "Current Loans". Loans which remain outstanding after one month of their maturity period are considered as "Late Loans". Late Loans which remain unpaid after one year are classified as "Non-Interest Bearing Loans" (NIBL). The total amount of NIBL, which are considered bad and have no possibility of recovery, is referred to the Governing Body of BRAC for approval of write off, generally within one year from the date when a loan is transferred to NIBL. Generally loans are written off twice a year i.e. July and December. Any collections realised from loans previously written off are credited to the statement of income and expenditure.

2.13 Provision for liabilities

Provisions for liabilities are recognised when BRAC has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.



2 Summary of Significant Accounting Policies (contd.):

2.14 Investments in related undertakings

Related undertakings refer to separately-established undertakings in which BRAC has significant influence and/or effective equity interests. Details of these undertakings are disclosed in Note 10.

BRAC's investments in these undertakings are initially recorded at cost and subsequently adjusted to reflect BRAC's share of results for each period added to or deducted from the respective investment costs, from the dates of their acquisition and to the dates of their disposal. Distribution received from the undertakings is recognised in the statement of income and expenditure. Unrealised share of profit from undertakings as well as any changes in net assets in the related undertakings other than by the effect of operating results are recognised directly in the statement of changes in net assets. On disposal, gains or losses representing the difference between the proceeds on disposal and the carrying value of the undertakings at the date of disposal are recognised in the statement of income and expenditure. Gain or losses on dilution of interest in related undertakings, representing the difference in BRAC's share of net assets before and after the dilution concerned is also recognised in the statement of income and expenditure. Provision is also made for any impairment if the carrying amount of an investment exceeds its recoverable amount.

In case the share of losses from related undertakings is equal or more than the cost of investment then those losses were not recognised.

2.15 Investment in securities and others

All investments other than investment in associated undertakings are initially recognized at cost, being the fair value of the consideration given and including acquisition charges associated with the investment.

After initial recognition, investments in shares of listed companies are subsequently measured at fair value, with unrealized gains or losses recognized in the statement of income and expenditure. Fair value is generally determined by reference to stock exchange quoted market bid prices at the close of business on the balance sheet date, adjusted for transaction costs necessary to realize the asset.

Other long-term investments which are intended to be held to maturity, such as debentures and private debt securities, are subsequently measured at amortized cost. Amortized cost is calculated by taking into account any discount or premium on acquisition, over the period to maturity. For investments carried at amortized cost, apart from the amortization process which is dealt with through the statement of income and expenditure, any gain or loss is recognized in the statement of income and expenditure when the investment is disposed of or suffers a permanent diminution in value.

2.16 Accounts receivable

Accounts receivable arise principally from BRAC's income generating activities and programme support enterprises, and are stated net of provision for doubtful debts. An estimate is made for doubtful debts based on a review of all outstanding amounts as at the balance sheet date. Bad debts are written off when identified.

2.17 Inventories

Retail inventories are stated at cost based on selling price less average mark-up, and other inventories are stated at cost. Cost is determined using the weighted average basis. The cost of inventories includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition. Provision is made for obsolete or slow moving items, to reduce their carrying amounts to net realizable value.



2 Summary of Significant Accounting Policies (contd.):

2.22 Employee group insurance

BRAC is maintaining a group insurance policy with Guardian Life Insurance Ltd. for covering the risk of life of the employee and family health, on a monthly fixed premium basis. This policy is to cover liabilities arising out of death and other permanent injuries suffered by the employees. The terms of employment provide for payment in the event of death or permanent injury, of amounts ranging from 50 months for natural death, permanent injuries and 100 months for accidental death equivalent of last month basic salary. In case of health coverage, it covers inpatient and outpatient medical facilities in all over the Bangladesh as well as in abroad.

2.23 Foreign currencies

Foreign currency transactions are converted into equivalent Taka at the ruling exchange rates on the respective dates of such transactions.

The resulting exchange translation gains and losses are recognised in the statement of income and expenditure.

The principal exchange rates used for each respective unit of foreign currency ruling at the balance sheet date are as follows:

	2018 Taka	2017 Taka
United States Dollars(USD)	82.75	82.20
Euro	95.33	97.69
Great Britain Pound(GBP)	108.94	109.62
Australian Dollars(AUD)	59.93	63.87

BRAC's foreign currency denominated assets and liabilities are disclosed in Note 28.

2.24 Taxation

Income tax liabilities for the current period are measured at the amount expected to be paid to the taxation authorities in accordance with the Income Tax Ordinance, 1984 (Amended) for activities by which BRAC generates taxable income. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

2.25 Borrowing costs

Borrowing costs are interest and other costs that BRAC incurs in connection with the borrowing of fund.

Borrowing costs are recognised as an expense in the period in which they are incurred except where such costs are directly attributable to the acquisition, construction or production of a qualifying asset, in which case these costs are capitalised as part of the cost of that asset. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

2.26 Impairment of assets

At each balance sheet date, BRAC reviews the carrying amounts of its assets to determine whether there is any indication of impairment. If any such indication exists, impairment is measured by comparing the carrying values of the assets with their recoverable amounts. Recoverable amount is the higher of net selling price and value in use.



2 Summary of Significant Accounting Policies (contd.):

2.26 Impairment of assets (contd.)

An impairment loss is recognised as an expense in the statement of income and expenditure immediately. Reversal of impairment losses recognised in prior years is recorded in the statement of income and expenditure when the impairment losses recognised for the asset no longer exists or have decreased.

2.27 Financial instruments

Financial instruments are recognised in the balance sheet when BRAC has become a party to the contractual provisions of the instrument.

a) Investments in related undertakings

Investments in related undertakings are stated at cost less impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 2.14.

b) Investments in securities and others

Investments in securities and others are stated at cost, subsequently adjusted for fair value or at amortized cost. The policy for the recognition and measurement of impairment losses is in accordance with Note 2.15.

c) Receivables

Receivables are carried at anticipated realisable values. Bad debts are written off when identified and an estimate is made for doubtful debts based on a review of all outstanding amounts as at the balance sheet date.

d) Payables

Payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received.

e) Interest-bearing borrowings

Interest-bearing bank loans, overdrafts and securitised financing are recorded at the amount of proceeds received, net of transactions costs. For borrowings made specifically for the purpose of acquiring a qualifying asset, the amount of borrowing costs eligible for capitalisation is the actual borrowing costs incurred on that borrowing during the period less any investment income on the temporary investments of funds drawn down from that borrowing facility.

All borrowing costs are recognized as an expense in the statement of income and expenditure in the period in which they are incurred. The carrying values of these financial instruments approximate their fair values due to their short term maturities.



2 Summary of Significant Accounting Policies (contd.):

2.28 Cash and cash equivalents

Cash and cash equivalents for the purposes of the statement of cash flows comprises cash and bank balances and unpledged fixed deposits, against bank overdrafts, if any, are deducted. Included in cash and bank balances are donations which are received through donor grants. By virtue of donor agreements, the manner in which such donations are to be applied may be restricted to specific projects and/or assets.

2.29 Contingent liabilities

Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of BRAC; or any present obligation that arises from past events but is not recognized because:

- * it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- * the amount of the obligation cannot be measured with sufficient reliability

Contingent liabilities are not recognised but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated.

Contingent assets are not recognized in the financial statements as this may results in the recognition of income which may never be realized.

2.30 Events after the reporting period

Events after the balance sheet date that provide additional information about the organization's position at the balance sheet date are reflected in the financial statements. Events after the balance sheet date that are not adjusting events are disclosed.

2.31 Segmental reporting

BRAC is organised into operating segments based on projects and programmes which are independently managed by the respective program managers responsible for the performance within the operating segments.

The programme managers report directly to the management of BRAC who regularly review the segment results in order to assess segment performance. Additional disclosures on each of these segments are shown in notes 31 and 32 respectively. BRAC provides segment information voluntarily.



3. Cash and bank balances

Cash in hand and at banks (Note 3.1)
Deposits (Note 3.2)

2018 Taka	2017 Taka
5,453,549,106	6,428,938,497
16,108,232,210	14,595,340,623
<u>21,561,781,316</u>	<u>21,024,279,120</u>

3.1 Cash in hand and at banks

Cash in hand
Cash at banks

707,145,663	840,293,412
4,746,403,443	5,588,645,085
<u>5,453,549,106</u>	<u>6,428,938,497</u>

3.2 Deposits

Fixed deposits pledged with financial institutions (Notes 13 and 14)
Fixed deposits unpledged
Short term deposit unpledged

443,672,360	440,952,654
12,457,129,069	11,110,583,143
3,207,430,781	3,043,804,826
<u>16,108,232,210</u>	<u>14,595,340,623</u>

Included in the above balance are amounts placed with related undertakings as follows:

No.	Name of related party	Nature of balances		
1.	BRAC Bank Ltd.	Fixed deposits pledged	443,448,893	440,952,654
		Fixed deposits unpledged	1,553,704,032	1,680,478,028
		Short term deposits unpledged	3,207,430,781	3,043,804,826
		68 Bank Accounts (2017: 68)	679,224,787	2,955,242,227

3.3 Deposits analysed by programme:

Microfinance programme
Other programmes

14,073,281,392	12,418,962,408
2,034,950,818	2,176,378,215
<u>16,108,232,210</u>	<u>14,595,340,623</u>

3.4 Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following as at December 31, 2018:

Cash in hand and at banks	5,453,549,106	6,428,938,497
Fixed deposits unpledged	12,457,129,069	11,110,583,143
Short term deposits unpledged	3,207,430,781	3,043,804,826
Bank overdrafts (Note 13)	(36,115,730,851)	(23,688,516,176)
	<u>(14,997,621,895)</u>	<u>(3,105,189,710)</u>

4. Advances, deposits and prepayments

Advances:

Employees	4,682,181,521	2,247,372,905
Suppliers	601,470,862	592,472,368
Advance for tax	6,505,113,157	6,257,564,480
	<u>11,788,765,540</u>	<u>9,097,409,753</u>

