



Ref: MAQK/ERG-01/2005

February 23, 2005

Dr. Sajjad Zohir  
Executive Director  
Economic Research Group  
House 3 (Ground Floor)  
Road 16, Gulshan 1  
Dhaka 1212

Dear Sir:

**AUDITED FINANCIAL STATEMENTS OF ECONOMIC RESEARCH GROUP FOR THE YEAR ENDED JANUARY 31, 2005.**

Pursuant to your appointment letter dated May 11, 2004 we have audited the annexed Balance Sheet as at January 31, 2005 and the related Income Statement and Receipts and Payments Statements for the year ended January 31, 2005 of Economic Research Group. The preparation of these financial statements is the responsibility of the ERG Management. Our responsibility is to express an opinion on these financial statements based on our audit.

**BASIS OF OPINION:**

We conducted our audit in accordance with Generally Accepted Auditing Principles. Those Principles require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the principles used and 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.

**INDEPENDENT OPINION:**

We have obtained all the information and explanations required for the purpose of our audit and we have duly verified them and report that:

- a) Proper books of accounts and record have been maintained;
- b) All project expenditures are supported by vouchers and adequate documentations;
- c) Expenditures have been incurred in accordance with the objectives outlined in the project document;

In our opinion, the financial statements referred to above give a true and fair view of the state of the ERG's affairs as on January 31, 2005 and of the results of its operations for the year ended on that date and comply with the applicable laws and regulations.

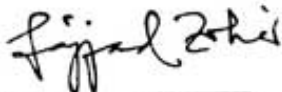
*M. A. Quader Kabir*



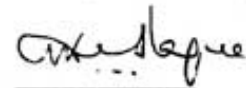
**ECONOMIC RESEARCH GROUP (ERG)**  
**BALANCE SHEET**  
**AS AT JANUARY 31, 2005**

Particulars	Note	Amount (Tk.)
<b>Property And Assets:</b>		
<b>A. Fixed Assets:</b>	5.00	<b>118,760</b>
At Cost		129,500
Less: Accumulated Depreciation		10,740
<b>B. Deferred Revenue Expenditure</b>	6.00	<b>25,000</b>
<b>C. Current Assets:</b>		<b>1,018,583</b>
Receivable from Mr. Zakir Hossain Khan	7.00	9,250
Cash and Bank balance	8.00	1,009,333
<b>D. Current Liabilities:</b>		<b>966,731</b>
Loan from Mr. Zakir Hossain Khan	9.00	5,540
Project Fund	10.00	921,855
Liabilities for Expenses	11.00	16,000
Liabilities for Other Finance	12.00	13,236
Telephone Security		10,100
<b>E. Net Current Assets (C-D)</b>		<b>61,952</b>
<b>Total Assets (A+B+E) :</b>		<b>215,812</b>
<b>REPRESENT BY:</b>		
<b>A. Fund and Reserve:</b>		<b>(39,888)</b>
Capital Fund	13.00	(39,888)
<b>B. Long term Liabilities:</b>		<b>255,700</b>
Loan from Directors	14.00	255,700
<b>Total Fund and Liabilities (A+B):</b>		<b>215,812</b>

Annexed notes from 01 to 15 form part of the financial statements



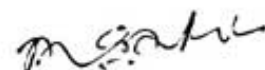
Executive Director



Treasurer

Signed in terms of our separate report of even date annexed

Date: February 23, 2005



M A Quader Kabir FCA  
Partner

