



Annual Report 2017

Special Supplement 26 July 2018

CHAIRPERSON'S FOREWORD



Photo: BRAC/Xamal Hasan

Over recent years, significant investments have been made in Bangladesh and other developing countries to ensure the survival and optimal development of children during the first decade of life. In Bangladesh, this has resulted in a substantial drop in child and maternal mortality rates and other notable achievements such as 97% enrolment in primary schools.

We now need to shift our focus to the second decade of children's lives. Calls for investment in children and young people have increased dramatically in recent years. More and more countries agree that policies which help young people fulfil their potential also drive economic development.

Challenges persist in both the education and skills sectors. Approximately 20% of primary school students in Bangladesh drop out before completing class 5. We need to ensure that all children complete their primary schooling and go on to secondary school. Additional efforts are required to empower girls to believe that they are capable of doing everything boys can.

The lack of improvement in the quality and outcomes of education is another concern. Around 2.2 million young people enter Bangladesh's workforce every year, but two out of every five young people are not in employment, education or training. They face a precarious future despite living in some of the fastest-growing economies in history.

Globalisation and technology are reshaping the lives of young people worldwide. 85% of jobs that today's learners will be doing in 2030 do not exist now. There is an urgent need to redesign curricula for secondary, vocational and higher education to develop skills and competencies that will meet the needs of the future. Our goal should be to create adaptable learners who are capable of reengineering their own skills and capacities in disrupted economies. Attention must also be paid to developing children and young people's human qualities and values, such as empathy, cooperation and integrity.

Political instability and conflict are leaving young people vulnerable to violence, disrupting their schooling and access to basic health services and, in many cases, inflicting psychological trauma. We must accelerate efforts to protect children and young people from violence, drug abuse, conflict and poverty, to enable them to lead more productive lives and contribute to society.

Sir Fazle Hasan Abed, KCMG
Founder and Chairperson



BRAC (Registered in Bangladesh under the Societies Registration Act, 1860) Balance Sheet As at 31 December 2017		
	31-Dec-17	31-Dec-16
	Taka	Taka
ASSETS		
Cash and bank balances	21,024,979,120	17,486,571,783
Advance, deposits and prepayments	10,012,346,517	7,295,740,591
Inventories	4,963,482,830	3,768,065,753
Grants and accounts receivable	3,432,380,353	2,407,292,289
Microfinance loans	163,229,190,720	135,838,491,181
Motor cycle loans	692,968,379	803,055,814
Investments in securities and others	1,925,28,676	1,823,801,300
Investments in related undertakings	17,361,428,752	14,729,921,204
Property, plant and equipment	17,350,511,791	15,735,396,674
TOTAL ASSETS	239,991,917,138	199,691,339,559
LIABILITIES AND NET ASSETS		
LIABILITIES		
Liabilities for expenses and materials	9,664,233,920	7,289,576,607
Bank overdrafts	23,688,516,176	13,479,844,500
Trade payables	28,065,200,114	32,000,000
Members' savings deposits	59,880,630,227	50,118,837,575
Grants received in advance	3,149,635,367	1,214,294,835
Deferred income	692,029,289	456,218,613
Other long term liabilities	13,140,029,256	12,056,573,743
Provision for taxation	2,553,941,030	2,037,941,030
TOTAL LIABILITIES	141,738,473,021	119,645,322,573
NET ASSETS		
Unrestricted	97,091,840,599	78,907,318,888
Temporarily restricted	1,155,802,618	1,138,698,096
	98,253,443,217	80,046,016,986
TOTAL LIABILITIES AND NET ASSETS	239,991,917,138	199,691,339,559

The annexed notes 1 to 33 form an integral part of these financial statements.