Deposits:

Deposits for facilities and utilities	20,568,604	16,280,998
Prepayments	1,585,743,760	898,655,766
	<u>13,395,077,904</u>	<u>10,012,346,517</u>

5. Inventories

Seeds and feed	491,032,674	465,037,407
Medical supplies and consumables	97,019,751	138,313,944
Printing and stationery	67,500,506	59,765,620
Handicraft goods	4,407,548,602	3,893,686,987
Dairy products	274,865,128	203,748,962
Programme materials	229,789,082	202,929,910
	<u>5,567,755,743</u>	<u>4,963,482,830</u>



6. Grants and accounts receivable

	2018 Taka	2017 Taka
Grants receivable	1,312,687,879	940,453,649
Interest receivable on fixed deposits and bank accounts	1,012,248,249	782,521,147
Other accounts receivable	1,584,042,894	1,794,043,515
	3,908,979,021	3,517,018,311
Provision for doubtful debts	(48,298,885)	(84,637,958)
	<u>3,860,680,136</u>	<u>3,432,380,353</u>

7. Microfinance loans

	Principal outstanding Taka	Service charge receivable Taka	Loan loss provision Taka	Total Taka
At 1 January 2018	167,864,150,852	1,603,606,824	(6,238,566,956)	163,229,190,720
Additions	355,627,644,500	44,625,240,867	(3,397,704,456)	396,855,180,911
Realisation	(314,043,810,115)	(43,545,602,152)	-	(357,589,412,267)
Write-off	(1,470,304,182)	(310,315,572)	1,780,619,754	-
At 31 December 2018	<u>207,977,681,055</u>	<u>2,372,929,967</u>	<u>(7,855,651,658)</u>	<u>202,494,959,364</u>

Loans to members bear annual service charges 19% to 25% (2017: 18% to 26%) on a declining balance method. Repayments are made in weekly/monthly instalments.

The principal outstanding amount and loan loss provision are analysed as follows:

Loan classification	Days in arrears	Principal outstanding 2018 Taka	Loan loss provision 2018 Taka	Principal outstanding 2017 Taka	Loan loss provision 2017 Taka
Standard	Current (no arrears)	199,142,107,830	1,991,421,078	160,620,668,214	1,606,206,682
Watchlist	1 - 30	1,412,323,197	70,616,160	1,321,103,030	66,055,152
Substandard	31 - 180	2,028,860,187	507,215,047	1,697,714,267	424,428,567
Doubtful	181 - 350	431,961,870	323,971,403	331,155,144	248,366,358
Loss	Over 350	4,962,427,971	4,962,427,971	3,893,510,197	3,893,510,197
		<u>207,977,681,055</u>	<u>7,855,651,658</u>	<u>167,864,150,852</u>	<u>6,238,566,955</u>

8. Motor cycle loans

	2018 Taka	2017 Taka
At 1 January 2018	692,968,379	803,055,814
Additions during the year	2,426,300	32,442,500
Loan realisation during the year	(488,364,394)	(142,529,935)
At 31 December 2018	<u>207,030,285</u>	<u>692,968,379</u>

9. Investment in securities and others

DBH 1st Mutual Fund	47,400,000	56,400,000
AB Bank Subordinated Bond	600,000,000	800,000,000
MTB Subordinated Bond	200,000,000	250,000,000
Bangladesh Sanchay Patra (BSP)	210,000,000	280,000,000
BRAC EPL Investments Ltd.	-	539,328,676
	<u>1,057,400,000</u>	<u>1,925,728,676</u>

Market value of DBH 1st Mutual Fund at 31 December 2018 was Tk. 7.90 per unit (2017: Tk.9.40) and Tk. 9.00 per unit (2017: Tk. 9.10) on the Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) respectively.

The AB Bank Ltd. Subordinated Bond was purchased during 2016, the maturity date of the bond is 25 August 2021 with effective interest rate ranging from 11% to 13% (2017: 11% to 13%) per annum.

The maturity date of the Mutual Trust Bank Subordinated Bond is 19 October 2022 with effective interest rate ranging from 10.5% to 13.5% (2017: 10.5% to 13.5%) per annum.

The Bangladesh Sanchay Patra (BSP) earned interest at 11.28% to 13.19% (2017: 8.5% to 13.45%) per annum respectively during the year.



10 Investments in related undertakings

Related undertakings	2018			
	Cost of investment Taka	Share of reserves Taka	Loans Taka	Total Taka
BRAC Bank Ltd.	4,760,329,616	10,733,881,920	-	15,494,211,536
BRAC Industries Ltd.	24,999,900	9,434,226	-	34,434,126
BRAC BD Mail Network Ltd.	185,915,300	(60,231,042)	-	125,684,258
BRAC IT Services Ltd.	36,134,000	(28,913,400)	108,097,894	115,318,494
BRAC Services Ltd.	10,000,000	(238,868,852)	339,851,201	110,982,349
Delta BRAC Housing Finance Corp. Ltd	40,000,000	890,578,400	-	930,578,400
BRAC Karnafuli Tea Company Ltd	243,908,025	(81,608,142)	1,164,047,996	1,326,347,879
BRAC Kaiyachara Tea Company Ltd	63,300,695	194,399,496	186,735,366	444,435,557
BRAC Kodala Tea Company Ltd	81,680,954	(40,361,346)	434,116,886	475,436,494
Bangladesh Netting Factory	17,071,429	33,602,774	28,727,737	79,401,940
BRAC Asset Management Company Ltd	13,000,000	3,418,703	-	16,418,703
BRAC Environmental Enterprises Ltd.	90,000,000	(71,014,811)	124,870,528	143,855,717
IPDC Finance Ltd.	759,023,000	290,225,303	-	1,049,248,303
Mayalogy Ltd.	20,000,000	(4,879,477)	-	15,120,523
BRAC EPL Investment Ltd.	1,300	-	-	1,300
BRAC Kumon Ltd.	49,980,000	1,290,817	-	51,270,817
Edotco Bangladesh Co. Ltd.	7,228,750,000	69,254,908	-	7,298,004,908
	13,624,094,219	11,700,209,477	2,386,447,608	27,710,751,304

Related undertakings	2017			
	Cost of investment Taka	Share of reserves Taka	Loans Taka	Total Taka
BRAC Bank Ltd.	4,760,329,616	8,223,204,283	-	12,983,533,899
BRAC Industries Ltd.	24,999,900	6,917,983	-	31,917,883
BRAC BD Mail Network Ltd.	185,227,000	(70,473,373)	-	114,753,627
BRAC IT Services Ltd.	36,134,000	(30,764,221)	108,089,004	113,458,783
BRAC Services Ltd.	10,000,000	(211,528,659)	280,986,872	79,458,213
Delta BRAC Housing Finance Corp. Ltd	40,000,000	697,893,205	-	737,893,205
BRAC Karnafuli Tea Company Ltd	243,908,025	(163,081,348)	1,175,960,356	1,256,787,033
BRAC Kaiyachara Tea Company Ltd	63,300,695	125,306,823	219,720,197	408,327,715
BRAC Kodala Tea Company Ltd	81,680,954	(37,608,517)	401,500,847	445,573,284
Bangladesh Netting Factory	17,071,429	33,378,091	26,242,531	76,692,051
BRAC Asset Management Company Ltd	13,000,000	3,263,364	-	16,263,364
BRAC Environmental Enterprises Ltd.	90,000,000	(71,014,811)	124,837,439	143,822,628
IPDC Finance Ltd.	759,023,000	177,724,498	-	936,747,498
Mayalogy Ltd.	20,000,000	(4,177,238)	-	15,822,762
BRAC EPL Investment Ltd.	1,300	(24,493)	-	(23,193)
	6,344,675,919	8,679,015,587	2,337,337,246	17,361,028,752

	2018 Taka	2017 Taka
Transfer to change in net assets	3,021,193,890	2,486,414,672
Share of non operating changes in net assets in related undertakings	2,291,168,096	1,854,786,686
Investment in reserve fund(Statutory reserve)	730,025,794	631,627,987



10 Investment in related undertakings (contd)

Related undertakings (All incorporated in Bangladesh)	2018 % of share	2017 % of share	Principal activities
BRAC Bank Ltd.	44.42	44.42	Banking business, listed on the Dhaka and Chittagong Stock Exchanges
BRAC Industries Ltd.	99.99	99.99	Cold storage
BRAC BD Mail Network Ltd.	19.99	19.99	Internet service provider
BRAC IT Services Ltd.	51.00	51.00	Software development
BRAC Services Ltd.	100.00	100.00	Hospitality
Delta BRAC Housing Finance Corp.Ltd.	18.39	18.39	Housing finance, listed on the Dhaka and Chittagong Stock Exchanges
BRAC Karnafuli Tea Company Ltd.	99.94	99.94	Tea plantation
BRAC Kaiyachara Tea Company Ltd.	99.85	99.85	Tea plantation
BRAC Kodala Tea Company Ltd.	99.12	99.12	Tea plantation
Bangladesh Netting Factory	93.94	93.94	Poultry processing
BRAC Asset Management Company Ltd	26.00	26.00	Management of assets and portfolio investment
BRAC Environmental Enterprises Ltd.	90.00	90.00	Waste management services
IPDC Finance Ltd.	25.00	25.00	Finance services
Mayalogy Ltd.	20.35	22.06	Women empowerment through online in Bangladesh.
BRAC Kumon Ltd.	99.96	99.96	Establish and operate educational institutes.
Edotco Bangladesh Co. Ltd.	26.00	0.00	Telecommunications service provider.

BRAC's investments in the related undertakings are represented by its share in the respective net tangible assets and loans extended.

Loans represent finance provided for working capital and earn 7%-8% (2017: 6% -12%) interest per annum. These loans have no fixed repayment terms.

The market value of BRAC Bank Ltd shares at 31 December 2018 was Tk. 71.70 per share (2017: Tk. 108.00) and Tk. 72.00 per share (2017: Tk.107.60) on the Dhaka Stock Exchange(DSE) and Chittagong Stock Exchange (CSE) respectively.

