

**PRIVATE & CONFIDENTIAL**

**AUDITOR' REPORT  
AND  
FINANCIAL STATEMENTS  
OF  
CREATIVE SERVICES LTD  
FOR THE YEAR ENDED 30 JUNE 2022**

**SUBMITTED BY**



**ATA KHAN & CO.**  
Chartered Accountants

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DHAKA-1000, BANGLADESH

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## **ATA KHAN & CO.**

Chartered Accountants

A PARTNERSHIP FIRM

.....since 1959

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### **Independent Auditor's report**

**To the Shareholders of CREATIVE SERVICES LTD**

#### **Report on the Audit of the financial statements**

##### **Opinion**

We have audited the financial statements of **CREATIVE SERVICES LTD**, which comprise the statement of financial position as at **30 June, 2022**, and the statement of profit or loss and other comprehensive income, statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at **30 June, 2022**, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

##### **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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion, Responsibilities of Management and Those Charged with Governance for the Financial Statements. Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, the Companies Act 1994 and other applicable laws and regulations 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 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

auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken



on the basis of these financial statements. As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

**We also:**

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements

We are responsible for the direction, supervision and performance of the group audit we remain solely responsible for our audit opinion.

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. Report on Other Legal and Regulatory Requirements In accordance with the Companies Act 1994, we also report the following:

- a. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- c. The statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

*Atah Khan*

**Mohammad Nurul Huda, FCA**

Enrolment No.0238

Partner

**ATA KHAN & CO.**

Chartered Accountants

DVC: 2304130238AS88085

**Date: 13 April, 2023**



**CREATIVE SERVICES LTD**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30TH JUNE 2022**

Particulars	Notes	30.06.2022 Taka	30.06.2021 Taka
<b>ASSETS :</b>			
<b>NON-CURRENT ASSETS :</b>			
		<b>150,000</b>	-
Property, Plant & Equipment ( Annexure - A)	3.00	150,000	-
<b>CURRENT ASSETS :</b>			
		<b>63,025</b>	-
Cash & Cash Equivalents	4.00	58,525	-
Closing Inventory		4,500	-
<b>TOTAL ASSETS</b>		<b>213,025</b>	-
<b>EQUITY &amp; LIABILITIES</b>			
<b>CAPITAL &amp; RESERVES :</b>			
Share Capital	5.00	150,000	-
Retained Earnings	6.00	(93,128)	-
		<b>56,872</b>	-
<b>CURRENT LIABILITIES :</b>			
		<b>156,153</b>	-
Liabilities for Exp	7.00	30,000	-
Accounts Payable		125,195	-
Provision for Tax		958	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>213,025</b>	-

The annexed notes 1 to 07 form an integral part of these financial statements.

Managing Director

Director

**Dated: Dhaka**  
13 April, 2023

*Mohammad Nurul Huda*

**Mohammad Nurul Huda, FCA**

ICAB Enrolment No. 238

Partner

**ATA KHAN & CO.**

Chartered Accountants

DVC: 2304130238AS88085



**CREATIVE SERVICES LTD**

STATEMENT OF COMPREHENSIVE INCOME

For 27 February 2022 to 30 June 2022

Particulars	Note	30.06.2022 Taka	30.06.2021 Taka
Service Revenue	8.00	159,600	-
Less: Cost of Service	9.00	139,060	-
<b>Gross Profit</b>		<u>20,540</u>	<u>-</u>
<b>Less: Operating Expenditure</b>			
Administrative Exp	10.00	112,710	-
<b>Net operating Profit</b>		<u>(92,170)</u>	<u>-</u>
Less: Financial Exp		-	-
<b>Net Profit Before Tax</b>		<u>(92,170)</u>	<u>-</u>
Less: Provision for Income Tax		958	-
<b>Net Profit/ Loss after tax</b>		<u><b>(93,128)</b></u>	<u><b>-</b></u>

