

**(5) Reconciliation between net profit to operating cashflows**

Profit/(loss) before tax	4,644,882	5,776,371
Finance cost	336,118	692,311
Operating profit	4,981,000	6,468,681
<b>Adjustment:</b>		
Depreciation	2,552,335	2,803,754
Non cash Interest income	-	-
<b>Changes in Working capital:</b>		
(Increase)/Decrease of Inventory	833,200	1,708,200
(Increase)/Decrease of Trade debt	(139,081)	65,451
(Increase)/Decrease of Advance, deposit & Prepayment except AIT	(1,616,905)	712,800
Increase/(Decrease) of Liability for expenses	(4,189,372)	(1,103,878)
Increase/(Decrease) of other Liabilities	232,244	931,817
Finance cost paid	2,653,421	11,586,825
Tax Paid	(336,118)	(2,388,098)
	(1,795,016)	(692,311)
	<b>522,287</b>	<b>8,506,417</b>

**(6) Related Party disclosure**

The company, in normal course of business, carried out following of transaction with other entities that fall within the definition of related party contained in BAS 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates, on the same terms and conditions as applicable to the third parties. Details of transactions with related parties and balances with them as at 31 March 2020 were as follows:

Name	Nature of Relationship	Transaction	
		Debit	Credit
Mr. Mohammed Murad	Chairman	161,700	161,700
		-	-
		161,700	161,700

(6.1) The board of directors of the company are considered key management employees. None of benefits is given to them by the company.

**(7) Deffered Tax**

Property, Plant & Equipment at Tax base	10,405,769	12,622,891
Property, Plant & Equipment at accounts base	38,100,784	41,587,702
	(27,695,015)	(28,964,811)
Tax Rate	25%	25%
<b>Deferred Tax</b>	<b>(6,923,754)</b>	<b>(7,241,203)</b>
Deferred tax income/expenses during the period	244,537	218,736

**(8) Adoption of IFRS 16:**

The Company uses the rented premises for the filling station and Administration office .The remaining contract period of rental agreement was for 9 month from the reporting date. As such this rent contract has been accounted for as short term lease under para 5(a) and 6 of IFRS 16: Leases. Which requires to charges lease payment as expenses.

**(9) Cash Dividend :**

The Shareholders of the company has approved the cash dividend at the rate of 10% for the income tear June 30,2019 in the company's 40th AGM held on 15 December 2019.



Managing Director



Chief Financial Officer



Acting Company Secretary



Director



Chairman