The market value of Delta BRAC Housing Finance Corporation Ltd. shares at 31 December 2018 was Tk. 128.10 per share (2017: Tk.136.30) and Tk. 132.00 per share (2017: Tk.135.90) on the DSE and CSE respectively.

The market value of IPDC Finance Ltd. shares at 31 December 2018 was Tk. 37.60 per share (2017: Tk. 47.60) and Tk. 37.60 per share (2017: Tk. 47.70) on the DSE and CSE respectively.

Significant transactions with related undertakings are as follows:

Related undertakings	Nature of transaction	2018 Taka	2017 Taka
BRAC Bank Ltd	Interest on fixed deposits and bank balance	25,596,471	63,467,555
IPDC Finance Ltd.	Interest on fixed deposits	40,003,250	37,485,000
BRAC Services Ltd.	Service facilities	58,864,329	55,960,809



11. Property, plant and equipment

Group of fixed assets	Cost					Depreciation				Amount in Taka	
	Opening balance 01-01-2018	Additions during the period	Transferred during the period	Disposals during the period	Closing balance 31-12-2018	Opening balance 01-01-2018	Charged during the period	Adjustment/ disposals during the period	Closing balance 31-12-2018	Written down value 31-12-2018	Written down value 31-12-2017
Freehold land	9,231,535,270	895,695,710	-	-	10,127,230,980	-	-	-	-	10,127,230,980	9,231,535,270
Buildings	6,332,849,988	-	411,779,742	(16,350,994)	6,728,278,736	2,184,391,499	225,988,653	(16,350,994)	2,394,029,158	4,334,249,578	4,148,458,489
Furniture & fixtures	1,869,404,532	321,807,626	-	(53,977,920)	2,137,234,238	1,049,521,485	158,458,910	(53,066,680)	1,154,913,715	982,320,523	819,883,047
Equipment	2,438,511,227	307,331,540	-	(39,672,006)	2,706,170,761	1,340,692,052	281,246,969	(38,532,323)	1,583,406,698	1,122,764,063	1,097,819,175
Computer	859,598,116	250,837,672	-	(5,173,041)	1,105,262,747	625,552,012	150,587,167	(4,977,390)	771,161,789	334,100,958	234,046,104
Vehicles	1,129,115,645	186,587,439	-	(4,663,380)	1,311,039,704	823,591,288	113,348,059	(4,601,806)	932,337,541	378,702,163	305,524,357
Bicycles	16,926,413	180,423	-	(2,338,843)	14,767,993	9,361,267	2,222,039	(2,338,843)	9,244,463	5,523,530	7,565,146
Machineries	1,398,952,390	145,234,073	-	(46,872,713)	1,497,313,750	880,769,045	68,567,730	(46,872,713)	902,464,062	594,849,688	518,183,345
Deep tubewell and tanks	37,975,954	2,600,576	-	-	40,576,530	29,882,976	6,962,181	-	36,845,157	3,731,373	8,092,978
Hatcheries	17,010,596	298,139	-	(390,969)	16,917,766	17,010,596	252,978	(345,808)	16,917,766	-	-
Motor cycles	3,397,861	-	-	(490,500)	2,907,361	2,727,710	669,420	(490,500)	2,906,630	731	670,151
Construction Work in progress	849,739,885	532,329,254	(411,779,742)	-	970,289,397	-	-	-	-	970,289,397	849,739,885
Crates/Mannequins/Samples/Antiques	520,094,092	106,147,245	-	-	626,241,337	391,100,248	70,402,747	-	461,502,995	164,738,342	128,993,844
Total December 2018	24,705,111,969	2,749,049,697	-	(169,930,366)	27,284,231,300	7,354,600,178	1,078,706,853	(167,577,057)	8,265,729,974	19,018,501,326	17,350,511,791
Total December 2017	22,800,025,210	2,519,584,308	-	(614,497,549)	24,705,111,969	7,064,626,536	901,172,717	(611,199,075)	7,354,600,178	17,350,511,791	

Allocation of depreciation:

- i) included in cost of sales of income generating projects
- ii) included in programme related expenses

Note 32
Note 32

2018 Taka	2017 Taka
139,644,704	25,673,480
939,062,149	875,499,237
1,078,706,853	901,172,717

An amount of Tk.136,984,243 (2017: 290,998,941) has been transferred to the statement of income and expenditure from Deferred income - investment in fixed assets to cover the depreciation charge for donor funded fixed assets as disclosed in Notes 17



12. Liabilities for expenses and materials

	2018 Taka	2017 Taka
Liabilities for expenses	4,782,742,597	3,885,529,041
Liabilities for goods	485,169,089	665,676,045
Advances received for training, publications, supplies etc.	5,973,285,471	5,182,706,265
	11,241,197,157	9,733,911,351
Provision for stock loss	(33,013,673)	(69,677,431)
	11,208,183,484	9,664,233,920

13. Bank overdraft

Aqrani Bank Ltd.	3,210,017,472	2,640,018,454
Bank Alfalah Ltd.	195,784,919	193,138,523
Bank Asia Ltd.	2,889,102,543	785,892,903
BRAC Bank Ltd.	563,038,090	-
Dhaka Bank Ltd.	69,560	8,790,388
Dutch Bangla Bank Ltd.	161,700,138	117,773,916
Eastern Bank Ltd.	45,982,679	4,253,051
Habib Bank Ltd.	193,388,849	392,774,638
HSBC	3,843,081	258,511
IFIC Bank Ltd.	63,401,465	51,104,343
Jamuna Bank Ltd.	2,725,053,727	1,270,180,516
Janata Bank Ltd.	2,005,562,030	358,917,820
Mutual Trust Bank Ltd.	1,705,314,869	11,903,848
Prime Bank Ltd.	2,216,950,125	1,748,841,248
Pubali Bank Ltd.	7,362,553,172	5,827,865,479
Rupali Bank Ltd.	435,420,889	472,061,872
Sonali Bank Ltd.	6,320,669,937	3,634,140,929
Southeast Bank Ltd.	15,180,260	9,285,976
Standard Bank Ltd.	626,071,647	5,658,317
The City Bank Ltd.	293,417,105	-
The Trust Bank Ltd.	2,157,690,863	2,784,812,059
United Commercial Bank Ltd.	4,255,573	479,247,359
Uttara Bank Ltd.	2,921,261,858	2,891,596,026
	36,115,730,851	23,688,516,176

The bank overdraft are secured by fixed deposits amounting to Tk. 443,448,893 (2017: Tk. 440,729,187).

The bank overdrafts were obtained for BRAC's micro-finance programme and to finance working capital requirements. The bank overdrafts bear interest at 6.50% to 12.00% (2017: 5.00% to 10.50%) per annum, and are repayable within 12 months.

14. Term loans

Bangladesh Bank	2,741,174,000	5,335,504,000
Bank Alfalah Ltd.	200,000,000	200,000,000
BASIC Bank Ltd.	896,595,118	1,249,404,029
BRAC Bank Ltd.	3,000,000,000	-
Citibank N.A.	1,000,000,000	500,000,000
Commercial Bank of Ceylon PLC.	1,450,000,000	1,200,000,000
Dutch Bangla Bank Ltd.	1,371,008,133	-
Eastern Bank Ltd.	2,801,411,524	2,952,690,184
Habib Bank Ltd.	200,000,000	-
HSBC	1,250,000,000	500,000,000
IFIC Bank Ltd.	3,439,956,004	2,499,985,878
Jamuna Bank Ltd.	149,999,707	-
Mercantile Bank Ltd.	1,000,000,000	-
Prime Bank Ltd.	2,000,000,000	2,000,000,000
* Rajshahi Krishi Unnyon Bank (RAKUB)	180,000,000	450,000,000
Rupali Bank Ltd.	3,000,000,000	1,999,328,327
SABINCO	345,175,997	636,956,159
Shahjalal Islami Bank Ltd.	2,000,000,000	1,000,000,000
Standard Chartered Bank (SCB)	7,106,000,000	5,846,000,000
State Bank of India	1,100,000,000	1,100,000,000
The City Bank Ltd.	2,199,892,767	-
United Commercial Bank Ltd.	499,759,097	1,499,690,079
Woori Bank	205,833,332	-
	38,136,805,679	28,969,558,656



	2018 Taka	2017 Taka
Term Loans are analysed as follows:		
Amount repayable within 12 months	36,569,370,347	27,465,525,949
Amount repayable after 12 months:		
Repayable after 12 months but less than 24 months	983,878,239	841,092,271
Repayable after 24 months but less than 36 months	484,905,139	662,940,436
Repayable after 36 months but less than 48 months	98,651,954	-
	<u>1,567,435,332</u>	<u>1,504,032,707</u>
	<u>38,136,805,679</u>	<u>28,969,558,656</u>

- * The term loans are secured by fixed deposits amounting to Tk. 223,467 (2017: Tk. 223,467)

All repayment obligations in respect of the term loans were met and no amounts were in arrears as at 31 December 2018.

The term loan were obtained to support various micro finance and development projects undertaken by BRAC and for working capital purposes. The loans are repayable at various intervals, i.e., monthly, quarterly, half-yearly, biannually and annually and bear 5% to 11.50% (2017: 5% to 8.25%) interest rates.

15. Members' savings deposits

At 1 January 2018	59,880,530,227	50,118,837,575
Deposits during the year	41,538,256,343	34,369,082,730
Withdrawals during the year	(31,830,981,677)	(24,607,390,078)
At 31 December 2018	<u>69,587,804,893</u>	<u>59,880,530,227</u>
Compulsory savings	57,790,444,897	49,201,864,819
Voluntary savings	9,377,019,804	7,729,561,568
Term deposits	2,420,340,192	2,949,103,840
At 31 December 2018	<u>69,587,804,893</u>	<u>59,880,530,227</u>

The rate of interest paid in respect of savings deposits by members was 6%-10% (2017: 6%-10%) per annum.