Managing Director

Director

**Dated: Dhaka**  
13 April, 2023

*Mohammad Nurul Huda*  
**Mohammad Nurul Huda, FCA**  
ICAB Enrolment No. 238  
Partner  
**ATA KHAN & CO.**  
Chartered Accountants  
DVC: 2304130238AS88085







## CREATIVE SERVICES LTD

### Statement of Changes in Equity

For 27 February 2022 to 30 June 2022

Particulars	Share capital	Retained earnings	Total Taka
Opening Balance	150,000	-	150,000
Net profit /(Loss) after tax for the year		(93,128)	(93,128)
<b>Balance at 30 June 2022</b>	<b>150,000</b>	<b>(93,128)</b>	<b>56,872</b>

  
Director 20/08/2020

  
Managing Director  
13.04.2023




**CREATIVE SERVICES LTD**

**Statement of Cash flows**

**For 27 February 2022 to 30 June 2022**

Particulars	Amount in 2021-2022
<b>A. Cash flows from Operating Activities:</b>	
Net Profit (Loss) after Tax	(93,128)
Income Tax	958
<b>(a) Operating profit before working capital changes</b>	<b>(92,170)</b>
Increase/Decrease in Advance, Deposit & Pre-payments	
Increase/Decrease Inventory Exp	(4,500)
Increase/Decrease in Liabilities	125,195
Increase/Decrease in Paid Up Capital	150,000
Increase/Decrease in liabilities for expenses	30,000
<b>(b) Adjustment per Changes in working capital</b>	<b>300,695</b>
<b>Net cash flows from operating activities (a+b)</b>	<b>208,525</b>
<b>B. Cash Flows from Investing Activities:</b>	
Acquisition of Fixed Assets	-
	(150,000)
<b>C. Cash Flows from financing Activities</b>	
Increase/Decrease in Director Loan	-
Bank Loan Received	-
Net Increase/Decreased in cash & cash equivalents (A+B+C)	58,525
Add: Cash & cash equivalents at the beginning of the year	-
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>58,525</b>

  
Director 26/8/22

  
Managing Director  
13/04/23



## **CREATIVE SERVICES LTD**

### **Notes to the financial statements**

For the year ended 30th June, 2022

#### **1.00 Reporting entity**

##### **1.01 Legal status of the company**

The entity is a private company limited by shares being incorporated in Bangladesh with the Registrar of Joint Stock Companies & Firms, Dhaka, in the name and style as **Creative Services Ltd.** vide Registration No.C-179094/2022 Dated-27/02/2022 . Address: House-11, Road-5, Shekhertek, Adabor, Mohammadpur, Dhaka, PO:1207

##### **1.02 Nature of business**

The carry on Business in the from of delivering Multidisciplinary Consultancy, Research, Community & Social Development Services to the national or international donor agencies, Non-governmental Organizations, Governmental Agencies, Private Business houses and interested individuals in home and abroad.

#### **2.00 Basis of preparation of financial statements**

##### **2.01 Statement of compliance**

The financial statements of the company under reporting have been prepared in accordance with ISA 1 "Presentation of Financial Statements" under historical cost convention in a going concern concept and on accrual basis. The preparation and disclosures have been made to the Financial Statements in accordance with Generally Accepted Accounting Principles and Practice in Bangladesh in compliance with The companies Act 1994, International Accounting Standards (IAS) and international Financial Reporting Standards (IFRS).

##### **2.02 Compliance with local laws**

The Financial Statement have been prepared in compliance with the requirements of the Companies Act 1994 and in addition, the company complies with the Income Tax Ordinance 1984, the Income Tax Rules 1984, the Value Added Tax and Supplementary Duty is 2012 and the Value Added Tax and Supplementary Duty Rules 2016.

##### **2.03 Functional, presentational and reporting currency**

These financial statement are prepared in Bangladesh Taka which is the Company's functional currency.

