

Liberation War Museum- Nirman Project

**Auditor's Report along with Audited Financial Statements
For the period ended 31 December 2013**

**Auditor's Report to
The Board of Trustees of Liberation War Museum – Nirman Project**

We have audited the financial statements of Liberation War Museum- Nirman Project (the Project), which comprise the Statement of Affairs as at 31 December 2013, and the Statement of Income and Expenditure and Receipts and Payments Statement for the 6-month period then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting policies as mentioned 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our **qualified** opinion.

Basis for Qualified Opinion

1. Note # 4 to the financial statements discloses about the Property, plant and equipment. Property, Plant and Equipment includes Leasehold Land amounting to Tk. 17,583,950. Though the Property, Plant and Equipment is for 'Liberation War Museum- Nirman Project', part of the above mentioned asset amounting to Tk. 16,465,494 was also shown in the accounts of 'Liberation War Museum'.





ACNABIN

Chartered Accountants

2. Note # 5 to the financial statements discloses about Work in Progress. However, as per the management part of the Work in Progress amounting to Tk.247,358 has already been shown as expenses in the accounts of 'Liberation War Museum'.
3. Note # 7 to the financial statements discloses about Investment in FDR amounting to Tk. 330,499,003. Though the account balances belong to 'Liberation War Museum- Nirman Project', the name of the account holder for above mentioned bank balances were 'Liberation War Museum'.
4. As per para 20 of the BAS 34 Interim Financial Statements, statement of comprehensive income (and income statement, if presented) for the current interim period and cumulatively for the current financial year to date, with comparative statements for the comparable interim periods (current and year-to-date) of the immediately preceding financial year. However, the management has provided comparative information for preceding financial year's full year.

Opinion

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Liberation War Museum- Nirman Project as at 31 December 2013, and the Statement of Income & Expenditure and Receipts & Payments Statement for the 6-month period then ended in accordance with the accounting policies as mentioned in the note# 2 to the financial statements.

Basis of Accounting

Without modifying our opinion, we draw attention to Note# 2 to the financial statements, which describe the basis of accounting.

Dated, Dhaka
06 DEC 2015

ACNABIN
Chartered Accountants



Liberation War Museum- Nirman Project
Statement of Affairs
As at 31 December 2013

	Notes	Amount in Taka	
		31.12.2013	30.06.2013
Assets			
Non Current Asset			
Property, Plant & Equipment	4	18,707,576	18,814,670
Work in Progress	5	284,663,333	230,634,215
Current Assets			
Cash in Hand and at Bank	6	70,099,893	4,660,219
Investment in FDR	7	330,499,003	303,014,369
Accrued Interest		8,256,885	25,357,177
Advance, Deposits and Prepayments	8	20,448,070	30,066,392
Total Current Assets		429,303,851	363,098,157
Total Assets		732,674,759	612,547,042
Fund & Liabilities			
General Fund	9	704,131,456	582,792,308
Current Liabilities			
Tax on Bank Interest reverse		42,033	42,033
Security Deposit (from MIR)	10	11,273,638	8,715,608
Tax Payable A/C		-	1,802,105
VAT Payable A/C		25,560	1,992,917
Payable to LWM		17,202,071	17,202,071
Total Fund and Liabilities		732,674,759	612,547,042

Trustee & Member Secretary
Muktijuddha Smriti Trust
Muktijuddha Museum

Trustee
Muktijuddha Smriti Trust
Muktijuddha Museum

ACNABIN
Chartered Accountants

Dated, Dhaka
06 DEC 2015



Liberation War Museum- Nirman Project
Statement of Income and Expenditure
For the period From 1 July 2013 to 31 Dec 2013

	Notes	Amount in Taka	
		2013	2012-2013
Income			
Interest on Bank Deposit	11	11,026,980	45,483,615
Donation	12	112,863,021	102,293,365
Other Income	13	0	27,600
Total Income		<u>123,890,001</u>	<u>147,804,580</u>
Expenditure			
Office and Administrative Expenses	14	1,838,412	3,437,530
Bank Charges	15	15,345	22,015
Depreciation Expense	Annexure-A	107,095	263,299
Internet Expenses	16	13,445	28,743
Printing and Stationery Expenses	17	15,937	91,321
Rent, Taxes & Electricity	18	96,000	156,000
Other Expenses	19	464,619	574,982
Total Operating Expense		<u>2,550,853</u>	<u>4,573,890</u>
Excess of income Over Expenditure		<u>121,339,148</u>	<u>143,230,690</u>