BRAC has three types of savings deposits initiatives, namely (a) Compulsory savings (b) Voluntary savings and (c) Term deposits, with a view to facilitating and encouraging savings by members in rural areas

(a) Compulsory savings

- Each member deposits a minimum amount of Tk.10 in a weekly meeting. The amount to be deposited weekly is fixed by the member at the inaugural meeting of the year. The interest rate is 6% per annum.
- A member can withdraw the entire amount of savings after the loan outstanding balance including service charges thereon has been fully repaid.
- BRAC is allowed to offset the amount of loan balance with the equivalent savings balance of the loanee in the event of default.

(b) Voluntary savings

- Each member can save for periods ranging from 3 years to 10 years on a monthly basis. The voluntary savings range from Tk. 100 to Tk. 1,000. The interest rate ranges from 7% for a 3 years period to 10% for a 10 year period.
- Any member can withdraw his/her savings by giving a seven (7) days written notice.

(c) Term deposits:

Each member can save for a period 1 to 7 years for a fixed time period. The amount of deposit can range from Tk. 10,000 to 100,000. Interest rate for the maturity period range from 7% in the first year to 10.41% for 7 years.



16. Grants received in advance account	Notes	2018 Taka	2017 Taka
At 1 January 2018		3,149,635,367	1,214,294,835
Receivables as at 1 January 2018		(940,453,649)	(316,317,153)
		<u>2,209,181,718</u>	<u>897,977,682</u>
Donations received during the period	30	12,640,242,326	13,219,219,761
Transferred to deferred income:			
- Investment in fixed assets	17	(136,228,543)	(292,643,341)
- Motorcycle replacement fund	17	(755,700)	1,644,400
Transfer to Statement of Income and Expenditure for expenditure during the period	19	(12,962,880,661)	(11,617,016,784)
		<u>1,749,559,140</u>	<u>2,209,181,718</u>
Refund		(50,443,510)	-
Grants receivables		<u>1,312,687,879</u>	<u>940,453,649</u>
At 31 December 2018		<u><u>3,011,803,509</u></u>	<u><u>3,149,635,367</u></u>

17. Deferred Income	Notes	Investment in fixed assets Taka	Motorcycle replacement fund Taka	Total Taka
At 1 January 2018		679,250,783	12,778,506	692,029,289
Transferred from Grants received in advance	16	136,228,543	755,700	136,984,243
Amortisation to Statement of Income and Expenditure	19	(75,922,649)	(2,607,690)	(78,530,340)
At 31 December 2018		<u><u>739,556,677</u></u>	<u><u>10,926,516</u></u>	<u><u>750,483,192</u></u>

18. Other long term liabilities	2018 Taka	2017 Taka
Employee gratuity and redundancy fund	12,377,120,719	11,085,313,230
Self-insurance fund		
- Employees	478,613,714	469,907,018
- BRAC properties and motorcycles	878,219,091	823,350,454
	<u>1,356,832,805</u>	<u>1,293,257,472</u>
Other funds		
- Special fund for scholarship	6,268,162	6,149,383
- Relief and rehabilitation fund	717,995,238	717,981,199
- Staff welfare fund	40,479,902	37,327,972
	<u>764,743,302</u>	<u>761,458,554</u>
	<u><u>14,498,696,826</u></u>	<u><u>13,140,029,256</u></u>

The Special fund for scholarship represents the Catherine H. Lovel memorial fund which will subsequently be utilized for a scholarship programme for poor girls. It is represented by specific fixed deposits, from which interest is added to the fund.

The Relief and Rehabilitation fund for disaster and climate change represents recoveries from prior disbursements of grants for rehabilitation, as well as additional amounts accreted by BRAC as deemed appropriate and is held as a liability. This fund is utilized to meet outgoing during natural disasters and climate change and is substantially represented by separate bank balances from which interest is added to the fund.

The staff welfare fund represents deductions from the staff salary which are utilised to defray medical expenses incurred by staff and, under certain instances, their families. The fund is managed by a staff committee who decide upon the quantum to be disbursed as well as the eligibility of staff family members for benefits.



19. Donor grants

Donor grants recognised in the Statement of Income and Expenditure:

Transferred from grants received in advance	16	12,962,880,661	11,617,016,784
Transferred from deferred income:			
amortisation of investment in fixed assets			
- unrestricted		4,194,509	-
- temporarily restricted	17	71,728,141	47,424,805
		75,922,650	47,424,805
amortisation of motorcycle replacement fund			
- unrestricted		308,026	308,026
- temporarily restricted	17	2,299,665	7,456,434
		2,607,691	7,764,460
Total donor grants		13,041,411,002	11,672,206,049
Interest on bank accounts and fixed deposits in respect of donor funds		11,144,409	33,591,794
Other income-Partial reimbursement on cost of donor funded programme supplies		-	188,970
		13,052,555,411	11,705,986,813

20. Social enterprises

Revenue from sales (Note-20.1)	15,953,591,192	14,967,814,992
Other income (Note-20.2)	9,839,809	2,411,463
	<u>15,963,431,001</u>	<u>14,970,226,455</u>

20.1 Revenue from sales

Aarong Rural Craft Centre	9,037,410,660	8,015,150,343
BRAC Printing Pack	373,892,188	333,720,684
BRAC Dairy and Food Project	3,969,933,580	3,442,110,755
Agro-based program support enterprises	2,479,072,712	3,079,722,167
Non-agro-based program support enterprises	93,282,052	97,111,043
	<u>15,953,591,192</u>	<u>14,967,814,992</u>

20.2 Other income

Gain/(loss) on disposal of property, plant and equipment	-	2,411,463
Partial reimbursement on cost of donor funded programme supplies	9,839,809	-
	<u>9,839,809</u>	<u>2,411,463</u>

21. Microfinance programme

(Loss)/gain on disposal of property, plant and equipment	333,799	-
Service charge on microfinance loans	45,010,650,247	37,240,825,991
Bank interest against member savings deposits	959,197,028	649,757,390
	<u>45,970,181,074</u>	<u>37,890,583,381</u>

22. Self-financing social development projects

Interest on bank accounts and fixed deposits	157,295,688	244,414,473
Other income (22.1)	1,081,333,338	395,880,736
	<u>1,238,629,026</u>	<u>640,295,209</u>

22.1 Other income

(Loss)/gain on disposal of property, plant and equipment	(1,263,188)	6,894,302
Partial reimbursements on cost of programme supplies	484,850,601	194,557,886
Training income	563,728,634	101,017,020
Sale of wastage materials	28,442,145	54,425,319
Foreign exchange gain/(loss)	5,575,146	38,986,209
	<u>1,081,333,338</u>	<u>395,880,736</u>



23. Investment income

In respect of investments in related undertakings:

For the year ended		
	2018 Taka	2017 Taka
- Cash dividend income	67,219,833	350,208,383
- Interest on subordinated bond	106,383,890	129,092,466
- Interest on BSP	28,144,289	32,975,000
- Income on EPL investment	10,727,448	39,328,676
- Loss on dilution of shares	-	(10,987,123)
- Realised profit/(loss) on DBH 1st Mutual Fund	5,400,000	3,000,000
	<u>217,875,460</u>	<u>543,617,402</u>

24. Community contribution

Education programme	957,790,793	1,159,209,056
Health nutrition and population programme	504,907,531	201,892,234
Community empowerment programme	9,258,776	4,918,397
Skill development programme	19,281,326	6,153,112
BRAC WASH in hard to reach and urban areas	19,615,634	-
Human rights and legal aids services	382,425	-
Integrated development programme	1,169,843	3,539,229
	<u>1,512,406,328</u>	<u>1,375,712,028</u>

Community contribution represent fees charged by BRAC to participate in programmes or activities.

25. Interest on fixed deposits and bank accounts

Microfinance program against member savings deposits	959,197,028	649,757,390
Donor based development projects	11,144,409	33,591,794
Self-financing social development programmes	157,295,688	244,414,473
	<u>1,127,637,125</u>	<u>927,763,657</u>

26. BRAC contribution to support donor funded programmes

BRAC contributed funds to meet the funding shortfall in donor funded programmes expenditure during the year in order to ensure the continued implementation and execution of such programmes.

27. Taxation

	2018 Taka	2017 Taka
Income tax provision for the year	<u>1,753,000,000</u>	<u>516,000,000</u>

Under the Income Tax Ordinance, 1984 (Amended), in addition to its commercial activities, BRAC is also subject to taxation on income derived from other non-commercial activities unless they are tax exempt. Income from microfinance and social development activities are tax-exempt.

The tax charge is in respect of taxable income arising from BRAC's taxable activities in 2018, and is subject to agreement with the tax authorities.

For years of assessment 1991-92 to 2015-16, BRAC has been issued directives requesting payment of taxes cumulatively amounting to approximately Tk. 9.9 billion. BRAC's tax consultant has disagreement with the basis of taxation, filed appeal before the respective authorities duly and paid tax up to 31 December 2018 approximately for an amount of Tk. 5.62 billion.

BRAC continues to be of the view that the basis of taxation contained in the above mentioned directives are inappropriate, and therefore BRAC would not be liable to taxation. Accordingly, the amounts referred to above have not been provided for in the financial statements as at 31 December 2018.