##### **2.04 Use of estimates and judgments**

The preparation of the 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 and underlying assumptions, which are reviewed on an ongoing basis. Revision to accounting estimates is recognized in the period in which the estimates are revised and in any future periods affected.

#### **3.00 Summary of significant accounting policies**

The specific accounting policies selected and applied by the company's management for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

##### **3.01 Compliance with Bangladesh Accounting Standards**

IAS- 01 Presentation of Financial Statements

IAS- 02 Inventories





IAS- 07 Statement of Cash Flows  
IAS- 10 Events After the Reporting Period  
IAS- 12 Income Taxes  
IAS- 16 Property, Plant and Equipment  
IAS- 24 Related Party Disclosures  
IAS- 37 Provisions, Contingent Liabilities and Assets  
IFRS-09 Financial Instruments  
IFRS-15 Revenue from contracts with customers

### **3.02 Recognition and measurement of Property, Plant and**

Property, plant and equipment have been stated at written down value. Accumulated historical cost and depreciation have been shown in the Financial Statements. The cost of acquisition comprises of purchase price, including import duties and non-refundable Taxes and any directly attributable cost of bringing the assets to its state of intended use. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an addition to cost of the assets.

#### **Non-current Asset and Depreciation**

Depreciation on Property, Plant and Equipment have been computed during the year using the reducing balance method so as to write off the assets over their expected useful life. Depreciation has been charged on addition to tangible fixed assets when they are available for use.

After considering the useful life of assets as per IAS-16, the annual depreciation rates have been applied as under which is considered reasonable by the management.

### **3.03 Contingent liabilities and contingent assets**

The company does not recognize contingent liability and contingent asset but discloses the existence of contingent liability in the financial statements. A contingent liability is a probable obligation that arises from past events whose existence will be confirmed by occurrence or non-occurrence of uncertain future events not within the control of the company or a present obligation that is not recognized because outflow of resources is not likely or obligation cannot be measured reliably.

### **3.04 Revenue recognition**

Under IFRS-15, The entity should recognize revenue when (or as) a performance obligation is satisfied, i.e. when 'control' of the goods or services underlying the particular ;

IFRS 15 is a 5-steps approach to revenue recognition:

Step 1: Identify the contract(s) with a customer

Step 2: Identify the performance obligations in the contract

Step 3: Determine the transaction price

Step 4: Allocate the transaction price to the performance obligations in the contract

Step 5: Recognize revenue when (or as) the entity satisfies a performance obligation

### **3.05 Events after the Reporting date**

In compliance with the requirements of IAS 10: Adjusting events occurring after the reporting date are reflected in the financial statements and events after reporting date that are not adjusting events



are disclosed in the notes when material.

### **3.06 Other regulatory compliance**

The company is also required to comply with the following major legal provisions in addition to the Companies Act 1994, and other applicable laws and regulations:

- i. The Income Tax Ordinance, 1984
- ii. The Income Tax Rules, 1984
- iii. The Value Added Tax and Supplementary Duty Act, 2012
- iv. The Value Added Tax and Supplementary Duty Rules, 2016

### **3.07 Cash and Cash Equivalents**

According to IAS 7 'Statement of Cash Flows' cash comprises of cash in hand, demand deposits and cash equivalents which are short term highly liquid investments that are readily convertible to cash and which are subject to an insignificant risk of changes in value. IAS 1 'Presentation of Financial Statements' provides that Cash & Cash Equivalents are not restricted in use. Considering the provision of IAS 7 & IAS 1, Cash in Hand & Bank Balances have been treated as Cash & Cash Equivalents.

### **3.08 Statement of Cash Flow**

Statement of Cash Flows has been prepared principally in accordance with IAS-7 "Statement of Cash Flow" and the cash flows from the operating activities have been presented under indirect method.

### **3.09 Accrued expenses and other**

Liabilities are recognized for the goods and services received, whether paid or not for those goods and services. Payables are not interest bearing and are stated at their nominal value.