Trustee & Member Secretary
Muktijuddha Smriti Trust
Muktijuddha Museum

Trustee
Muktijuddha Smriti Trust
Muktijuddha Museum

ACNABIN
Chartered Accountants

Dated, Dhaka
06 DEC 2015



Liberation War Museum- Nirman Project
Receipts and Payments Statement
For the period ended on 31 December 2013

	Amount in Taka	
	2013	2012-2013
Opening Balance:		
STD Accounts		
BRAC Bank Ltd.	506,908	1,930,028
Janata Bank Ltd. (Nirman A/C)	4,042,167	10,514,332
Janata bank Ltd. (Smrity A/C)	66,401	1,017,416
FDR		
Janata Bank Ltd.	100,464,458	81,223,750
BRAC Bank Ltd.	140,736,415	126,071,888
Mercantile Bank Ltd.	49,010,398	43,420,000
First Security Bank Ltd.	12,803,099	11,210,773
Cash In Hand	44,743	409
Total Opening Balance (A)	307,674,589	275,388,596
Receipts		
Donation from Life Member	200,000	1,450,000
Donation for Bricks	120,681	380,603
Donation from Patron	-	8,500,000
Donation from Sponsor	-	14,000,000
Coupon	-	5,600
Donation from Contemporary	42,340	162,761
Govt. Donation	112,500,000	77,800,000
Bank Interest on STD	627,639	239,228
Bank Interest on FDR	27,499,633	40,886,354
Tax on Bank Interest	-	2,610,992
Book sale	-	22,000
Security Deposit (from Mir)	-	4,768,459
Total Receipts (B)	140,990,293	150,825,998
Payments		
Salary & Wages	1,059,397	2,011,655
Conveyance	15,141	19,581
Car Fuel	34,024	89,450
Mobile Bill	22,570	32,065
Stationery	7,137	19,884
Office Rent	70,000	110,000
Water & Electricity	14,000	22,000
Furniture and Fixture	-	-
Air Conditioner	-	-
Advertisement	-	150,156
Computer	-	1,000
Govt. Donation Refund	-	-
Garage Rent	12,000	24,000
Books	-	-
Printing Expenses	-	52,037
Accounting Service	386,772	838,006





ACNABIN

Chartered Accountants

Bonus	206,290	200,280
Internet Modem	2,790	3,255
Internet Bill	9,556	23,288
Newspaper Bill	1,880	3,424
Entertainment	13,096	15,200
Miscellaneous	207,730	127,735
Excise Duty	15,000	20,000
Tax Payable A/C	4,735,505	7,409,693
VAT Payable A/C	5,294,042	8,214,111
Fund Raising Program Exp.	-	-
Printer Toner	8,800	19,400
Courier Service	-	30
Mobile Short Code Exp.	115,572	-
Consultancy Fee (DWG)	1,989,420	1,716,738
Computer Maintenance	1,350	12,070
Car Maintenance	38,706	59,007
RAJUK Fee	65,955	-
Meeting expense	-	3,018
Mir Akhter	33,462,387	95,621,945
Bank Charge	345	2,015
Foreign Consultants Expenses	-	987,600
Internet Security	1,099	2,200
Tour Expenses	-	26,992
Consultancy Fee (BUET)	260,870	693,780
Program Ex.	14,550	8,390
Total Payments (C)	48,065,984	118,540,005
Closing Balance (A+B-C)		

STD Accounts

BRAC Bank Ltd.	310,535	506,908
Janata Bank Ltd. (Nirman A/C)	32,231,889	4,042,167
Janata bank Ltd. (Smrity A/C)	37,538,811	66,401
Total STD Accounts	70,081,235	4,615,476

FDR

Janata Bank Ltd.	106,702,091	100,464,458
BRAC Bank Ltd.	155,061,924	140,736,415
Mercantile Bank Ltd.	55,136,695	49,010,398
First Security Bank Ltd.	13,598,293	12,803,099
Total FDR Accounts	330,499,003	303,014,370

Cash in Hand

TOTAL

18,658	44,743
400,598,896	307,674,589

Trustee & Member Secretary

Muktijuddha Smriti Trust
Muktijuddha Museum

Trustee

Muktijuddha Smriti Trust
Muktijuddha Museum



Liberation War Museum- Nirman Project
Notes to the Financial Statements
As at 31 December 2013 and for the period ended on 31 December 2013

1. Background Information

1.1 Incorporation

The Liberation War Museum was established in 1996 to honor the Bangladesh People's heroic struggle for democracy, secularism and national rights through the armed resistance against the Pakistan Army and local religious fundamentalist collaborators after they unleashed one of the worst genocides in history upon the innocent people of the then East Pakistan from the middle of the night on 25th March 1971. It is run by a Board of Trustees with overwhelming support of all sections of people and is the outcome of citizen's effort at all levels. It is now recognized, nationally and internationally, as a reliable and credible institution protecting the history of the emergence of Bangladesh.