For the year ended	
2018	2017
Taka	Taka

28. Foreign currency denominated monetary assets and liabilities

Resident foreign currency deposits (in USD)	712,410,673	718,269,216
Resident foreign currency deposits (Euro)	18,035,925	18,488,619
Resident foreign currency deposits (in GBP)	17,012,029	17,532,225
Cash at bank (in USD)	60,153,308	33,564,798
Cash at bank (in Euro)	2,383,693	3,459,458
Cash at bank (in GBP)	1,044,363	929,958

29. Financial risk management

a) Financial risk management objectives and policies

BRAC's financial risk management policy seeks to identify, appraise and monitor the risks facing BRAC whilst taking specific measures to manage its interest rate, foreign exchange, liquidity and credit risks. BRAC does not, however, engage in speculative transactions or take speculative positions, and where affected by adverse movements, BRAC has sought the assistance of donors.

b) Interest rate risk

BRAC's financial risk management policy seeks to identify, appraise and monitor the risks facing BRAC whilst taking specific measures to manage its interest rate, foreign exchange, liquidity and credit risks. BRAC does not, however, engage in speculative transactions or take speculative positions, and where affected by adverse movements, BRAC has sought the assistance of donors.

c) Foreign exchange risk

BRAC's foreign exchange risks comprise transaction risk which arise from donor grants received in currencies other than the local currency and minimal foreign currency deposits and cash at bank placed with licensed financial institutions. BRAC is exposed to foreign currency fluctuations, mainly in respect of donor grants denominated in United States Dollars, Great Britain Pound and the Euro.

Foreign exchange exposures in transactional currencies other than the local currency are monitored via periodic project cash flow and budget forecasts and are kept to an acceptable level.

d) Liquidity risk

BRAC manages its debt maturity profile, operating cash flows and the availability of funding so as to meet all refinancing, repayment and funding needs. As part of its overall liquidity management, BRAC maintains sufficient levels of cash or fixed deposits to meet its working capital requirements. In addition, BRAC maintains banking facilities of a reasonable level.

e) Credit risk

The credit policy of BRAC requires all credit exposures to be measured, monitored and managed proactively. Exposure to credit risk is monitored on an ongoing basis by the commercial ventures' respective management teams. BRAC does not have any significant exposure to any individual customer or counterparty.



30. Schedule of donation received

Name of the projects	Donor	2018 Taka	2017 Taka
Strategic Partnership Arrangement (SPA)	DFID	4,396,000,000	5,887,500,000
	DFAT	1,338,525,000	1,334,850,000
	Sub Total	5,734,525,000	7,222,350,000
Vision Bangladesh Project	Orbis International	4,589,000	3,260,999
	BRAC-USA	2,945,839	-
		7,534,839	3,260,999
Refugee Programme	Philips Lighting Foundation	1,265,658	-
	DFAT	183,900,000	-
	BRAC-USA	43,740,063	-
	BRAC-UK	36,928,817	-
	Alliance for Multicultural	784,460	-
	WFP	6,670,227	-
	Singapore American School	224,223	-
	Local Donor's	2,820,056	9,851,871
		276,333,504	9,851,871
CFPR Phase -IV	BRAC-USA	-	2,550,093
Char Development and Settlement Program	Euroconsult Mott Mac Donald	479,911	9,202,062
BRAC-Water Sanitation and Hygiene(WASH) program in urban Areas	Bill and Melinda Gates Foundation	-	416,560,644
Integration WASH	EKN	157,549,234	329,548,755
Reduction TB Prevalance	The Global Fund	-	1,724,381,565
Reduction Malaria Incidence	The Global Fund	-	330,566,816
TB Care and Prevention in Bangladesh	The Global Fund	1,251,241,593	450,375,929
Phased Elimination of Malaria from Bangladesh-GFATM	The Global Fund	251,813,561	83,555,874
BRAC Boat School	EAC-QATAR	-	26,688,159
BRAC Urban Slum School	EAC-QATAR	-	88,050,976
Alive and Thrive Integration of Maternal Nutrition Intervention into BRAC MNCH Rural Program in Bangladesh	Family Health International	-	98,405,295
Bangladesh MYCN-Home Fortification Program	The Global Alliance for Improved Nutrition (GAIN)	73,529,666	229,396,877
BRAC HRLS Property Rights Program	BRAC-USA	-	32,571,094
Changing Social Norms and Supporting Adolescent Empowerment	UNICEF	-	7,627,891
Engaging Communities for Behaviour Social Change in Cox's Bazar District	UNICEF	-	1,125,833
Marketing Innovation for Health (MIH) Program	Social Marketing Company (SMC)	-	11,094,627
Building Young Women's Leadership through Sports	Women Win	-	11,029,500
Economic Empowerment for Poor and Vulnerable Women in Bangladesh	EC	-	8,485,636
Improving Maternal & Child Nutrition (MCN)	WFP	-	1,494,210



Name of the projects	Donor	2018 Taka	2017 Taka
Pilot project of distributing reading glasses	Vision Spring	47,989,696	43,291,952
BRAC School Meal Piloting	WFP	13,706,168	14,122,545
BRAC Innovation fund for Digital Financial Services	Bill and Melinda Gates Foundation	58,952,588	437,532,435
Ensure Sufficient Food & Nutrition Through Maize Cultivation for Marginalised group of people in Bangladesh	CIMMYT-India	-	235,876
Livelihood Skills Training for Out of School Working Children	UNICEF	-	44,030,518
Road Safety Awareness campaign Project	Chevron Bangladesh	-	1,294,423
Targeting The Ultra poor Nutrition	WFP	-	7,483,707
Graduation as Resilience	BRAC-UK	-	3,354,519
Improving Educational Outcome of Female Disadvantaged School Student	MONASH University	-	907,036
Improving Demand and Referral Linkage for Injectable Long acting and permanent methods of contraceptives	Engender Health	-	5,070,483
Neuro Developmental Disability (NDD) Project	Apasen International	727,607	1,032,633
Prevent and Respond to Sexual and Gender Based Violence	UNDP	-	10,472,148
Building Blocks of Early Years Learning in Bangladesh	Porticus	-	54,307,500
Community Based Intervention for the Empowerment of Women	ILO	-	903,018
National Early Childhood Development Support Program (NECDSP)	Shishu Academy	22,690,127	102,586,222
School Feeding Program at Gaibandha	WFP	5,188,928	15,147,840
Working with Children at Risk in the Slums of Dhaka	BRAC-UK	-	20,267,483
Fistula Care Plus Project	Engender Health	-	2,784,000
Community Road Safety Programme	GOB	-	6,241,710
Skills Development and Self-Employment Program	ILO	-	434,465
Building capacity to address issues of SRHR, Gender and Emotional wellbeing in technical, vocational, higher and general education	MDF-Traning & Consultancy (NUFFIC)	-	14,506,876
Capacity Building to promote day-care services and women's employability in the RMG Sector"	MDF-Traning & Consultancy (NUFFIC)	-	9,293,794
SUSTAIN	The International Potato Center (CIP)	-	6,392,754
Delivering maternal health care through mobile biometrics in Dhaka Urban Slums	SimPrints	4,049,089	-
Adolescent Sexual and Reproductive Health in Bangladesh	BRAC - USA	4,178,495	11,360,412
Agri-Business for Trade Competitiveness Project	Katalyst	-	221,070
BRAC Chevron BPI Enterprise Development Pilot Project (JIBIKA)	BRAC - USA	-	129,744,541
BRAC Play Lab Project	BRAC - USA	77,092,629	48,470,145
Breast Feeding Promotion and Support at public Health Care	UNICEF	7,260,232	7,003,088
Chitmohei Livelihood Development Programme Lalmonirhat	SCB	5,227,626	3,018,358
Community Fire Prevention Project	IDEO.ORG	2,248,979	3,577,659
Editorial and publishing Services, within the Teaching and Learning Materials Research and Refinement Programme (TLMRR)	DFID-UK	-	3,232,055
Effect of BIO Fortified Leantiles on Iron and Selenium Status	University of Saskatchewan	23,022,187	-
English and digital for Girl's Education	British Council	968,000	4,496,112
Ensuring Clean and safe Birthing through Promotion Safe Birth kits at Community Level (TOMS Shoes)	BRAC - USA	9,372,559	18,035,418



Name of the projects	Donor	2018 Taka	2017 Taka
Financial Literacy for Adolescent in Chittagong	SCB	6,005,310	3,376,207
Innovation for Improving Early Grad Reading Activity	USAID	205,475,989	192,824,022
Unlocking the production Potential of "polder communities" in Coastal Bangladesh through improved Resource use efficiency and diversified cropping systems	IRRI	4,095,000	3,935,000
USAID Livestock production for Improved nutrition Program	ACDI/VOCA	-	2,615,634
Policy Advocacy Intervention of Bangladesh MIYCN Home Fortification	The Global Alliance for Improved Nutrition (GAIN)	-	3,388,016
Cyclone Roanu Recovery Project (CRRP)	BRAC-USA	-	15,236,556
Garments Worker Financial diaries	Microfinance Opportunities	3,697,131	9,682,583
Green Super Rice	IRRI	-	1,995,000
Bangladesh District Eye Care Programme	Sight Savers-UK	3,287,735	6,447,878
Field Evaluation of a Passive Aeration System for Aquaculture (FEPASA)	University of Toronto	2,244,533	1,619,969
Targeting and Re-Aligning Agriculture to Improved Nutrition	IFPRI-UK	20,744,522	4,284,210
Unit for Body Rights Program (UBR-2)	RHSTEP	5,337,564	6,579,800
Bangladesh Dairy Enhancement Project	Land O Lakes	-	20,976,623
	Mannion Danieals Ltd.	6,567,092	-
Empowering Girls on Sexual and Reproductive Health Rights Towards Combating Child Marriage			
Nutrition for Better Livelihood and Linkage of Nutrition Messaging in Design and Branding of Nutrient Rich Produce.	DAI Global LLC.	-	1,254,352
Skills for Employment investment Programme (SEIP) Project- Tranch-1	GOB	-	10,167,300
Support to Bangladesh Justice Working Paper Series	DFID	-	7,409,885
Relief and Rehabilitation	Local Donor's	-	5,244,454
Contact for Impact Evaluation of Community LED Agricultural Water Mangement (CAWM) Scheme on Agricultural Production	Euroconsult Mott Mac Donald	-	925,840
Develop volunteers guideline and facilitate training on two way communication with communities in a disaster situation	British Broadcasting Corp.	-	1,903,653
Education Watch 2017	Campaign for Popular Education (CAMPE)	3,623,420	3,623,420
Empowering the readymade garment workers living in slum of dhaka	Porticus	-	56,890,839
Empowering Women for Building Social Cohesion project(Phase-II)UNW	UN Women	13,973,943	56,138,887
Empowering Women for Building Social Cohesion project	UN Women	4,227,238	-
Humanitarian Leadership Academy	HLA	18,395,733	15,631,386
Improvement of the Real Situation of Overcrowding in Prisons(IRSOP)	GIZ	10,519,976	23,969,212
Improving Health and Nutrition Status of Urban Extreme poor In Bangladesh	Concern Worldwide	60,108,255	47,061,084
Income Support Programme for the poorest (ISPP) JAWTNO Project	World Bank	20,905,514	44,133,865
PRO-poor Growth of Rural Enterprises Through Sustainable Skills-development-PROGRESS	EC	203,883,882	50,643,185
Protective environment for Children and Adolescents in Cox Bazar area	UNICEF	-	12,074,092
Regional meeting of Gavico's from Asia-Pacific Countries	GAVI Alliance	-	4,268,159
Shishu Niketan: Low cost Schools in Bangladesh	BRAC-UK	25,364,907	34,781,834
Strengthening and cultivating Opportunities in Production for empowerment (SCOPE) Project	Echotex Ltd.	-	7,791,900



