AUDITOR'S REPORT

Audit completion date: 23-10-2019.

The Secretary
Ministry of Finance
Internal Resources Division
Bangladesh Secretariat, Dhaka.

We have audited the accompanying Financial Statement of "Value Added Tax and Supplementary Duty Act'2012 Implementation (VAT: Online) Project" financed by IDA credit no.5426-BD of 30 June, 2019 and for the year then ended. According to ISSAI 1570 preparation of the Financial Statement is the responsibility of management. Our responsibility is to express an opinion on the Financial Statement based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan & perform our audit to obtain reasonable assurance about whether the Financial Statement is free from material misstatement. An audit includes examining on a test basis, evidences supporting the amounts and disclosures in the Financial Statement. An audit also includes assessing the accounting principles used & significant estimates made by management, as well as evaluating the overall Financial Statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The financial Statement gives a true and fair view in all material respects of the financial position of "Value Added Tax and Supplementary Duty Act'2012 Implementation (VAT: Online) Project" as of 30 June 2019 and the results of its operations and cash flows for the year then ended in accordance with cash basis of accounting followed by the Government of Bangladesh. The Project accounts properly presents the expenditure and receipts for the year ended a 30-06-2019.

Revised Opinion status: Unqualified.

(Taslema Sultana)
Deputy Director
For Director General
Foreign Aided Projects Audit Directorate
Phone: 88-02-9361788
VAT On Line Project
Project Financial Statement
30th June, 2019

<table>
<thead>
<tr>
<th>Sources</th>
<th>Notes</th>
<th>Cumulative Prior Period</th>
<th>Current Period</th>
<th>Cumulative Current Period</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government of Bangladesh</td>
<td></td>
<td>3713.01</td>
<td>631.00</td>
<td>4344.01</td>
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<tr>
<td>Mann from Development Partner</td>
<td></td>
<td>17808.81</td>
<td>1053.74</td>
<td>18862.55</td>
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<tr>
<td>Other resources</td>
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<td></td>
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<td></td>
</tr>
<tr>
<td>Cash opening balance</td>
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<td></td>
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<tr>
<td>Total Resources</td>
<td></td>
<td>21521.82</td>
<td>1684.74</td>
<td>23206.56</td>
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</tbody>
</table>

Expenditure and Cash

<table>
<thead>
<tr>
<th>Item</th>
<th>Current</th>
<th>Prior</th>
<th>Current</th>
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</thead>
<tbody>
<tr>
<td>Payment of Salary</td>
<td>37.62</td>
<td>117.94</td>
<td>155.56</td>
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<tr>
<td>Festival</td>
<td>0.79</td>
<td>9.53</td>
<td>10.32</td>
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<tr>
<td>Overtime</td>
<td>0.79</td>
<td>1.97</td>
<td>1.97</td>
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<tr>
<td>Office Rent</td>
<td>112.12</td>
<td>518.27</td>
<td>630.39</td>
</tr>
<tr>
<td>Phone, Internet, Gas, Oil, Electricity, Mobile bill/Entertainment</td>
<td>33.20</td>
<td>117.65</td>
<td>150.85</td>
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<td>Advertisement</td>
<td>63.24</td>
<td>1773.31</td>
<td>1836.55</td>
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<tr>
<td>Seminar Workshop/Training</td>
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<td>Micro bus Rent</td>
<td>42.17</td>
<td>97.11</td>
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<tr>
<td>Consultancy (Int. + national)</td>
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<td>4023.99</td>
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<td>Office Cleaning</td>
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<td>26.03</td>
<td>34.03</td>
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<td>Honorarium/Incentive</td>
<td>65.53</td>
<td>63.42</td>
<td>65.53</td>
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<tr>
<td>Repair &amp; Maintains</td>
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<td>249.29</td>
<td>460.29</td>
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<td>Integrated Vat Management</td>
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<td>Vehicles</td>
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<td>Generator</td>
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<tr>
<td>Furniture Equipment</td>
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<tr>
<td>Total Expenditure</td>
<td>1684.74</td>
<td>21521.82</td>
<td>23206.56</td>
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</table>

Cash Closing Balance

<table>
<thead>
<tr>
<th>Account</th>
<th>Current</th>
<th>Prior</th>
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<tbody>
<tr>
<td>Imprest Account</td>
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<tr>
<td>Operating Account (RPA)</td>
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<tr>
<td>Operating Account (GOB)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Expenditure and Cash</td>
<td>23206.56</td>
<td>23206.56</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of this financial statement.