1.2 Objectives of the organization

The Museum brings to view the untold stories of courage and determination, victory and defiance, heroics and heartbreaks.

2. Basis of preparation

2.1 Basis of presentation of financial statements

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting policies as mentioned in note 3.1 to 3.6 below.

2.2 Components of the Financial Statements

Following are the components of Financial Statements:

- a) Statement of Financial Affairs as of 31 December 2013;
- b) Statement of Income and Expenditure for the period ended on 1 July 2013 to 31 December 2013;
- c) Statement of Receipts and Payment for the period ended on 31 December 2013; and
- d) Notes to the Financial Statements comprising a summary of significant accounting policies and other explanatory information.

3. Significant Accounting Policies

3.1 Property, plant and equipment

Non-Current assets (property, plant & equipment) in the accounts are stated at cost less accumulated depreciation.





3.2 Depreciation

Fixed assets have been stated at cost less accumulated depreciation. Depreciation has been charged following reducing balance method at the rates varying from 10% to 25% depending on the nature of assets. Depreciation is charged for the whole year irrespective of date of purchase.

3.3 Cash in Hand and at Bank

Cash and cash equivalents comprise cash in hand and at bank in short term deposit, which were held and available for use of the LWM-Nirman Project without any restriction.

3.4 Fund Category

The donations received are classified on the basis of amount received on the following basis:

Sl.	Fund Category	Amount in Taka
1	Premier Patron	1 Crore or above
2	Patron	50 lacs
3	Sponsor Member	15 lacs
4	Charter Member	3 lacs
5	Life member	1 lac
6	Buying a Brick	10 Thousand

3.5 Accounting period

The accounting period of the project is from 1 July 2013 to 31 December 2013

3.6 General

The figures appearing in these Financial Statements have been rounded off to the nearest integer.





4 Property Plant and Equipment

Cost

	31.12.2013	30.06.2013
Leasehold Land	17,583,950	17,583,950
Computer and other peripherals	101,200	101,200
Books	7,000	7,000
Furniture Fixture	387,501	387,501
Motor Vehicle	1,382,500	1,382,500
Air Condition	188,270	188,270
Office Equipment	27,990	27,990
Total Cost Value (A)	19,678,411	19,678,411

Accumulated Depreciation

Furniture & Fixture	89,319	73,625
Air Condition	79,826	67,777
Computer	42,765	36,272
Books	1,614	1,330
Motor Vehicle (Car)	745,444	674,660
Office Equipment	11,868	10,076
Total Accumulated Depreciation (B)	970,835	863,741
Written Down Value (A-B)	18,707,576	18,814,670

5 Work in Progress

Mir Akhter Hossain Ltd.	5.1	225,472,789	174,312,186
Shore Piling for Building		33,312,232	33,312,232
Consultancy Fee (DWG)		21,387,419	18,734,860
Soil Test Expenses		106,700	106,700
RAJUK Fee		206,613	140,658
Foreign Consultants Expenses		2,266,156	2,266,156
Consultancy Fee (BUET)		911,424	761,423
Prize Money		1,000,000	1,000,000
		284,663,333	230,634,215

5.1 Mir Akhter Hossain Ltd.

Opening Balance	174,312,186	45,643,371
2nd Bill (30.09.2012)	-	31,270,912
3rd Bill (30.01.2013)	-	34,075,560
4th Bill (20.03.2013)	-	29,018,760
5th Bill (18.06.2013)	-	34,303,583
6th Bill (29.07.2013)	23,004,905	-
7th Bill (30.09.2013)	28,155,698	-
	225,472,789	174,312,186

6 Cash in Hand and at Bank

Cash in Hand	18,658	44,743
Cash in Bank	70,081,235	4,615,476
	70,099,893	4,660,219

6.1 Cash in Bank

Name of Bank	A/C No.		
Brac Bank Ltd.	637001	310,535	506,908
Janata Bank Ltd.	408	32,231,889	4,042,167
Janata Bank Ltd.	424	37,538,811	66,401
		70,081,235	4,615,476





7 Investment in FDR

Name of Bank	A/C No.		
Mercantile Bank Ltd.	41300053586	55,136,695	49,010,398
Janata Bank Ltd.	13655052751	106,702,091	100,464,458
First Security Bank Ltd	24400001294	13,598,293	12,803,099
Brac Bank Ltd.	1501301658637002	53,362,099	50,475,860
Brac Bank Ltd.	1501301658637001	101,699,826	90,260,554
		330,499,003	303,014,369