Name of the projects	Donor	2018 Taka	2017 Taka
Student Dropout of Secondary Education Level in Bangladesh	Qatar Foundation for Education	-	5,529,782
Support Socio economic development of 910 vulnerable families from bagerhat District(Bangladesh) through Innovativemodels of small scale aquaculture	AIDA	10,490,676	12,489,107
Community Mobilization Volunteers(CMV)Network for life Saving Message on health nutrition, Sanitation and Protection in humaterian crisis in coxs Bazar	UNICEF	49,506,065	16,108,986
Construction of Lower Secondary School in Bangladesh	Dubai Care	-	13,088,000
Early Learning and Non Formal Basic Education for Children from Myanmar in Bangladesh	UNICEF	90,842,164	29,317,307
Emergency Response and Recovery for Flash Floods and Cyclone Mora to Support the Reduction of ongoing Suffering of the most Affected Communities and Assist	BRAC USA	34,772,850	25,737,553
Ensuring Long Term Medical Services & Post Award Livelihood Support for the Victims of Rana Plaza	BRAC USA	-	41,408,546
Improving Mother and Child Nutrition in Bangladesh (SHIMA)	CIEF	-	40,648,537
Second Chance Education (SCE) Under PEDP III	Save the Children	86,539,287	10,000,000
Shujog	Google Asia Pacific Ltd.	4,641,884	2,643,840
Sustainable reintegration and Improved Migration Governance In Bangladesh	IOM	97,308,233	15,943,372
The Global Pannel on Agriculture and Food System for Nutrition Project	London School of Hygine and Tropical Medicine	-	3,562,020
Effects of play based early stimulation in children on self-regulation and executive functioning skills from rural low income households – a randomized control	Grant Challenges Canada	6,349,241	4,076,173
IED-BRACU	Zuerich University	5,782,200	1,891,520
Safe Migration for Bangladesh Workers	World Bank	-	30,553,785
Capture and assess best CwC practices in disaster response and recovery	British Broadcasting Corp.	-	2,212,064
Holistics Enhancement of Early Childhood Development in Rural Bangladesh	BRAC USA	-	12,097,719
BRAC,s Response to Emergency Humatarion of Cricis among the People from the Rakhine State of Myanmar in Coks Bazar	UNHCR	-	160,180,144
Challenge TB Bangladesh	Management Sciences for Health	-	5,828,960
Alternative learning programme for out of schoool adolescent	UNICEF	33,189,388	-
Bridge School Programme	EAC-QATAR	7,902,368	-
Communities Rights and gender TB Tools Assesment in Bangladesh	UNOPS	4,326,400	-
Creation of Child -friendly Space for Forcibly- displaced Myanmar National	Porticus	56,146,000	-
Emergency Nutrition Response	UNICEF	31,240,809	-
Ensuring protective environment for children from forcibly displaced Myanmar National in Cox's Bazar	UNICEF	55,835,286	-
Ensuring protective environment for children and adolescents of Rakhine state of Myanmar in Cox's Bazar District	UNICEF	97,301	-
Flash Flood Response and Recovery Project(FFRRP)	UNOPS	162,347,463	-
Improved Wash service for the Rohiyanga Refugee and Host Communities in Coks Bazar	UNICEF	11,919,059	-
Increasing Access to improved Water sanitation Hygiene service in School	Charity Water	73,191,256	-
Integrated Assistance Package in Cox Bazar	WFP	28,718,067	-
MNCH-Urban Project (Phase-II)	JPGSPH BRAC University	448,267	-
MNCH-Rural Project (Phase-II)	BRAC USA	2,646,560	-



31. Segmental financial information:

Unrestricted									Temporarily restricted	Total 2018
Aarong Rural Craft Centre	BRAC Printing Pack	BRAC Dairy and Food Project	Agro based Programme Support Enterprise	Non-agro based Programme Support Enterprise	Micro Finance Programme	Self-financing Social Development Projects	House Property (Building)	Total Unrestricted	Development Projects	
Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka

Balance Sheet as at December 31, 2018

Assets:

Cash and bank balances	192,635,564	15,851,867	80,186,586	678,179,393	121,216,184	20,216,763,595	(4,755,101,136)	2,425,801,482	18,975,533,535	2,586,247,781	21,561,781,316.00
Advance, deposits and prepayments	343,323,519	218,875,339	298,996,601	98,678,611	1,360,241	3,164,910,236	7,615,898,493	27,915,904	11,769,958,944	1,625,118,960	13,395,077,904.00
Inventories	4,407,548,602	51,376,341	276,549,490	586,805,357	9,716,445	92,525,621	118,222,513	-	5,542,744,369	25,011,375	5,567,755,743.00
Grants and accounts receivable	249,047,713	65,157,341	62,002,678	579,827,280	7,797,431	580,611,800	857,995,627	-	2,402,439,870	1,458,240,267	3,860,680,137.00
Inter-programme current account	(50,103,204)	(46,525,929)	(39,665,172)	22,220,913	3,070,937	-	140,117,549	-	29,115,094	(29,115,094)	-
Microfinance loans	-	-	-	-	-	202,494,959,364	-	-	202,494,959,364	-	202,494,959,364.00
Motor cycle loans	-	-	9,471,675	11,341,928	-	56,638,007	39,350,022	-	116,801,632	90,228,653	207,030,285.00
Investments in securities and others	-	-	-	-	-	-	1,057,400,000	-	1,057,400,000	-	1,057,400,000.00
Investments in related undertakings	-	-	-	-	-	-	27,710,751,304	-	27,710,751,304	-	27,710,751,304.00
Property, plant and equipments	2,383,009,591	52,957,823	1,325,452,858	626,837,537	10,908,600	4,361,896,092	9,302,128,726	109,870,853	18,173,062,079	845,439,246	19,018,501,325.80
Total assets	7,525,461,785	357,692,782	2,012,994,716	2,603,891,019	154,069,838	230,968,304,715	42,086,763,098	2,563,588,239	288,272,766,191	6,601,171,188	294,873,937,379

Liabilities and net assets

Liabilities											
Liabilities for expenses and materials	649,628,371	29,730,058	239,781,941	261,189,006	27,592,086	4,984,053,199	3,292,370,647	407,850	9,484,753,158	1,723,430,326	11,208,183,484.00
Bank overdrafts	117,358,775	31,318,295	-	-	-	35,967,053,781	-	-	36,115,730,851	-	36,115,730,851.00
Term loans	-	-	-	-	-	38,136,805,679	-	-	38,136,805,679	-	38,136,805,678.85
Members savings deposits	-	-	-	-	-	69,587,804,893	-	-	69,587,804,893	-	69,587,804,893.00
Grants received in advance account	-	-	-	-	-	-	15,611,489	-	15,611,489	2,996,192,019	3,011,803,508.75
Deferred income	-	-	23,107,897	-	-	508,011	4,186,786	-	27,802,694	722,680,498	750,483,191.96
Other long term liabilities	295,824,623	28,924,620	-	-	-	171,732,621	14,002,214,962	-	14,498,696,826	-	14,498,696,826.00
Provision for taxation	724,087,273	30,318,877	80,105,119	181,021,020	18,092,629	-	3,273,316,113	-	4,306,941,031	-	4,306,941,031.00
Total Liabilities	1,786,899,042	120,291,850	342,994,957	442,210,026	45,684,715	148,847,958,184	20,587,699,997	407,850	172,174,146,621	5,442,302,844	177,616,449,465
Net assets- Capital fund	5,738,562,743	237,400,932	1,669,999,759	2,161,680,993	108,385,123	82,120,346,531	21,499,063,101	2,563,180,389	116,098,619,571	1,158,868,344	117,257,487,914
Total liabilities and net assets	7,525,461,785	357,692,782	2,012,994,716	2,603,891,019	154,069,838	230,968,304,715	42,086,763,098	2,563,588,239	288,272,766,191	6,601,171,188	294,873,937,379