Chairperson, Governing Body
BRAC

Director-Finance
BRAC & BRAC International

Executive Director
BRAC

BRAC (Registered in Bangladesh under the Societies Registration Act, 1860) Statement of Income and Expenditure For the year ended 31 December 2017			
	Unrestricted Taka	Temporarily Restricted Taka	Total 2017 Taka
INCOME			
Donor grants	306,026		11,705,986,787
Social enterprises	14,970,220,465		14,970,220,465
Microfinance Programme	37,890,583,391		37,890,583,391
Self-financing Social Development Programme	640,295,209		640,295,209
Investment income	543,817,402		543,817,402
Community Contribution			1,375,712,028
House Property	93,062,652		93,062,652
TOTAL INCOME	54,138,093,125	13,081,390,815	67,219,483,940
EXPENDITURE			
Social Enterprises	13,112,389,759		13,112,389,759
Micro Finance Programme	23,503,895,205		23,503,895,205
House Property	53,500,360		53,500,360
Agriculture and Food Security			131,816,903
Community Empowerment Programme			131,816,903
Education	4,955,808	406,217,205	411,713,013
Healthcare and Disease	20,862,261		20,862,261
Health	75,872,666		75,872,666
Programme	3,783,487,248		3,783,487,248
Human Rights and Legal Aids Services			329,312,602
Policy Advocacy			64,429,597
Water, Sanitation and Hygiene Programme			64,429,597
Ultra Poor Programmes			443,028,511
Food Security and Humanitarian National			421,532,818
Disaster Management and Climate Change			410,042,615
Development Programme			807,719,433
Other Development Projects			334,753,011
Grants			305,918,160
TOTAL EXPENDITURE	37,766,660,890	13,215,811,491	50,982,473,381
Surplus/(deficit) of income over expenditure	16,371,432,235	(134,426,678)	16,237,011,559
BRAC Contribution to support Donor Funded Programme		(151,325,196)	151,325,196
Surplus of income over expenditure before taxation		16,220,107,039	16,904,520
Taxation			(516,000,000)
NET SURPLUS FOR THE YEAR	15,704,107,039	16,904,520	15,721,011,558

The annexed notes 1 to 33 form an integral part of these financial statements.

Chairperson, Governing Body
BRAC

Director-Finance
BRAC & BRAC International

Executive Director
BRAC

Dhaka, 15 March 2018

31. Schedule of donation received			
Name of the projects	Donor	2017 Taka	2016 Taka
Strategic Partnership Arrangement (SPA)	DFID	5,887,500,000	6,886,700,000
	DFAT	1,334,850,000	1,225,125,000
	Sub Total	7,222,350,000	8,091,825,000
Vision Bangladesh Project	BRAC-International	3,260,999	2,100,000
CPRE	BRAC-USA	2,550,093	18,857,186
BRAC New Initiative of Migrants	GIZ	533,780	
Char Development and Settlement Program	Euromonitor Mott Mac Donald	9,202,062	20,155,413
BRAC Water Sanitization and Hygiene Program (WASH-II)	BRAC-USA		
BRAC Water Sanitization and Hygiene(WASH-II) program in urban areas	Bill and Melinda Gates Foundation	416,560,644	
Integration WASH	EKN	1,724,381,505	1,081,240,115
Reduction TB Prevalence	The Global Fund	2,174,396,000	
Reconstruction Malaria Initiatives	The Global Fund	3,030,500	218,170,791
Focus on Final Activities in Bangladesh	The Global Fund	450,375,929	
Phased Elimination of Malaria in Bangladesh-GFATM	EAC-STAR	83,555,874	
BRAC Boat School	EAC-STAR	26,886,174	
BRAC Boat School	ED-STAR	88,050,976	132,020,202
Community Safety Initiative	Safe World	2,401,662	
Alive and Thrive Integration of Maternal Nutrition Intervention into Alive and Thrive	Family Health International	98,405,295	64,992,436
BRAC MNCH-HIV/AIDS Program	The Global Alliance for Improved Nutrition (GAIN)	229,996,877	166,986,220
BRAC MNCH-HIV/AIDS Program	UNICEF	32,571,094	36,514,251
BRAC HRLS Rights Program	UNICEF	7,627,891	32,065,554
Changing Social Norms and Supporting Adolescent Empowerment	UN Women		(30,932)
Strengthening Educational Outcomes of Females Disadvantaged School	UNICEF		
Improving Demand and Refusal Use for Injectable Long acting and permanent methods of contraceptive	UNICEF		
Reducing Stunting and Underweight in Cox's Bazar Working Children	UNICEF	1,125,833	11,100,991
Marketing Innovation for Health (MIH) Program	Social Marketing Company (SMC)	11,094,627	30,721,627
Building Young Women's Leadership Through Sports	Women Win	11,029,500	5,861,250
Economic Empowerment for Poor and Vulnerable Women in Bangladesh	EC	8,485,636	
Improving Maternal & Child Nutrition (MCN)	WFP	1,494,210	