### **3.10 Provision for accrued expenses**

Provisions have been recognized in the balance sheet as

- i. when the company has a present obligation, legal or constructive as a result of a past event;
- ii. when it is probable that an outflow of resources embodying economic benefits will be required to settle that obligation; and
- iii. when a reliable estimate can be made of the amount of the obligation.

### **3.11 Reporting period**

The financial period of the Company covers one year from 27 February 2022 to June 30, 2022.

### **3.12 Components of Financial Statements**

The financial statements comprise the following;

- Statement of Financial Position as at 30th June 2022,
- Statement of Profit or Loss and Other Comprehensive Income for the year ended 30th June 2021,
- Statement of Changes in Equity for the year ended 30th June 2022,
- Statement of Cash Flows for the year ended 30th June 2022,
- Accounting Policies and explanatory notes to the Financial Statements .

### **3.13 General**

- i. Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current month's financial statements.
- ii. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- iii. Previous year's figures have been rearranged, wherever considered necessary to conform to the current year's presentation.





Particulars	Amount in Taka	
	2021-2022	2020-2021
<b>3.00 PROPERTY, PLANT &amp; EQUIPMENT</b>		
<b>A At Cost</b>		
Opening Balance a	-	-
Add : during the Year	150,000	-
Less :Adjustment/disposal during the year	-	-
	150,000	-
<b>B. Accumulated depreciation :</b>		
Opening Balance	-	-
Add Charge during the year	-	-
Less :Adjustment/disposal during the year	-	-
	-	-
<b>Written Down Value (A-B)</b>	<b>150,000</b>	<b>-</b>
<b>4.00 Cash and Cash equivalent</b>		
Cash on Hand	-	-
IFIC A/C 8001	58,525	-
	<b>58,525</b>	<b>-</b>
<b>5.00 Share Capital</b>		
<b>a</b> Authorised Capital		
100,000 Ordinary Share Of Tk.100/each	10,000,000	-
<b>b</b> Issued, Subscribed and Paid- Up Capital	150,000	-
1500 Ordinary Shares of Tk.100/ each		
Md. Barkat Ullah	10,000	
Md. Masum Billah Khan	10,000	
Kazi Nabiul Haque	10,000	
Md. Kabir Mia	10,000	
Md. Humayun Kabir	10,000	
Muhammad Monsur Rahman Khan	10,000	
Shankar Kumar Dash	10,000	
Ashrafun Nahar	10,000	
Rashed-E Matin	10,000	
A.K.M Shamsuddin	10,000	
Md. Tanvir Hasan Khan	10,000	
Rizwanul Haque Khan	10,000	
Yousuf Ali Sarker	10,000	
Md.Rezwanur Rahman Sarker	10,000	
Abu Nayem Mohammad Ali Khan	10,000	
<b>Total</b>	<b>150,000</b>	<b>-</b>
<b>6.00 Retained Earnings</b>		
Opening Balance	-	-
Add. Profit (Loss) during the year	(93,128)	-
Closing Balance	<b>(93,128)</b>	<b>-</b>
<b>7.00 Liabilities For Exp</b>		
Audit fees	20,000	
Office rent	10,000	
<b>Total</b>	<b>30,000</b>	<b>-</b>
<b>8.00 Revenue</b>		
Sales	159,600	-
	<b>159,600</b>	<b>-</b>



Particulars	Amount in Taka	
	2021-2022	2020-2021
<b>9.00 Cost of Goods Sold</b>		
Purchases	143,560	-
Closing Inventory	(4,500)	-
<b>Total</b>	<b>139,060</b>	<b>-</b>
<b>10.00 Selling &amp; Administrative Exp</b>		
Gass Bill	5,850	
Office Rent	40,000	
Printing & Stationary	620	
Electricity	5,000	
Entertainment	810	
Conveyance	1,040	
Audit Fees	20,000	
Bank Charge	380	
Miscellaneous Exp	510	
Preliminary Exp	38,500	
<b>Total</b>	<b>112,710</b>	<b>-</b>