8 Advance, Deposit, Pre-Payments

Mir Akhter Hossain Ltd.	8.1	19,536,646	29,304,968
DWG Consultancy Fee		911,424	761,424
		20,448,070	30,066,392

8.1 Mir Akhter Hossain Ltd.

Opening Balance	29,304,968	48,841,612
Addition During the period	-	-
Less: Adjustment made during the period	9,768,322	19,536,644
	19,536,646	29,304,968

9 General Fund

Opening Balance	582,792,308	439,561,618
Add: Excess of Income over Expenditure	121,339,148	143,230,690
	704,131,456	582,792,308

10 Security Deposit (from MIR)

Opening Balance	8,715,608	3,947,150
Addition During the period	2,558,030	6,433,440
Less: Return during the period	-	1,664,982
	11,273,638	8,715,608





	Notes	2013	2012-2013
11 Income from Bank Interest			
Bank Interest on STD		627,639	239,228
Bank Interest on FDR		10,399,341	45,244,387
		11,026,980	45,483,615
12 Donation			
Private Donation	12.1	363,021	24,493,365
Gov't Donation	12.2	112,500,000	77,800,000
		112,863,021	102,293,365
12.1 Private Donation			
Life Member		200,000	1,450,000
Bricks		120,681	380,603
Patron		-	8,500,000
Sponsor		-	14,000,000
Contemporary		42,340	162,762
		363,021	24,493,365
12.2 Gov't Donation			
Donation		112,500,000	77,800,000
Less: Refund		-	-
		112,500,000	77,800,000
13 Other Income			
Book Sale		-	22,000
Coupon		-	5,600
		-	27,600
14 Office and Administrative Expenses			
Salary		1,126,538	2,150,745
Festival Bonus		206,290	200,280
Accounting Fee		505,584	1,086,505
		1,838,412	3,437,530
15 Bank Charges			
Bank Charge		345	2,015
Excise Duty		15,000	20,000
		15,345	22,015
16 Internet Expenses			
Internet Modem		2,790	3,255
Internet Security		1,099	2,200
Internet Bill		9,556	23,288
		13,445	28,743
17 Printing and Stationery Expenses			
Stationery		7,137	19,884
Printing Expenses		-	52,037
Printer Toner		8,800	19,400
		15,937	91,321
18 Rent, Taxes & Electricity			
Office Rent		70,000	110,000
Water & Electricity		14,000	22,000
Garage Rent		12,000	24,000
		96,000	156,000





19 Other Expenses

Conveyance	15,141	19,581
Car Fuel	34,024	89,450
Mobile Bill	22,570	32,065
Advertisement	-	178,020
Newspaper Bill	1,880	3,424
Entertainment	13,096	15,200
Miscellaneous	207,730	127,735
Courier Service	-	30
Computer Maintenance	1,350	12,070
Car Maintenance	38,706	59,007
Meeting expense	-	3,018
Mobile Short Code Exp.	115,572	-
Programe Ex.	14,550	8,390
Tour Expenses	-	26,992
	464,619	574,982





LIBERATION WAR MUSEUM - Nirman Project
Fixed Asset Schedule
As at 31 December 2013

Particulars	Cost				Depreciation Rate	Depreciation				Written down Value
	Opening Value as at 1 July 2013	Addition during the period	Disposal During the period	Closing Value as at 31 December 2013		Opening Value as at 1 July 2013	Addition during the period	Disposal During the period	Closing Value as at 31 December 2013	
Leasehold Land	17,583,950	-	-	17,583,950	0%	-	-	-	-	17,583,950
Furniture & Fixture	387,501	-	-	387,501	10%	15,694	-	89,319	298,182	298,182
Air Condition	188,270	-	-	188,270	20%	12,049	-	79,826	108,444	108,444
Computer	101,200	-	-	101,200	20%	6,493	-	42,765	58,435	58,435
Books	7,000	-	-	7,000	10%	284	-	1,614	5,387	5,387
Motor Vehicle (Car)	1,382,500	-	-	1,382,500	20%	70,784	-	745,444	637,056	637,056
Office Equipment	27,990	-	-	27,990	20%	1,791	-	11,868	16,122	16,122
Total	19,678,411	-	-	19,678,411		107,095	-	970,835	18,707,576	18,707,576
Figure in 2013	19,677,411	1,000	-	19,678,411		263,299	-	863,741	18,814,670	18,814,670