31. Segmental financial information (cont'd)

	Unrestricted								Temporarily restricted	Total 2017	
	Aarong Rural Craft Centre	BRAC Printing Pack	BRAC Dairy and Food Project	Agro based Programme Support Enterprise Taka	Non-agro based Programme Support Enterprise Taka	Micro Finance Programme Taka	Self-financing Social Development Projects Taka	House Property (Building) Taka	Total Unrestricted Taka		Development Projects Taka
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka		Taka
Balance Sheet as at December 31, 2017											
Assets:											
Cash and bank balances	228,217,656	7,088,827	90,282,502	487,262,915	105,739,197	15,346,902,898	(691,239,139)	2,113,693,225	17,687,948,081	3,336,331,039	21,024,279,120
Advance,deposits and prepayments	236,522,395	204,003,664	135,297,797	77,597,384	1,172,722	1,352,352,172	7,343,726,284	27,736,958	9,378,409,376	633,937,141	10,012,346,517
Inventories	3,893,686,987	45,937,187	205,083,916	546,635,383	8,959,746	84,735,581	144,286,272	-	4,929,325,072	34,157,758	4,963,482,830
Grants and accounts receivable	259,812,647	49,374,574	134,801,176	650,776,750	11,698,952	386,669,528	892,822,194	-	2,385,955,821	1,046,424,532	3,432,380,353
Inter-programme current account	(267,830,371)	(44,177,463)	113,757,674	50,974,767	4,119,972	-	135,474,391	-	(7,681,030)	7,681,030	-
Microfinance loans	-	-	-	-	-	163,229,190,720	-	-	163,229,190,720	-	163,229,190,720
Motor cycle loans	553,652	-	8,048,634	12,306,717	-	357,762,017	52,284,957	-	430,955,977	262,012,402	692,968,379
Investments in securities and others	-	-	-	-	-	-	1,925,728,676	-	1,925,728,676	-	1,925,728,676
Investments in related undertakings	-	-	-	-	-	-	17,361,028,752	-	17,361,028,752	-	17,361,028,752
Property, plant and equipments	2,252,107,201	52,610,230	1,119,608,959	623,301,213	9,432,580	4,120,037,991	8,291,480,895	144,019,138	16,612,598,207	737,913,584	17,350,511,791
Total assets	6,603,070,167	314,837,019	1,806,880,658	2,448,855,129	141,123,169	184,877,650,907	35,455,593,282	2,285,449,321	233,933,459,652	6,058,457,486	239,991,917,138
Liabilities and net assets											
Liabilities											
Liabilities for expenses and materials	503,389,020	20,888,040	188,762,126	337,022,063	25,555,107	4,557,445,186	2,927,498,583	200,000	8,560,760,125	1,103,473,795	9,664,233,920
Bank overdrafts	117,587,928	31,318,295	-	-	-	23,539,609,953	-	-	23,688,516,176	-	23,688,516,176
Term loans	-	-	-	-	-	28,969,558,656	-	-	28,969,558,656	-	28,969,558,656
Members savings deposits	-	-	-	-	-	59,880,530,227	-	-	59,880,530,227	-	59,880,530,227
Grants received in advance account	-	-	-	-	-	-	9,978,354	-	9,978,354	3,139,657,013	3,149,635,367
Deferred income	-	-	26,822,803	-	-	508,011	4,974,415	-	32,305,229	659,724,060	692,029,289
Other long term liabilities	281,462,351	24,352,812	-	-	-	171,732,621	12,662,481,472	-	13,140,029,256	-	13,140,029,256
Provision for taxation	372,568,777	23,622,048	55,228,970	118,160,673	13,647,003	-	1,970,713,559	-	2,553,941,030	-	2,553,941,030
Total liabilities	1,275,008,076	100,181,195	270,813,899	455,182,736	39,202,110	117,119,384,654	17,575,646,383	200,000	136,835,619,053	4,902,854,868	141,738,473,921
Net assets- capital fund	5,328,062,091	214,655,824	1,536,066,759	1,993,672,393	101,921,059	67,758,266,253	17,879,946,899	2,285,249,321	97,097,840,599	1,155,602,618	98,253,443,217
Total liabilities and net assets	6,603,070,167	314,837,019	1,806,880,658	2,448,855,129	141,123,169	184,877,650,907	35,455,593,282	2,285,449,321	233,933,459,652	6,058,457,486	239,991,917,138



31. Segmental financial information (Cont'd)

Segmental financial information (Contd.)											
	Unrestricted								Temporarily restricted		
	Aarong Rural Craft Centre	BRAC Printing Pack	BRAC Dairy and Food Project	Agro based Programme Support Enterprise	Non-agro based Programme Support Enterprise	Micro Finance Programme	Self-financing Social Development Projects	House Property (Building)	Total Unrestricted	Development Projects	Total 2018
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Statement of Income and Expenditure for the period ended December 31, 2018											
Income											
Donor grants	-	-	3,714,906	-	-	-	787,629	-	4,502,535	13,036,908,467	13,041,411,002
Social enterprises	9,037,410,660	373,892,188	3,969,933,580	2,479,072,712	93,282,052	-	-	-	15,953,591,192	-	15,953,591,192
Microfinance programme	-	-	-	-	-	45,010,650,247	-	-	45,010,650,247	-	45,010,650,247
Self-financing social development project	-	-	-	-	-	959,197,028	157,295,688	-	1,116,492,716	11,144,409	1,127,637,125
Investment income	-	-	-	-	-	-	217,875,460	-	217,875,460	-	217,875,460
Other income	-	-	-	9,839,809	-	333,799	1,081,333,338	-	1,091,506,946	-	1,091,506,946
Community contribution	-	-	-	-	-	-	73,403,005	-	73,403,005	1,439,003,323	1,512,406,328
House property	-	-	-	-	-	-	-	92,593,668	92,593,668	-	92,593,668
Total income	9,037,410,660	373,892,188	3,973,648,486	2,488,912,521	93,282,052	45,970,181,074	1,530,695,120	92,593,668	63,560,615,769	14,487,056,198	78,047,671,967
Expenditure											
Social enterprises	7,864,805,815	350,101,754	3,814,839,337	2,186,369,107	75,921,522	-	-	-	14,292,037,535	-	14,292,037,535
Microfinance programme	-	-	-	-	-	29,598,743,796	-	-	29,598,743,796	-	29,598,743,796
House property	-	-	-	-	-	-	-	58,900,848	58,900,848	-	58,900,848
Agriculture and food Security	-	-	-	-	-	-	-	-	-	73,539,035	73,539,035
Community empowerment programme	-	-	-	-	-	-	4,990,825	-	4,990,825	291,456,689	296,447,514
Education programme	-	-	-	-	-	-	202,211,810	-	202,211,810	3,561,001,845	3,763,213,655
Gender, Justice and Diversity	-	-	-	-	-	-	-	-	-	145,618,483	145,618,483
Health programme	-	-	-	-	-	-	69,630,632	-	69,630,632	4,064,377,614	4,134,008,246
Human rights and legal aids services	-	-	-	-	-	-	12,975,861	-	12,975,861	317,865,685	330,841,546
Policy advocacy	-	-	-	-	-	-	-	-	-	59,461,048	59,461,048
Water, Sanitation and Hygiene Programme	-	-	-	-	-	-	-	-	-	652,072,685	652,072,685
Ultra poor programme	-	-	-	-	-	-	3,119,905	-	3,119,905	2,299,316,871	2,302,436,776
Forcibly-displaced Myanmar nationals	-	-	-	-	-	-	-	-	-	2,914,613,506	2,914,613,506
Disaster management and climate change	-	-	-	-	-	-	-	-	-	245,997,996	245,997,996
Skills development programme	-	-	-	-	-	-	-	-	-	499,228,766	499,228,766
Other development projects	-	-	-	-	-	-	213,307,227	-	213,307,227	709,738,271	923,045,497
Grants	-	-	-	-	-	-	12,614,227	-	12,614,227	-	12,614,227
Total expenses	7,864,805,815	350,101,754	3,814,839,337	2,186,369,107	75,921,522	29,598,743,796	518,850,487	58,900,848	44,468,532,666	15,834,288,494	60,302,821,160
Surplus/(deficit) of income over expenditure											
before inter-programme allocation	1,172,604,845	23,790,434	158,809,149	302,543,414	17,360,530	16,371,437,278	1,011,844,634	33,692,820	19,092,083,103	(1,347,232,296)	17,744,850,808
Inter-programme allocations	(410,543,175)	(8,546,803)	-	(142,401,302)	(6,458,474)	-	567,949,754	-	-	-	-
Net surplus for the year after inter-programme allocations	762,061,670	15,243,631	158,809,149	160,142,112	10,902,056	16,371,437,278	1,579,794,388	33,692,820	19,092,083,103	(1,347,232,296)	17,744,850,808
BRAC contribution to support donor funded programmes											
Surplus of income over expenditure	-	-	-	-	-	-	(1,350,498,021)	-	(1,350,498,021)	1,350,498,021	-
before taxation	762,061,670	15,243,631	158,809,149	160,142,112	10,902,056	16,371,437,278	229,296,367	33,692,820	17,741,585,082	3,265,725	17,744,850,808
Provision for taxation	(351,518,496)	(6,696,828)	(24,876,149)	(62,860,347)	(4,445,626)	-	(1,302,602,554)	-	(1,753,000,000)	-	(1,753,000,000)
Net surplus for the year	410,543,174	8,546,803	133,933,000	97,281,765	6,456,430	16,371,437,278	(1,073,306,188)	33,692,820	15,988,585,082	3,265,725	15,991,850,808



31. Segmental financial information (Cont'd)

	Unrestricted								Temporarily restricted		
	Aarong Rural Craft Centre	BRAC Printing Pack	BRAC Dairy and Food Project	Agro based Programme Support Enterprise	Non-agro based Programme Support Enterprise	Micro Finance Programme	Self-financing Social Development Projects	House Property (Building)	Total Unrestricted	Development Projects	Total 2017
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Statement of Income and Expenditure for the year ended December 31, 2017											
Income											
Donor grants	-	-	-	-	-	-	308,026	-	308,026	11,672,086,993	11,672,395,019
Social enterprises	8,015,150,343	333,720,684	3,442,198,409	3,082,045,976	97,111,043	-	-	-	14,970,226,455	-	14,970,226,455
Microfinance programme	-	-	-	-	-	37,240,825,991	-	-	37,240,825,991	-	37,240,825,991
Self-financing social development project	-	-	-	-	-	649,757,390	244,414,473	-	894,171,863	33,591,794	927,763,657
Investment income	-	-	-	-	-	-	543,617,402	-	543,617,402	-	543,617,402
Other income	-	-	-	-	-	-	395,880,736	-	395,880,736	-	395,880,736
Community contribution	-	-	-	-	-	-	-	-	-	1,375,712,028	1,375,712,028
House property	-	-	-	-	-	-	-	93,062,652	93,062,652	-	93,062,652
Total income	8,015,150,343	333,720,684	3,442,198,409	3,082,045,976	97,111,043	37,890,583,381	1,184,220,637	93,062,652	54,138,093,125	13,081,390,815	67,219,483,940
Expenditure											
Social enterprises	6,771,787,754	293,782,668	3,256,293,493	2,712,820,963	77,704,861	-	-	-	13,112,389,739	-	13,112,389,739
Microfinance programme	-	-	-	-	-	23,503,895,326	-	-	23,503,895,326	-	23,503,895,326
House property	-	-	-	-	-	-	-	53,500,360	53,500,360	-	53,500,360
Agriculture and food security	-	-	-	-	-	-	-	-	-	131,816,903	131,816,903
Community empowerment programme	-	-	-	-	-	-	4,955,808	-	4,955,808	406,217,205	411,173,013
Education programme	-	-	-	-	-	-	20,862,261	-	20,862,261	4,459,295,571	4,480,157,832
Gender, Justice and Diversity	-	-	-	-	-	-	-	-	-	166,043,264	166,043,264
Health programme	-	-	-	-	-	-	75,872,666	-	75,872,666	3,789,487,246	3,865,359,912
Human rights and legal aids services	-	-	-	-	-	-	-	-	-	329,312,602	329,312,602
Policy advocacy	-	-	-	-	-	-	-	-	-	64,429,597	64,429,597
Water, sanitation and hygiene programme	-	-	-	-	-	-	-	-	-	443,028,511	443,028,511
Ultra poor programme	-	-	-	-	-	-	421,532,818	-	421,532,818	1,408,042,615	1,829,575,433
Forcibly-displaced Myanmar nationals	-	-	-	-	-	-	-	-	-	807,653,622	807,653,622
Disaster management and climate change	-	-	-	-	-	-	-	-	-	334,753,011	334,753,011
Skills development programme	-	-	-	-	-	-	-	-	-	305,918,160	305,918,160
Other development projects	-	-	-	-	-	-	270,921,538	-	270,921,538	569,813,184	840,734,722
Grants	-	-	-	-	-	-	302,730,374	-	302,730,374	-	302,730,374
Total expenses	6,771,787,754	293,782,668	3,256,293,493	2,712,820,963	77,704,861	23,503,895,326	1,096,875,465	53,500,360	37,766,660,890	13,215,811,491	50,982,472,381
Surplus of income over expenditure before taxation	1,243,362,589	39,938,016	185,904,916	369,225,013	19,406,182	14,386,688,055	87,345,172	39,562,292	16,371,432,235	(134,420,676)	16,237,011,559
Taxation	(372,568,777)	(11,541,406)	(31,935,121)	(70,235,737)	(5,713,321)	-	(24,005,638)	-	(516,000,000)	-	(516,000,000)
Net surplus stated in statement of income & expenditure before inter-progr. allocation	870,793,812	28,396,610	153,969,795	298,989,276	13,692,861	14,386,688,055	63,339,534	39,562,292	15,855,432,235	(134,420,676)	15,721,011,559
Inter-programme allocations	(435,396,905)	(14,198,304)	-	(170,251,725)	(8,037,264)	-	627,884,198	-	-	-	-
BRAC contribution to support donor funded programmes	-	-	-	-	-	-	(151,325,196)	-	(151,325,196)	151,325,196	-
Net surplus for the period after inter-programme allocations	435,396,907	14,198,306	153,969,795	128,737,551	5,655,597	14,386,688,055	539,898,536	39,562,292	15,704,107,039	16,904,520	15,721,011,559



32. Statement of functional expenses

Unrestricted									Temporarily restricted	
Aarong Rural Craft Centre	BRAC Printing Pack	BRAC Dairy and Food Project	Agro based Programme Support Enterprise	Non-agro based Programme Support Enterprise	Micro Finance Programme	Self-financing Social Development Projects	House Property (Building)	Total Unrestricted	Development Projects	Total 2018
Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
1,003,410,118	18,787,599	318,712,743	347,176,502	16,217,389	13,119,483,011	41,579,037	-	14,865,366,399	6,611,155,946	21,476,522,346
100,321,927	2,071,334	150,729,851	56,332,703	1,178,254	1,151,795,648	6,271,806	-	1,468,701,523	780,895,071	2,249,596,594
-	-	-	-	-	-	10,577,952	-	10,577,952	863,334,403	873,912,355
-	-	-	-	-	-	2,043,830	-	2,043,830	52,220,050	54,263,880
-	-	-	-	-	-	5,048,723	-	5,048,723	174,393,997	179,442,720
384,986,434	754,039	30,510,141	15,881,042	2,906,765	795,598,394	2,109,855	16,151,560	1,248,898,230	356,267,255	1,605,165,485
212,071,772	4,715,375	61,415,157	63,985,421	9,464,465	621,420,212	2,837,630	19,171,314	995,081,345	213,624,759	1,208,706,104
-	-	-	-	-	-	-	-	-	193,376,980	193,376,980
7,513,830	126,916	12,549,804	15,488,300	61,121	352,519,215	2,758,840	-	391,018,026	306,764,898	697,782,924
-	253,832	137,670	1,880,450	122,242	337,278,232	5,910,060	-	345,582,486	6,175,336,383	6,520,918,868
-	-	-	-	-	4,247,560,801	-	-	4,247,560,801	-	4,247,560,801
-	-	-	10,966,567	-	2,796,408,873	-	-	2,807,375,440	-	2,807,375,440
83,903,922	7,369,422	-	-	-	2,496,523,657	38,537,501	-	2,626,334,502	-	2,626,334,502
5,698,828,627	308,595,026	3,101,922,490	1,500,139,525	43,176,401	-	-	-	10,652,662,069	-	10,652,662,069
185,463,320	-	112,078,911	91,917,431	1,045,169	-	47,775,220	-	438,280,051	12,061,074	450,341,125
-	-	-	-	-	3,397,704,456	-	-	3,397,704,456	-	3,397,704,456
186,979,830	1,429,349	5,414,953	57,912,250	1,430,148	282,451,298	285,008,669	23,577,974	844,204,471	94,857,677	939,062,149
1,326,035	5,998,862	21,367,618	24,688,916	319,568	-	165,740	-	53,866,739	-	53,866,739
-	-	-	-	-	-	55,611,396	-	55,611,396	-	55,611,396
-	-	-	-	-	-	12,614,227	-	12,614,227	-	12,614,227
7,864,805,815	350,101,754	3,814,839,337	2,186,369,107	75,921,522	29,598,743,796	518,850,487	58,900,848	44,468,532,665	15,834,288,494	60,302,821,160

Included in cost of goods sold of (BRAC Dairy, Printing Pack) is depreciation of property, plant and equipment amounting to Tk. 139,644,704



32. Statement of functional expenses

Unrestricted									Temporarily restricted	Total 2017
Aarong Rural Craft Centre	BRAC Printing Pack	BRAC Dairy and Food Project	Agro based Programme Support Enterprise Taka	Non-agro based Programme Support Enterprise Taka	Micro Finance Programme Taka	Self-financing Social Development Projects Taka	House Property (Building) Taka	Total Unrestricted Taka	Development Projects Taka	
Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	
876,293,395	18,001,788	257,130,775	253,408,221	10,192,175	10,524,292,312	95,512,390	-	12,034,831,057	5,769,432,816	17,804,263,873
85,814,558	1,823,307	123,567,052	41,561,370	1,204,543	624,616,302	13,313,810	-	891,900,941	589,898,266	1,481,799,207
-	-	-	-	-	-	-	-	-	915,175,344	915,175,344
-	-	-	-	-	-	-	-	-	169,909,969	169,909,969
-	-	-	-	-	-	-	-	-	204,042,241	204,042,241
320,350,933	594,156	57,243,151	9,119,847	1,592,705	585,668,370	14,718,177	18,062,776	1,007,350,115	336,133,618	1,343,483,733
142,084,386	5,006,155	46,161,232	36,971,489	12,768,519	582,051,956	100,977,601	12,660,461	938,681,799	399,141,796	1,337,823,595
-	-	-	-	-	-	-	-	-	145,574,877	145,574,877
4,758,692	53,251	17,450,372	12,391,493	68,993	314,489,534	13,895,381	-	363,107,715	322,856,210	685,963,925
-	106,502	-	2,200,706	137,986	357,251,325	226,821,198	-	586,517,716	4,033,640,206	4,620,157,922
-	-	-	-	-	3,617,342,147	-	-	3,617,342,147	-	3,617,342,147
-	-	-	10,764,901	-	2,332,164,087	-	-	2,342,928,988	-	2,342,928,988
59,574,485	6,174,273	-	-	-	1,278,757,037	528,967	-	1,345,034,762	36,630,333	1,381,665,095
5,007,110,745	256,373,575	2,607,348,297	2,144,754,044	49,326,529	-	-	-	10,064,913,190	-	10,064,913,190
121,242,597	-	76,166,010	134,659,159	1,310,672	-	12,815,496	-	346,193,934	10,932,167	357,126,101
-	-	-	-	-	3,065,446,544	-	-	3,065,446,544	-	3,065,446,544
152,969,573	366,010	71,226,604	54,126,969	847,713	221,815,712	259,950,676	22,777,123	784,080,380	91,418,857	875,499,237
1,588,390	5,283,651	-	12,862,764	255,027	-	-	-	19,989,832	191,024,791	211,014,623
-	-	-	-	-	-	55,611,396	-	55,611,396	-	55,611,396
-	-	-	-	-	-	302,730,374	-	302,730,374	-	302,730,374
6,771,787,754	293,782,668	3,256,293,493	2,712,820,963	77,704,861	23,503,895,326	1,096,875,465	53,500,360	37,766,660,890	13,215,811,491	50,982,472,381

Included in cost of goods sold of (BRAC Dairy, Printing Pack) is depreciation of property, plant and equipment amounting to Tk. 25,673,480

